

Name _____ Date _____

Checking Accounts

The most commonly used bank account is a **checking account**. Checks, whether paper or electronic, are a convenient and safe way to make purchases and to pay bills. Checking accounts also help you keep records on when and where you spend your money.

Example 1: Suppose you wrote a check for \$35.99 to pay the College Bookstore for a book. Review the parts of the check below and each of your entries.

Who is being paid: YOUR NAME
 Date: Nov, 21, 20__
 Amount of money in numbers: 880 51-57/119
 Check number: 35.99
 Amount of money in words: thirty-five and $\frac{99}{100}$ DOLLARS
 Purpose of payment: MAPLEWOOD BANK MEMO textbooks
 Your signature: Your Signature
 Bank number: 0119006711
 Your account number: 976346 01 0880

It is important that you have enough money in your checking account to cover each check that you write.

Example 2: You earned \$136.00 waiting tables at the Student Union. You also had \$20.00 in cash from tips. You deposited your paycheck and the cash in your checking account. Review the deposit slip below and each of your entries.

DEPOSIT TICKET
 YOUR NAME _____
 DATE November 22, 20__
 MAPLEWOOD BANK
 97634611

CASH	20	00
LIST CHECKS SINGLY	136	00
TOTAL FROM OTHER SIDE		
TOTAL ITEMS	TOTAL	156 00

51-57/119
 USE OTHER SIDE FOR ADDITIONAL LISTING
 ENTER TOTAL HERE
 BE SURE EACH ITEM IS PROPERLY ENDORSED

CHECKS AND OTHER ITEMS ARE RECEIVED FOR DEPOSIT SUBJECT TO THE PROVISIONS OF THE UNIFORM COMMERCIAL CODE OR ANY APPLICABLE COLLECTION AGREEMENT

Name _____ Date _____

All checks and deposits should be recorded in your check register, which comes with your checks.

Example 3: You completed the check register for your check to the bookstore and for your deposit. What is your new checking account balance?

THINK: The amount of each check must be subtracted from the balance. The amount of each deposit must be added to the balance.

Review the check register below.

RECORD ALL CHARGES OR CREDITS THAT AFFECT YOUR ACCOUNT								
NUMBER	DATE	DESCRIPTION OF TRANSACTION	PAYMENT/DEBIT (-)	✓ T	FEE (IF ANY) (-)	DEPOSIT/CREDIT (+)	BALANCE	
							\$	
							\$ 679	09
877	11/20	Dr. Sandra Stone dog's medicine	\$ 15.00		\$	\$	- 15	00
							664	09
878	11/20	Mike's Sports Shop bowling equipment	42.00				- 42	00
							622	09
879	11/21	Atlantic Electric Co. electric bill	87.42				- 87	42
							534	67
880	11/21	College bookstore textbooks	35.99				- 35	99
							498	68
	11/22	Deposit				156.00	+ 156	00
							654	68

Your new balance is \$654.68.

Name _____ Date _____

Example 4: Susan's checking account balance was \$214.72. She then wrote checks for \$45.77, \$79.35, and \$105.60. She made a deposit of \$90.50. Does she have enough money in her account to pay her \$78.85 electric bill?

Step 1 Add the deposit to the old balance.

$$\begin{array}{r} \$214.72 \\ + \$90.50 \\ \hline \$305.22 \end{array}$$

Step 2 Subtract the checks.

$$\begin{array}{r} \$305.22 \\ - \$45.77 \\ \hline \$259.45 \\ \\ \$259.45 \\ - \$79.35 \\ \hline \$180.10 \\ \\ \$180.10 \\ - \$105.60 \\ \hline \$74.50 \end{array}$$

Susan's new balance is \$74.50. Therefore, she does not have enough money to cover the \$78.85 electric bill.

Think About It

1. What does it mean to **bounce** a check? How can you prevent bounced checks?

2. Why should you start writing the amount of the check in numbers and in words as close to the left as possible and add a wavy line after writing the amount in words?

