



credit or debit any account

Bank Management

Each month they initiate the

process that sends the bills

out to the credit card and

mortgage accounts.

access to all information

on all accounts.

manage the loan

accounts.

the CDs automatically roll over.

These are simple savings accounts. Customers can add or withdraw money from them at any time.

The accounts earn a fixed interest rate that is compounded daily.

The bank also has CDs.

These have a fixed rate of return for a specified period of time.

The bank has a penalty for withdrawal before the time is complete and after customer notification,

Note..

3. Loans. The bank maintains three different kinds of loan accounts;

a. The long term Mortgage loan. This loan is of either the 15/30-year type. These loans are fixed rate, fixed payment plan. The bank receives these loans on a monthly basis. If loan payment is late (beyond a given due date) the bank adds a \$75 dollar late fee to that month's payment. Extra payments maybe made on loans at anytime, however no amount maybe added to the loan. If a payment is missed, the account is flagged as a problem account.

b. The short term loan. This is a loan of approx. 5 years for things like cars. The short-term loan has the same characteristics as the long-term loan.

c. Credit Cards. The bank has a credit card system it supports. In this type of loan, debits against the loan are made with each credit card purchase. For each CC account there is a limit on the credit available for that account. So each purchase is checked to determine if it will bring the account balance over the limit. If not the purchase (and the debit on the account) are authorized. A record of each purchase is maintained. CC bills are sent on the first of each month, payable by the 10'Th. Each bill consists of a finance charge and a total of the charges incurred that month. The account holder can pay the entire account off each month in which case there will be no finance charge. Payments can be credited to the bill at anytime throughout the month. The finance charge is calculated on the average balance of the bill through out the month.