

Types of Payment

Below are some scenarios. Analyze each scenario and choose the best type of payment method and explain one or more advantages and disadvantages to the type of payment. You must choose and explain at least four different types of payment by the end of this worksheet.

Tips:

- Use your graphic organizer with your notes on each payment type to help you.
- Sometimes a disadvantage to one type of payment may be the advantage of a different type of payment.

Types of Payment:

- Cash
- Debit cards (note: age restriction)
- Credit cards (note: age restriction and qualification requirements)
- Electronic wallets (e.g., tapping a smart phone or watch that has apps or payment cards attached to a bank account)
- e-Transfer
- Cheque
- Coupons
- Rewards or points of loyalty programs



1. Gillian works at a grocery store in town, and she just received her regular paycheck for \$800. Gillian receives approximately the same amount of money every two weeks. Before leaving work, she decides to do some grocery shopping. After her co-worker rings in all of Gillian's groceries, she asks Gillian for her rewards card to collect points, telling her that she has \$215 worth in points, and that her total for groceries today is \$189.50.

Type of payment: _____

Advantages:

Disadvantages:

2. After searching online for a few weeks, Monty has found a gently used flat screen TV for his bedroom on Kijiji for \$425. He has saved \$500 over the last 6 months.

Type of payment: _____

Advantages:

Disadvantages:



3. Mohammed and a friend are running late to their friend's birthday party when the car needs gas. They need to fill their gas tank with at least \$50 worth of gas to get to their friend's party and home again. Mohammed looks in his wallet and finds six \$10 bills, but his friend only brought their debit card. How will they pay for their gas so that each person pays \$25 for the gas?

Type of payment: _____

Advantages:

Disadvantages:

Type of payment: _____

Advantages:

Disadvantages:

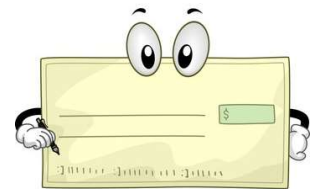


4. An Elder would like to donate \$550 to a student grant for those who cannot afford back-to-school supplies.

Type of payment: _____

Advantages:

Disadvantages:



5. Two friends, Jackie and Chantel are 17 and go to the movie theater. Jackie had made sure she saved some money from her allowance and her part-time job so she could buy her movie ticket and snacks at the theater. Chantel thought she had enough money for both, but when they got there, she realized she only brought enough cash for her movie ticket. Chantel would like to purchase snacks, but she only brought her phone and cash. How can Chantel pay for her snacks?

List all types of payment that Chantel could use to get her snacks:

Explain which payment method is best and why:

6. Juan is 25 years old. He received his regular bi-weekly salary of \$1,200 and paid for his rent and bills. Juan only has \$80 leftover in addition to his savings. He needs a new pair of running shoes because his current pair has a hole. How will Juan pay for his \$100 shoes today?

Type of payment: _____

Advantages:

Disadvantages:

7. Tamar is 20 years old. They have just received their first credit card and are on a tight budget. Tamar saved \$450 for a laptop and school supplies. They remember their friend saying how he got a good price for his laptop by looking for coupons in a flyer. Tamar decides to look through a few flyers and apps and finds a coupon that offers 20% off on a \$350 purchase. Tamar's total comes to \$425 with tax.

Types of payment: 1) _____ and

2) _____

Explain why you chose these two types of payment:

