



Prepaid Cards

- Also known as prepaid debit, stored value, or gift cards. May require activation. Spending is limited to the card amount.
- Do not need a bank account or a credit history.



- For some card types: Manage cash reloads and account information online.
- Prepaid payroll card: Employers deposit wages directly to the card.



Bankruptcy and Foreclosure

- If a loan holder cannot repay his or her debt, then **BANKRUPTCY** protection may be imposed by a court. According to the Federal Trade Commission (FTC), consumers must get credit counseling from a government-approved organization and complete a debtor education course before debts are cleared.
- Consumers who are having trouble paying their home mortgage on time may face **FORECLOSURE**. Foreclosure is a court process and involves a lawsuit in which a bank or mortgage company seeks to take an owner's property to satisfy a debt.



Savvy Shopper Board Game

- The **SAVVY SHOPPER** game will help you see the costs and benefits of debit and credit cards.
- **GOAL:** Be the first player to buy a hat, jeans, DVDs, shoes, and a bike and have \$0 debt.