

Banking and Transactions

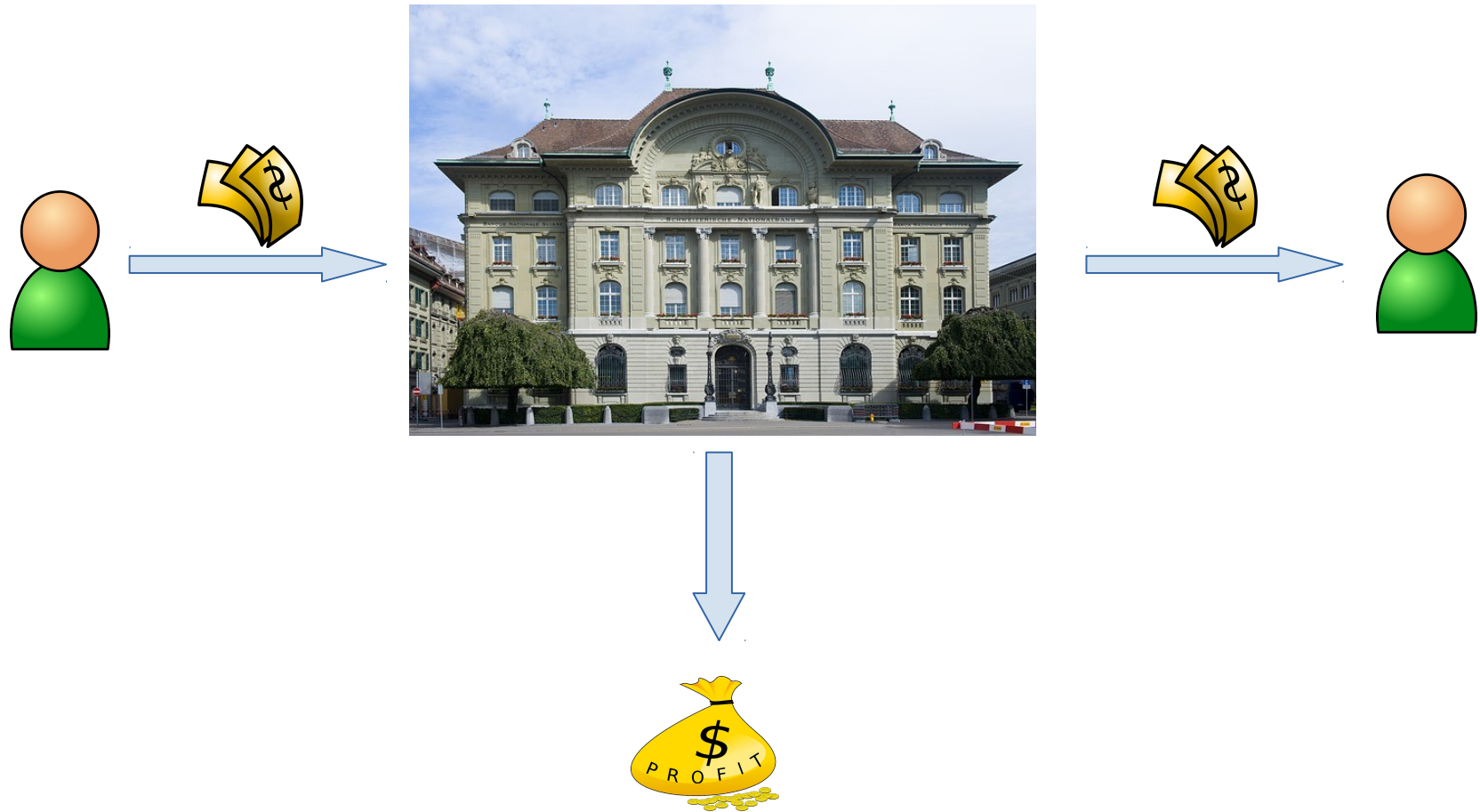
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Learning objectives

- Describe the role of transactional financial institutions and services
- Explain the function of checking accounts and checks

