



Name _____ Date _____

SAVING VOCABULARY

DIRECTIONS: Review the following terms for ten minutes to prepare to play the Savings Memory Game.

TERM	DEFINITION
Pay Yourself First	A popular phrase used to describe what people should do to stay on track with saving money. Basically meaning that the first deposit out of a person's paycheck should be into a savings account or retirement account.
Savings Account	A deposit at a bank or savings and loan that pays interest, but cannot be withdrawn in check writing.
Trade-Off	A choice that involves giving up some of one thing to have more of another. Ex: In the morning my cousin spends a lot of time putting on make-up, she doesn't have enough time to eat breakfast because she has to go to school. The time she could spend on her nutrition is being given up.
Interest	The amount paid for the use of borrowed money.
Interest Rate	The cost of borrowing money, expressed as a percentage, usually over a period of one year.
Money Market Deposit Account	A savings account in which the interest rate varies as market rates change.
Net Income	The amount of a paycheck that a person can actually spend; gross income less any payroll deductions.
Financial Goal	A statement of something a person wants or needs to do that pertains to finances and/or money. Common reasons for setting financial goals are: saving for a comfortable retirement, saving for college, and managing finances to enable a home purchase. Financial goals should be Specific, Measurable, Attainable, Realistic, and Time-bound (SMART).
Depository Institution	A business that offers financial services to people.
Payroll Deduction	Amounts subtracted from gross income that is withheld by an employer for items like taxes and employee benefits.

