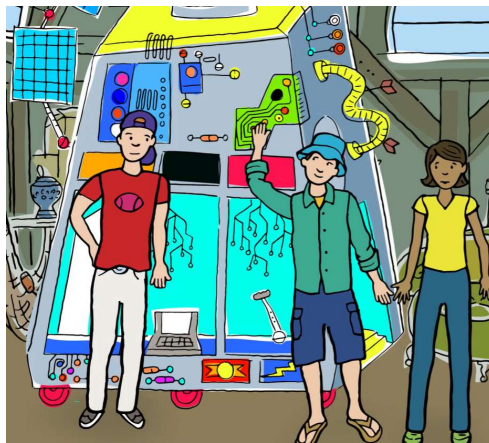


\$mart path

Level 8, Lesson 3 Adapted Guide Level A





Teacher Tip: This lesson will focus on students learning why having a good understanding of when to borrow money and when not to borrow money is important for their financial outlook. Borrowing money and not paying it back can have major consequences. Students will also be introduced to the idea of principal and interest.

This lesson has six vocabulary terms for students to focus on. These terms are **debt, credit, interest, repossess, creditor, and principal**. This is a very vocabulary-heavy lesson. These terms are important for students to understand the risk that can be associated with borrowing money.

The adapted lessons are vocabulary matching activities, there is also a scenario-based activity dealing with the vocabulary terms since they are so important to this lesson. Lastly, there is a true or false lesson dealing with the idea of principal and interest.

Level 8, Lesson 3

Chester Borrows Money

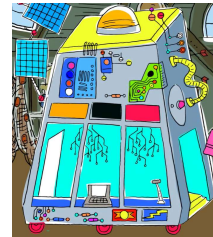
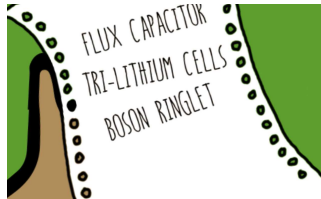
Level A



The friends did it! They stuck to the plan, and



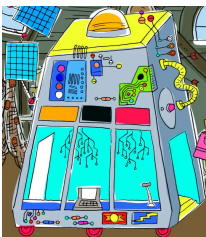
they have all the parts to fix the time machine



and go home. Chester goes to the mall while



the time machine is getting fixed. He finds out



he has \$10,000 of credit at the mall.

He uses future Chester's credit and buys lots of



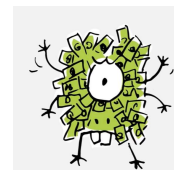
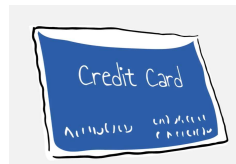
goods at the mall. The group tries to go home, but



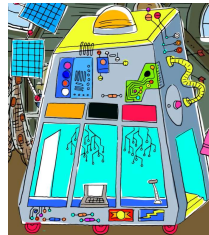
is transported further in the future. Chester is in



big trouble. He didn't pay his credit card debt. The



friends bump the time machine again and head to



the past.

They learn all about credit. People in the past



borrowed money to move to America and start

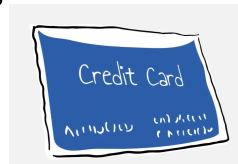
businesses. People now borrow money to buy



houses, cars, and more. Since the friends have

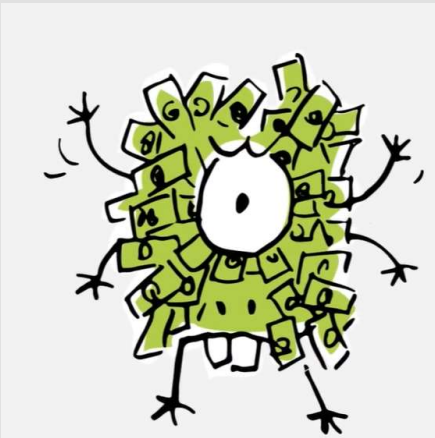


learned so much about using credit wisely they get



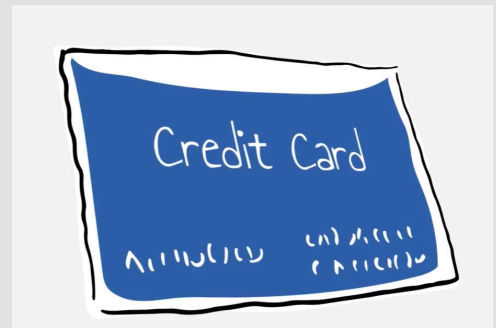
to go home!

