

LIFE SKILLS COMPREHENSION

CHECKING ACCOUNTS

In the Banzai Library, go to the Budgeting section and read the article "Check it Out." Answer the following questions based on what you read.

1. What are typical fees associated with checking accounts?

- A. A monthly fee
B. A fee for each check or ATM withdrawal
C. A fee for each time you use your debit card
D. Both A and B
E. All of the above

2. A no-frills account often has no fees.

- A. True B. False

3. Describe the difference between transaction accounts and non-transaction accounts.

.....
.....

4. What is NOT a good reason to put your emergency fund in a CD or money market account?

- A. You know you'll need the money soon.
B. The money will be safe.
C. The potential lost interest or fees will be the least of your worries in a financial emergency.
D. None of the above

5. What is the biggest benefit to using an interest-bearing checking account as opposed to a regular checking account?

.....
.....

6. Do you think an interest-bearing checking account is worth it? Why or why not?

.....
.....

BEYOND BANZAI PLUS VOCAB

MATCHING

Match the vocab term with its correct definition. **Hint:** You learned these terms in Banzai Plus.

- | | |
|--------------------|--|
| Exemption | A Paying a loan off in installments, rather than one lump sum. |
| Claim | B The amount deducted from your paycheck by your employer to go toward paying things like federal and state taxes, social security taxes, and health insurance. |
| APR | C The abbreviation for annual percentage rate. |
| Net Income | D Contributions to state and federal governments to pay for things like public services and infrastructure. |
| Policy | E A request submitted to your insurance provider to help pay for covered expenses. |
| Down Payment | F The total amount of unpaid money on a loan excluding any interest charges. |
| Expense | G A number assigned to an individual that quantifies their ability to use and pay back credit. |
| Credit Score | H A document detailing the type and amount of coverage that your insurance offers. |
| Withholdings | I The amount of money you're responsible for paying before your insurance company will cover claims. |
| Gross Income | J Your total income after all taxes and withholdings are paid. |
| Lease | K An amount paid before a large purchase that reduces the loan amount, and also proves your intention and ability to make such a purchase. |
| Amortize | L The amount that you own in assets minus the amount you owe in liabilities. |
| Insurance | M A deduction that legally allows you to lower the amount of taxable income you made in a year. |
| Net Worth | N A contract that lets you use someone else's property for a specified rate and length of time. |
| Deductible | O Anything that you spend money on, whether it's a necessity or a luxury. |
| Principal | P Your income from any and all sources, before taxes are withheld. |
| Taxes | Q A service that provides protection against unpredictable events, like car accidents or broken arms. |