

Student name: \_\_\_\_\_

- 1) Identify the importance of a financial plan.
- A) You may discover your passion and a sense of purpose in your life.
  - B) You establish priorities in your life.
  - C) You gain control over your time and your money.
  - D) All of the options are correct.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Financial plan development

Gradable : automatic

- 2) The rule for allocating your money that takes into account community responsibility and retirement is called the \_\_\_\_\_ rule.
- A) 90-5-5
  - B) 82-8-10
  - C) 60-20-20
  - D) 80-10-10

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Gradable : automatic

3) Which term best describes Ben Franklin's adage: "Waste not, want not."?

- A) Greedy
- B) Envious
- C) Cheap
- D) Frugal

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Gradable : automatic

4) Which of the following plans is not incorporated in a financial plan?

- A) Budget plan
- B) Investment plan
- C) Estate plan
- D) Education plan

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Components of financial planning

Gradable : automatic

5) To be frugal includes all of the following except

- A) being resourceful when satisfying your need for goods and services.
- B) buying all the things you want.
- C) using already-owned items.
- D) practicing restraint in how you consume goods and services.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Gradable : automatic

6) All the following are examples of being frugal except

- A) using coupons.
- B) spending 100% of your paycheck.
- C) shopping for gently-used items on Craigslist.
- D) buying items you need of value.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Bloom's : Apply

Difficulty : 3 Hard

Gradable : automatic

7) Money personality is

- A) the point at which spending more money has a diminishing rate of fulfillment.
- B) sufficient means to support oneself.
- C) your style and habits of money management.
- D) income from your investments.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Gradable : automatic

8) Which is *not* an example of being frugal?

- A) Buying a used car
- B) Hiring someone to paint your living room
- C) Buying the things you need
- D) All of the options are correct.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Bloom's : Apply

Difficulty : 3 Hard

Gradable : automatic

9) What rule(s) is (are) a good way to allocate your money?

- A) 80-10-10 rule.
- B) 90-10 rule.
- C) 70-30 rule.
- D) Both 80-10-10 and 90-10 are good ways to allocate money.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Gradable : automatic

**10)** What is voluntary simplicity?

- A) Volunteering your time and money to help a great cause
- B) A high-stress, complicated lifestyle in which consumption and materialism are increased
- C) Being resourceful when fulfilling your need for goods and services, using already owned items, and doing it yourself
- D) A simple, low-stress lifestyle where consumption and materialism are minimized

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Bloom's : Evaluate

Gradable : automatic

**11)** Being frugal means

- A) to never spend money.
- B) to spend money carelessly.
- C) using discounts or coupons when fulfilling your need for goods and services.
- D) shopping to improve your mood.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Difficulty : 3 Hard

Bloom's : Analyze

Gradable : automatic

**12)** What is the best definition for "frugal"?

- A) To spend money efficiently and effectively
- B) To spend little money
- C) To spend money on cheap things
- D) To always buy the least expensive item

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Bloom's : Understand

Difficulty : 2 Medium

Gradable : automatic

**13)** What best describes voluntary simplicity?

- A) High-stress lifestyle
- B) Complex lifestyle
- C) Increased consumption and clutter
- D) Simple, stress-free lifestyle

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Gradable : automatic

**14)** The 80-10-10 rule requires that you

- A) save 80% of your income, give away 10%, and live on 10%.
- B) live on 80% of your income, save 10%, and give away 10%.
- C) give away 80% of your income, put 10% in savings, and live on 10%.
- D) live on 80% of your income, save 10%, and invest 10%.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Gradable : automatic

**15)** What term would you use to describe a person who avoids waste and is resourceful when fulfilling his or her needs for goods and services?

- A) Voluntary simplicity
- B) Frugal
- C) Money personality
- D) Personal financial success

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Gradable : automatic

16) Rebecca has a \$400 pay-check. She wants to use the 90-10 rule. How much must she save to achieve this?

- A) \$340
- B) \$40
- C) \$360
- D) \$50

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Bloom's : Apply

Gradable : automatic

17) Who determines whether you have personal financial success?



