

## ***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....[C] Capital....[R] Revenue....[E] Expense

### **CLASSIFY THE FOLLOWING ACCOUNTS:**

- |                            |                       |
|----------------------------|-----------------------|
| ___ 1. Accounts Receivable | ___ 6. Equipment      |
| ___ 2. Owner's Equity      | ___ 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    |

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## 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

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