Name _____ Date _____

Practice

Remember to estimate whenever you use your calculator.

Make copies of the sample blank checks on page 132. Then write a check for each payment. Use today's date and your own name and signature.

1. Check #256 to Robert's Department Store for \$38.75
2. Check #257 to The CD Outlet for \$27.30
3. Check #258 to the Telephone Company for \$75.42
4. Check #259 to American National Bank for \$189.50
5. Check #260 to 800 Equities for \$489.75
6. Check #261 to Watts Power Company for \$23.69
7. Check #262 to The Bookworm for \$35.50
8. Check #263 to Daily's Drugstore for \$10.89

Make copies of the sample deposit slip on page 133. Then make deposit slips for the following amounts. Write the total amount of each deposit on the line.

9. A check for \$145.00 and a check for \$15.86

Total deposit: _____

10. A check for \$85.16 and \$50.00 in cash

Total deposit: _____

11. Checks for \$29.85, \$210.60, and \$44.35

Total deposit: _____

12. Checks for \$48.30, \$194.74, and \$83.90

Total deposit: _____

Name _____ Date _____

Checks for \$239.70 and \$80.53 and \$120.00 in cash

Total deposit: _____

14. Checks for \$82.89, \$130.15, and \$480.25 and \$250.00 in cash

Total deposit: _____

15. Checks for \$124.85, \$125.76, and \$133.67

Total deposit: _____

16. Checks for \$243.55 and \$107.98 and \$75 in cash

Total deposit: _____

Make copies of the sample check register on page 134. Make up a check register for the checking account transactions. Find the new balance.

17. Old balance: \$574.83

Check: #179 to Regal Pharmacy for \$25.85 on December 15

Check: #189 to Monitor Financial for \$325.00 on December 18 to loan payment

Deposit: \$288.92 on December 20

Check: #181 to The Toy Shoppe for \$81.74 on December 22

Check: #182 to Dr. Louis Amara for \$45.00 on December 23

New balance: _____

18. Old balance: \$237.80

Check: #54 to The City Grill for \$72.58 on March 3

Check: #55 to Home Finance Co. for \$124.77 on March 3

Service charge: \$6.40 on March 5

Deposit: \$253.15 on March 8

Check: #56 to The Vision Place for \$119.75 on March 10

Check: #57 to Pam's Fruit Stand for \$25.39 on March 11

Deposit: \$125.00 on March 12

New balance: _____

Name _____

Date _____

19. Old balance: \$624.43

Check: #234 to Brentwood Apartments for \$415.50 on April 2

Check: # 235 to Flower Mart for \$18.50 on April 5

Deposit: \$321.84 on April 7

Check: #237 to ABC Supermarket for \$100 in April 14

Check: #238 to Clark's Electronics for \$176.45 on April 21

New balance: _____

20. Old balance: \$267.44

Check: # 76 to Betty Beauty Supply for \$19.50 on May 10

Deposit: \$365.79 on May 15

Check: #77 to the Internet Provider for \$53.76 on May 15

Check: #78 to Dr. Selma Rubin for \$60 on May 18

Service charge: \$7.50 on May 19

Check: #79 to Enderton Electronics for \$121.50 on May 22

Deposit: \$200 on May 28

New balance: _____

Solve.

21. Alan had \$342.09 in his checking account. He then wrote checks for \$142.50, \$53.80, and \$29.85. What is the least amount he must transfer from his savings account in order to cover his car payment of \$185.00? _____

22. Rosa began the month with a checking account balance of \$74.30. She then deposited \$275.88 and wrote checks for \$113.70, \$65.36, and \$97.25. How much must she deposit in order to pay her rent of \$295.00? _____



Name _____ Date _____

Reconciling a Checking Account Statement

When you have a checking account, your bank sends you a monthly paper or electronic bank statement that includes a listing of your deposits, debit purchases, and the amount paid by each check you have written. The bank statement may also include images of your **canceled checks**. To check for any errors, it is important to reconcile your **check register** with the monthly bank statement.