Debt



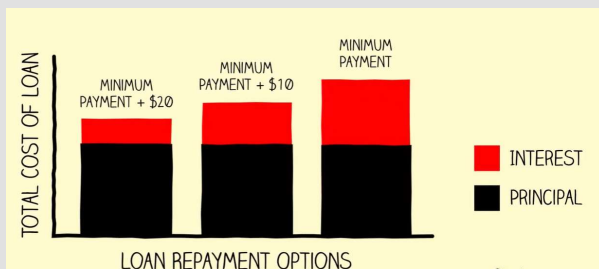
The amount of money you owe to other people or companies.

Credit



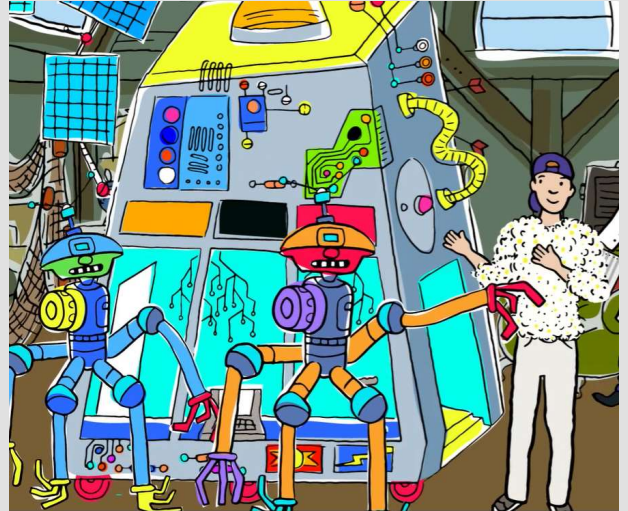
Borrowed money that you have to pay back with interest.

Interest



The amount a person or company charges to be able to borrow their money.

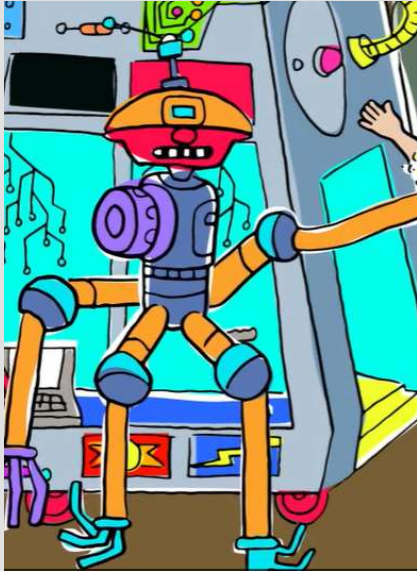
Repossess



When borrowed money is not paid back, the purchased item may be taken back by the creditor.

Creditor

Principal



The person or company whom the money is borrowed from.

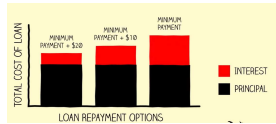


The original amount borrowed before interest is added.

Level A

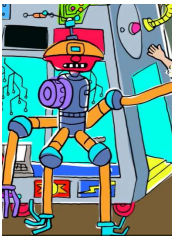
Match the correct word with the definition. Use the pictures to help!

Principal



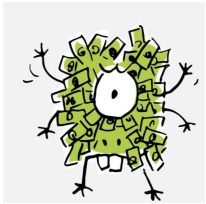
Borrowed money that you have to pay back with interest.

