UIL Accounting Acronyms

DEAD-C & CORL — debits and credits

DR	**C**R
Expenses	**O**wner's Equity
Assets	**R**evenue
Drawing	**L**iabilities
Cost of Goods	

RICED — 5 transactions that affect capital

Revenue (capital goes ↑)
Investments (capital goes ↑)
Cost of Goods Sold (capital goes ↓)
Expense (capital goes ↓)
Drawing (capital goes ↓)

A=L+OE — permanent (real) accounts

Assets	=	**L**iabilities
	+	**O**wner's Equity

RED-C — temporary capital accounts

Revenue
Expense
Drawing
Cost of Goods Sold

C-DID — order of Closing entries

Credits – (close Revenue and contra-COGS)
Debits – (close COGS, contra-Rev, expenses)
Income – (close Net Income/Loss to Capital)
Drawing – (close Drawing to Capital)

REN – Net Income for a Service business

Revenue – **E**xpenses = **N**et Income

BOAP (Bo-App) & SOAR to know to use Accounts Payable or Accounts Receivable

Buy	**S**ell
On	**O**n
Accounts	**A**ccounts
Payable	**R**eceivable

Accounting CPAs

Concepts, **P**rinciples, **A**ssumptions

CARPET-W-FACTR — accounting cycle

Collect source documents
Analyze transactions into debits/credits
Record in Journals
Post to Ledgers
Trial Balance
Worksheet
Financial statements
Adjusting entries
Closing entries
Trial Balance (post-closing)
Reversing entries

SE-E / PTE-R to know which payroll entry is used for employe**E**s or employe**R**s

Salary **E**xpense for employe**E**	**P**ayroll **T**ax **E**xpense for employe**R**
SS Pay	SS Pay
Med Pay	Med Pay
FIT Pay	FUTA Pay
SIT Pay	SIT Pay

LIFO & FIFO two inventory costing methods

LIFO – **L**ast **I**n, **F**irst **O**ut
FIFO – **F**irst **I**n, **F**irst **O**ut

PAUL — for accruals and deferrals

Prepaid = **A**sset
Unearned = **L**iability

Shortened Acronyms (for long phrases)

COW – **C**apital on **W**orksheet
SOT – **S**upplies **o**n **T**rial Balance
POT – **P**repaid insurance **o**n **T**rial Balance
SOCIOE – **S**tatement **o**f **C**hanges **i**n **O/E**
AUA – **A**llowance for **U**ncollectible **A**ccounts
PICEPAR – **P**aid-**I**n **C**apital in **E**xcess of **Par**