

To Tish
From Gene

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SUGGESTIONS ON CHART OF ACCOUNTS

<u>#</u>	<u>Comment</u>
106	-B will never have a savings account, no banks in area; delete
108,109	-Should be "cash account"
111	-Too general. What would they be?
112	-We need a separate accounts receivable for <u>each operation</u> : boat, pigs, dairy, cattle, farm, mill, cassava plant, so we can review each one separately
113-116	-Does this include "goods on hand"?, "work in progress"?, How handle half grown crops-are they an asset? At what stage of maturity?
123	-Need a separate account for each building-maybe not in Georgetown-what do you think? example: vegetable market, lumber yard, office/home, church
1 140 etc	-No account for cleared land land per se - is it an asset? I think so, nor a expense account for the cost of land clearing.
141-165	-Need a separate account for each finished structure, and a work in progress or construction account for each structure during construction. Otherwise we won't be able to show cost for depreciation. See comment to #112. Also for unallocated construction supplies & equipment.
194-5	-How and when do you make entries? When a calf is born or a tree planted? Both valued much higher 4 years later.
200 Series	-There should be one set up for each business from the start-we will have to do it here anyway.
281-297	-Irrelevant, Delete
311	-Should refer to A only
312	-Separate account for each business
412	-Should be NIS
411	-Should be Withholding tax income tax
415	-Delete, no sales tax here, should be "Tax Stamps"
420-29Series	-Add photo expense, equipment costs, secretarial supplies
440 Series	-Add on account for medical and drugs, this x is a big item. I separated the housing & business functions on mine, it is a better way.
450 Series	-Should be a separate series for farm, pigs, dairy, cattl ^e

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XXXXX

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cassava plant. Where do we put leasehold improvements such as fencing, pasture, etc.

- 501 -Note most lease expense Example: Survey should be capitalized. If they took the lease back (or part of it) they would have to pay us. They capitalize it.
- 505 -Delete. None there, could replace with radio cost, mostly M & R
- 50E -Separate account for residential and each business.
- 510-512 -See comments on A. Also note! Most of our payment is to labor contractors, farm should have such an account
- 516 -all exchange costs are borne by A
- 514 -Separate account for each business
- 532 -None, delete
- 500-30 -One for each business
- 540 Series -Add an account for chickens, (we grow our own-but not mix in food), medical, allowances, each.
- 600-25 Series -We'll probably end up with several boats of different sizes, two may be "business" the others not. Each business boat will need its own accounting
- 750 etc. -We need a theft and casualty loss account
- 766 -Where do we depreciate the sawmill buildings and equipment as a separate entity?
- 776 Series -Separate set for farm, pigs, dairy, cattle, cassava plant

Well, let me know. I may not have it understood, if so clarify. We buy pigs in March.

Love,
Gene

x-3-g-5b