

Finances for College Students

1. Which of the following is an example of a periodic expense?:

- Rent
- Birthday gifts
- Cell phone bill

2. In order to stay on your budget, you should:

- Avoid making impulse purchases
- Put all of your purchases on your credit card
- Always go to the store with a friend

3. If you have overdraft protection on your checking account, you should:

- Make purchases without checking your account balance first, since you are covered by overdraft protection
- Still be careful with your debit card and check use, to avoid depleting your savings or increasing your debt
- Cancel it, since it is expensive

4. When saving, it is best to:

- Put money aside every month, even if it is only a few dollars
- Not worry about saving now, since you are young
- Keep your money in a shoebox under your bed, so you know it is safe

5. Which of the following statements about credit cards is true?:

- You should not get a credit card, because they have no advantages
- When choosing a credit card, you should get the one that gives you the best freebie
- Your APR does not matter if you never carry a balance on your card

6. The minimum monthly payment on credit cards is:

- Usually set very low, so it could be years before you are debt free if you only make the minimum payments
- Usually set very high, because creditors want their money back as soon as possible
- Only a suggestion – you can pay less if you want

7. If your rent is due on the 1st of the month, you should:

- Pay it by the 15th of the month to avoid a late fee
- Make sure your landlord receives the rent by the 1st
- Just let your roommates worry about paying the rent

8. If you rent, renters insurance is:

- Not necessary, since your landlord's homeowners insurance will cover you
- Only needed if you are renting a house, not an apartment
- A good way to provide personal property and liability protection

9. Which type of public student loan is the most common?:

- PLUS
- Stafford
- Perkins

10. In which of the following careers may you be able to have part or all of your student loans forgiven:

- Accountant
- Truck driver
- Doctor