



Lesson Six

Using Banking Services



banking terms you should know

- **Account**
- **ATM**
- **Automatic payments**
- **Bank**
- **Checking account**
- **Credit union**
- **Direct deposit**
- **Electronic cash**
- **Interest**
- **Joint account**
- **Minimum deposit**
- **Mobile banking**
- **Online banking**
- **Savings account**
- **Teller**



choosing a checking account

Location

bank branch offices; hours of operation; availability of ATMs

Fees

monthly fees; per-check fees; printing of checks; balance inquiry fees; ATM fees

Other charges

overdraft charge; stop-payment fees

Interest

rate earned; minimum deposit to earn interest

Restrictions

minimum balance; holding period for deposited checks

Special features

direct deposit; automatic payments; overdraft protection; online and mobile banking; discounts or free checking for students



electronic banking services

Automatic payments

an automatic payment system where bills are paid through direct withdrawal from a bank account.

Automatic teller machine (ATM)

allows customers to get cash and conduct banking transactions.

Direct deposit

earnings automatically deposited into bank accounts.

Funds transfer

this online banking feature allows you to transfer money between your personal accounts and outside accounts. It may also allow family members and others to send you money instantly.

Online bill pay

an online banking feature that allows you to send payments from your account to a specified payee almost instantaneously.

Point-of-sale transactions

ATM/debit cards accepted at stores or restaurants as payment.



