

Balance Sheet—Greener Pastures, Inc.

December 31, 2021

Assets:

Cash.....	\$ 77,878.05	
Inventory	14,500.00	
Equipment.....	49,900.00	
Display shelving.....	10,000.00	
Office furniture	5,000.00	
Computers	4,500.00	
Accumulated depreciation	(5,669.00)	
Organizational costs.....	4,500.00	
Start-up costs.....	<u>1,660.00</u>	
Total assets.....		\$162,269.05

Liabilities:

Payroll withholding payable	\$ 1,263.70	
Employer's Social Security and Medicare payable	402.70	
Sales tax payable	1,521.10	
SIMPLE employee deferrals payable	526.00	
Loan payable	43,943.66	
Rounding adjustment.....	<u>.01</u>	
Total liabilities.....		\$ 47,657.17

Equity:

Common stock.....	\$100,000.00	
Current earnings.....	24,611.88	
Distributions	<u>(10,000.00)</u>	
Total equity		\$114,611.88
Total liabilities plus equity		<u>\$162,269.05</u>

Income Statement—Greener Pastures, Inc.

Year ended December 31, 2021

Revenue:

Lawn and garden implement sales.....	\$265,500.00	
Hydroseeding services.....	275,300.00	
Interest earned.....	<u>566.00</u>	
Gross income.....		\$541,366.00

Cost of goods sold:

Beginning inventory.....	\$ 0.00	
Purchases	218,730.77	
Ending inventory.....	<u>(14,500.00)</u>	
Cost of goods sold.....		\$204,230.77
Gross profit.....		\$337,135.23

Expenses:

Advertising	\$ 3,000.00	
Bookkeeping.....	2,800.00	
Depreciation.....	5,669.00	
Employee benefit programs		
HSA contributions	21,600.00	
Health insurance	22,200.00	
SIMPLE employer match.....	6,159.00	
Insurance—business	3,250.00	
Interest expense.....	1,577.02	
Meals and entertainment.....	1,100.00	
Office expenses.....	2,325.00	
Payroll taxes.....	19,393.33	
Rent	10,800.00	
Utilities.....	2,850.00	
Wages	205,300.00	
Income tax: federal.....	3,000.00	
Income tax: state.....	<u>1,500.00</u>	
Total expenses.....		\$312,523.35
Net income per books		\$ 24,611.88