Example: Your 12/12 bank statement shows your deposits, debit purchases, and checks for the past month and shows an ending balance of \$430.36. But, your check register shows a balance of \$350.19 on that date. Reconcile this account statement given the facts that it shows a \$7.25 service charge and that check #879 for \$87.42 is still outstanding.

ACCOUNT SUMMARY				
DATE	CHECK NUMBER	DESCRIPTION OF TRANSACTION	AMOUNT	BALANCE
CHECKING ACCOUNT		5763460		
		Opening Balance		414.09
14-Nov		Deposit	\$312.00	\$726.09
18-Nov	874	Personal Check	\$(2.00)	\$724.09
22-Nov		Deposit	\$156.00	\$880.09
19-Nov		Debit Purchase	\$(3.00)	\$877.09
19-Nov	875	Personal Check	\$(42.00)	\$835.09
20-Nov	876	Personal Check	\$(15.00)	\$820.09
20-Nov		Debit Purchase	\$(42.00)	\$778.09
21-Nov		Debit Purchase	\$(35.99)	\$742.10
23-Nov	877	Personal Check	\$(46.00)	\$696.10
23-Nov	878	Personal Check	\$(25.00)	\$671.10
25-Nov		Debit Purchase	\$(23.00)	\$648.10
25-Nov		Debit Purchase	\$(23.92)	\$624.18
25-Nov	*880	Personal Check	\$(56.04)	\$568.14
29-Nov	881	Personal Check	\$(90.00)	\$478.14
10-Dec		Debit Purchase	\$(40.53)	\$437.61
10-Dec		Service Charge	\$(7.25)	\$430.36

Check #879 is outstanding.

Service charge deducted from account

Ending balance

THINK: The bank statement balance must be adjusted upward to account for outstanding deposits and downward to account for outstanding debit purchases and checks. Your register balance must be adjusted downward to account for the service charge.

Bank balance: \$430.36	Register balance: \$350.19
Plus outstanding deposits: +\$0.	Minus service charges: -\$7.25
Minus outstanding checks: -\$87.42	Adjusted balance: \$342.94
Adjusted balance: \$342.94	

Reconciled balances

Name _____ Date _____

Think About It

1. Why is it important to save all of your canceled checks or images of them?

2. Why do banks often charge customers a monthly service fee on a checking account?

Practice

Remember to estimate whenever you use your calculator.

Use the bank statement and the check register below for Exercises 1–6.

DATE	CHECK NUMBER	DESCRIPTION OF TRANSACTION	AMOUNT	BALANCE
CHECKING ACCOUNT		5763460		
		Opening Balance		244.24
24-Oct		Deposit	\$312.00	\$556.24
27-Oct	684	Personal Check	\$(18.00)	\$538.24
29-Oct		Debit Purchase	\$(80.40)	\$457.84
12-Nov	*686	Personal Check	\$(38.00)	\$419.84
12-Nov		Service Charge	\$(4.75)	\$415.09

RECORD ALL CHARGES OR CREDITS THAT AFFECT YOUR ACCOUNT							
NUMBER	DATE	DESCRIPTION OF TRANSACTION	PAYMENT/DEBIT (-)	✓ T	FEE (IF ANY) (-)	BALANCE	
						DEPOSIT/CREDIT (+)	\$
							244 24
	10/24	Deposit	\$		\$	\$ 312.00	+ 312 00
							556 24
684	10/27	Norma's Yarn Shop sweater yarn	18.00				- 18 00
							538 24
	10/29	Southwestern Phone Co. phone bill	80.40				- 80 40
							457 84
685	11/3	Worth's Catalog Sales jeans	19.85				- 19 85
							437 99
686	11/12	Pat Simms, Inc.	38.00				- 38 00
							399 99

Name _____ Date _____

is the:

1. Statement ending balance? _____
2. Check register balance? _____
3. Outstanding check number? _____
4. Amount of the outstanding check? _____
5. Service charge? _____
6. Actual reconciled statement balance? _____

Use the given information to reconcile the bank statement balance with the check register balance.
Find the adjusted balance for each.

