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| Name: Class: Period: Date: Topic: 1-3: How Transactions Change OE in an Accounting Equation |
| **Questions/Main Ideas**: Try to always think of at least two questions per class period about today’s topic.(What, how, when, why) | Notes |
| *Ie. What is the accounting equation?* | 1. An *increase* in owner’s equity resulting from the operation of a business is \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.
2. The sale of goods or services \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ owner’s equity.
3. Transactions:
	1. *Received* cash from sales means that cash is *\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_* upon the sale of merchandise or services and revenue is recorded.
	2. Sold services on account means that cash will be received at a *\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ \_\_\_\_\_\_\_\_\_\_\_\_\_*for merchandise or services sold, and revenue is recorded *immediately*.
4. A decrease in owner’s equity resulting from the operation of a business is an \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.
5. The asset cash is *\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_* and the owner’s equity capital is also *\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_*.
6. Anytime cash is taken out of a business by the owner for their personal use it is called a \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_.
7. Withdrawals \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ owner’s equity
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| **Summary**: (3 bullet points summarizing the main ideas or topics presented in class today. These should be at least four words each) |



Be sure to label any accounts that affect owner’s equity. (ie. withdrawal, expense, revenu