Creditor



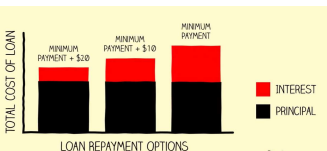
The original amount borrowed before interest is added.

Debt



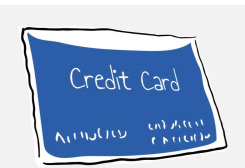
The amount of money you owe to other people or companies..

Interest



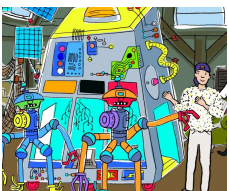
When borrowed money is not paid back, the purchased item may be taken back by the creditor.

Credit



The amount a person or company charges to be able to borrow their money.

Repossess



The person or company whom the money is borrowed from.

Fill in the blank with the correct vocabulary term.

1. Sam used a credit card to purchase a pair of new shoes that were \$200. It took him a few months to pay it back, so because of _____, the shoes ended up costing \$220.

Debt Credit Interest

2. Sarah forgot to pay her bill for three months, then she received a phone call from the _____ to either pay or send back the item.

Creditor	Principal	Debt
----------	-----------	------

3. Hannah is going to purchase a new home. She has saved up her money and has enough income to pay the bill every month. She is going to take out _____ to help purchase the home.

Interest	Repossess	Credit
----------	-----------	--------

4. Nolan pays \$20 a month over his minimum payment. This entire amount goes to the principal balance, not the interest.

Creditor	Principal	Debt
----------	-----------	------

5. After six months of not paying his car payment, the creditor that Jake owed money to, _____ his car.

Repossess	Creditor	Interest
-----------	----------	----------

6. Violet is going to work really hard to save any extra money she has each month to pay off her _____, so she won't owe anyone money.

Debt Credit Interest

We learned many financial lessons during this unit. Circle whether the statement is true or false.

1. It is good to prepare for the skills you will need to do a job well.

True

False

2. It is important to save for your future.

True

False

3. It's OK to buy whatever you want and not worry about a budget.

True

False

4. Prioritizing your goals will help you make a good budget and buy what you need.

True

False

5. An opportunity cost is the good or service that you cannot buy because you spent your money on something else.

True

False

6. If you borrow money with a credit card you do not have to pay it back.

True

False

\$mart path

Level 8, Lesson 3 Adapted Guide Level B

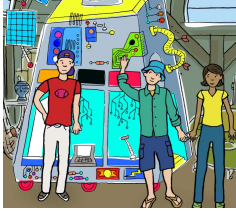
Level 8, Lesson 3

Chester Borrows Money

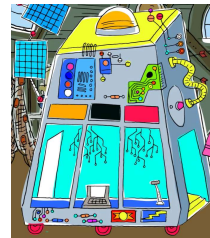
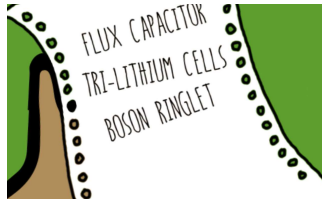
Level B



The friends stuck to the plan, and they



have all the parts to fix the time machine.

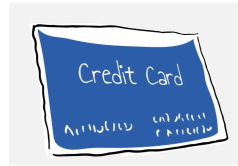


Chester goes to the mall. He finds out he

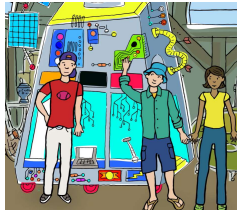


has \$10,000 of credit at the mall.

He uses future Chester's credit and buys a lot at



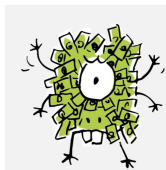
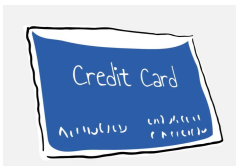
the mall. The group tries to go home, but is



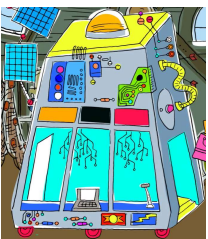
transported further in the future. Chester didn't



pay his credit card debt. The friends bump the time



machine again and head to the past.



