Perpetual System Journal Entries

Calculate the dollar values for the journal entries.

Purchase Journal Transactions

Account	Debit	Credit
1. Purchase on account:		
Merchandise Inventory	Net Purch	
Accounts Payable		Net Purch
2. Purchase return:		
Accounts payable	Return $	
Merchand Inventory		Return $
3. Purchase payment:		
Accounts Payable	Bal Due	
Merchand Invent		Pymt Disc
Cash		Cash
4. Pay Freight (FOB Shipping Point)		
Merchandise inventory	Freight due	
Cash		Freight due

Basic Format

```
      List Price
  -   Trade Discount
      Gross Purchase (or Sale)
  +   Freight Costs
      Net Purchase (or Sale)

  -   Returns

      Net Balance Due

  -   Payment Discount
      Cash Payment Due
```

Payment Discount = Discount percentage rate X (Net balance due - freight costs)

Sales Journal Transactions

Account	Debit	Credit
1. Sale on account:		
Accounts Receivable	Net Sale	
Sales		Net Sale
Cost of Goods Sold	Cost	
Merchandise Invent.		Cost
2. Sale return:		
Sales Return & Allow	Return $	
Accounts Receivable		Return $
Merchandise Inventory	Inventory Cost	
Cost of Goods Sold		Inventory Cost
3. Sales payment receipt		
Cash	Cash	
Sales Discounts	Pymt Disc	
Accounts Receivable		Bal Due
4. Pay Freight (FOB Destination)		
Freight out Expense Or Delivery Expense	Freight due	
Cash		Freight due
5. Pay Credit card processing fees		
Credit Card Expense	Amt of bill	
Cash		Amt of bill