

Adjusting Entries

(Crossword Puzzle #3)

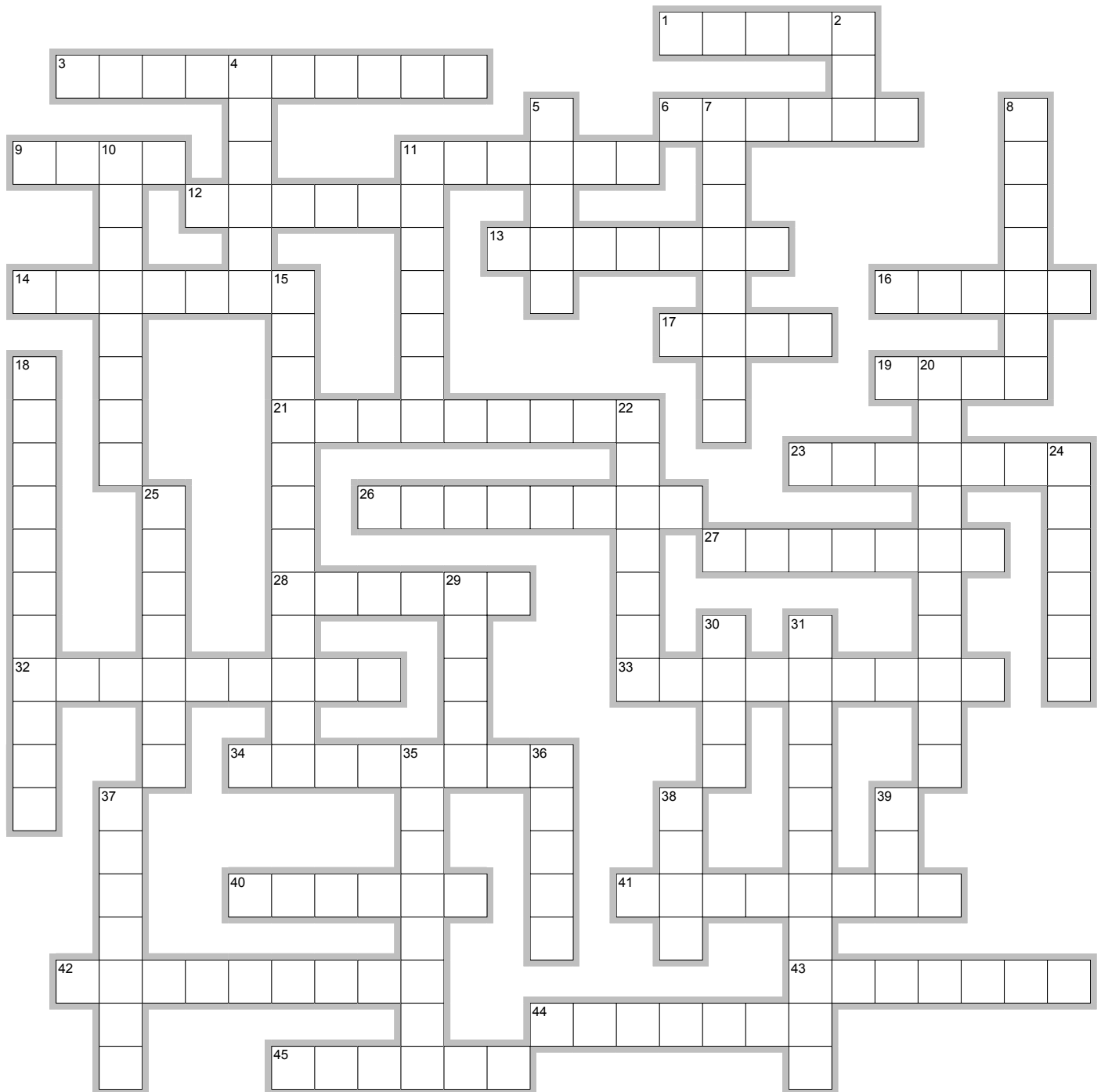


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Crossword Puzzle (Adjusting Entries #3)



