ABC Company had a beginning balance of $30,000 in A/R, $3,000 in Allowances for Doubtful Accounts, and then the following transactions took place:

a) 12/31/2016 Sold goods costing $100,000 for $160,000 on credit throughout the year.

b) 12/31/2016 Using the historical data, estimated 2% of credit sales to be uncollectible.

c) 2/1/2017 After many failed collection efforts, wrote off $1,500 of bad debts.

d) 3/5/2017 A check was received for $500 from a customer who's debt was written off last month.

e) 4/15/2017 Cash was collected from customers for prior sales of $140,000

f) 12/31/2017 Sold goods costing $120,000 for $192,000 on credit throughout the year.

g) 12/31/2017 Using the aging method, it was determined that the appropriate balance of ADA is $7,200.

A/R

BB	$	30,000	
EB	$	30,000	

ADA

	$	3,000	BB
	$	3,000	EB