Contestant Number		
	Time	
	Rank	

BANKING & FINANCE (08)

Regional-2012

Objective Portion (30 @ 2 pts. each)	(60)
Application Portion Job 1—Check Writing (9 @ 2 pts. each)	(18)
Job 2—Check Register (36 @ 1 pt. each)	(36)
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TOTAL POINTS	(138)

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BANKING & FINANCE REGIONAL 2012 PAGE 2 OF 8

Multiple Choice: Choose the best answer for each of the following and record your answer on the Scantron form provided.

- 1. Items of value are called:
 - a. Personal assets
 - b. Allowance
 - c. Liabilities
 - d. Expenses
- 2. _____ transfers money directly from buyer's bank account to merchant's account.
 - a. Cash card
 - b. Credit card
 - c. Debit card
 - d. Smart card
- 3. Which of the following is NOT one of the 5 C's of lending?
 - a. Capacity
 - b. Capital
 - c. Credibility
 - d. Character
- 4. According to the Rule of 72, if the interest rate you earn is 16%, your money will double in value in
 - a. 4.5 years
 - b. 6 years
 - c. 16 years
 - d. 12 years
- 5. Which of the following is an example of a liquid asset?
 - a. \$1,250 that the Johnsons have in a savings account
 - b. A balance of \$400 the Smiths have on their Visa card
 - c. \$65,000 mortgage the Harris' have on their home
 - d. All of the above are liquid assets
- 6. Which of the following would be a potential warning sign of debt problems?
 - a. Increasing the balance on your credit card each month
 - b. Borrowing more to pay old debts
 - c. Going over your credit limit on credit cards
 - d. All of the above are warning signs
- 7. Brad Bodine is buying Rentoil Motor Oil and wants to know the unit price. He buys a box containing 5 quarts for \$10.50. The unit price is:
 - a. \$10.50 per can
 - b. \$5.00 per quart
 - c. \$2.10 per quart
 - d. \$2.10 per ounce

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- 8. Payday loans:
 - a. Are the best way for young students to build up a good credit rating
 - b. Charge far more interest than a typical credit card interest charge
 - c. Are available from your local bank
 - d. Are a cheap way to borrow money, since it is for such a short term
- 9. Which of the following is the best definition of minimum payment on a credit card?
 - a. A low introductory payment offered by the lender for a few months until the card holder has established good credit
 - b. A fee that must be paid whether the card is used or not
 - c. The smallest payment that will keep a credit card holder in good standing with the lender
 - d. The interest on the purchases that were made on the credit card
- 10. Money electronically added to your checking account is called a(n)
 - a. Deposit
 - b. Automatic withdrawal
 - c. Automatic deposit
 - d. Certificate of deposit
- 11. Interest is the price paid for using other's money.
 - a. True
 - b. False
- 12. It is illegal for a bank to make different check-cashing rules for customers and noncustomers.
 - a. True
 - b. False
- 13. If banks must hold more money in reserve,
 - a. The money supply will expand
 - b. There is more money available to lend
 - c. There is less money available to lend
 - d. Both a and b, but not c
- 14. A reverse mortgage is repaid...
 - a. Over the term of the loan, typically 30 years
 - b. In one single large payment at a specified point
 - c. When the borrower dies
 - d. By the bank to the borrower
- 15. Generally speaking, housing costs should not exceed _____ of gross monthly income.
 - a. 10-15 percent
 - b. 25-28 percent
 - c. 36-40 percent
 - d. 50 percent

BANKING & FINANCE

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16.	On January 1, the cost of a product is \$50.00. If inflation for the year is 12 percent, what does the product cost on December 31 of that year? a. \$60.00 b. \$56.00 c. \$54.00 d. \$51.20
17.	An example of a service is a. a car b. college books c. a goal d. a salon haircut
18.	The FDIC and the NCUA insures deposits up to a limit of a. \$250,000 per depositor b. \$100,000 per account c. \$150,000 for two accounts d. \$200,000 all accounts
19.	What is generally maintained in the vault of a bank? a. Precious metals b. Safe files c. Safe deposit boxes d. None of the above
20.	Which of the following can be used for security for a loan? a. Account receivable b. Stock c. Real estate d. All of the above
21.	Which of the following instruments is negotiable?

- a. Bank draft
- b. Cashier's check
- c. Certified check
- d. All of the above
- 22. You are hired as a car washer who earns \$7.25 per hour. You work Tuesday-Saturday, 9-6 with one hour for lunch. Find the gross weekly pay for the job. Note: lunch time is unpaid.
 - a. \$300.00
 - b. \$290.00
 - c. \$362.50
 - d. \$232.00
- 23. A store in Chicago, Illinois, advertised a 65" HD3D TV for \$1,475.99. What is the sales tax if the combined state and city tax rate is 7%?
 - a. \$103.32
 - b. \$1579.31
 - c. \$100.15
 - d. \$109.96