Banks

Financial intermediaries



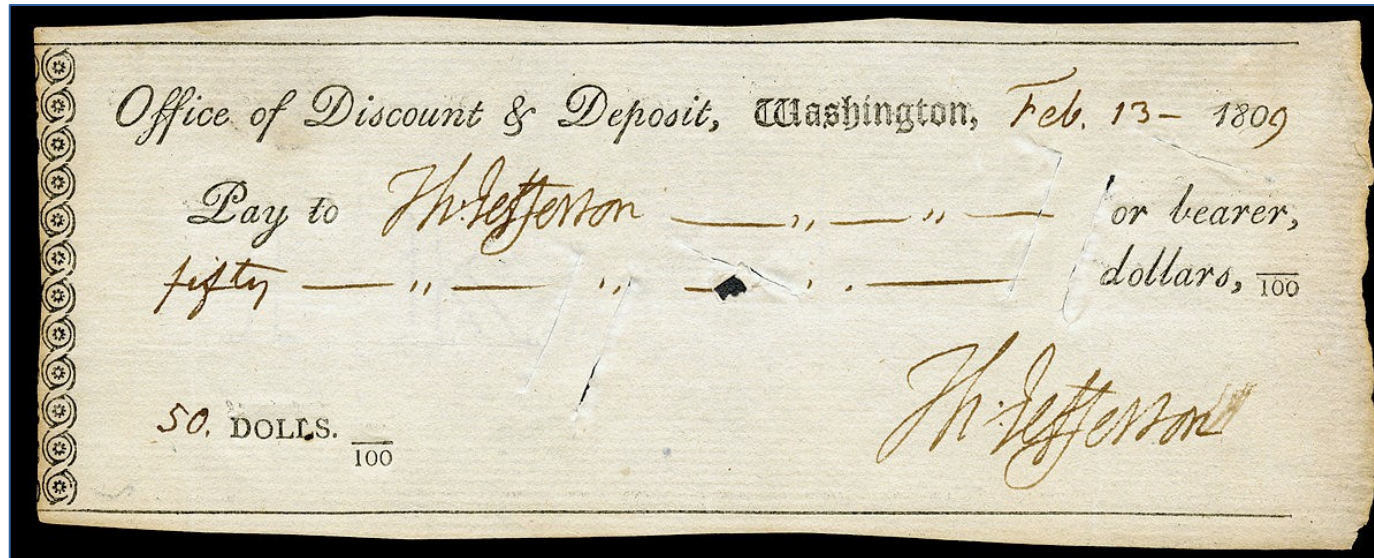
Bank services

- Transactional
- Savings/Safekeeping
- Investment
- Loans/credit
- Currency exchange
- Advisory/reporting
- Commercial

Transactional services

- Deposit/Checking account
- Check writing/clearing
- Debit card
- Bank wire
- ACH (automated clearing house)
- ATM (automated teller machine)
- Bill pay (ACH)

Checking accounts and checks



MR. JOHN JONES
1645 DUNDAS ST. W, APT. 27
TORONTO, ON M6K 1V2

DATE 20061201
Y Y Y Y M M D D

PAY TO THE ORDER OF Wikimedia Foundation

One Hundred Dollars and 55/100 DOLLARS

\$ 100.55

Security features included - Details on back

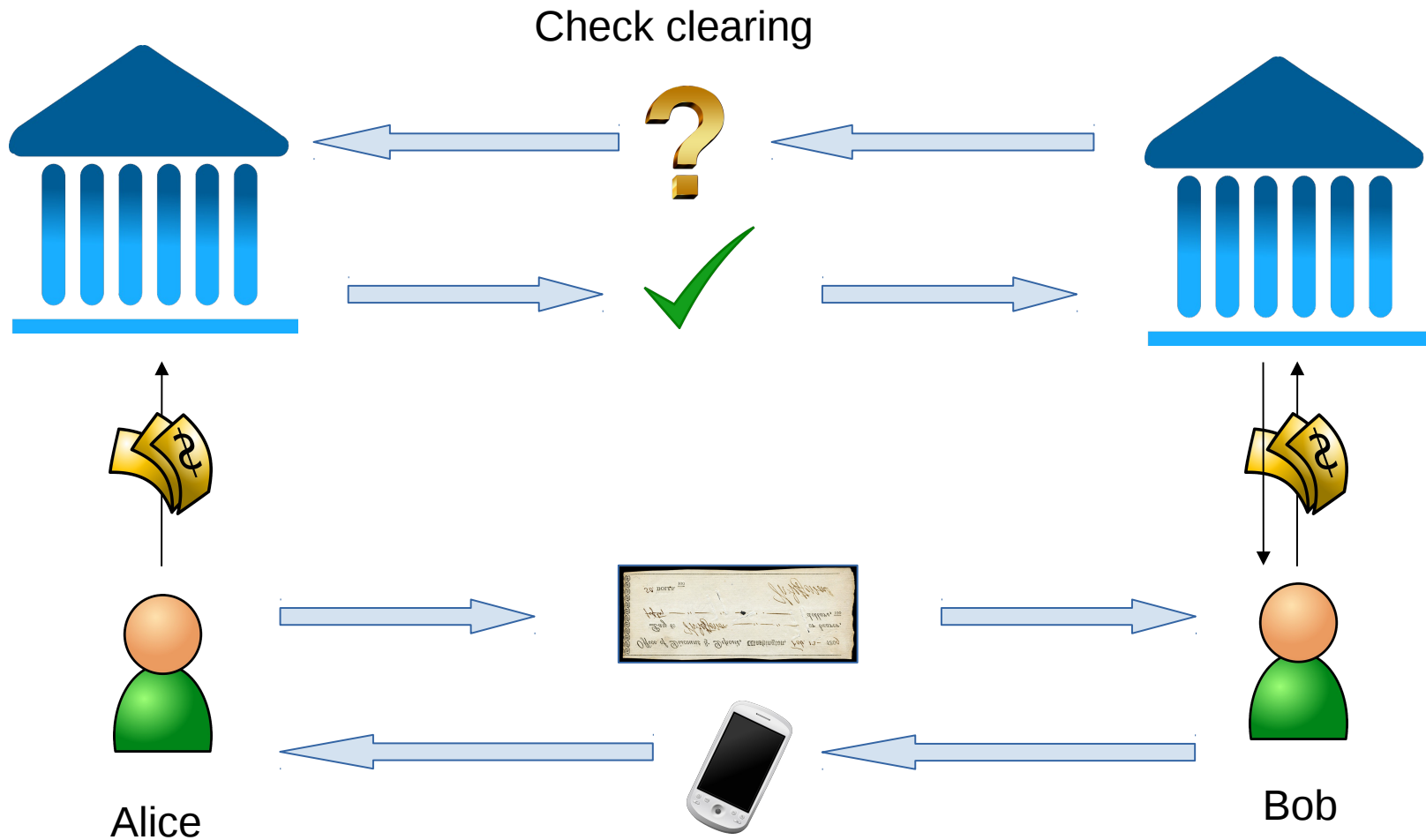
FIRST BANK OF WIKI
Victoria Main Branch
1425 James St., P.O. Box 4001
Victoria (B.C.) V8X 3X4