People in the past borrowed money to move to

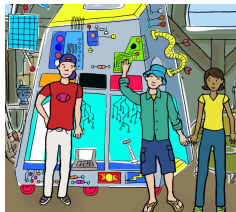
America and start businesses. People now



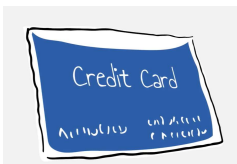
borrow money to buy houses, cars, and more.



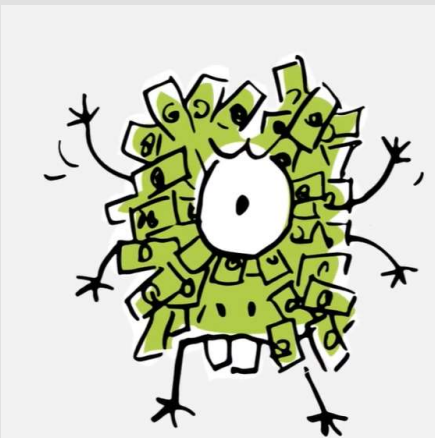
Since the friends have learned so much about



using credit they get to go home.

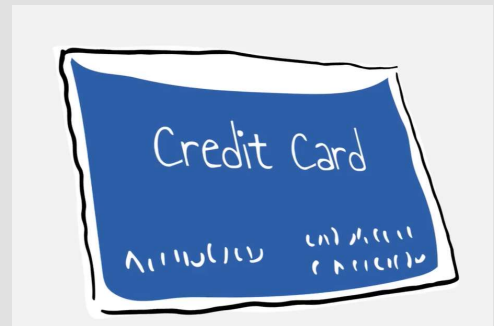


Debt



The amount of money you owe to other people or companies.

Credit



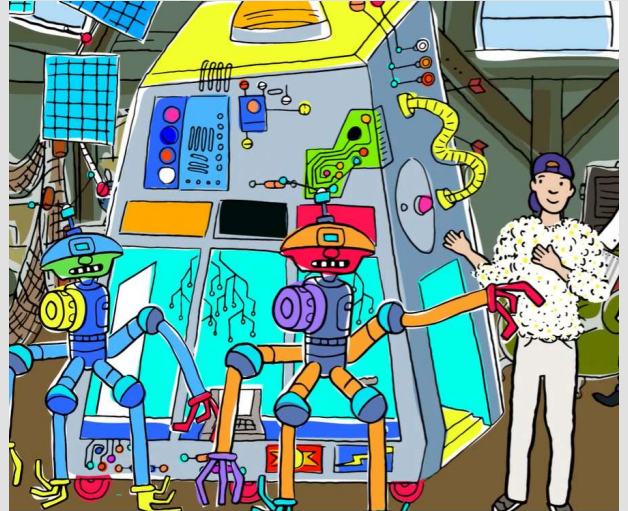
Borrowed money that you have to pay back with interest.

Interest



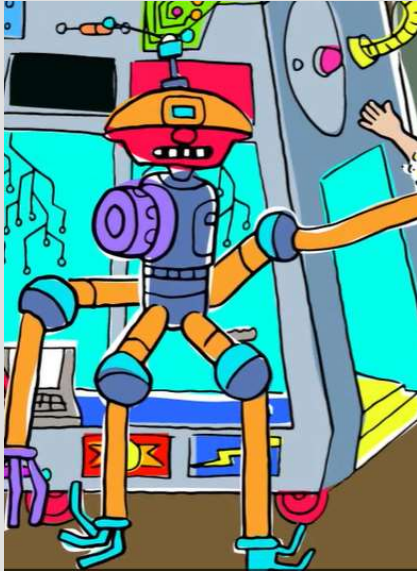
The amount a person or company charges to be able to borrow their money.

