

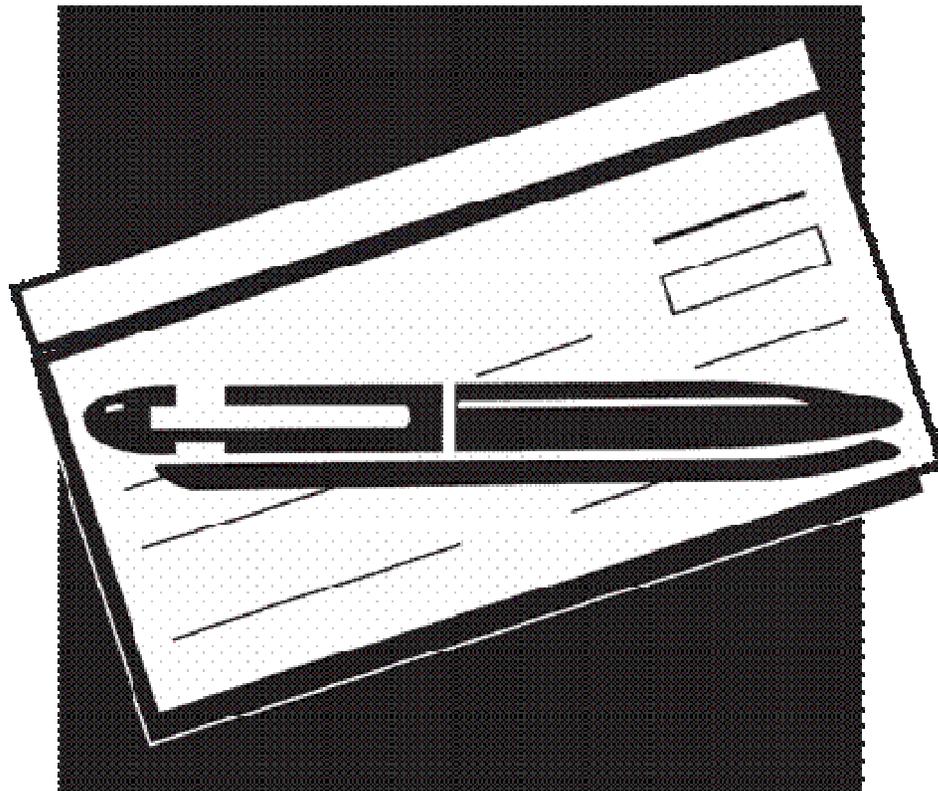
The Eight Money Smart for Young Adults Modules



Module 1: Bank On It



Module 2: Check It Out



Check It Out

- Benefits of checking accounts
- Types of checking accounts
- Understanding banking fees
- Opening a checking account
 - Documents needed
 - Check register & recording transactions
- How to make deposits
- How to write checks