MEMO Donation

John Jones MP

243 00005 123 123 456 7

Check transaction

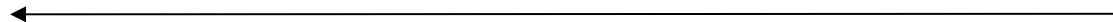
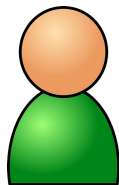


Quiz 1

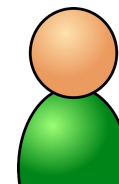
What if someone writes you a check for \$500, but they only have \$400 in their account at the time?

A: you get \$400

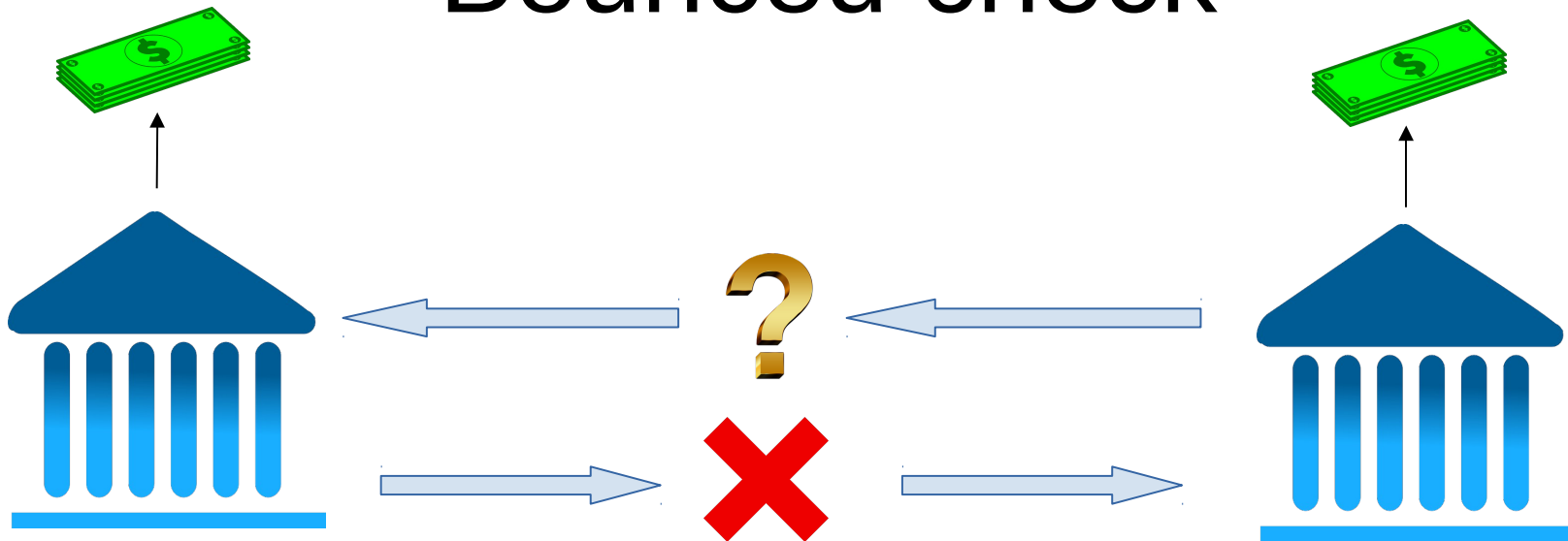
B: you get nothing



