Florida Financial Literacy Initiative
Made possible through the generous support of Wells Fargo

Pre-Financial Literacy Assessment

Read each question below and fill in the correct answer letter on the Answer Sheet. Each question only has one correct answer. Do not write your answers on this test.

Use this story to answer questions 1-6: You want to order a box of your favorite cookies, which cost $6.50. Fill out this check, payable to Girl Scout Troop 527, to pay for the cookies. Choose the best option for each line of the check by answering the questions below.

![Check Image]

1. Which of the following goes on line A of the check:
   A. Six and 50/100
   B. Girl Scout Troup 527
   C. Your Name
   D. March 2\textsuperscript{nd}, 2017
   E. Cookies

2. Which of the following goes on line B of the check:
   A. $6.50
   B. Girl Scout Troup 527
   C. Your Name
   D. Six and 50/100
   E. March 2\textsuperscript{nd}, 2017
3. Which of the following goes on line C of the check:
   A. Six and 50/100
   B. Girl Scout Troup 527
   C. $6.50
   D. March 2\textsuperscript{nd}, 2017
   E. Your Name

4. Which of the following goes on line D of the check:
   A. Cookies
   B. Girl Scout Troup 527
   C. Your Name
   D. March 2\textsuperscript{nd}, 2017
   E. Six and 50/100

5. Which of the following goes on line E of the check:
   A. Six and 50/100
   B. Girl Scout Troup 527
   C. $6.50
   D. March 2\textsuperscript{nd}, 2017
   E. Cookies

6. Which of the following goes on line F of the check:
   A. Six and 50/100
   B. $6.50
   C. Your Name
   D. March 2\textsuperscript{nd}, 2017
   E. Girl Scout Troup 527

7. Marlo is going to Georgia for the weekend and needs some cash. She can either go to the ATM or walk into her bank to ______________ some money from her savings account.
   A. Waive
   B. Withdraw
   C. Gross Income
   D. Deposit
   E. Net income

8. Many banks ______________ their monthly maintenance fee for checking accounts if you set up your paychecks as direct deposit.
   A. Waive
   B. Withdraw
   C. Gross Income
   D. Deposit
   E. Net income
9. Aubrey’s ________________ is the pay she receives after taxes and insurance have been subtracted.
   A. Waive
   B. Withdraw
   C. Gross Income
   D. Deposit
   E. Net income

10. When you use a debit card, you give your bank permission to immediately remove money from your bank account.
    A. True
    B. False

11. You need to pay a fee when you cash a check at a bank where you have an account.
    A. True
    B. False

12. Which strategy is a good idea to keep yourself financially safe?
    A. Keep credit card offers you receive in the mail for one year or until they expire.
    B. Don’t send personal information such as credit card numbers through email.
    C. Keep copies of your social security card and drivers license close to the phone.

13. What is an APR (Annual Percentage Rate)?
    A. A way to find the interest rate you need in order to double your money on an investment.
    B. A type of credit that is repaid to the lender in equal amounts, over a fixed period of time.
    C. A measurement used to compare different loans, that takes into account the interest rate, term, and fees to show the total cost of the loan.

14. You have searched everywhere for your debit card. You think it may have been stolen. What is the best thing to do?
    A. Wait 30 days to report the card as missing or stolen in case you find the card.
    C. Close your bank account.
    D. Notify the company that issued your card.

15. What is identity theft?
    A. When you open a checking account at the bank.
    B. When another person pretends to be you.
    C. When you are cheated by an investment scam.
16. Which of the following items is NOT found on your credit report?
   A. Credit Card Balances Owed
   B. Credit Card Interest Rate
   C. Companies that Requested your Credit report
   D. Medical debt

17. Companies that keep track of everyone’s credit history are called ________.
   A. Collection agencies
   B. Credit bureaus
   C. Credit unions
   D. Big Brother

18. Which of these may help you establish good credit?
   A. Do not get a credit card until you are a homeowner
   B. Use cash advanced from one credit card to pay balance on another credit card
   C. Get one or two store credit cards and pay your bills on time
   D. All of the above

Use the information below to answer questions 19 and 20.

<table>
<thead>
<tr>
<th>Jenny’s Budget</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>NET PAY</td>
<td>$1800</td>
</tr>
<tr>
<td>Rent or Mortgage</td>
<td>$600</td>
</tr>
<tr>
<td>Gas, electric, water</td>
<td>$150</td>
</tr>
<tr>
<td>Car</td>
<td>$250</td>
</tr>
<tr>
<td>Food</td>
<td>$350</td>
</tr>
<tr>
<td>Other expenses</td>
<td>$150</td>
</tr>
</tbody>
</table>

19. After Jenny pays all of her expenses, how much money does Jenny have left each month?
   A. $0
   B. $150
   C. $300
   D. $550
   E. $1,800

20. Jenny wants to go on vacation in Texas in 5 months. If the trip costs $1000, how much should she save each month?
   A. $5
   B. $50
   C. $100
   D. $200
   E. $1,000
Use the information below to answer questions 21 and 22.

