### *Account Classifications & Normal Balances*

(For all responses, put your answer on the line provided.)

 For questions 1 through 10 use the following: [**A**] Asset....[**L**] Liability....[**OE**] Owner’s Equity....[**R**] Revenue....[**E**] Expense

**CLASSIFY THE FOLLOWING ACCOUNTS:**

|  |  |
| --- | --- |
| \_\_\_\_ 1. Accounts Receivable | \_\_\_\_ 6. Equipment |
| \_\_\_\_ 2. Owner's Capital | \_\_\_\_ 7. Rent Income |
| \_\_\_\_ 3. Salary Expense | \_\_\_\_ 8. Drawing |
| \_\_\_\_ 4. Accounts Payable | \_\_\_\_ 9. Fares Earned |
| \_\_\_\_ 5. Supplies | \_\_\_\_ 10. Taxes Payable |

For questions 11 through 30 put a "**D**" for debit or a "**C**" for credit.

**WHAT IS THE NORMAL BALANCE FOR THE FOLLOWING ACCOUNTS?**

|  |  |
| --- | --- |
| \_\_\_\_ 11. Rent Expense | \_\_\_\_ 16. Interest Payable |
| \_\_\_\_ 12. Accounts Payable | \_\_\_\_ 17. Land |
| \_\_\_\_ 13. Capital | \_\_\_\_ 18. Interest Receivable |
| \_\_\_\_ 14. Drawing | \_\_\_\_ 19. Property Taxes Payable |
| \_\_\_\_ 15. Notes Receivable | \_\_\_\_ 20. Fees Earned |

**WHAT WOULD IT TAKE TO DECREASE THE FOLLOWING ACCOUNTS?**

|  |  |
| --- | --- |
| \_\_\_\_ 21. Cash | \_\_\_\_ 26. Capital |
| \_\_\_\_ 22. Subscriptions Revenue | \_\_\_\_ 27. Wages Payable |
| \_\_\_\_ 23. Buildings | \_\_\_\_ 28. Interest Income |
| \_\_\_\_ 24. Drawing | \_\_\_\_ 29. Accounts Receivable |
| \_\_\_\_ 25. Office Supplies Expense | \_\_\_\_ 30. Office Equipment |

**Answers**

|  |  |
| --- | --- |
| A 1. Accounts Receivable | A 6. Equipment |
| C 2. Owner's Equity | R 7. Rent Income |
| E 3. Salary Expense | C 8. Drawing |
| L 4. Accounts Payable | R 9. Fares Earned |
| A 5. Supplies | L 10. Taxes Payable |

|  |  |
| --- | --- |
| D 11. Rent Expense | C 16. Interest Payable |
| C 12. Accounts Payable | D 17. Land |
| C 13. Capital | D 18. Interest Receivable |
| D 14. Drawing | C 19. Property Taxes Payable |
| D 15. Notes Receivable | C 20. Fees Earned |

|  |  |
| --- | --- |
| C 21. Cash | D 26. Capital |
| D 22. Subscriptions Revenue | D 27. Wages Payable |
| C 23. Buildings | D 28. Interest Income |
| C 24. Drawing | C 29. Accounts Receivable |
| C 25. Office Supplies Expense | C 30. Office Equipment |