

More Answers!

When researching this tool at a depository institution, what types of questions should consumers ask?

- What amount of interest will I earn?
- How many withdrawals can I make or needs?
- What amount of money has to be maintained in the account at all times?
- Is it insured?

Nestlé Continuous Excellence (A): Beyond Cost Savings

TheCaseSolutions.com

Answers!
TheCaseSolutions.com

When could the tool not be used to research a financial goal?

Using a budget calculator is a good way to determine if you can afford to purchase a car. However, it does not take into account the cost of insurance, maintenance, and other expenses that may be associated with the purchase of a car.

Answers!
TheCaseSolutions.com

More Answers!

When researching this tool at a depository institution, what types of questions should consumers ask?

- What amount of interest will I earn?
- How many withdrawal fees can I make a month?
- What amount of money has to be maintained in the account at all times?
- Is it insured?

Nestlé Continuous Excellence (A): Beyond Cost Savings

TheCaseSolutions.com

Answers!!

TheCaseSolutions.com

When would the tool not be a good fit for reaching a financial goal?

Using a savings account may not be the best fit for every consumer. If you wanted to make up money and pay bills, you may want to use a checking account. You may want to use a credit card if you want to use a credit line of money.

Answers!!

When would the tool not be a good fit for reaching a financial goal?

Using a savings account may not be the best fit for every consumer. If you wanted to make up money and pay bills, you may want to use a checking account. You may want to use a credit card if you want to use a credit line of money.

Definition

A savings account is an account designed to hold money not spent on current consumptions.

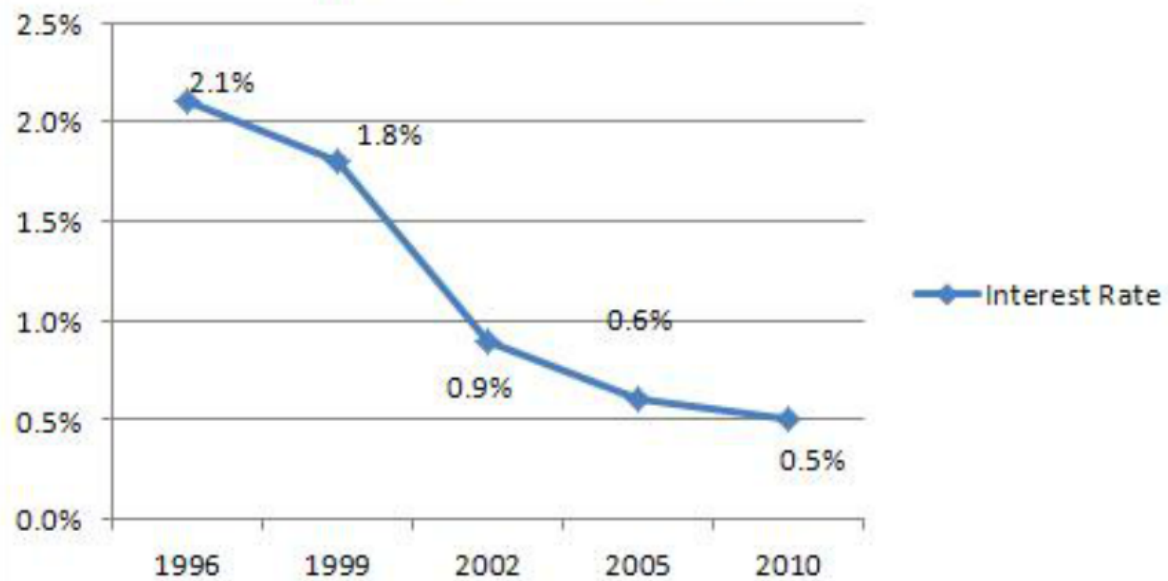
TheCaseSolutions.com

Interest

All savings accounts earn interest. This is not to be confused with checking accounts which only sometimes earn interest. The rates of interest on most savings accounts are often low.

TheCaseSolutions.com

Average Rate for Savings Account



TheCaseSolutions.com

Liquidity

A savings account is the second most liquid. It is right after checking accounts.

TheCaseSolutions.com

Features

Savings accounts usually have a minimum balance that you have to maintain. They also will generally have a limited amount of withdrawals a month. Savings accounts are used for storing emergency funds.

Called a share account at a credit union

TheCaseSolutions.com

Answers!!!

When would this tool be effective for reaching a financial goal?

A savings account can be used to reach long term or short term goals. It would be most effective if you are saving up money and maintaining a balance or adding to it frequently.

TheCaseSolutions.com

Answers!!!

TheCaseSolutions.com

When would the tool not be a good fit for reaching a financial goal?

Using a savings account would not be used for everyday expenses. If you wanted to save up money and you didn't plan on needing that money, you just wanted to earn interest on it, then you would not use a savings account. You would use a certificate of deposit.