**Name:**

**Date:**

**Unit 9**

**Banking Procedures and Services**

VOCABULARY CHECK

**Fill In The Blank Questions:** *Select the correct answerat the bottom of the page for each of the following blanks.*

**1.** Financial institutions that accept deposits and provide traditional checking and savings accounts are called (??).

**2.** Allstate Insurance is an example of a (??).

**3.** Natasha went to the (??) to get $40 in cash for the girls’ afternoon of movie and lunch.

**4.** Tom opened a (??) so that he wouldn’t have to carry as much cash, and he had his favorite

football team emblem put on his (??).

**5.** Vera always writes in her (??) the amount she withdraws from the ATM.

**6.** Taundra wanted to earn interest on her checking account so she opened a (??).

**7.** Matt used his(??) to purchase gas for the trip but forgot to note it in his check register.

**8.** Jonas’s parents keep a copy of their will in a (??) at the bank.

**9.** The used car dealer required Holly to pay by (??) if she wanted to take the car immediately

without waiting for her personal check to clear the bank.

**10.** Jeff used a (??) from the U.S. Post Office to pay for the Xbox he purchased on eBay.

**11.** Band members were told to carry (??) for their European trip.

**12.** Sasha set up her car payments on (??) to be paid automatically. This is an example of (??).

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**13.** The (??) insures depositors’ money in banks while (??) insures depositors’ money in credit unions.

**14.** Jordan belonged to a (??), which offered a higher interest rate for his savings account than other local banks.

**15.** The formal name for the central bank of the United States is the (??).

**16.** (??)is one of the main goals of Fed policy.

**17.** When the overall level of prices is increasing it is known as (??).

**18.** The primary tool to fight inflation and promote a healthy economy is (??) .

**19.** A dollar bill and quarters are examples of (??).

**20.** Occasionally the Fed will change the interest rate it charges to banks when it loans them

money. This interest rate is known as the (??).

**21.** It’s not a good idea to keep your **(??)** in your wallet.

**Automatic Teller Machine (ATM); Bank draft; Cashier’s check; Check; Check register;**

**Checking account; Credit union; Debit card; Depository institutions; Discount rate;**

**Electronic funds transfer; Federal Deposit Insurance Corporation (FDIC);**

**Federal Reserve System; Fiat money; Inflation; Monetary policy; Money orders;**

**National Credit Union Savings Insurance Fund (NCUSIF);**

**Negotiable order of withdrawal (NOW) accounts; Nondepository institutions;**

**Personal identification number (PIN); Price level stability; Safety deposit boxes;**

**Travelers checks**

**Unit 9**

**Banking Procedures and Services**

CHECK YOUR KNOWLEDGE

**Multiple Choice Questions** *Highlight the correct answer for each of the following.*

**1.** Depository institutions include all of the following except \_\_\_\_\_\_\_\_\_\_.

a. banks

b. credit unions

c. life insurance companies

d. savings banks

**2.** A \_\_\_\_\_\_\_\_\_\_ is a written order instructing your bank to pay money from your account to

another party.

a. check

b. ATM

c. debit card

d. cash withdrawal

**3.** The U.S. Postal Service issues \_\_\_\_\_\_\_\_\_\_ that function similar to cashier’s checks.

a. checks

b. money orders

c. travelers checks

d. CDs

**4.** Nondepository institutions include \_\_\_\_\_\_\_\_\_\_.

a. banks

b. life insurance companies

c. credit unions

d. savings banks

**5.** Banks provide a number of services including all of the following except \_\_\_\_\_\_\_\_\_\_.

a. payday lending

b. safety deposit boxes

c. checking accounts

d. cashier’s checks

**6.** Banks have insurance on deposits through the \_\_\_\_\_\_\_\_\_\_.

a. National Credit Union Insurance Fund

b. Federal Deposit Insurance Corporation

c. State Depositor Reconciliation Fund

d. Securities Insurance Fund

**7.** The central bank of the United States is called the \_\_\_\_\_\_\_\_\_\_.

a. National U.S. Bank

b. Federal Reserve

c. Central Banking Authority

d. Monetary Bank of the United States

**8.** Money that has value because the government says it does is \_\_\_\_\_\_\_\_\_\_.

a. gold

b. silver

c. state

d. fiat money

**9.** The Federal Reserve uses \_\_\_\_\_\_\_\_\_\_ to fight inflation and promote economic growth.

a. monetary policy

b. fiscal policy

c. legislation

d. legal action

**10.** In order to reduce interest rates the Fed will \_\_\_\_\_\_\_\_\_\_ the money supply.

a. increase

b. decrease

c. stabilize

d. maintain