- A) Wall Street
- B) Government
- C) Society
- D) Yourself

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Financial plan development

Gradable : automatic

**18)** How is the 80-10-10 rule divided?

- A) Save 80%, live on 10%, give away 10%
- B) Give away 80%, save 10%, live on 10%
- C) Live on 80%, save 10%, invest 10%
- D) Live on 80%, save 10%, give away 10%

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Gradable : automatic

**19)** What is the first step in setting the foundation for your financial plan?

- A) Understanding your values and goals
- B) Understanding your current relationship with money
- C) Identifying your current relationship with money
- D) Establishing your mission statement

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Financial plan development

Difficulty : 3 Hard

Bloom's : Analyze

Gradable : automatic

20) To understand why you do what you do with money, you need to uncover your \_\_\_\_\_.

- A) habits
- B) relationship with money
- C) style
- D) money personality

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Gradable : automatic

21) Voluntary simplicity is a simple lifestyle in which both \_\_\_\_\_ and materialism are minimized.

- A) consumption
- B) saving
- C) being frugal
- D) giving

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Gradable : automatic

**22)** An example of "passive income" is

- A) income received from your investments.
- B) income received from your part-time job, where you do nothing.
- C) money received from an inheritance.
- D) lottery winnings.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Apply

Difficulty : 3 Hard

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Types of investment income

Gradable : automatic

**23)** Which of the following is *not* a characteristic of the empty-nest life stage?

- A) Paying for your children's current college education
- B) Beginning to plan for retirement
- C) Making more money than ever before
- D) Investing more money in conservative investments

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Understand

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Life cycle

Gradable : automatic

**24)** Money you receive from your investments and savings is called

- A) passive income.
- B) retirement plan (401k).
- C) frugal.
- D) paycheck.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Types of investment income

Gradable : automatic

**25)** There are 5 stages that make up a person's personal finance life stages. In which of these stages would a person start a 401(k) or retirement plan?

- A) Dependent life stage
- B) Independent life stage
- C) Early-family life stage
- D) Empty-nest life stage
- E) Retirement life stage

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Understand

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Life cycle

Gradable : automatic

26) Many people want to achieve the goal of financial independence, which is

- A) when unearned income exceeds passive income.
- B) when needs exceed income.
- C) when expenditures exceed passive income.
- D) when passive income exceeds expenditures.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Financial situation analysis

Gradable : automatic

27) The definition of passive income is

- A) income received from one's investments and savings.
- B) sufficient means to support oneself.
- C) income received on a regular basis with little effort required to maintain it.
- D) income received after putting in overtime.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Types of investment income

Gradable : automatic

**28)** How can you obtain passive income (non-earned income)?

- A) Stock dividends
- B) Interest from bank investments
- C) Rental properties
- D) All of the options are correct.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Apply

Difficulty : 3 Hard

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Types of investment income

Gradable : automatic

**29)** Which is *not* a personal-finance life stage?

- A) Age < 18
- B) Age 16–24
- C) Age > 65
- D) Age 41–65

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Life cycle

Gradable : automatic

**30)** What characteristics describe the empty-nest life stage?

- A) You are ready to retire.
- B) You no longer work full time.
- C) Your children are no longer dependent on your income.
- D) You've reached financial independence.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Analyze

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Life cycle

Gradable : automatic

**31)** During which life stage is a person likely to earn the greatest amount of money?

- A) Retirement life stage
- B) Empty-nest life stage
- C) Independent life stage
- D) Early-family life stage

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Life cycle

Gradable : automatic

**32)** What is financial independence?

- A) When passive income exceeds expenditures
- B) When you don't live with your parents
- C) When you get a job
- D) When you have \$1 million in retirement savings

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Analyze

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Financial goals

Gradable : automatic

**33)** Passive income is money you receive from



- A) investments and savings.
- B) salaries.
- C) tips and wages.
- D) All of the options are correct.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Evaluate

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Types of investment income

Gradable : automatic

**34)** If Joe has monthly expenses of \$600 rent, \$100 insurance, \$300 food and entertainment, and \$100 miscellaneous repairs, what will his income need to be (per month) for him to become financially independent?