7. Check register balance: \$479.70
Statement ending balance: \$582.43
Outstanding checks: \$76.40, \$29.83
Service charge: \$3.50

8. Check register balance: \$551.38
Statement ending balance: \$556.63
Outstanding deposit: \$75.00
Outstanding checks: \$62.45, \$18.75
Service charge: \$0.95

9. Check register balance: \$159.35
Statement ending balance: \$223.29
Outstanding checks: \$53.65, \$14.79
Service charge: \$4.50

10. Check register balance: \$254.15
Statement ending balance: \$295.01
Outstanding checks: \$28.95, \$18.76
Service charge: \$6.85

11. Check register balance: \$534.79
Statement ending balance: \$404.64
Outstanding checks: \$24.85
Outstanding deposit: \$150
Service charge: \$5.00

12. Check register balance: \$477.32
Statement ending balance: \$495.76
Outstanding checks: \$45.95, \$27.99
Outstanding deposit: \$50
Service charge: \$5.50

Name _____ Date _____

Use the bank statement and the check register below for Exercises 9-14.

DATE	CHECK NUMBER	DESCRIPTION OF TRANSACTION	AMOUNT	BALANCE
CHECKING ACCOUNT		4583065		
		Opening Balance		\$389.68
15-Jun		Deposit	\$285.34	\$675.02
19-Jun	475	Personal Check	\$(55.89)	\$619.13
22-Jun	*477	Personal Check	\$(75.50)	\$543.63
3-Jul	478	Personal Check	\$16.95	\$526.68
8-Jul		Service Charge	\$(5.50)	\$521.18

RECORD ALL CHARGES OR CREDITS THAT AFFECT YOUR ACCOUNT							
NUMBER	DATE	DESCRIPTION OF TRANSACTION	PAYMENT/DEBIT (-)	✓ T	FEE (IF ANY) (-)	BALANCE	
						DEPOSIT/CREDIT (+)	\$
						\$ 285.34	+ 285 34
	6/15	Deposit					675 02
475	6/19	Clack's Clothing	55.89				- 55 89
		bathing suits					619 13
476	6/20	This Week Magazine	15.60				- 15 60
		Book					603 53
477	6/22	The Outdoors Shop	75.50				- 75 50
		Camping Things					528 03
478	7/3	Rebecca's Records	16.95				- 16 95
							511 08

What is the:

- 13. Statement ending balance? _____
- 14. Check register balance? _____
- 15. Outstanding check number? _____
- 16. Amount of the outstanding check? _____
- 17. Service charge? _____
- 18. Actual reconciled statement balance? _____

Name _____ Date _____

Problem Solving Application: Checking Accounts

If you have a checking account, it is important to keep an accurate record of your balance. The balance is the amount of money that is in the account.

Jane Caldwell Checkbook Record

Check Number	Date	Description of Transaction	Amount of Check	Amount of Deposit	Balance	
					250	00
101	11/6	Ted's Market	34.75		34	75
					215	25
	11/8	Deposit		95.87	95	87
					311	12

The checkbook record shows a beginning balance of \$250.00.

On 11/6, Jane wrote a check for \$34.75 to Ted's Market. The new balance was \$215.25.

On 11/8, Jane deposited \$95.87. The new balance was \$311.12.



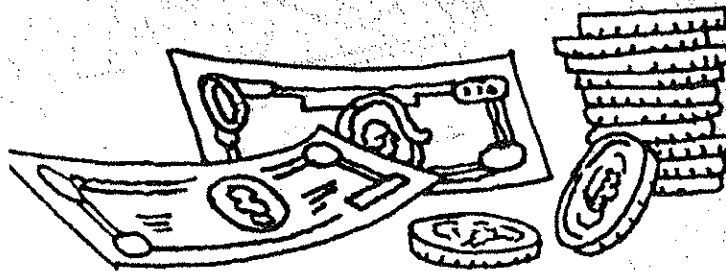
Name _____ Date _____

Find each new balance after the given transaction.