ACROSS (Adjusting Entries #3)

1. An unexpired cost should appear on the financial statements as this type of account.
3. The accrual adjusting entry for interest earned will include a debit to Interest _____.
6. Supplies Expense should reflect the supplies used during the accounting _____.
9. Adjusting entries are usually dated as of the _____ day of the accounting period.
11. A deferred revenue involves an amount that was received _____ the amount had been earned.
12. The account Accumulated Depreciation is a _____-asset account.
13. The unexpired portion of a company's cost for a six-month insurance premium is recorded in the asset account _____ Insurance.
14. An expense is often a cost that has been used up or has _____ during the current accounting period.
16. The weekly or biweekly compensation received by hourly-paid employees.
17. The accrual-basis of accounting does a better job of reporting a company's profitability for short time periods than the _____ basis of accounting.
19. Depreciation is an allocation of the _____ of a long-term asset to expense over the life of the asset.
21. These entries are used to avoid the potential double-counting of accrued expenses and accrued revenues.
23. The accrual adjusting entry for interest earned will include a credit to Interest _____ or Interest Income.
26. Adjusting entries are necessary for some expenses because of the _____ principle.
27. If a company has a bank loan, you would expect to see a balance in the account Interest _____.
28. Shortly after the accrual of wages expense, the company will be processing the _____ payroll that includes the accrued amount.

Across (Adjusting Entries #3)

- 32. Entries used to accrue and defer expenses and revenues.
- 33. The adjusting entry to accrue an expense will credit this type of account.
- 34. A word used by accountants to indicate that a cost has occurred, such as "the expense has been _____ but not yet recorded."
- 40. Another name for a company's supplier of goods or services.
- 41. Unearned revenue includes money _____ in advance of earning it.
- 42. The balance in Prepaid Insurance should be the cost of the insurance that is _____ as of the date of the balance sheet.
- 43. _____ financial statements are issued between the company's official annual financial statements.
- 44. The adjusting entry to accrue interest expense will involve a credit to the account Interest _____.
- 45. The type of balance in the account Accumulated Depreciation should be a _____ balance.

Down (Adjusting Entries #3)

2. The minimum number of accounts in an adjusting entry.
4. Costs that have been used up or have expired during an accounting period should be reported on the _____ statement for that time period.
5. Employees earning wages are usually paid based on the _____ worked. Employees earning salaries are often paid a constant amount semimonthly.
7. An accountant might have to _____ the amount of electricity expense when preparing the adjusting entry for electricity.
8. Deferred revenues that will be earned within one year of the balance sheet date are classified as _____ liabilities.
10. The cost of the unused supplies on hand should be reported as a debit balance in this account.
11. Costs that have not yet been used up will be reported on the company's _____ sheet.
15. The allocation of a long-term asset's cost to expense over the useful life of an asset.
18. Failure to reduce the balance in the Unearned Revenues account to its proper balance before issuing the financial statements will likely mean the company's net income will be _____.
20. Failure to defer an amount received in advance of earning it will cause the amount of net income to be _____.
22. Adjusting entries are recorded in the _____ journal.
24. The adjusting entry to accrue revenue is recorded before the money is received but after the amount had been _____ by the company.
25. Every adjusting entry involves at least one income statement _____.
29. In the case of deferred revenues, the adjusting entry occurs _____ the money was received.
30. Interest expense accrued at the end of an accounting period will surely have to be _____ in a subsequent accounting period.
31. Failure to record an adjusting entry to accrue utility expense will understate the amount of _____ reported on the company's balance sheet.

Down (Adjusting Entries #3)

- 35. An accrued revenue is a revenue that has been earned in the accounting period, but was not _____ in the accounts prior to an adjusting entry.
- 36. To reduce the balance in the account Unearned Revenues you should _____ the account.
- 37. Money received from a customer in _____ of providing the services should be reported as a liability.
- 38. Supplies Expense should reflect the cost of supplies that were _____ during the accounting period.
- 39. The minimum number of balance sheet accounts in an adjusting entry.

Solutions (Adjusting Entries #3)

