

Help Josie Choose a Depository Institution

	Total Points Earned
24	Total Points Possible
	Percentage

Name _____

Date _____

Class _____

Josie is a senior in high school who will be graduating in a few months. She has already been accepted to a university that is a three hour drive from her home. While she is excited about moving on to the next phase of her life, she's a little nervous about some of the important decisions she will be making---moving out of her parents' home and into the dorms at a college, choosing classes for her schedule, and finding a part-time job.

Josie is also going to need to make some decisions about her money. She knows it's not safe to carry all of her cash in her pocket, and while she won't have a lot of bills to pay, she needs to be able to write a few checks each month and utilize a debit card to have access to her funds. Josie has done a little research on depository institutions in her area that also have branches nearby the college she will be attending, and has narrowed her choices to the two options described in the *Josie's Depository Institutions Comparison Chart*. Follow the steps below to learn more about depository institutions in order to help Josie choose the depository institution that is best for her.

Step One:

1. Examine *Josie's Depository Institutions Comparison Chart 2.2.1.A3* and determine if Depository Institution Option 1 and Option 2 are a bank or a credit union. (4 points)

	Depository Institution Option 1	Depository Institution Option 2
Is this depository institution a bank or a credit union?		
Give one reason to support your answer.		

2. How did location influence Josie's selection of her top two depository institutions? (1 point)

Step Two:

3. While watching the news today, Josie saw that a local depository institution is closing. Now that she understands the importance of depository institution insurance, she wants to ensure her choices are insured. (4 points)

Is Depository Institution Option 1 insured? Explain how you determined the answer.	Is Depository Institution Option 2 insured? Explain how you determined the answer.
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Step Three:

4. Josie is looking for a checking account that is linked to a savings account. This will allow her to transfer money from her checking account to her savings account when needed. (2 points)

Does Depository Institution Option 1 have a savings account linked to the checking account?	Does Depository Institution Option 2 have a savings account linked to the checking account?
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Step Four:

5. Your instructor will provide you with more information about Josie to help make a decision regarding which depository institution is best for her. Record what you learned about Josie below: (8 points)

1.	2.
3.	4.
5.	6.
7.	8.

6. Using the information you know about Josie, which checking account would you recommend she choose – option 1 or option 2? Explain your choice with at least three reasons. (5 points)