

Activity 3: Checking Account Banking Statement

Why this is important to you: You need to keep track of deductions and deposits in your check register as you write checks/use a debit card and deposit money. The monthly statement is the bank's record of that activity. It is crucial that your records and the banks records are the same; otherwise you might risk overdrawing your account. If the bank thinks you have less money in your account than you do, your checks will 'bounce', which means it will be rejected and gounpaid, causing the bank to charge you penalty fees for overdrawing your account.

Mundy's Mill High Bank N.A.			Jill Ford 1623 Nowhere Drive Jonesboro, GA 30238		
ACCOUNT SUMMARY			Statement Date: 08/27/2014		
Balance forwarded from 7/23/14			\$62,789.13		
Checks/Debit Card Transaction			\$4,713.52		
Interest Added			\$62.98		
Ending Balance			\$58,138.59		
ELECTRONIC CREDITS					
Date		Description			
8/27/2014		Interest Earned		\$62.98	
CHECKS AND OTHER DEBITS			DAILY BALANCE SUMMARY		
Date		Debit Transaction	Amount	Date	Balance
7/30/2014		721345	\$693.81	7/30/2014	\$62,095.32
8/03/2014		7229685	\$413.02	8/03/2014	\$61,682.30
8/09/2014		723475	\$1,310.76	8/09/2014	\$60,371.54
8/16/2014		7246895	\$986.52	8/16/2014	\$59,385.02
8/22/2014		7255859	\$310.01	8/22/2014	\$59,075.01
8/23/2014		726384	\$999.40	8/23/2014	\$58,075.61
				8/27/2014	\$58,138.59

Answer the following questions in complete sentences and submit per your WBL Coordinator's instructions.

Questions:

1. What time period does the statement cover?
2. Based on what you see on this statement, what do you think the word *credits* means?
3. Based on what you see on this statement, what do you think the word *debits* means?
4. On 8/03/2014, the balance in the account changed, why?
5. There is a line on this statement that says "Checks/Debit Card transaction \$4,713.52." What does it mean?