



UNITED TRIBES
TECHNICAL COLLEGE
LAND GRANT EXTENSION

UTTC LAND GRANT EXTENSION

UTTC Lifeskills Lessons – Money Matter\$

Lesson 3: Banking Systems – What and Why

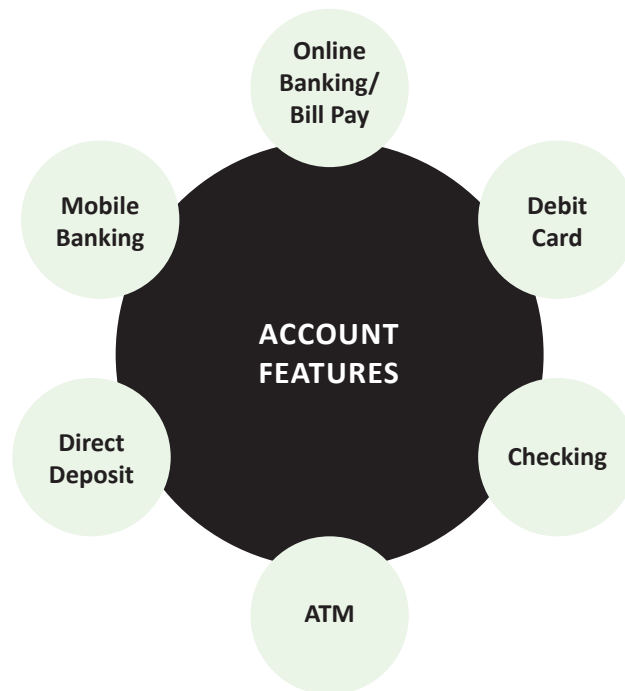
LS0003

FACT\$

- In today's society, money is a resource used to meet the needs of the family and community.
- When you make choices about managing money, it's important to consider all of your options.
- There are differences between banks and credit unions.
- The Federal Deposit Insurance Coverage (FDIC) is an independent agency of the United States government that protects the funds depositors place in banks and savings associations.
- Since the FDIC was established in 1933, no depositor has ever lost a single penny of FDIC-insured funds.

IDEAS

1. All banks are owned by a person, persons or stockholders. They are most often a for-profit business, which strives to make money for the bank itself.
2. A credit union, however is usually a nonprofit organization that is owned by the membership of the union, namely the people who hold accounts.
3. A bank is mostly interested in business and consumer accounts.
4. A credit union is focused on individual accounts, consumer deposits and small loans.



CHECKS are used for paying bills and making purchases when you do not want to use cash. Checks allow you to use the money in an account to pay for things without having to withdraw cash.

DEBIT CARDS are a plastic card, sometimes called a “check card.” It is branded with either a VISA or MasterCard logo and unlike an ATM card, can be used at a Point of Sale (POS) terminal to pay for goods or services.

DIRECT DEPOSIT is a service that allows your paycheck from your employer to be directly deposited into your bank account, electronically. The amount of money deposited is available immediately.

ATM is an automated teller machine. The machine is usable anytime to handle your financial transactions. Many ATM's allow you to electronically do the same transactions you do at a financial institution like a bank. Those service might be cash withdrawal, money deposit, check account balances, receive a copy of your statement, and/or transfer money between accounts.

MOBILE BANKING allows you to use your cell phone to check your account balances, transfer money between accounts, check on your recent deposits or withdrawals, and stop payment on a check.

ONLINE BANKING/BILL PAY is available 24/7 and a few clicks away, online banking will allow you access to your saving and checking account, view pervious account statements, make payments, transfer funds between accounts, and see copies of checks you've written, This service is efficient and paper-free.

Federal Deposit Insurance Corporation (FDIC) “Why a bank is Safe”

The standard insurance amount is \$250,000 per depositor, per insured bank for each account ownership. FDIC covers checking and saving accounts.

FDIC insurance doesn't cover other financial products and services that banks may offer such as stocks, bonds, mutual fund shares, life insurance policies, annuities or securities.