Check It Out

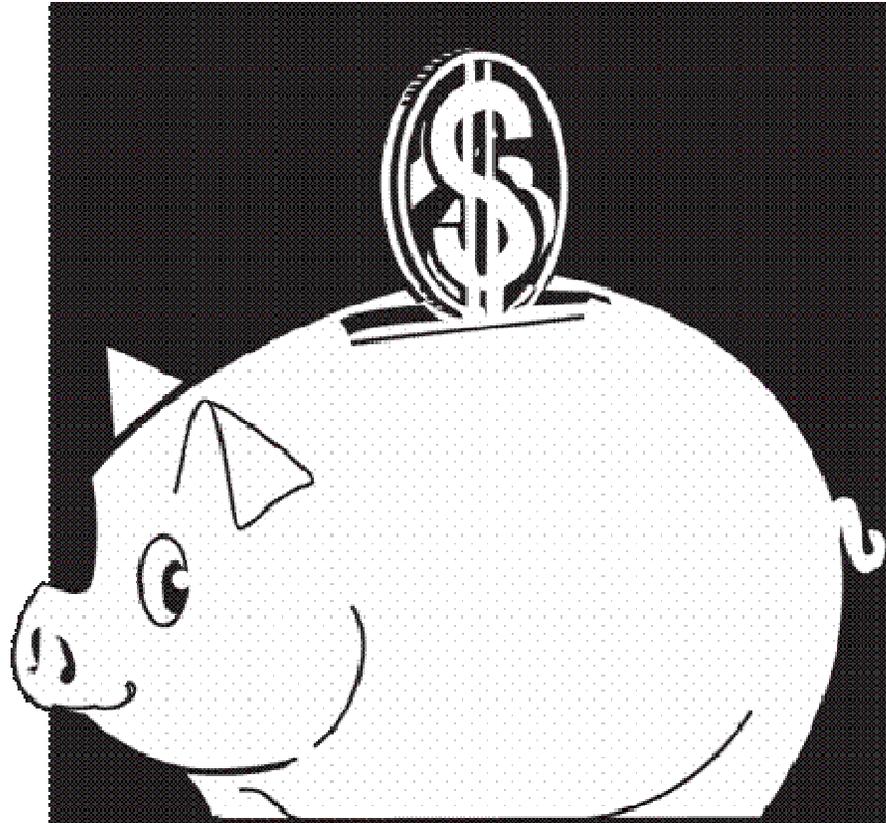
- Using electronic banking
 - ATM & debit cards; vs. credit cards
 - How & when to report fraudulent use
 - Temporary holds when you swipe your card
 - Mobile banking
- Recording all your transactions and keeping accurate records



Module 3: Setting Financial Goals



Module 4: Pay Yourself First



Pay Yourself First

- Saving & benefits of “paying yourself first”
- Savings Tips
- Earning interest – making your money grow
- Savings Products
 - Savings accounts, certificates of deposits, stocks, bonds, mutual funds, U.S. Treasury securities, Individual Deposit Accounts (IDAs), college savings plans and retirement investments
- Creating a Savings Action Plan



Module 5: Borrowing Basics

FINANCES **Banking** **Credit**
Loans **Borrowing** **MONEY**
Interest **Payments**
Assets
Fees



Borrowing Basics

- What is credit & why is it important
- What is collateral – secured & unsecured loans
- Types of credit
 - Credit cards
 - Installment loans
 - Installment loan vs. rent-to-own
 - Home loans



Borrowing Basics

- The cost of credit – fees & interest
- Truth in Lending Disclosures
- Borrowing money responsibly
- Equal Credit Opportunity Act
- How Credit Decisions are made
 - Capacity, Capital, Character & Collateral (4Cs)
 - Applying for a loan
 - Credit reports & the importance of good credit
- Tips for managing your credit
- Recognizing predatory lending practices
 - Payday loans
 - Refund anticipation loans



Module 6: Charge It Right



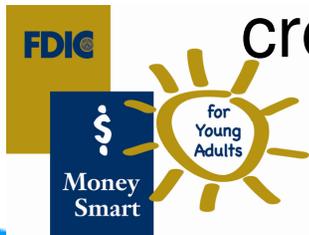
Charge It Right

- Types of credit cards
 - Secured & unsecured
 - Stored value cards
 - Student credit cards
- Credit Card Solicitations
- Shopping for the best deal
 - Credit card terms
 - Annual Percentage Rate (APR)
 - Fees (annual, late, over-the-limit, etc.)