\$400



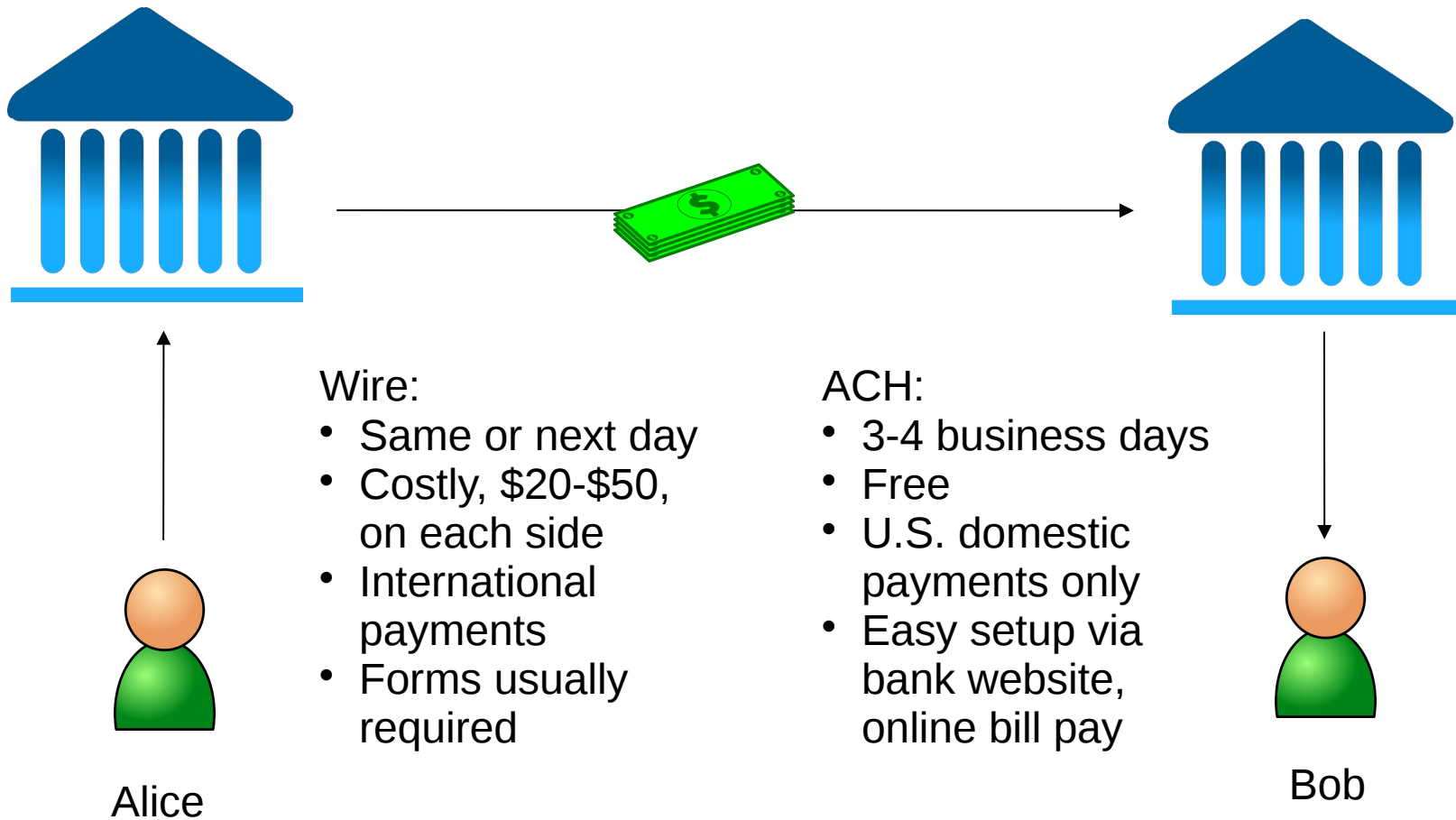
Bounced check



Debit cards



Bank wire and ACH

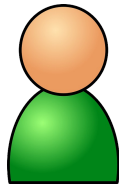


ATM

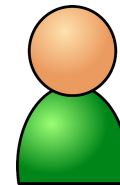


Online banks

"brick and mortar" bank



online bank



Additional reading

https://en.wikipedia.org/wiki/Transaction_account

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