ATM terms you should know

ATM Terms You Should Know

PIN

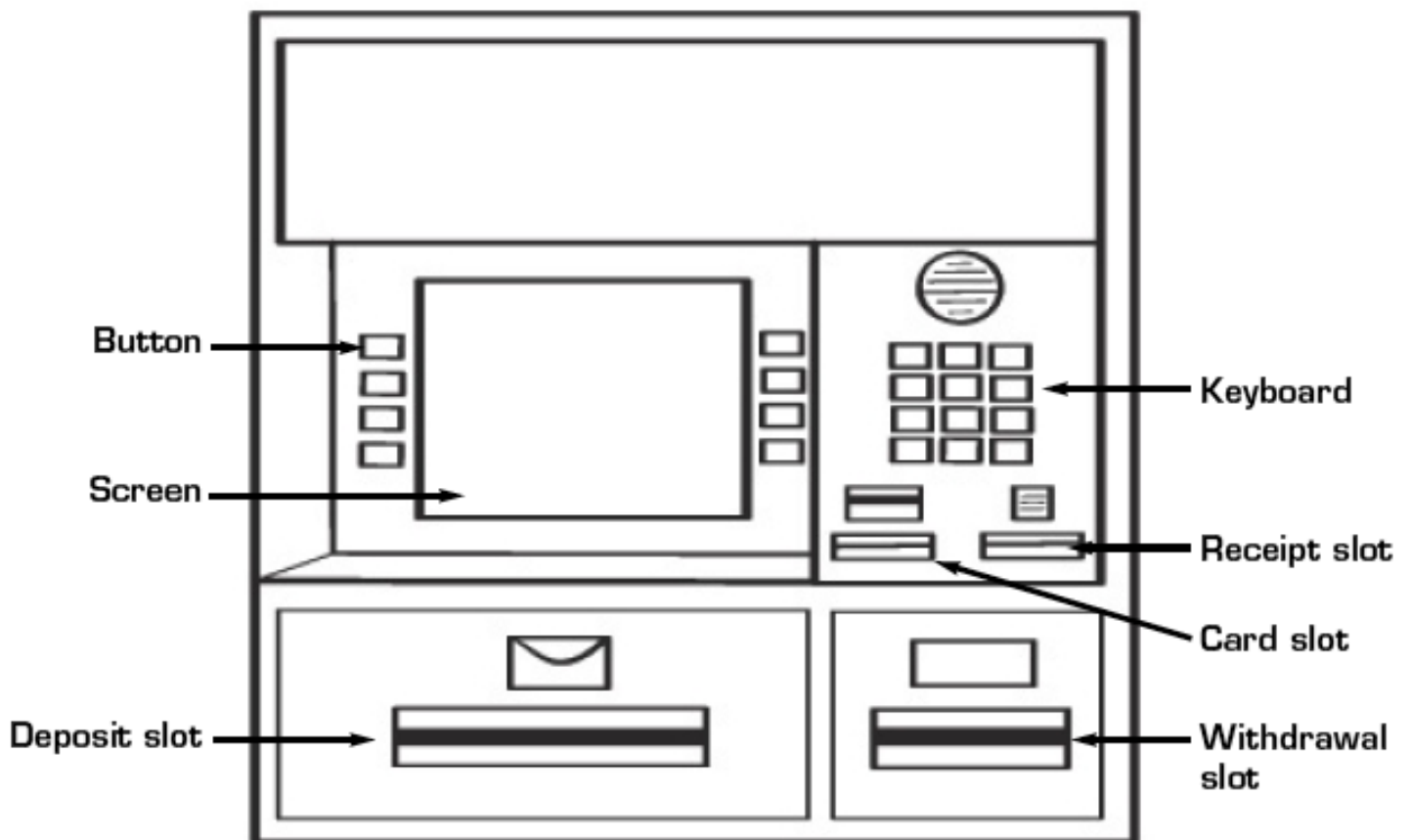
Balance

Deposit

Inquiry

Transaction

Withdrawal





opening a bank account

ACCOUNT NUMBER _____

DATE _____

SIGNATURE AUTHORIZATION CARD

NAME _____

ADDRESS _____

PHONE _____

SOCIAL SECURITY NO.

TYPE OF ACCOUNT

- Individual
- Joint
- Business
- Partnership

YOU ARE HEREBY AUTHORIZED TO RECOGNIZE ANY* OF THE SIGNATURES SUBSCRIBED HERE IN THE PAYMENT OF FUNDS OR THE TRANSACTION OF ANY BUSINESS FOR THIS ACCOUNT. IT IS AGREED THAT ALL TRANSACTIONS BETWEEN THE BANK AND THE DEPOSITOR SHALL BE GOVERNED BY THE CONTACT PRINTED ON THE REVERSE SIDE OF THIS CARD.

AUTHORIZED SIGNATURE

AUTHORIZED SIGNATURE

** If you wish to use two signatures, sign both signatures on the form.*



parts of a check



What is the date of the check? _____

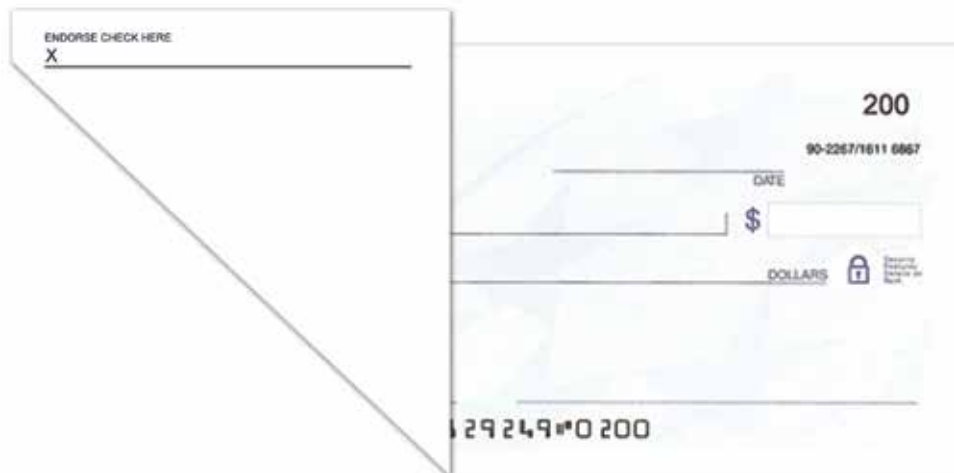
Who is the check made payable to? _____

What is the check number? _____

What is the check transit number? _____

Where do you endorse a check? _____

Where is the account number? _____





making a deposit

DEPOSIT SLIP

John Doe
255 Elm Street
Anytown, USA

1 DATE _____

SIGN HERE IF CASH RECEIVED FROM DEPOSIT

4	CASH	CURRENCY		2
		COINS		3
	LIST CHECKS SINGLY			5
	TOTAL FROM OTHER SIDE			6
	TOTAL			7
	LESS CASH RECEIVED			8
	NET DEPOSIT			9

⑆ 52 22 276 ⑆ 454455329249 ⑈ 0200

- 1. Date** — Write today's date.
- 2. Bills** — If you are depositing paper bills, write the amount.*
- 3. Coins** — If you are depositing coins, write the amount.*
- 4. Checks** — If you are depositing a check, write the bank transit number.
- 5. Amount** — Write the amount of the check here.*
- 6. Other Checks** — List the total amount of the checks listed on the reverse side of the deposit slip.*
- 7. Total** — Write the total amount you are depositing here.*
- 8. Cash** — If you want the bank teller to give you money back from the deposit, write the amount of cash you want here.*
- 9. Net Deposit** — Subtract the cash amount you want back. Then write the net (final) amount of your deposit.*

