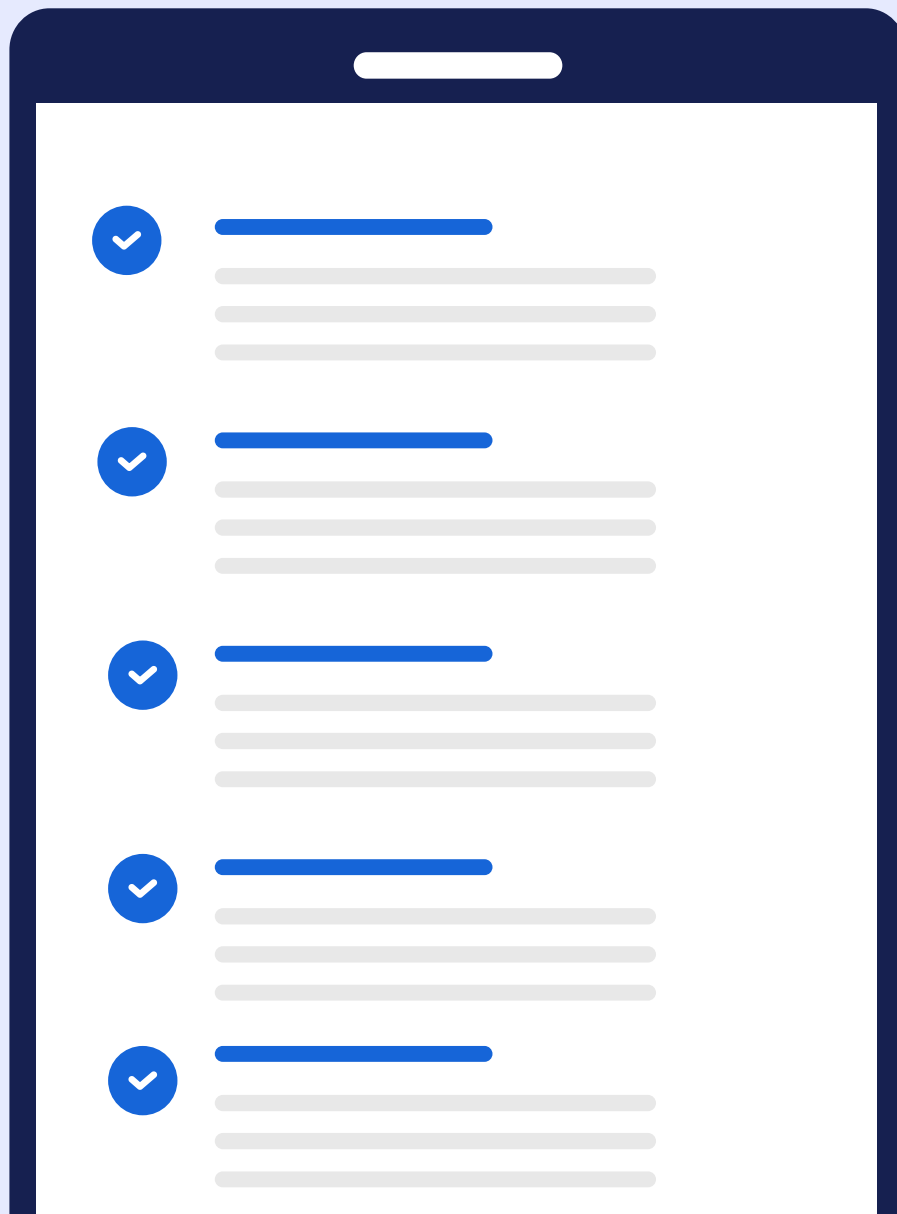




Real Estate Accounting Definitions



Definitions

General Ledger: A report showing all the transactions over time (revenue, expenses, bills, etc.)

Ledger's Running Balance: The current balance in any bank account, debit or credit card after every transaction.

Opening balance: The starting balance of an account on a specific date.

Bank Reconciliation: Matching your bank account transactions with your DoorLoop transactions.

Undeposited Funds: Payments received that were not added to your bank account balance yet.

Memo: Notes about a transaction or bill.

Operating Account: The main bank account for everything (income & expenses).

Escrow Account: A bank account where money is held, like security deposits.

Payee: The person who is being paid.

Vendor: Anyone that provides services, like a plumber.

Fixed asset account: All your properties that earn income.

Owner Distributions: Payments made to owners.

Balance Sheet: A report of your assets, liabilities, & equity at a certain point in time.

Net Operating Income (NOI): Your final profit and loss for a certain date range.

Profit & Loss Report: How much money you made or lost.

Rent Roll Report: All your rent that was paid or still owed.

Definitions

Journal entry: An advanced way of adding financial transactions.

Debit: A debit increases an asset or expense and decreases liability or equity.

Credits on a Lease: Reduces the amount to be paid on a specific charge.

Accounts Receivable (AR) Report: Shows all money owed to you for unpaid rent, charges and anyone that overpaid.

Accounts Payable (AP) Report: Shows any bills that haven't been paid.

Chart of Accounts: The categories of your income, expenses, equity, assets, and liabilities.

- **Assets:** Shows all the value of a business like your cash, property, & money owed.
- **Liabilities:** Used for money you might owe back like security deposits.
- **Equity:** Keeps track of the owners contributions and shares.
- **Revenue:** Money earned from rent, management fees, etc..
- **Expenses:** Money lost from buying anything, paying bills like taxes, vendors, repairs, utilities, and any business costs.