Charge It Right

- Applying for a credit card
 - You must be at least 21 years old unless:
 - You can show that you have an independent means of repaying the debt
 - You have the signature of a cosigner over the age of 21
 - Factors considered, credit reports & FICO
- What to do if your credit request is denied
- Using your credit card responsibly
- What is identity theft & how to avoid it
- Understanding your credit card statement
- Important things to know about paying your credit card bill



Module 7: Paying for College and Cars



Paying for College and Cars

- Installment loan basics
- Loan approval process (4Cs of Credit)
- Car loans
 - Buying vs. leasing
 - Financing & repayment terms
 - Where to obtain a car loan
 - Auto Financing Tips



Paying for College and Cars

- How to pay for college
 - Financial aid overview
 - Federal and non-federal programs
 - Work-study programs
 - Loans
 - Ways to offset costs
 - Cost of college calculator



Module 8: A Roof Over Your Head



A Roof Over Your Head

- Thinking about moving out?
- Renting vs. buying
- What does it cost to rent
 - Security deposit, 1st month's rent, fees, utilities
- Buying a home – are you ready to buy?
- Understanding mortgage costs
- Shopping for a mortgage
- Learning about predatory lending practices



Money Smart for Young Adults: Training Modules

Module Title	Estimated Minutes	By the end of this course, participants will understand:	To achieve this objective, the participants will be able to:
Module 1: <i>Bank On It</i>	90-120	Available banking services and how to build a positive relationship with a financial institution.	<ul style="list-style-type: none"> • Identify the major types of insured financial institutions. • Identify five reasons to use a bank. • Describe the steps involved in opening a bank account. • Describe two types of deposit accounts. • Identify additional bank services that come with deposit accounts. • Describe the primary function of the bank customer service representative, teller, loan officer and branch manager.
Module 2: <i>Check It Out</i>	120-180	How to use a checking account responsibly.	<ul style="list-style-type: none"> • State the benefits of using a checking account. • Determine which checking account is best for them. • Identify the steps involved in opening a checking account. • Add and withdraw money from a checking account. • Reconcile a check register with a bank statement.
Module 3: <i>Setting Financial Goals</i>	90	How to manage money by preparing a personal spending plan and identifying ways to decrease spending and increase income.	<ul style="list-style-type: none"> • Track daily spending habits. • Prepare a personal spending plan or budget to estimate monthly income and expenses. • Identify ways to decrease spending and increase income. • Identify budgeting tools that will help them manage their money.
Module 4: <i>Pay Yourself First</i>	60-120	Ways to save money and savings options to save toward their goals.	<ul style="list-style-type: none"> • Explain why it is important to save. • Determine goals toward which they want to save. • Identify savings options. • Determine which savings options will help reach savings goals.



Money Smart for Young Adults: Training Modules

Module Title	Estimated Minutes	By the end of this course, participants will understand:	To achieve this objective, the participants will be able to:
Module 5: Borrowing Basics	90-120	How credit works and if they are ready to apply for credit.	<ul style="list-style-type: none"> • Define credit. • Explain why credit is important. • Distinguish between secured and unsecured loans. • Identify three types of loans. • Identify the costs associated with getting a loan. • Explain why it is important to be wary of rent-to-own, pay-day loan, and refund anticipation services. • Determine if they are ready to apply for credit.
Module 6: Charge It Right	120	Credit cards and how to responsibly use them.	<ul style="list-style-type: none"> • Describe the purpose of credit cards. • Determine which credit card is best for them. • Identify the factors creditors look for when making credit decisions. • Describe how to use a credit card responsibly. • Identify the steps to take when a credit card is lost or stolen.
Module 7: Paying for College and Carst	120	General information on installment loans, including car loans and student loans.	<ul style="list-style-type: none"> • Differentiate between secured and unsecured installment loans. • Explain why installment loans cost less than rent-to-own services. • Identify the factors lenders use to make loan decisions. • Identify the questions to ask when purchasing a car. • Describe various types of college loans and loan programs.
Module 8: A Roof Over Your Head	90	Information on the steps involved in renting an apartment and buying a house.	<ul style="list-style-type: none"> • Identify initial and continuing costs of renting an apartment. • List questions to ask when determining if you are ready to buy a home. • List costs associated with renting and owning. • Describe the benefits and pitfalls of renting versus owning a home.