**Remember to...*

place the dollar amount to the *left* of the vertical line.

place the cents amount to the *right* of the vertical line.



writing the amount of a check in words

\$ 857.19

Start writing at the far left side of the line

Eight hundred fifty seven

Dollars

Follow the dollar amount by the word “and”

Eight hundred fifty seven and

Dollars

Write the amount of cents over the number 100

Eight hundred fifty seven and 19/100

Dollars

Draw a line from the end of the 100 to the end of the line.

Eight hundred fifty seven and 19/100 _____

Dollars



writing a check

The image shows a check form with the following fields and callouts:

- 5**: Payer information: John Doe, 255 Elm Street, Anytown, USA.
- 1**: Date field.
- 2**: Pay to the order of field.
- 3**: Amount in numerals field (200).
- 4**: Amount in words field (DOLLARS).
- 6**: Signature field.
- 7**: Memo field.
- 8**: MICR line at the bottom: ⑆ 522 221276 ⑆ 454455329249 ⑆ 0200

1. Date — Write today's date.

2. Payee — Write the name of the person or company that you are paying.

3. Amount of check in numerals — Write the amount of the check in numbers. Be careful not to leave any space between your numbers.

4. Amount of check in words — Write the amount of the check in words.

5. Name — Your personal information is printed here. Never list your Social Security number on your printed check.

6. Signature — Sign your check the same way you signed your name on the signature card.

7. Memo — Write why you wrote the check. If you are paying a bill, put down any information requested by the company.

8. Identification numbers — These numbers identify your bank, account number, and the check number. They are printed in special magnetic ink that machines can read.



"check" out these terms!

- **Overdraft**

- **Bounced check**

- **Canceled check**

- **Check card/ Debit card**

- **Clear**

- **Stop payment**

- **Service charge**

- **Voided check**



maintaining a checking account

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 Card

Check Transaction

Debit/Check Card



reading a bank statement

		THIS STATEMENT COVERS 6/1/18 through 6/30/18			
CHECKING ACCOUNT 0471-678	Previous Statement Balance On 6/1/18			\$612.04	
	Total of 3 Deposits For			\$3,421.18	
	Total of 10 Withdrawals For			\$1,754.59	
	New Balance			\$2,278.63	
TRANSACTION HISTORY CHECKS & OTHER DEBITS					
DATE PAID	CHECK #	DESCRIPTION	Deposits/Credits	Withdrawals/Debits	Ending Daily Balance
6/4	161			\$216.30	\$395.74
6/5	164			\$26.31	\$369.43
6/9		Withdrawal #29848 at ATM		\$200.00	\$169.43
6/14	165			\$10.00	\$159.43
6/15		Mobile Deposit	\$1,235.18		\$1,394.61
6/18		DebitCrd		\$55.00	\$1,339.61
6/18		Withdrawal #00281 at ATM #423A		\$35.00	\$1,304.61
6/19		Transfer from 4039-557 at ATM #423C	\$1,200.00		\$2,504.61
6/24	162			\$82.87	\$2,421.74
6/26	163			\$1,000.00	\$1,421.74
6/26		DebitCrd		\$54.11	\$1,367.63
6/27		Withdrawal #08744 at ATM #430E		\$20.00	\$1,347.63
6/27	166	Lawn Wranglers		\$55.00	\$1,292.63
6/30		ACH Deposit	\$986.00		\$2,278.63
			\$3,421.18	\$1,754.59	\$2,278.63
ATM LOCATIONS USED		423A: 2500 Main Street, Anytown, USA 423E: 945 Hamilton Avenue, Big City, USA			



keeping a running balance

CHECK NO.	DATE	DESCRIPTION	TRANSACTION AMOUNT		DEPOSIT	BALANCE AMOUNT



reconciling a checking account

Step 1: Get the current balance from your bank statement.

Step 2: Add deposits recorded in your check register that are not on this statement.

Step 3: Subtract outstanding checks. These are checks you have written that have not yet cleared the banking system.

Step 4: Compare the result with the current balance in your check register.

Remember to...

- subtract service fees or other charges
- + add direct deposits
- + add interest earned