

Subject Area:
Accounting
Title:
Closing Entries
Teacher:
School:
Lesson Objective(s) & Career Cluster:
Learn and practice the closing entry process by using visual stimulus as well as written work in the same capacity. Career Cluster: Business (Accounting)
Activity:
Follow the Closing Entry process and illustrate as follows: Label clear plastic cups with each account : ie, sales credit, expenses accounts, Income summary DR, CR, Capital DR, CR, Drawing. Fill designated cups with different colored M&M's for each account. As the process flows explain which accounts are closed because the M & M's for that account are now transferred into another cup thus that account is closed because the cup is empty. Instructor should also work with T-accounts on the board while explaining the closing entry process to students.
Evaluation:
Before the process for closing entries exercise, instructor should go over each account with an introductory lesson showing a transparency and define each part as it relates to the exercise. Stress that all accounts should be closed except Capital which should be now equal to new capital.
Extension/Modification and/or Instructional Methodology:
Students can be placed in groups of 3 or 4 and close entries together as a group on a work sheet to be sure the process is understood. Grading can be done individually or as a group. The grouping will help those students who need help in understanding the process from other students who are more adept at the process. Instructor may group accordingly.
SCAN Skills:
Information, writing, reading, team working, problem solving, reasoning, visualization, listening, decision-making.

Cooperative Learning Ideas, TAAS, TEKS Competencies:

TEKS, Accounting 120.63 11(a)

Have students go online to access Moneyinstructor.com or similar web site and work a model process of closing entries.

Team Project, Guest Speaker, or Field Trip:

Guest Speaker from Pilgrims Pride Corp. to speak about the numerous accounting jobs and availability of same at the Company.

Visit an accounting firm (CPA) to get an idea of employment positions in the business and see how the Company utilizes these different accounting positions

Resources:

Pen, pencil, , Clear plastic cups, M&M's, closing entries worksheets from Thompson, Century 21 Accounting General Journal, MoneyInstructor.com or similar web site.