Check Number	Date	Description of Transaction	Amount of Check	Amount of Deposit	Balance	
					375	00
	11/6	Deposit		50.85	1.	
101	11/8	John Forbes	55.25		2.	
102	11/6	Book Mart	19.75		3.	
	11/6	Deposit		50.85	4.	
	11/8	Pat Simms, Inc. Debit Purchase	165.32		5.	

Solve.

6. On 3/1, Sue opened a checking account with \$425.00. On 3/8, she deposited \$65.38 and wrote check for \$27.60 and \$120.95. On 3/22, she deposited \$75.32. What was Sue's new balance?



Blank Checks

YOUR NAME _____	DATE _____	885 51-57/119
PAY TO THE ORDER OF _____	\$ _____	DOLLARS
MAPLEWOOD BANK		
MEMO _____		
⑆011900671⑆ 976346 01⑈ 0880		

YOUR NAME _____	DATE _____	885 51-57/119
PAY TO THE ORDER OF _____	\$ _____	DOLLARS
MAPLEWOOD BANK		
MEMO _____		
⑆011900671⑆ 976346 01⑈ 0880		

YOUR NAME _____	DATE _____	885 51-57/119
PAY TO THE ORDER OF _____	\$ _____	DOLLARS
MAPLEWOOD BANK		
MEMO _____		
⑆011900671⑆ 976346 01⑈ 0880		

YOUR NAME _____	DATE _____	885 51-57/119
PAY TO THE ORDER OF _____	\$ _____	DOLLARS
MAPLEWOOD BANK		
MEMO _____		
⑆011900671⑆ 976346 01⑈ 0880		

Blank Checks

YOUR NAME _____	DATE _____	885 51-57/119
PAY TO THE ORDER OF _____	\$ _____	DOLLARS
MAPLEWOOD BANK		
MEMO _____		
⑆011900671⑆ 976346 01 0880		

YOUR NAME _____	DATE _____	885 51-57/119
PAY TO THE ORDER OF _____	\$ _____	DOLLARS
MAPLEWOOD BANK		
MEMO _____		
⑆011900671⑆ 976346 01 0880		

YOUR NAME _____	DATE _____	885 51-57/119
PAY TO THE ORDER OF _____	\$ _____	DOLLARS
MAPLEWOOD BANK		
MEMO _____		
⑆011900671⑆ 976346 01 0880		

YOUR NAME _____	DATE _____	885 51-57/119
PAY TO THE ORDER OF _____	\$ _____	DOLLARS
MAPLEWOOD BANK		
MEMO _____		
⑆011900671⑆ 976346 01 0880		

Blank Checking Account Deposit Slips

DEPOSIT TICKET
YOUR NAME

DATE _____

MAPLEWOOD BANK

976346

CASH			
LIST CHECKS SINGLY			
TOTAL FROM OTHER SIDE			
TOTAL ITEMS	TOTAL		

51-57/119

USE OTHER SIDE FOR
ADDITIONAL LISTING
↓ ENTER TOTAL HERE
BE SURE EACH ITEM IS
PROPERLY ENDORSED

CHECKS AND OTHER ITEMS ARE RECEIVED FOR DEPOSIT SUBJECT TO THE PROVISIONS OF THE UNIFORM COMMERCIAL CODE OR ANY APPLICABLE COLLECTION AGREEMENT

