

This packet must be completed by the first Friday that FHS returns from the shutdown.

Chapter 17 Section 1:

1. Find the oldest piece of money in your house. What is it? Does it have any historical or family significance?
2. Define the following vocabulary terms:
 - a. Currency
 - b. Bartering
 - c. Money Supply
 - d. Loan
 - e. Fractional Reserve Banking
 - f. Recession

Analyze the pictures attached to the handout and answer the questions below:

3. What is the most portable form of currency? Why?
4. What form of currency takes the most time to make? Why?
5. What form of currency is most easily stolen? Why?

Extra credit (makes up a 10 point assignment):

In a bartering system people need to come to an agreement about how much their dis-similar goods are worth. For example, how many loaves of bread do I need to buy a chicken? Knowing this, answer the following:

6. Think of three items in your house. For each, how many would you need in order to purchase a new car?

Chapter 17 Section 2:

7. Analyze the pictures on the last page of the handout. Which form of currency is the easiest to store/deposit?
8. Identify the three services that banks provide.

Chapter 17 Section 3:

9. What Federal Reserve District is San Juan County in?
10. What is the benefit of a member of the Board of Directors having a 14 year term?
11. Identify and explain the five functions of the Fed

Extra credit (makes up 2 10 point assignments):

Analyze the bubble graph attached to the packet. Fill it out by identifying and label the following relationships (hint-it should end up looking like a spiderweb):

- a. The relationship between the Federal Reserve and banks
- b. The relationship between banks and businesses
- c. The relationship between banks and individuals
- d. The relationship between businesses and individuals
- e. The relationship between businesses and the Federal Reserve
- f. The relationship between individuals and the Federal Reserve
- g. The relationship between businesses and individuals
- h. The relationship between businesses and the Federal Reserve
- i. The relationship between individuals and the Federal Reserve