- A) \$1,500
- B) \$2,000
- C) \$1,350
- D) \$1,100

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Apply

Difficulty : 3 Hard

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Financial goals

Gradable : automatic

**35)** At what personal-finance life stage should a person start a Roth IRA?

- A) Independent
- B) Empty nest
- C) Early family
- D) Dependent

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Life cycle

Gradable : automatic

**36)** Brandon wants to purchase new furniture for his home but does not want his purchases to put him into debt. Brandon loves being social and has a talent for bartending, so he decides to take a second job bartending at night. He plans to save the money he receives from tips to purchase his new furniture. Brandon is

- A) augmenting his income.
- B) downshifting.
- C) dollar cost averaging.
- D) creating an investment account.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Topic : Components of financial planning

Bloom's : Apply

Difficulty : 3 Hard

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Gradable : automatic

**37)** To decrease the time you need to acquire passive income, you can \_\_\_\_\_ expenses.

- A) decrease
- B) maintain
- C) increase
- D) augment

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Financial situation analysis

Gradable : automatic

**38)** Victoria is married and 29 years old. What life stage is she in?

- A) Dependent life stage
- B) Empty-nest life stage
- C) Independent life stage
- D) Early-family life stage

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Life cycle

Gradable : automatic

**39)** Jamil has retired and can live without needing to ever work again. What has he reached?

- A) Financial literacy
- B) Financial independence
- C) Voluntary simplicity
- D) His personal financial plan

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Understand

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Financial goals

Gradable : automatic

**40)** Income received from investments and savings is called

- A) passive income.
- B) financial income.
- C) incurred income.
- D) non-earned income.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Types of investment income

Gradable : automatic

**41)** How can you reach financial independence sooner?

- A) Lower your expenses and increase your saving or investing
- B) Increase your income and expenses
- C) Decrease your income and increase your expenses
- D) There is no way to speed up the financial independence process

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Understand

Difficulty : 2 Medium

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Financial goals

Gradable : automatic

42) \_\_\_\_\_ is the practice of investing or saving money at specific times regardless of market conditions or your personal finance outlook.

- A) Down shifting
- B) Financial literacy
- C) Dollar cost averaging
- D) Regular investing

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Dollar cost averaging

Gradable : automatic

43) An objective that should be attained within 1-5 years is defined as a(n)

- A) intermediate goal.
- B) long-term goal.
- C) short-term goal.
- D) personal mission statement.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

**44)** In order to increase their probability of attainment, goals should have a specific end date. In 55 months, Clare wants to have her college loans paid off, in 24 months, she wants to start a family, and in 15 months, she wants to take a trip to China. Which goal category is Clare pursuing?

- A) Intermediate goals
- B) Long-term goals
- C) Short-term goals
- D) Attainable goals

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Apply

Difficulty : 3 Hard

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

**45)** What does the S in SMART stand for?

- A) Specific
- B) Standard
- C) Superfluous
- D) Simple

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

**46)** The acronym for setting good goals is SMART. What does each letter in SMART stand for?

- A) Smart, Measurable, Attainable, Real, Time
- B) Specific, Measurable, Attainable, Reliable, Time
- C) Specific, Measurable, Attainable, Realistic, Time
- D) Serious, Measurable, Attainable, Reachable, Time

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

**47)** The more specific your goals are, the less likely they are to

- A) be thought about.
- B) not be attained.
- C) be focused on.
- D) be attained.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Analyze

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

48) A personal mission statement reflects

- A) your strengths.
- B) your passions.
- C) your stakeholders.
- D) All of the options are correct.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Personal values

Learning Objective : 01-03 Align your financial plan with your personal goals.

Gradable : automatic

49) What should your mission statement reflect?



- A) Your life goals, how to see them clearly, and how to be motivated to pursue them
- B) Your personal financial plan
- C) Your likes and dislikes
- D) Your family's spending habits

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Personal values

Learning Objective : 01-03 Align your financial plan with your personal goals.