DEPOSIT TICKET
YOUR NAME

DATE _____

MAPLEWOOD BANK

976346

CASH			
LIST CHECKS SINGLY			
TOTAL FROM OTHER SIDE			
TOTAL ITEMS	TOTAL		

51-57/119

USE OTHER SIDE FOR
ADDITIONAL LISTING
↓ ENTER TOTAL HERE
BE SURE EACH ITEM IS
PROPERLY ENDORSED

CHECKS AND OTHER ITEMS ARE RECEIVED FOR DEPOSIT SUBJECT TO THE PROVISIONS OF THE UNIFORM COMMERCIAL CODE OR ANY APPLICABLE COLLECTION AGREEMENT

DEPOSIT TICKET
YOUR NAME

DATE _____

MAPLEWOOD BANK

976346

CASH			
LIST CHECKS SINGLY			
TOTAL FROM OTHER SIDE			
TOTAL ITEMS	TOTAL		

51-57/119

USE OTHER SIDE FOR
ADDITIONAL LISTING
↓ ENTER TOTAL HERE
BE SURE EACH ITEM IS
PROPERLY ENDORSED

CHECKS AND OTHER ITEMS ARE RECEIVED FOR DEPOSIT SUBJECT TO THE PROVISIONS OF THE UNIFORM COMMERCIAL CODE OR ANY APPLICABLE COLLECTION AGREEMENT

DEPOSIT TICKET
YOUR NAME

DATE _____

MAPLEWOOD BANK

976346

CASH			
LIST CHECKS SINGLY			
TOTAL FROM OTHER SIDE			
TOTAL ITEMS	TOTAL		

51-57/119

USE OTHER SIDE FOR
ADDITIONAL LISTING
↓ ENTER TOTAL HERE
BE SURE EACH ITEM IS
PROPERLY ENDORSED

CHECKS AND OTHER ITEMS ARE RECEIVED FOR DEPOSIT SUBJECT TO THE PROVISIONS OF THE UNIFORM COMMERCIAL CODE OR ANY APPLICABLE COLLECTION AGREEMENT

Blank Checking Account Deposit Slips

DEPOSIT TICKET
YOUR NAME

DATE _____

MAPLEWOOD BANK
97634611

CASH			
LIST CHECKS SINGLY			
TOTAL FROM OTHER SIDE			
TOTAL ITEMS	TOTAL		

51-57/119
USE OTHER SIDE FOR ADDITIONAL LISTING
⬇ ENTER TOTAL HERE
BE SURE EACH ITEM IS PROPERLY ENDORSED

CHECKS AND OTHER ITEMS ARE RECEIVED FOR DEPOSIT SUBJECT TO THE PROVISIONS OF THE UNIFORM COMMERCIAL CODE OR ANY APPLICABLE COLLECTION AGREEMENT

DEPOSIT TICKET
YOUR NAME

DATE _____

MAPLEWOOD BANK
97634611

CASH			
LIST CHECKS SINGLY			
TOTAL FROM OTHER SIDE			
TOTAL ITEMS	TOTAL		

51-57/119
USE OTHER SIDE FOR ADDITIONAL LISTING
⬇ ENTER TOTAL HERE
BE SURE EACH ITEM IS PROPERLY ENDORSED

CHECKS AND OTHER ITEMS ARE RECEIVED FOR DEPOSIT SUBJECT TO THE PROVISIONS OF THE UNIFORM COMMERCIAL CODE OR ANY APPLICABLE COLLECTION AGREEMENT

DEPOSIT TICKET
YOUR NAME

DATE _____

MAPLEWOOD BANK
97634611

CASH			
LIST CHECKS SINGLY			
TOTAL FROM OTHER SIDE			
TOTAL ITEMS	TOTAL		

51-57/119
USE OTHER SIDE FOR ADDITIONAL LISTING
⬇ ENTER TOTAL HERE
BE SURE EACH ITEM IS PROPERLY ENDORSED

CHECKS AND OTHER ITEMS ARE RECEIVED FOR DEPOSIT SUBJECT TO THE PROVISIONS OF THE UNIFORM COMMERCIAL CODE OR ANY APPLICABLE COLLECTION AGREEMENT