Repossess



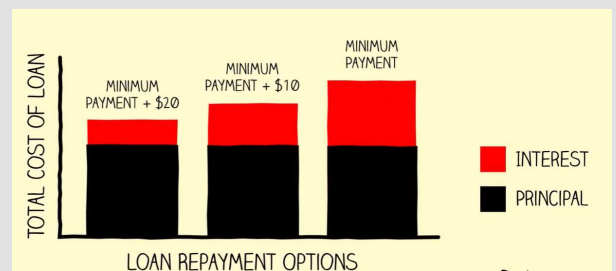
When borrowed money is not paid back, the purchased item may be taken back by the creditor.

Creditor



The person or company whom the money is borrowed from.

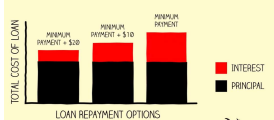
Principal



The original amount borrowed before interest is added.

Match the correct word with the definition. Use the pictures to help!

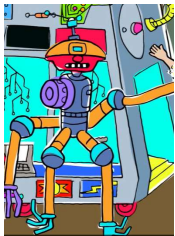
Principal



The amount of money you owe to other people or companies.

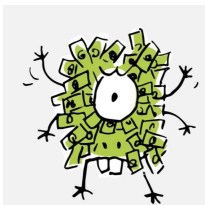
.

Creditor



The original amount borrowed before interest is added.

Debt



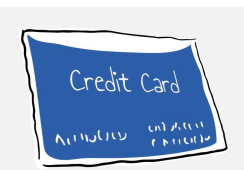
The person or company whom the money is borrowed from.

Interest



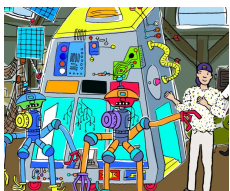
When borrowed money is not paid back, the purchased item may be taken back by the creditor.

Credit



The amount a person or company charges to be able to borrow their money.

Repossess



Borrowed money that you have to pay back with interest.

Fill in the blank with the correct vocabulary term.

1. Sam used a credit card to purchase a pair of new shoes that were \$200. It took him a few months to pay back, so because of _____, the shoes ended up costing \$220.

Debt

Interest

2. Sarah forgot to pay her bill for three months, then she received a phone call from the _____ to either pay or send back the item.

Creditor

Principal

3. Hannah is going to purchase a new home. She has saved up her money and has enough income to pay the bill every month. She is going to take out _____ to help purchase the home.

Repossess

Credit

4. Nolan pays \$20 a month over his minimum payment. This entire amount goes to the _____ balance, not the interest.

Creditor

Principal

5. After six months of not paying his car payment, the creditor that Jake owed money to, _____ his car.

Repossess

Interest

6. Violet is going to work really hard to save any extra money she has each month to pay off her _____, so she won't owe anyone money.

Debt

Credit

We learned many financial lessons during this unit. Circle whether the statement is true or false.

1. It is good to prepare for the skills you will need to do a job well.

True

False

2. It is important to save for your future.

True

False

3. It's OK to buy whatever you want and not worry about a budget.

True

False

4. Prioritizing your goals will help you make a good budget and buy what you need.

True

False

5. An opportunity cost is the good or service that you cannot buy because you spent your money on something else.

True

False

6. If you borrow money with a credit card you do not have to pay it back.

True

False

\$mart path

Level 8, Lesson 3 Adapted Guide Level C

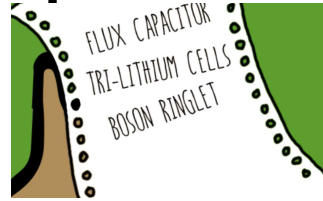
Level 8, Lesson 3

Chester Borrows Money

Level C



The friends have all the parts to fix the



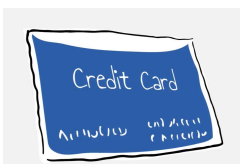
time machine. Chester goes to the



mall and spends a lot of money with



credit.



