

Accounting Natural Balances

Debits on the Left... Credits on the Right

Balance Sheet	DR	CR	Natural Acct
Cash	X(+)		0500-1000
A/R	X(+)		1200-1349
All. Doubt. Acc.		X(-)	1350-1399
Fixed Assets	X(+)		1900
Acc. Depr.		X(-)	1950
A/P		X(-)	2000-2199
Payroll W/H		X(-)	2200-2208
Fund Balance		X(-)	2500

Profit and Loss	DR	CR	Natural Acct
Income		X(-)	3000-3499
Adjustments	X(+)		3500-3599
Expenses	X(+)		4000-6899
Interest		X(-)	7700
Depreciation	X(+)		6950-6960
Contributions		X(-)	7000-7050
Other Program(I)		X(-)	7200-7299
Other Program(E)	X(+)		7200-7299

ALICE Accounts

Debit / DR (+)	Credit / CR (-)
<u>Assets (Own - Ex: Bank Acct - B/S)</u>	<u>Liabilities (Owe - Ex: Bank Loan - B/S)</u>
	<u>Income (Earn - Ex: Medicare Revenue - P/L)</u>
<u>Expenses (Spend - Ex: Salaries - P/L)</u>	<u>Capital (Invest - Ex: Buildings - B/S)</u>

Sample Journal Entry - Medicare Billing

Account Number - Description	Debit / DR (+)	Credit / CR (-)
4-60-3000-10 - MCR-Ben-Routine		135,531.48
0-00-1200-00 - Accounts Receivable	135,531.48	

Sample Journal Entry - Medicare Receipt

Account Number - Description	Debit / DR (+)	Credit / CR (-)
0-00-1200-00 - Accounts Receivable		135,531.48
0-00-1000-00 - Operating Account	135,531.48	