DEPOSIT TICKET
YOUR NAME

DATE _____

MAPLEWOOD BANK
97634611

CASH			
LIST CHECKS SINGLY			
TOTAL FROM OTHER SIDE			
TOTAL ITEMS	TOTAL		

51-57/119
USE OTHER SIDE FOR ADDITIONAL LISTING
⬇ ENTER TOTAL HERE
BE SURE EACH ITEM IS PROPERLY ENDORSED

CHECKS AND OTHER ITEMS ARE RECEIVED FOR DEPOSIT SUBJECT TO THE PROVISIONS OF THE UNIFORM COMMERCIAL CODE OR ANY APPLICABLE COLLECTION AGREEMENT

Blank Check Registers

RECORD ALL CHARGES OR CREDITS THAT AFFECT YOUR ACCOUNT								
NUMBER	DATE	DESCRIPTION OF TRANSACTION	PAYMENT/DEBIT (-)	✓ T	FEE (IF ANY) (-)	DEPOSIT/CREDIT (+)	BALANCE	
			\$		\$	\$		

RECORD ALL CHARGES OR CREDITS THAT AFFECT YOUR ACCOUNT								
NUMBER	DATE	DESCRIPTION OF TRANSACTION	PAYMENT/DEBIT (-)	✓ T	FEE (IF ANY) (-)	DEPOSIT/CREDIT (+)	BALANCE	
			\$		\$	\$		

Blank Check Registers

RECORD ALL CHARGES OR CREDITS THAT AFFECT YOUR ACCOUNT								
NUMBER	DATE	DESCRIPTION OF TRANSACTION	PAYMENT/DEBIT (-)	✓ T	FEE (IF ANY) (-)	DEPOSIT/CREDIT (+)	BALANCE	
			\$		\$	\$		

RECORD ALL CHARGES OR CREDITS THAT AFFECT YOUR ACCOUNT								
NUMBER	DATE	DESCRIPTION OF TRANSACTION	PAYMENT/DEBIT (-)	✓ T	FEE (IF ANY) (-)	DEPOSIT/CREDIT (+)	BALANCE	
			\$		\$	\$		

- 39. 15
- 40. 3
- 41. 5
- 42. 10,259 miles
- 43. 1,070 yards
- 44. about 54 in.
- 45. no

Pages 34-35

Part I Test

- 1. 847
- 2. 51.17
- 3. 858
- 4. 153
- 5. 2,852
- 6. 1.82
- 7. 144
- 8. 1,953
- 9. 49.6
- 10. 532. $\overline{22}$
- 11. 1.3
- 12. 2925
- 13. 4.76
- 14. 1.44
- 15. 0.99
- 16. 21%
- 17. 6.6%
- 18. 20%
- 19. 175%
- 20. 12.5%
- 21. 90%
- 22. 0.16; $\frac{4}{25}$ or $\frac{16}{100}$
- 23. 0.4; $\frac{2}{5}$ or $\frac{4}{10}$
- 24. 3.75; $3\frac{3}{4}$ or $3\frac{75}{100}$
- 25. 13.6
- 26. 14
- 27. 14
- 28. 9,519
- 29. 18.14
- 30. 1,163
- 31. 6.77

- 32. 83.5
- 33. 7.9883348
- 34. 863
- 35. \$1,322
- 36. 4.54
- 37. 8
- 38. \$2.02
- 39. 4,300
- 40. 7.99
- 41. 1.1
- 42. 1.958
- 43. 1,400
- 44. 14
- 45. \$8.50
- 46. 1.5
- 47. 3,200
- 48. 10
- 49. b
- 50. c
- 51. \$19
- 52. 1 pack of cards
- 53. about 12

Part II: Checking and Savings Accounts

Pages 37-38

Pre-Skills Test

- 1. Forty-eight dollars and seventy-five cents
- 2. One hundred four dollars and fifty cents
- 3. Two hundred seventy-nine dollars and thirty cents
- 4. One thousand, four hundred eighty-three dollars and eighty-nine cents
- 5. \$246.55
- 6. \$474.19
- 7. \$172.47
- 8. \$746.04
- 9. \$85.15
- 10. \$1,837.29

