



Forms of Payment

Cash is just one form of payment. There are lots of different ones you can use. A debit card is a card that you use to get the money in your bank account. You will need a bank account to put the money you get from work.

Checking Account	Savings Account
money can be added or taken out	put money away to earn more

The next form of payment is a credit card. A credit card is a card that you use to put things you buy on credit. At the end of the month, you will have to pay off this credit.

Marketplace Tip

Pay off your credit card bill in full so you don't have to pay interest. Interest is when more money is added to what you owe. That means the amount of money you owe gets bigger.

A credit card is good to have in an emergency. This can be when you don't have the money right away. Be careful, it's easy to fall into debt. Debt is when you owe money.

Four situations are given below. Say which forms of payment is the best to use in each.

1. You buy a pack of gum for \$1.00 at the local dollar store.

Cash	Debit	Credit
-------------	--------------	---------------

2. You need to buy gas for your car, but don't get paid for 2 days.

Cash	Debit	Credit
-------------	--------------	---------------

3. You buy a box of cookies from the Girl Scouts.

Cash	Debit	Credit
-------------	--------------	---------------

4. You just got paid and need to buy groceries for the week.

Cash	Debit	Credit
-------------	--------------	---------------



Forms of Payment

Cash, debit and credit are three kinds of payment. There are lots of ways to use these. PayPal is one that is mostly used online. PayPal lets you use your debit and credit easily and safely online.

PayPal Benefit Use PayPal to shop online safely.

PayPal Downfall There are some fees when using PayPal.

Google Wallet and Apple Pay is used by Android and iPhone users. They can pay for things with their phones.

Google Wallet and Apple Pay Benefit:
No more need to bring your wallet with you.

Google Wallet and Apple Pay Downfall:
Not all banks and stores support this form of payment.

1. Ella is shopping online for a pair of shoes. The website gives 3 payment options: Debit, Credit, or PayPal. She's not sure about the security of the website. Which form of payment should Ella use?

Debit

Credit

PayPal

2. When Ella's shoes arrive, she is charged a duty fee of \$14.00. The delivery company is not one that she recognizes. Which form of payment should Ella use?

Cash

Debit

Credit

3. Ella tries on the shoes and finds they don't fit. She contacts the company about returning them. Ella is told to hire a company of her choice to return the shoes. She picks a company that she trusts. The delivery company charges her another \$14.00. Which form of payment should Ella use and why?

Debit

Credit

PayPal

Google Pay

Apple Pay

Reason: _____