Unit 9 Money Management

Content Area: **Business Education**
Course(s): **Principles of Business**
Time Period: **May**
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Enduring Understandings

How one manages money affects one's everyday life.

Personal financial planning and budgeting are essential when successfully managing money.

Understanding the basics of checking and savings accounts adds to one's ability to manage money.

Essential Questions

Why is it important to learn to manage one's finances?

What basic knowledge is required to accurately maintain a checking and savings account?

Content

Personal financial planning

Goals

Opportunity cost

Money management

Budget

Income

Gross pay

Deductions

Net pay

Expense

Fixed expenses

Variable expenses

Budget variance

Surplus

Deficit

Check

Direct deposit

Interest bearing account

Signature card

Overdrawn

Overdraft protection

Stop payment

Debit card

Check register

Skills

Explain the steps involved in the financial planning process.

Identify sources of financial information.

Discuss sources of risk.

Discuss the consequences of choices.

Discuss the importance of budgeting.

List the steps for preparing a budget.

Discuss the different types of checking accounts.

Discuss other services and offerings that banks provide checking account holders.

Describe how checking account holders manage their bank transactions.

Describe the procedure for bringing your account into agreement with bank records.

Discuss the three reasons people save money.

Describe compound interest

Differentiate a regular savings account from a CD, money market fund and a money market deposit account.

Explain two advantages and two disadvantages of savings account.

Resources

Standards

NJ: 2014 CCCS: 21st Century Life and Careers
NJ: Grade 12
9.1 Personal Financial Literacy
Strand B: Money Management
9.1.12.B.2 Compare strategies for saving and investing and the factors that influence how much should be saved or invested to meet financial goals.
9.1.12.B.4 Analyze how income and spending plans are affected by age, needs, and resources.
9.1.12.B.6 Design and utilize a simulated budget to monitor progress of financial plans.