

Finance Unit

Lesson 2 – Finance Terminology



Student Name: _____ Block: _____

Finance Terminology

Add the correct term to each of the provided definitions

Term	Definition
	Money that is earned from work, investments, business, etc.
	An income that does not change.
	An income that may change.
	An agreed-upon and regular compensation for employment that may be paid in any frequency but is often paid monthly.
	Money that is paid or received for work or services, as by the hour, day or week.
	Any type of employment in which a worker is paid a fixed piece rate for each unit produced or action performed regardless of time.
	The amount of money that an individual receives based on the level of sales he or she has obtained. This money is in addition to his/her standard salary based on the amount of sales obtained.
	Something useful to the home such as electricity, gas, water, cable and telephone.
	A mandatory payment imposed on residents of a portion of their income as a contribution towards the costs of government services.
	A contract granting use or occupation of property during a specified period in exchange for a specified rent or other form of payment.
	Borrowing money with a promise to repay that money and some additional fee (interest) over a period of time.

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Term	Definition
	The amount of money that is needed to pay for or buy something.
	An expense that does not change from time period to time period. Examples are rent, insurance, payments on loans.
	An expense that changes significantly from period to period. Examples are cost of household maintenance like painting or yard care, general expenses such as clothing, groceries, car maintenance and fuel, and electricity, gas and water.
	The state of owing money to someone or something.
	Money that a bank or business will allow a person to use and then pay back in the future.
	The money one has saved, especially through a bank.
	A charge for borrowed money generally a percentage of the amount borrowed.
	The action or process of investing money for profit or material result.
	A plan used to decide the amount of money that can be spent and how it will be spent.