Gradable : automatic

**50)** Your personal mission statement should be composed of each of the following *except*

- A) dreams.
- B) stakeholders.
- C) strengths.
- D) passions.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Personal values

Learning Objective : 01-03 Align your financial plan with your personal goals.

Gradable : automatic

**51)** To make sure you have SMART goals, you must

- A) make sure that they take a long time to achieve.
- B) state a general end time.
- C) state a specific end time.
- D) not worry about the time it takes to achieve them.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Understand

Difficulty : 2 Medium

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

**52)** What country was declared the "Happiest Place on Earth"?

- A) The United States
- B) Germany
- C) Finland
- D) Denmark

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Topic : Personal values

Bloom's : Understand

Difficulty : 2 Medium

Learning Objective : 01-03 Align your financial plan with your personal goals.

Gradable : automatic

**53)** What do you need to create a personal mission statement?

- A) Money and family
- B) Food and a car
- C) Values and a vision of the future
- D) Morals and logic

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Topic : Personal values

Difficulty : 3 Hard

Bloom's : Evaluate

Learning Objective : 01-03 Align your financial plan with your personal goals.

Gradable : automatic

54) Your sense of fulfillment decreases with the more money you spend after you reach \_\_\_\_\_.

- A) old age
- B) retirement
- C) enough
- D) satisfaction

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Personal values

Learning Objective : 01-03 Align your financial plan with your personal goals.

Gradable : automatic

55) What should *not* be included in your personal mission statement?

- A) Visions
- B) Weaknesses
- C) Strengths
- D) Priorities

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Topic : Personal values

Difficulty : 3 Hard

Bloom's : Evaluate

Learning Objective : 01-03 Align your financial plan with your personal goals.

Gradable : automatic

**56)** SMART goals need to be

- A) sporadic.
- B) measurable.
- C) artful.
- D) reliable.
- E) tough.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

**57)** The more specific your goals are,

- A) the more work they are.
- B) the more likely they will be achieved.
- C) the more fun they are.
- D) the less likely they will be achieved.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

**58)** Which of the following is *not* reflective of a SMART goal?

- A) Specific
- B) Measurable
- C) Attainable
- D) Reasonable
- E) Timely

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

**59)** When establishing your mission, you should include all of the following except

- A) vision.
- B) mission.
- C) long-term goals.
- D) value.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Personal values

Learning Objective : 01-03 Align your financial plan with your personal goals.

Gradable : automatic

**60)** Connie has a goal of buying a car 10 months from now. This would be classified as a(n)

- A) intermediate goal.
- B) short-term goal.
- C) long-term goal.
- D) impulse goal.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Understand

Difficulty : 2 Medium

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

**61)** Which is an example of a personal mission statement?

- A) To live every day to the fullest with compassion and understanding
- B) To retire when I'm 50 and move to Florida
- C) To have a huge wedding with family and friends
- D) To buy a fancy car

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Topic : Personal values

Difficulty : 3 Hard

Bloom's : Analyze

Learning Objective : 01-03 Align your financial plan with your personal goals.

Gradable : automatic

**62)** How many years should it take to attain intermediate goals?

- A) Less than 1 year
- B) 1–5 years
- C) More than 5 years
- D) Over your lifespan

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Analyze

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

**63)** What are the qualities of a SMART goal?

- A) Specific, measurable, attainable, relevant, time
- B) Special, measurable, attitude, realistic, try
- C) Specific, mission, attainable, reason, time
- D) Special, mission, attitude, reason, try

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

**64)** Money only makes you happy if

- A) there is enough to survive.
- B) you use it to do good and you are responsible with it.
- C) you have more than everyone else in your social group.
- D) All of the options are correct.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Personal values

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

**65)** In which instances are you really "in control of your money"?



- A) When money is used for enjoyment
- B) When money is a grave necessity
- C) When you are shopping at the mall
- D) When it is used as a resource

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Financial goals

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

66) All of the following describe being in control of your finances except

- A) buying things you don't need.
- B) using money according to your values.
- C) not spending more than you make.
- D) seeing money as a resource.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Understand

Difficulty : 2 Medium

Topic : Financial goals

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

67) Your happiness is *not*:

