

Listed below are the accounts and their respective balances for Bella's Baubles, Inc. (BB, Inc.) at December 31, 2019:

Cash	\$ 110,000
Inventory (5 things @ \$ 10,000 each)	50,000
Land	40,000
Security Deposit	1,000
Taxes Payable	2,000
Note Payable	20,000
Common Stock (2,000 shares)	78,000
Retained Earnings	101,000

During 2020 the following transactions occurred:

- Purchased 6 things at \$10,000 each. Paid 50,000 and will pay the rest next year.
- Sold 10 things for \$20,000 each.
- Paid 2019 taxes payable.
- Paid cash for wages of \$40,000.
- Paid 12 months of rent \$12,000.
- Paid the interest on the note at 10%.
- Sold 600 shares of stock for \$18,000 on June 30, 2020.
- Paid a \$3,000 dividend to shareholders on December 31, 2020.

Also, during the year the company paid 50% of the 2020 taxes. The tax rate is 30%.

Prepare Journal Entries and T-Accounts and the Financial Statements for 2020.