

Lesson Plan #3

What is the Difference Between Credit and Debit?

Learning the Language:

- **Credit Card**- a card, like a Visa or MasterCard, that lets you make purchases or get cash advances and repay the cost of those purchases **plus interest** over time
- **Available Credit**-The amount of credit available on a credit card
- **Interest**- A fee connected to a loan that the borrower must pay back the lender
- **Debit Card**- a card issued by a bank allowing the cardholder to transfer money from the consumer's checking account when making a purchase. The money will be deducted automatically from the consumer's account. It can be used in place of writing a check.
- **Insufficient funds**- not having enough money in a checking account to pay the check or debit card

Now take a little time to watch this video which will help students understand how and when to use credit and debit cards.

<http://www.youtube.com/watch?v=fcjblskie8c>



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