

## Financial Literacy Glossary Part 2

### **APR**

Short for Annual Percentage Rate, the rate of interest charged on a loan each year.

### **Canada Education Savings Grant (Basic)**

Money given to you by the Government of Canada and put into your Registered Education Savings Plan (RESP) based upon your contributions to the plan.

### **Canada Education Savings Grant (Additional)**

Extra money given to you by the Government of Canada and put into your Registered Education Savings Plan (RESP) based upon your contributions to the plan. Available to those with lower family incomes.

### **Canada Learning Bond**

Money given to you by the Government of Canada for your RESP if you are a family with limited income.

### **Credit check**

When a bank or someone else looks at your credit history to decide whether or not to loan you money.

### **Credit counseling**

Help available to you when your debt is too big for you to manage.

### **Credit history**

Information collected about how long it takes you to pay money you have borrowed.

### **Credit score**

A score or rating given to you that predicts how likely you are to pay back a loan based on your credit history.

### **Direct deposit**

When a payment is put straight into your bank account.

### **Debit transaction**

When you take money out of your account, such as when writing cheques or withdrawing money at a bank machine.

### **Financial institution**

A bank or another place (such as a credit union or trust company) that offers money services.

**Government of Canada cheque**

A cheque from the federal government, such as Employment Insurance or a Child Tax Credit cheque.

**Identity theft**

When someone steals your personal information and uses it to pretend to be you, such as buying things for themselves on your credit card.

**Investing**

A way to put your money to work for you in the expectation that it will grow over time.

**Minimum payment**

The minimum amount you're required to pay on a credit card bill.

**Net personal income**

The money you receive after taxes and other deductions are taken off your paycheque.

**Percentages**

Parts of 100, another way to say it is "out of" 100. Interest rates are percentages.

**Photo I.D.**

A piece of identification that has your photo and signature on it, such as a driver's license or current passport.

**PIN**

Short for Personal Identification Number – a secret number you pick to use with your credit card or debit card.

**Registered savings plan**

Savings accounts and plans registered with the Government of Canada to help you save money more quickly.

**Tax-free**

Money you don't pay taxes on.

**Tele-banking**

When you do your banking by phone.

**TFSA**

Short for Tax-Free Savings Account – a savings account registered with the Government of Canada.