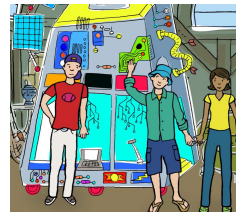
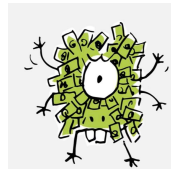
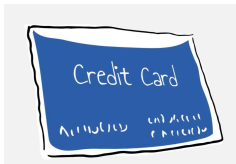
The friends try to go home, but are



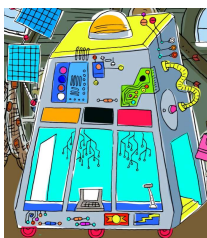
sent to the future. Chester didn't pay



his credit card debt. The friends bump



the time machine again and head to the



past.

People in the past borrowed money to start

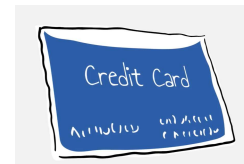
the first stores. People now borrow money to



buy houses, cars, and more. Since the friends



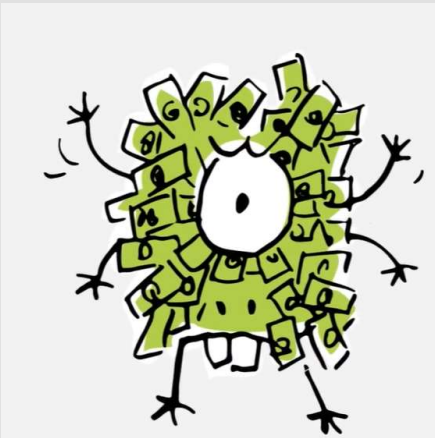
have learned so much about using credit they



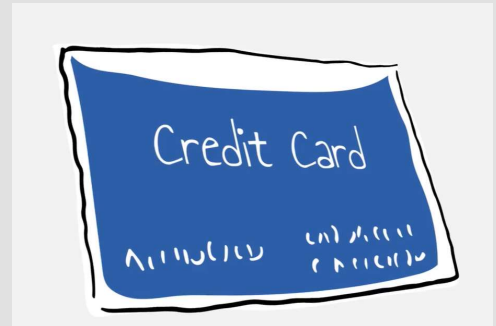
get to go home.

Debt

Credit



The amount of money you owe to other people or companies.



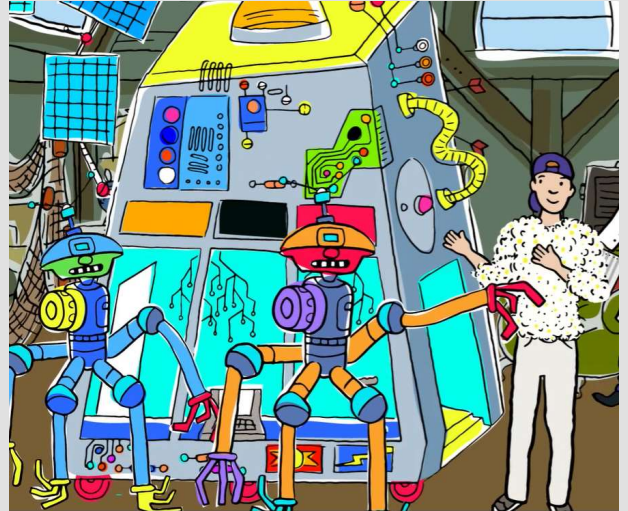
Borrowed money that you have to pay back with interest.

Interest

Repossess



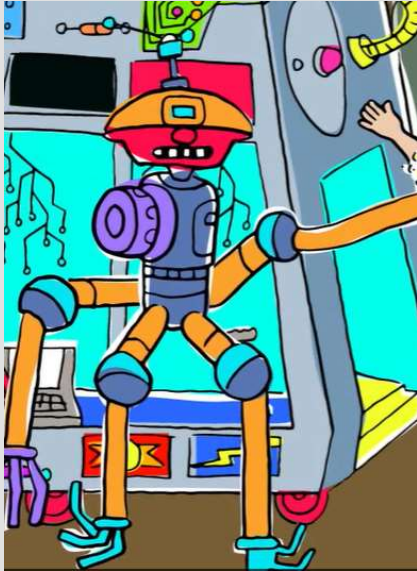
The amount a person or company charges to be able to borrow their money.



