Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Accounting – Chapter 6

**Adjustments**

Determine the accounts that need to be debited or credited and for how much.

1. The company had $400 of Supplies at the beginning of the month. At the end of the month they only had $150 left.

|  |  |  |  |
| --- | --- | --- | --- |
| Account Debited | Supplies Expense | Amount | $250 |
| Account Credited | Supplies | Amount | $250 |

1. The company had prepaid insurance of $900 at the beginning of the month. At the end of the month they had $300 worth of insurance left.

|  |  |  |  |
| --- | --- | --- | --- |
| Account Debited | Insurance Expense | Amount | $600 |
| Account Credited | Prepaid Insurance | Amount | $600 |

1. In the beginning of the month, the company had $1,200 in supplies. When inventory was taken at the end of the month they realized they had used $800 worth of supplies.

|  |  |  |  |
| --- | --- | --- | --- |
| Account Debited | Supplies Expense | Amount | $400 |
| Account Credited | Supplies | Amount | $400 |

1. The supplies account balance at the beginning of the month was $550. They determined they used supplies of $300 during the month.

|  |  |  |  |
| --- | --- | --- | --- |
| Account Debited | Supplies Expense | Amount | $300 |
| Account Credited | Supplies | Amount | $300 |

1. The company had prepaid insurance of $750 at the beginning of the month. At the end of the month they had $625 worth of insurance left.

|  |  |  |  |
| --- | --- | --- | --- |
| Account Debited | Insurance Expense | Amount | $125 |
| Account Credited | Prepaid Insurance | Amount | $125 |

1. In the beginning of the month, the company had $450 in supplies. When inventory was taken at the end of the month they realized they had $400 worth of supplies left.

|  |  |  |  |
| --- | --- | --- | --- |
| Account Debited | Supplies Expense | Amount | $50 |
| Account Credited | Supplies | Amount | $50 |