Activity 2
PART 2: OVERDRAWN!

1. You used your phone's mobile wallet on a weekend trip to the mall and forgot to record it. You didn't realize this until you decided to check your account balance online one evening. According to the bank records, you went to the movies and spent $22.94 on admission and snacks. Now you have $48.12 in your account. But in two days, you have an EFT payment scheduled to send $62 to the cell phone company to pay your monthly bill.

   • What do you think will happen when the bank processes your EFT payment?

   _____

   • What are some possible consequences of your failure to record the debit? Try to list three possibilities.

   _____

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2. Same situation. Your bank will allow you to overdraft up to $75, but it charges $30 for every overdraft transaction, and these overdraft fees count toward the $75 limit. Once your account is overdrawn by $75, the bank will return checks unpaid (and charge $15 instead of $30) or reject debit transactions.

   • You need to put gas in your car to get to school, so you charge $23 to your debit card. What is your balance now? $_____

   • The next day, the bank sends your scheduled payment to the cell phone company. What is your balance after that payment goes through? $_____

   • Finally, your school's PTA attempts to deposit a $10 check that you wrote at last month's bake sale and forgot to put in your register. What will happen?

   _____

   • What is your account balance now? $_____

   • How much have you paid in overdraft fees? $_____

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