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a. 6 b. 12

24. There are _____ federal reserve banks.

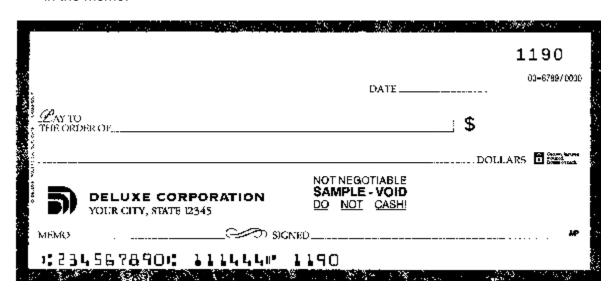
		13 15
25.	a. b. c.	s the name of the organization that insures a customer's money in a bank? IRS NCUA SCC FDIC
26.	end of account a. b. c.	s savings account pays simple interest. She began with a deposit of \$1,000. At the fone year, she had earned \$40 in interest. What is the interest rate on Anna's nt? 1% 2% 3% 4%
27.	finance a. b. c.	orrowed \$1,050 and paid the loan back in 12 equal payments of \$96.50. What is the e charge for this loan? \$58 \$108 \$1,158 None of the above
28.	14. W a. b. c.	agreed to repay a \$500 loan at 9% interest in 90 days. She made the loan on July hat is the due date of the loan? October 12 October 13 October 14 October 15
29.	depos from check your a a. b. c.	checking account balance was \$203.47 yesterday. Today your employer sited your \$389.53 pay directly to your checking account. On the way home work, you made an ATM withdrawal of \$100.00. After dinner you wrote s for \$72.14, \$107.99, and \$47.16. What is the total of the withdrawals from account for today? \$217.29 \$227.29 \$389.53 \$327.29

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- 30. See question 29. What is the balance of your checking account at the end of today?
 - a. \$593.00
 - b. \$365.71
 - c. \$265.71
 - d. None of the above

Job 1: Complete the transaction below:

On December 13, 2011, you buy a shirt from Abercrombie for \$46.99. Your state and local sales tax rate is 7%. Write this check for the amount of the purchase. Use clothing in the memo.



- 1. What is the routing number?_____
- 2. What is the check number?_____
- 3. What is the account number?_____

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Job 2 – Check Register

Complete the checkbook register by using the information listed for the checks written and deposits made. The transactions are listed in order by date.

<u>Date</u>	Item No.	<u>Description</u>	<u>Amount</u>
6/1/11		Cash deposit	\$326.00
6/3/11	1251	MountainView Apartments	600.00
6/5/11		Deposit, paycheck	325.23
6/5/11	1252	DirecTV	109.00
6/5/11	1253	Netflix	10.69
6/12/11		Deposit, paycheck	321.67
6/19/11	1254	City Electric	82.65
6/19/11		ATM withdrawal	50.00

CHECK REGISTER

Check No.	Date	Check Issued To	Amoun Chec	Amoui Depo	Balance 564.73

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JOB 3 - Deposit Slip

Currency

On December 21, 2011, you deposit the following. Fill out the following deposit slip with the correct amount. You are keeping \$20.00 out of the deposit.

·	3 10 21	\$10 bill \$ 5 bills \$ 1 bills	S
Coins	27 12 11	quarter dimes nickels	
Checks	\$121.3 \$13.67 \$46.21		ABA #90-1234 ABA #87-3456 ABA #88-5678

6

\$20 bills

DEPOSIT SLIP	CASH Including Coins	
Stephanie A. Clark 457 Main Street Columbus, OH 43214 PH 503-555-1212	List checks singly	
DATE		
Acknowledge receipt of cash returned by signing above.	TOTAL	
above.	LESS CASH RECEIVED	
USA BANK Cleveland, Ohio	NET DEPOSIT	
1:074000052: 6485. 6000789.		

Checks and other items are received for deposit subject to the provisions of uniform commercial code or any applicable collection agreement.



BANKING & FINANCE (08)

KEY

Regional-2012

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1.	Α
2.	С
2	\sim

3. C 4. A

5. A 6. D

7. C 8. B

9. C

10.C

11. A

12. B

13. C 14. C

15. B

16. B 17. D

18. A

19. C 20. D 21. D

22. B

23. A 24. B

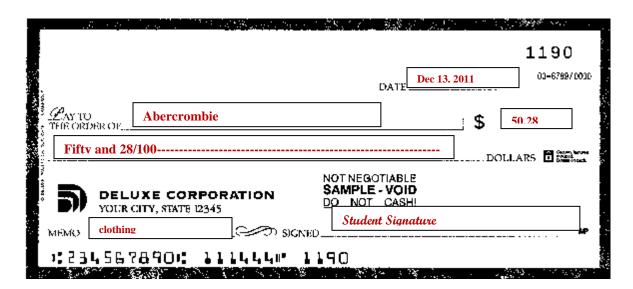
25. D

26. D 27. B

28. A

29. D 30. C

Job 1.



- 1. What is the routing number? 234567890
- 2. What is the check number?_1190_
- 3. What is the account number? <u>111444</u>



Job 2

CHECK REGISTER

Check	Dete	Charle leaved To	Amoun	Amount of		t of	Balance
No.	Date	Check Issued To	Chec	k	Deposit		564.73
	6/1/11	Deposit			326	00	890.73
1251	6/3/11	MountainView Apartments	600	00			290.73
	6/5/11	Paycheck Deposit			325	23	615.96
1252	6/5/11	DirecTV	109	00			506.96
1253	6/5/11	Netflix	10	69			496.27
	6/12/11	Paycheck Deposit			321	67	817.94
1254	6/19/11	City Electric	82	65			735.29
	6/19/11	ATM	50	00			685.29

Job 3.

DEPOSIT SLIP	CASH		
	Including Coins		
Stephanie A. Clark		229	50
457 Main Street	List checks singly	220	00
Columbus, OH 43214	90-1234	121	32
PH 503-555-1212	87-3456	13	67
DATE December 21, 2011	88-5678	46	21
<u> </u>			
Student Signature			
Acknowledge receipt of cash returned by signing			
above.	TOTAL	410	70
	LESS CASH RECEIVED	20	00
USA BANK Cleveland, Ohio			
	NET DEPOSIT	390	70
1:074000052: 6485. 6000789.			
Checks and other items are received for deposit sul	piect to the provisions of unifo	rm commer	cial

code or any applicable collection agreement.