

G & G CONSULTING, INC.
GENERAL JOURNAL

Jan-10

	DR	CR	Acct Type	
1/15/2010	510,000		expense liability	This entry records the gross payroll for semimonthly period ending 01-15-10 and taxes payable.
		31,000	liability	
		7,250	liability	
		61,750	liability	
		10,000	liability	
		400,000	liability	
	<u>510,000</u>	<u>510,000</u>		
1/15/2010	55,750		expense liability	This entry records employer's portion of payroll taxes.
		31,000	liability	
		7,250	liability	
		4,000	liability	
		13,500	liability	
	<u>55,750</u>	<u>55,750</u>		
1/15/2010	400,000		liability	This entry records payment to the employees.
		400,000	asset	
	<u>400,000</u>	<u>400,000</u>		

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	DR	CR	Acct Type	
1/16/2010	Social Security Tax Payable - EE Medicare Tax Payable - EE Social Security Tax Payable - ER Medicare Tax Payable - ER Federal Withholding Tax Payable Cash	31,000 7,250 31,000 7,250 61,750 138,250	liability liability liability liability liability asset	This entry records the payment of federal taxes by electronic transfer. Federal tax liability is >\$100K (one day deposit rule)
1/17/2010	Office Supplies Rent Travel & Entertainment Account Payable	5,000 20,000 30,000 55,000	expense expense expense liability	This entry records ordinary business expenses posted in the accounts payable system that will be paid when due.
1/18/2010	Accounts Receivable Revenue	5,000,000 5,000,000	asset revenue	This entry records billings to clients for services rendered.
1/20/2010	Cash Accounts Receivable	3,500,000 3,500,000	asset asset	This entry records cash received from clients.

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	DR	CR	Acct Type	
1/31/2010	510,000		expense liability	This entry records the gross payroll for semimonthly period ending 01-31-10 and taxes payable.
		31,000	liability	
		7,250	liability	
		61,750	liability	
		10,000	liability	
		400,000	liability	
	<u>510,000</u>	<u>510,000</u>		
1/31/2010	55,750		expense liability	This entry records employer's portion of payroll taxes. (Total payroll taxes due for the payroll of 01-31-10 exceed \$100K and will be paid 02-01-10 but are not recorded here since this is only for the month of January.)
		31,000	liability	
		7,250	liability	
		4,000	liability	
		13,500	liability	
	<u>55,750</u>	<u>55,750</u>		
1/31/2010	400,000		liability	This entry records payment to the employees.
		400,000	asset	
	<u>400,000</u>	<u>400,000</u>		
1/31/2010	50,000		expense liability	This entry records an estimate of income taxes that will be paid.
		50,000	liability	
	<u>50,000</u>	<u>50,000</u>		