

**Accounting for Lawyers:  
Snowplowing Handout**

Joe Landscaper and Gill Snowfall are both in the business of plowing driveways for a number of years. Their only revenues are payments they receive for their plowing services. Their only expenses are from the purchase of gasoline and the wear and tear on their trucks.

- A. Joe plows driveways in December and is paid \$500 in cash.
- B. Gil also plows driveways in December and sends his clients bills for \$ 600.
- C. Joe gets \$200 of gas in December and puts it on his credit card.
- D. Gill buys \$250 of gas in December and pays cash.

Who had a better month?

- E. On January 1st, Gill's old truck dies and he decides to purchase a new truck for \$10,000.

How would you account for this transaction?