- 11. \$14.65
- 12. \$16.84
- 13. \$6.08
- 14. \$69
- 15. \$6
- 16. \$337.50
- 17. \$363
- 18. \$255.15
- 19. \$384.38
- 20. \$3,525.48
- 21. 16
- 22. 13
- 23. 27
- 24. 30
- 25. \$7.25
- 26. \$6.40
- 27. \$8.85
- 28. \$10.20

Pages 41-44

Checking Accounts Answers

Think About It

- 1. A check "bounces" when there is not enough money in the account to cover it. You can prevent bounced checks by keeping an accurate register, or, if you bank online, by checking your balance before you write a check.
- 2. To keep people from tampering with the amount

Practice

- 1-8: See student's checks.
- 9-16: See student's deposit slips.
- 9. \$160.86
- 10. \$135.16
- 11. \$284.80
- 12. \$326.94
- 13. \$440.23
- 14. \$943.29
- 15. \$384.28
- 16. \$426.53

Checking Accounts Cont.

17-20: See student's check registers.

- 17. \$386.16
- 18. \$267.06
- 19. \$235.82
- 20. \$570.97
- 21. \$69.06
- 22. \$221.13

Pages 46-48

Think About It

1. Cancelled checks serve as records of checking account transactions. They could also be needed for tax purposes.
2. Sometimes you have to maintain a certain minimum balance, or else there is a service charge.

Practice

- 1. \$415.09
- 2. \$399.99
- 3. 685
- 4. \$19.85
- 5. \$4.75
- 6. \$395.24
- 7. \$476.20
- 8. \$550.43
- 9. \$154.85
- 10. \$247.30
- 11. \$529.79
- 12. \$471.82
- 13. \$521.18
- 14. \$511.08
- 15. 476
- 16. \$15.60
- 17. \$5.50
- 18. \$505.58

Page 50

Problem Solving Application

- 1. 425.85
- 2. 370.60
- 3. 350.85
- 4. 401.70
- 5. 236.38
- 6. \$417.15

Pages 53-56

Think About It

1. Savings accounts are for accumulating money, while checking accounts are for spending money conveniently.
2. Interest is the cost of using money. The bank makes money by lending your money out at a higher interest rate than it pays you.

Practice

1-8: See student's deposit slips.

- 1. \$128.29
- 2. \$202.08
- 3. \$272.79
- 4. \$716.15
- 5. \$199.65
- 6. \$333.59
- 7. \$248.94
- 8. \$822.46

9-12: Check completed withdrawal slips.

- 13. \$188.57
- 14. \$41.95
- 15. \$517.12
- 16. \$38.69
- 17. \$2,223.92
- 18. \$222.31
- 19. \$128.85
- 20. \$83.85
- 21. \$56.35
- 22. \$142.71

Savings Accounts

Answers

- 23. \$143.76
- 24. \$79.76
- 25. \$95.60
- 26. \$174.74
- 27. \$59.23
- 28. \$672.68
- 29. \$57.83

- 30. \$840.87
- 31. \$171.89
- 32. \$96.89
- 33. \$120.56
- 34. \$166.06
- 35. \$111.06
- 36. \$113.54
- 37. \$115.06
- 38. \$166.28
- 39. \$495.41

- 40. \$220.09
- 41. \$652.93
- 42. \$1,962.98
- 43. \$550.82
- 44. \$515.82
- 45. \$465.82
- 46. \$671.32
- 47. \$847.20
- 48. \$747.20
- 49. \$807.65

Pages 59-62

Think About It

1. Compounded daily earns more in a year, because principal grows each day, not just once a quarter.
2. Banks profit from the use of your money.

Practice

- 1. \$20; \$270
- 2. \$22.50; \$622.50
- 3. \$82.50; \$1,312.50
- 4. \$1,924.80; \$9,944.80