Samuel and Miranda decide that they will need to spend about $10,000 to get the car they want. They have three loan options: A, B, C.

### Alligator Credit Union

<table>
<thead>
<tr>
<th>Loan #</th>
<th>Purchase Price</th>
<th>Down Payment</th>
<th>Amount Financed</th>
<th>Length of Loan (in Months)</th>
<th>Interest Rate</th>
<th>Monthly Payment</th>
<th>Total Interest to be Paid</th>
<th>Total Cost (Down payment + principal + interest)</th>
</tr>
</thead>
<tbody>
<tr>
<td>A</td>
<td>$10,000</td>
<td>$2,000</td>
<td>$8,000</td>
<td>36</td>
<td>7.5%</td>
<td>$249</td>
<td>$959</td>
<td>$10,959</td>
</tr>
<tr>
<td>B</td>
<td>$10,000</td>
<td>$2,000</td>
<td>$8,000</td>
<td>48</td>
<td>8.45%</td>
<td>$196</td>
<td>$1420</td>
<td>$11,420</td>
</tr>
<tr>
<td>C</td>
<td>$10,000</td>
<td>$2,000</td>
<td>$8,000</td>
<td>60</td>
<td>8.25%</td>
<td>$163</td>
<td>$1790</td>
<td>$11,790</td>
</tr>
</tbody>
</table>

21. Which loan has the lowest monthly payment?
   A. Loan A  
   B. Loan B  
   C. Loan C

22. Which loan has the lowest total cost?
   A. Loan A  
   B. Loan B  
   C. Loan C

### Choose the correct answer for the following questions.

23. Imagine that the interest rate on your savings account was 1% per year and inflation was 2% per year. After 1 year, how much would you be able to buy with the money in this account?
   A. More than today  
   B. Exactly the same as today  
   C. Less than today

24. You have $100 in a savings account, and the interest rate is 2% per year. After 5 years, how much do you think you would have in the account if you left the money to grow?
   A. More than $102  
   B. Exactly $102  
   C. Less than $102

25. Do you think the following statement is true or false? Buying a single company stock usually provides a safer return than a stock from a mutual fund.
   A. True  
   B. False
26. The government money you receive when you retire is called ___________.
   A. Mutual Fund
   B. Social Security
   C. Stock
   D. Savings Bond

Use Jane’s pay stub below to answer questions 27 and 28.

<table>
<thead>
<tr>
<th>Jacksonville Printing Co.</th>
<th>Employee: Jane Brown</th>
</tr>
</thead>
<tbody>
<tr>
<td>Payroll Account</td>
<td>SSN: 123-45-6789</td>
</tr>
<tr>
<td></td>
<td>Pay Period: 03/01/2015-03/15/2015</td>
</tr>
<tr>
<td></td>
<td>Pay Date: 03/16/2015</td>
</tr>
<tr>
<td></td>
<td>Check No.: 060456</td>
</tr>
<tr>
<td></td>
<td>Net Pay: $644.41</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Description</th>
<th>Hrs.</th>
<th>Amount</th>
<th>Tax Description</th>
<th>Current</th>
<th>YTD</th>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Regular</td>
<td>80</td>
<td>800.00</td>
<td>Fed Income Tax</td>
<td>102.40</td>
<td>307.20</td>
<td>401(K)</td>
<td>35.00</td>
</tr>
<tr>
<td>Overtime</td>
<td>5</td>
<td>75.00</td>
<td>Social Security</td>
<td>54.25</td>
<td>130.20</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Current</td>
<td></td>
<td>875.00</td>
<td>Medicare</td>
<td>12.69</td>
<td>30.45</td>
<td></td>
<td></td>
</tr>
<tr>
<td>YTD</td>
<td></td>
<td>21000.00</td>
<td>State Income Tax</td>
<td>26.25</td>
<td>63.00</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

27. Calculate Jane’s regular hourly pay.
   A. $8.75
   B. $14.50
   C. $10.00
   D. $11.00

28. How much money has been withheld from Jane’s paycheck to pay the Federal Income Tax since January 2015?
   A. $102.40
   B. $35.00
   C. $63.00
   D. $307.20