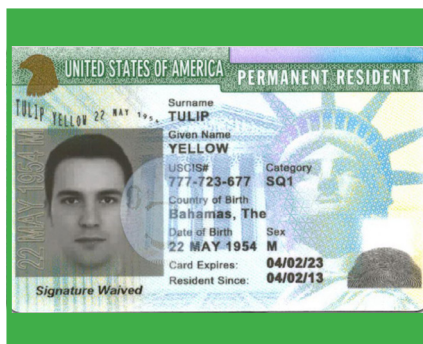
RESOURCES

- Building Native Communities... Financial Skills for Families
- Financial Education Southwestern Indian Polytechnic Institute (SIPI)
- UTTC Extension – 221-1399
- www.ag.ndsu.edu/money/family-economic-extension-publications/fe222-family



Opening an Account

1. Banks are all very similar. Ask friends or family members where they do their banking and the good things they appreciate about that bank. It might be good to support a local bank, they support your community.
2. Before you open a new account, introduce yourself to a representative at the bank you choose and go over any questions you may have with a representative at the bank you select.
3. Bring a valid picture ID (e.g., driver license, tribal ID, passport, or government issued ID) and a second form of ID (e.g., social security card of credit card).
4. Bring an official piece of mail to verify your address (e.g., electrical bill, phone bill).
5. You will need to know your social security number, but do not have to bring the actual card unless you are using it as a second form of ID. When opening an account for one of your children, bring their social security card as it may be their only form of ID.
6. Decide who you will name as the beneficiary and/or POD (Payable on Death) on your account.
7. Sign the account agreement papers, and keep the copies given to you. Also be sure to get a copy of the written account disclosures from your financial institution.
8. You will receive a personal account number. Be sure to put this number in a safe place.
9. Order checks, debit, and/or ATM cards.
10. Get a username and password, as you may want to access your account online.
11. Put money into your account. After your first deposit into the account, you can withdraw it when needed.
12. Review your bank statements each month, whether you receive the statement in paper form or on-line.





UNITED TRIBES
TECHNICAL COLLEGE
LAND GRANT EXTENSION

UTTC LAND GRANT EXTENSION

UTTC Lifeskills Lessons – Money Matter\$

Lesson 3: Banking Systems – What and Why

LS0003

BANKING SYSTEMS – WHAT AND WHY

OBJECTIVES:

1. To hear the differences between a bank and a credit union.
2. To discuss and have questions answered regarding services offered at a bank.
3. To discuss and ask questions about opening an account at a bank.
4. To learn why banks are considered safe places to deposit money.

PROCEDURE:

1. Write objectives on the board.
2. Distribute the lesson 3 Talking Sheet.
3. Ask for a volunteer to open session with a prayer, announce the session will begin with a minute of silence or verbalize a short (2-3 sentence) prayer to thank the creator for wisdom needed to keep our resources safe.
4. Facilitate discussion relating to the services offered at banks.
5. List and discuss the process to open an account.
6. Allow student to practice writing a check and/or accessing accounts electronically.
7. Show Money Smarts video (entirely or a previewed segment, based on time and participant need)

RESOURCES FOR INSTRUCTION SUPPORT:

1. UTTC Extension Money Matters Lesson 3 Talking Sheet
2. Speaker representing a local bank.
3. Sample of a check and debit card
4. Sample of a bank statement
5. <https://www.youtube.com/watch?v=gTlAt6MAiHk> (34 minutes video on banking services from Money Smarts – FDIC)

TIME:

50 minutes



UNITED TRIBES
TECHNICAL COLLEGE
LAND GRANT EXTENSION

UTTC LAND GRANT EXTENSION

UTTC Lifeskills Lessons – Money Matter\$

Lesson 3: Banking Systems – What and Why

LS0003

EVALUATION

On a scale of 1 to 5, with 1 being least confident and 5 being most confident, please circle one per question.

Not Confident

Very Confident

Please rate how confident you are in knowing the difference between a bank and a credit union.

1 2 3 4 5

Please rate how confident you are in knowing about the various services offered at banks.

1 2 3 4 5

Please rate how confident you are in opening a savings or checking account at a bank.

1 2 3 4 5

Please rate how confident you are in telling others why banks are safe.

1 2 3 4 5

New things I learned or understand better because of the lesson

Comments
