

Student Activities



Lesson Six

Banking Services



choosing a checking account

name of bank:

branch information

■ Branch nearest your home:

■ Branch nearest your work:

■ Number of branches:

number of ATMs:

bank hours:

are your funds insured?

types of accounts:

fees:

■ Must maintain a minimum daily balance of:

■ Must maintain an average daily balance of:

■ Monthly maintenance charge:

interest:

■ How much interest do you earn on your account?

■ How is it calculated?

charges:

checks:

Printing checks

Bouncing checks

Stopping checks

Certifying checks

balance inquiries:

At teller window

At ATMs

By phone

withdrawals at:

Teller window

Bank-owned ATMs

Regional network ATMs

National network ATMs

International network ATMs

special services:

Fund transfer by phone

Pre-authorized bill payment

Signature guarantee

Bill payment by phone

Check card

deposits:



reading a bank statement

using the bank statement on the next page, answer the following questions:

- 1.** What period does this statement cover?
- 2.** What is the account number of this statement?
- 3.** How many deposits were made and what were the amounts?
- 4.** How many checks cleared and what was the total dollar amount of the checks that cleared?
- 5.** Was there any ATM activity? If so, how many transactions were there, and what was the total amount?
- 6.** Was there any debit card activity? If so, how many transactions were there, and what was the total amount?
- 7.** Were there any service charges? If so, what was the total amount?
- 8.** What is the total of all withdrawals (checks, ATM transactions, check card transactions, service charges)?
- 9.** What is the new balance of the account?
- 10.** Did check #182 clear?
- 11.** What was the amount of check #183?
- 12.** Did check #185 clear?
- 13.** What was the amount of check #187?

reading a bank statement (continued)

THIS STATEMENT COVERS 5/20/09 through 6/18/09						
CHECKING ACCOUNT 0471-678	Previous Statement Balance On 5/19/09				612.04	
	Total of 3 Deposits For				1,980.68 +	
	Total of 10 Withdrawals For				1,705.25 -	
	New Balance				883.97 +	
CHECKS & OTHER DEBITS 0471-678	CHECK	DATE PAID	AMOUNT	CHECK	DATE PAID	AMOUNT
	181	5/24	15.00	184	5/17	1232.27
	182	6/04	17.00	*186	5/30	54.47
	183	5/26	217.54	187	6/03	53.97
					Withdrawal #00281 at ATM #423A	5/24 40.00
					Withdrawal #02628 at ATM #423A	5/30 20.00
					Withdrawal #08744 at ATM #430E	6/15 20.00
DEPOSITS & OTHER CREDITS				DATE POSTED	AMOUNT	
	Transfer from 4039-557 at ATM #423C			5/27	1200.00	
	Customer Deposit at ATM #423A on 5/12			6/14	521.78	
	Direct Deposit from #05323 on 5/17			6/18	258.90	
ATM LOCATIONS USED	423A: 2500 Centre Plaza, Anytown, USA					
	423C: 3500 Centre Plaza, Anytown, USA					
	430E: 945 Hamilton Avenue, Big City, USA					

reconciling an account

use the bank statement, check register, and reconciliation worksheet on this and the following page to balance this checkbook.

THIS STATEMENT COVERS			
6/20/09 through 7/19/09			
CHECKING ACCOUNT 0471-678	Previous Statement Balance On 6/19/09		150.67
	Total of 1 Deposits For		1,200.00 +
	Total of 6 Withdrawals For		1,246.98 -
	New Balance		103.69 +
CHECKS & OTHER DEBITS	CHECK	DATE PAID	AMOUNT
	161	6/21	216.30
	162	6/26	82.87
	163	6/29	1000.00
		6/18	35.00
		6/25	20.00
		6/18	55.00
		6/26	54.11
	ATM Withdrawal #00261 at ATM #423A		
	ATM Withdrawal #00476 at ATM #426B		
	Check Card #00686 Foodland EFT		
	Check Card #01275 EZ-Shoppe		
DEPOSITS & OTHER CREDITS	DATE POSTED	AMOUNT	
	6/23	1200.00	
	Transfer from 4039-557 at ATM #423C		

CHECK NO.	DATE	DESCRIPTION	TRANSACTION AMOUNT	DEPOSIT AMOUNT	BALANCE	
					366	97
161	6/4	Sound Out	216 30		216	30
		bew CD player			150	67
ATM	6/18	withdrawal	35 00		35	00
		spending money			115	67
ChkCrd	6/18	Check Card	55 00		55	00
		Foodland Groceries			60	67
ATM	6/23	deposit		1200 00	2100	00
		transfer from savings			1260	67
162	6/24	Racy's	82 87		82	87
		new clothes			1177	80
ATM	6/25	withdrawal	20 00		20	00
		movie and pizza			1157	80
163	6/26	Woodland Apt's	1000 00		1000	00
		rent			157	80
ChkCrd	6/26	E-Z Shoppe	54 11		54	11
		groceries			103	69
164	7/5	CD Place	26 31		26	31
		acct. #7M3406			77	38
165	7/14	Lucasfilm, Ltd.	10 00		10	00
		"Monkey Island" T-shirt			67	38
ATM	1/19	deposit		253 17	253	17
		pay check			320	55



lesson six quiz: banking services

true-false

1. ____ A pawnshop offers loans to people starting their own business.
2. ____ Opening a checking account requires completing a signature card.
3. ____ A blank endorsement allows anyone to cash a check.
4. ____ A “smart card” stores a person’s bank balance right on the plastic card.
5. ____ An outstanding check refers to one written on an account with a very low balance.

multiple choice

- | | |
|---|---|
| <p>6. ____ The highest loan rates usually occur when borrowing from a:</p> <ul style="list-style-type: none">A. bankB. credit-card companyC. pawnshopD. credit union | <p>8. ____ Obtaining cash from an ATM is similar to:</p> <ul style="list-style-type: none">A. writing a checkB. making a depositC. opening a new accountD. earning interest on your account |
| <p>7. ____ A _____ is used to add funds to a bank account.</p> <ul style="list-style-type: none">A. checkB. deposit slipC. signature cardD. withdrawal slip | <p>9. ____ A service charge on your bank statement will result in:</p> <ul style="list-style-type: none">A. a higher balanceB. a lower balanceC. earning more interestD. more outstanding checks |

case application

A recent bank statement for Tracy Gray revealed various service charges and fees of over \$10. How might Tracy reduce her costs for banking fees?