Accounting Review

What is the accounting equation?

What are the three major types of accounts?

Define the following:

Assets:

Liabilities:

Owner’s Equity:

Which side of a T-account is the debit and which side is credit?

What does normal balance mean?

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Account** | **Account Classification** | **Accounts Normal Balance** | | **Increase Side** | | **Decrease Side** | |
| *Debit* | *Credit* | *Debit* | *Credit* | *Debit* | *Credit* |
| Cash |  |  |  |  |  |  |  |
| Supplies |  |  |  |  |  |  |  |
| Prepaid Insurance |  |  |  |  |  |  |  |
| Accounts Receivable, Company Name |  |  |  |  |  |  |  |
| Accounts Payable,  Company Name |  |  |  |  |  |  |  |
| Owner Name, Capital |  |  |  |  |  |  |  |
| Owner Name, Drawing |  |  |  |  |  |  |  |
| Sales |  |  |  |  |  |  |  |
| Expenses |  |  |  |  |  |  |  |