



Account Statements

Vocab:

Credit Card - allows you to make purchases with money that is not in your account.

Charge Account - a credit card for a store.
(can't use them everywhere)

Account Statement - a summary of purchases and your balance that is mailed once a month.

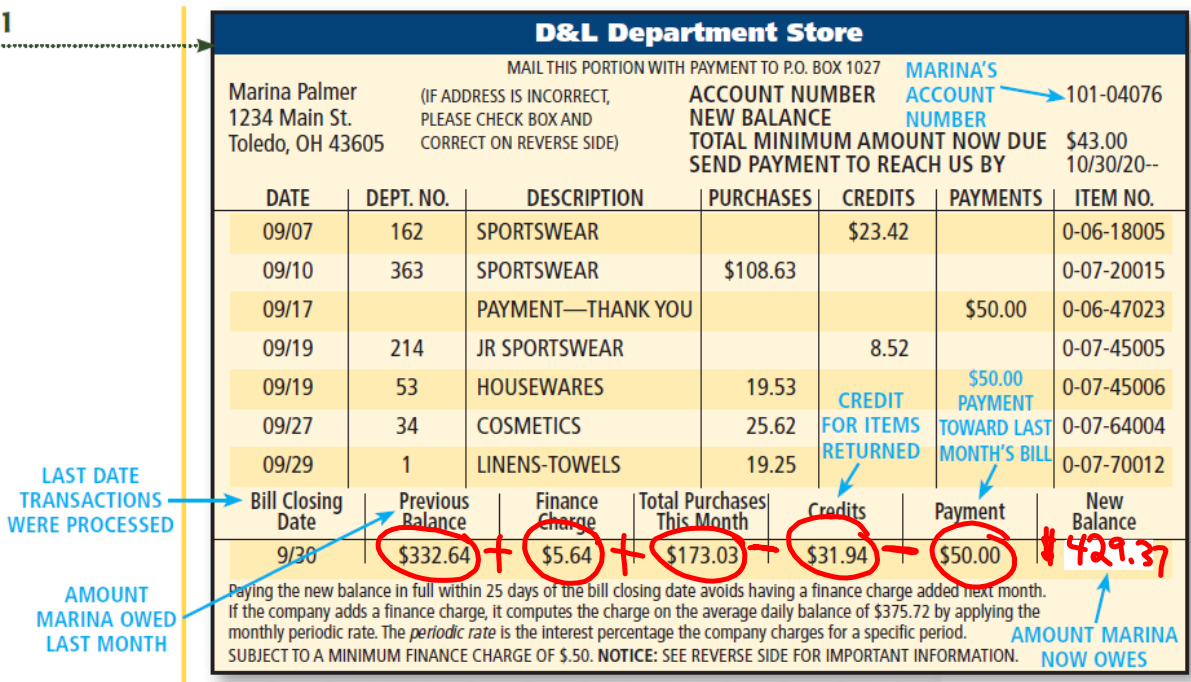
Finance Charge - Extra fees on your account.
(late fee, interest, annual fee)

LESSON 7.1

EXAMPLE

See Figure 7.1 on page 286 for Marina Palmer's charge account statement. What is her new balance?

Figure 7.1



LESSON
7.1

Find the new balance. Check your answers in the back of the book.

	Previous Balance	+	Finance Charge	+	New Purchases	-	(Payments + Credits)	=	New Balance
1.	\$600.00	+	\$7.50	+	\$90.00	-	\$100.00	=	\$597.50
2.	278.75	+	4.18	+	35.85	-	48.00	=	\$270.78

LESSON 7.1

13. Mario Azaria received the charge account statement partially shown below. Find his (a) payments and credits, (b) new purchases, and (c) new balance.

Dept.	Description	Charges	Payment/ Credit	Date	Ref. #
109	Garden Shop	\$ 42.75		1/25	6004
85	Menswear	145.98		1/25	7018
	PAYMENT		\$74.40	2/01	8014
71	Appliances		35.50	2/02	3113
Billing Date: 2/16					
Previous Balance	Payments & Credits	Unpaid Balance	Finance Charge	New Purchases	New Balance
\$285.92	- a 109.90	- +	\$4.29	b. 188.73	c. 369.04