



## VOCABULARY

**balance** - the amount of money you have in your bank account

**bank** - a place to put money for safekeeping

**bank account** - the bank holds your money and you take it out when you need it

**benefit** - what you gain when you make a choice

**budget** - a plan that balances income with expenses

**cash** - paper currency or coins

**check** - a paper form of payment that is used to transfer money from your checking account to a person or company

**choice** - one of several options that you pick

**consequence** - what happens as a result of your choice—good or bad

**consumer** - a person who purchases goods and services for personal use

**cost** - what you give up when you make a choice

**credit** - a promise of payment at a future time for goods and services that are purchased now

**credit card** - a form of payment that is like a personal loan; you have to pay a balance on it at the end of every month

**debit** - money that is paid out of your checking account or savings account for goods and services that are purchased now

**debit card** - a card that subtracts money from your checking account

**debt** - the amount of money that you owe

**deposit** - putting money into a bank account

**earn** - to receive money in exchange for work

**entrepreneur** - someone who takes the risk, or chance of loss, in starting a business

**expense** - money that you spend

**income** - money that you earn or receive

**interest** - a fee paid for the use of money

**investment** - an asset purchased with the hope that it will gain value and provide a financial return

**mobile payment apps** - forms of payment on your phone that are linked to a checking or credit card account

**money** - anything widely accepted in exchange for goods and services

**need** - something that is necessary to survive

**profit** - the money a business earns after it pays costs

**save** - to put money aside for later use

**want** - something that is nice to have but isn't necessary to survive