When borrowed money is not paid back, the purchased item may be taken back by the creditor.

Creditor

Principal



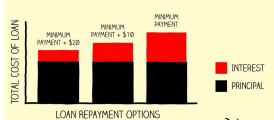
The person or company whom the money is borrowed from.



The original amount borrowed before interest is added.

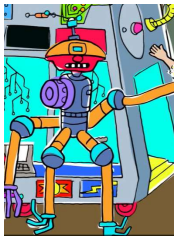
Match the correct word with the definition. Use the pictures to help!

Principal



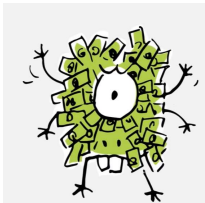
The person or company whom the money is borrowed from.

Creditor



The original amount borrowed before interest is added.

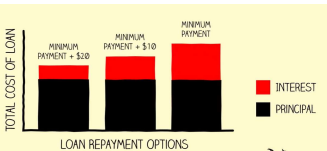
Debt



The amount of money you owe to other people or companies.

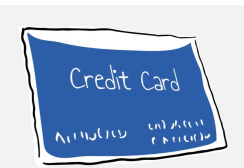
.

Interest



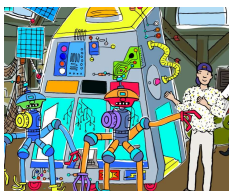
The amount a person or company charges to be able to borrow their money.

Credit



When borrowed money is not paid back, the purchased item may be taken back by the creditor.

Repossess

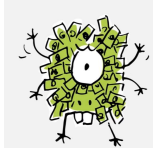


Borrowed money that you have to pay back with interest.

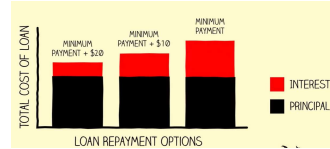
Fill in the blank with the correct vocabulary term.

1. Sam used a credit card to purchase a pair of new shoes that were \$200. It took him a few months to pay back, so because of _____, the shoes ended up costing \$220.

Debt



Interest

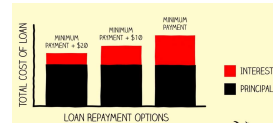


2. Sarah forgot to pay her bill for three months, then she received a phone call from the _____ to either pay or send back the item.

Creditor



Principal

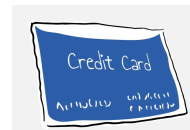


3. Hannah is going to purchase a new home. She has saved up her money and has enough income to pay the bill every month. She is going to take out _____ to help purchase the home.

Repossess



Credit

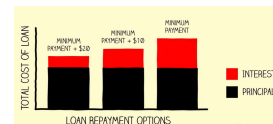


4. Nolan pays \$20 a month over his minimum payment. This entire amount goes to the _____ balance, not the interest.

Creditor



Principal

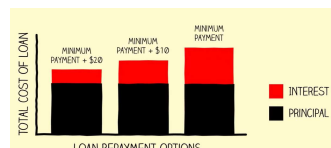


5. After six months of not paying his car payment, the creditor that Jake owed money to, _____ his car.

Repossess



Interest

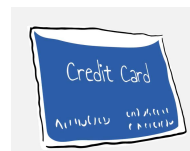


6. Violet is going to work really hard to save any extra money she has each month to pay off her _____, so she won't owe anyone money.

Debt



Credit



We learned many financial lessons during this unit. Circle whether the statement is true or false.

1. It is good to prepare for the skills you will need to do a job well.

True

False

2. It is important to save for your future.

True

False

3. It's OK to buy whatever you want and not worry about a budget.

True

False

4. Prioritizing your goals will help you make a good budget and buy what you need.

True

False

5. An opportunity cost is the good or service that you cannot buy because you spent your money on something else.

True

False

6. If you borrow money with a credit card you do not have to pay it back.

True

False

True

Principal