



Module 3: MONEY MANAGEMENT

1. What is the difference between gross pay and net pay?
 - A. Gross pay is what you earn, whereas net pay is what you take home
 - B. Gross pay is what you take home, whereas net pay is what you earn
 - C. Net pay is the amount withheld from your paycheck for taxes
 - D. Net pay is what you make before taxes

2. Having a savings account at a bank or a credit union means that your money is insured either by the Federal Deposit Insurance Corporation, or the National Credit Union Association for up to what amount per account?
 - A. \$50,000
 - B. \$500,000
 - C. \$100,000
 - D. \$250,000

3. Which of the following are examples of a tool that can assist with savings?
 - A. Online budgeting
 - B. A cash flow budget
 - C. A monthly bill payment calendar
 - D. All of the above

4. Which of these savings tools best assists you in structuring your bill payments and purchases based on when you receive income?
 - A. Online budgeting
 - B. A cash flow budget
 - C. A monthly bill payment calendar
 - D. All of the above

5. From which of these savings tools can you direct payments from an account?
 - A. Online banking
 - B. A certificate of deposit
 - C. A money market account
 - D. All of the above

6. Which type of financial service provider usually offers a better interest rate for the repayment of a loan?
 - A. A pawnshop
 - B. A payday lender
 - C. A bank or credit union
 - D. A car title loan creditor

7. Which of the following is not a product or service offered at a bank or a credit union?
 - A. Depository accounts
 - B. Pay day loans
 - C. A loan for a vehicle
 - D. Overdraft protection

8. What are the most important items to prioritize when organizing your budget?
 - A. Wants
 - B. Needs
 - C. Obligations
 - D. Savings

9. Tools that help you to keep track of your bills assist you in doing all but which of the following?
 - A. Ensure businesses want to continue doing business with you
 - B. Maintain or improve your credit history
 - C. Avoid late fees and penalties
 - D. Help you purchase items that are wants and not a need

10. The Federal Income Contributions Act generates revenue for the government to fund which programs?
 - A. Federal highways and bridges
 - B. The military
 - C. Social Security and Medicare
 - D. Paying off the national debt