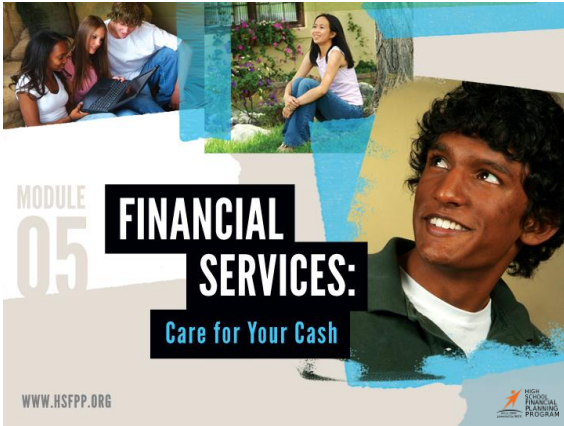


# High School Financial Planning Program

## Lesson 5-1: Checking Accounts



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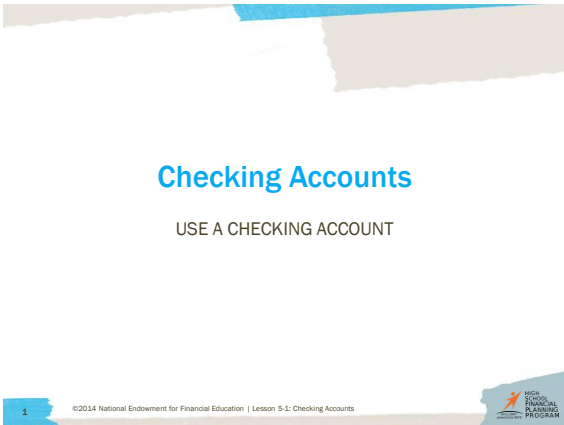
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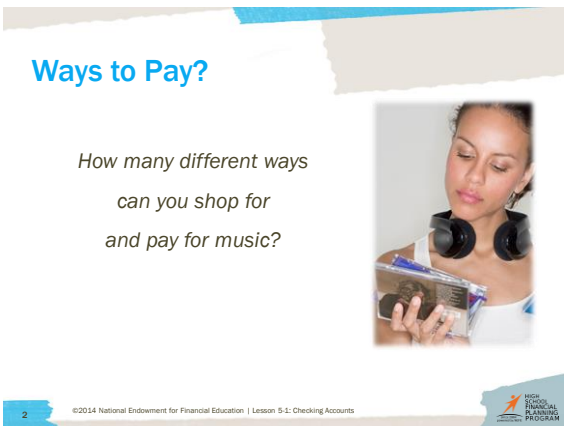
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# High School Financial Planning Program

## Lesson 5-1: Checking Accounts

### Preview

Today we will answer these questions:

- Why should I pay with a check?
- How do I use a checking account?
- How do I keep track of how much money I have in my checking account?

Use what you learn today to demonstrate how to use a checking account.

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### Meet Jason and Brianna

#### Jason – Senior

- Has a checking account and debit card
- Pursuing career in law enforcement
- Also considering joining the Coast Guard

#### Brianna – Grade 9

- Starting a new job soon
- Doesn't have a bank account
- Gets most of income from the "bank of mom and dad"
- Likes to receive gift cards for gifts



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### Demand Deposits

Funds can be withdrawn on demand by a customer without advance notice to bank or credit union

- Bank teller (in person)
- ATM (automated teller machine)
- Online
- Phone
- Check
- Debit card

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# High School Financial Planning Program

## Lesson 5-1: Checking Accounts

### Endorsements

Blank Endorsement

*Your signature*

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Restrictive Endorsement

*For deposit only*

*Your signature*

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### Jason's Transactions

Code	Date	Description of Transaction	Payment (-)	Deposit (+)	Balance
	Mon	Balance from previous page			35.00
d/c	Mon	Phone charger	-19.00		16.00
d/c	Mon	Pizza	-18.00		-2.00
Fee	Mon	NSF fee	-30.00		-32.00
d/c	Mon	Food	-9.00		-41.00
Fee	Mon	NSF fee	-30.00		-71.00
213	Thur	School fee	-25.00		-96.00
Fee	Mon	NSF fee	-30.00		-126.00

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### Keeping Track

Code	Date	Description of Transaction	Payment (-)	Deposit (+)	Balance
Dep	Mon	Cash deposit		200.00	200.00
W/D	Mon	Checks	-20.00		180.00
100	Wed	Fine Foods - groceries	-23.11		156.89
101	Wed	Wayne's Book World	-13.50		143.39
d/c	Thur	Cash	-30.00		113.39
Auto w/d	Fri	Phone bill	-25.50		87.89
Dep	Sat	Paycheck		113.76	201.65

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# High School Financial Planning Program

## Lesson 5-1: Checking Accounts

### Balance Zoe's Bucks

Trans	Date*	Description of Transaction	Payment (-)	Deposit (+)	Balance
Dep	Tues	Deposit paycheck		280.00	280.00
d/c	Tues	Gas (\$3.69 x 15 gallons)	-55.35		224.65
101	Wed	Insurance premium	-115.00		109.65
d/c	Sat	Movie	-12.00		97.65
d/c	Sat	Theatre food	-6.50		91.15
Dep	Mon	Babysitting fee (\$15 x 4 hours)		60.00	151.15
102	Mon	Book	-175.00		-23.85
NSF	Thurs	Insufficient funds fee	-36.00		-59.85
Dep	Fri	Paycheck (\$7.50 x42 hrs-\$27 tax)		288.00	228.15

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### Does it Match?

- The Bank Statement Balance
- + Outstanding Deposits
- Outstanding Payments and Withdrawals

*Does the result equal  
what you tracked in your register?*

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### Hints to Find Math Errors

Subtract to calculate the difference.

- Does the difference match a transaction amount?
  - » Look for a missing an entry for that same amount
  - » Search for a duplicate entry for that amount
- Is the difference twice a transaction amount?
  - » Check for a deposit mistakenly labeled as withdrawal or vice versa
- Is there a difference of 1, 10, 100, or 1,000?
  - » Recheck work for an addition or subtraction error
- Is the difference divisible by 9?
  - » Look for a transposed number (i.e. \$125 mistakenly entered as \$152)

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# High School Financial Planning Program

## Lesson 5-1: Checking Accounts

### Challenge

#### Use a Checking Account

- ✓ Track checking account payments and deposits for two months.
- ✓ Reconcile the account at the end of each month to verify your calculations.



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### Reflection

What is your preferred method of payment?

- check
- debit card
- cash

Why?

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