- A) dependent on your genes.
- B) dependent on your circumstances.
- C) a result of intentional activity.
- D) dependent on how much money your brother makes.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Topic : Personal values

Bloom's : Apply

Difficulty : 3 Hard

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

**68)** What makes up 40% of your happiness?

- A) Attitude and self-directed behavior
- B) Family and friends
- C) Paid bonuses
- D) Winning the lottery

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Personal values

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

**69)** How does money make you happy?

- A) You use it to do good
- B) You have enough to survive
- C) You are responsible with your money
- D) All of the options are correct.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Topic : Personal values

Bloom's : Understand

Difficulty : 2 Medium

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

**70)** Which explains that you are in control of your finances?

- A) You spend more than you make, and you buy whatever you want.
- B) You see money as a resource, use money freely and carelessly, and spend as much as you make.
- C) You see money as a resource, and you buy anything you want regardless of the price.
- D) You see money as a resource, use money according to values, and don't spend more than you make.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Evaluate

Topic : Financial goals

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

**71)** The least likely reason to choose a career is because

- A) it has the highest salary.
- B) it matches your interests.
- C) it fits your values.
- D) you can pursue your passion.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Topic : Career choice factors

Gradable : automatic

**72)** Why should you want to do a job?

- A) Because it makes you happy
- B) Because it has a big salary
- C) Because there are a lot of benefits
- D) Because you are bored

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Understand

Difficulty : 2 Medium

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Topic : Career choice factors

Gradable : automatic

**73)** Who is most in control of *your* finances?

- A) Your mom
- B) Your boss
- C) You yourself
- D) Your spouse

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Financial goals

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

74) Ways to gather information on careers and decide which career best suits your own mission statement and goals include

- A) researching the U.S. Bureau of Labor Statistics' *Occupational Outlook Handbook*.
- B) job shadowing.
- C) internships.
- D) All of the options are correct.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Understand

Difficulty : 2 Medium

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Topic : Career information sources

Gradable : automatic

75) According to Sonja Lyubomirsky, what percent of your happiness comes from your genes?

- A) 50%
- B) 10%
- C) 40%
- D) 55.34%

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Personal values

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

76) What is the "best" career?

- A) Making lots of money
- B) Doing something you love and are passionate about
- C) Doing something you do not like
- D) Doing nothing

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Evaluate

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Topic : Career choice factors

Gradable : automatic

77) Money only makes you happy if

- A) you have more than everyone else in your social group.
- B) you use it to do good and are responsible with it.
- C) you have enough to survive.
- D) All of the options are correct.

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Topic : Personal values

Bloom's : Understand

Difficulty : 2 Medium

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

78) Which of the following does the textbook say is a major factor in your happiness?

- A) Deciding when enough is enough
- B) Spending your money on things you want
- C) Only spending money on the things you need and saving the rest of it
- D) Giving your money to charity

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Personal values

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

79) Denmark, declared the "Happiest Place on Earth," is classified as a \_\_\_\_\_ society according to the text.

- A) Communist
- B) Post consumerism
- C) Consumerism
- D) Democratic

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Topic : Personal values

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

**80)** Goals are dreams with a deadline.

- true
- false

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Bloom's : Understand

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : SMART approach

Gradable : automatic

**81)** Dollar cost averaging is the practice of investing a fixed dollar amount at regular intervals over time regardless of the current market conditions.

- true
- false



**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Dollar cost averaging

Gradable : automatic

**82)** Most people are highly motivated to make far more money than is required to provide for their basic needs and will make great sacrifices for incremental increases in income.

- true
- false

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Topic : Personal values

Difficulty : 3 Hard

Bloom's : Evaluate

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

**83)** Having too much money in relation to your peer group may be stressful.

- true
- false

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Bloom's : Understand

Gradable : automatic

84) Being frugal means never spending money.

- true
- false

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Topic : Personal values

Bloom's : Analyze

Gradable : automatic

85) Passive income is income received from your part-time job.

- true
- false

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Analyze

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Types of investment income

Gradable : automatic

86) Financial independence is when passive income exceeds expenses.

- true
- false

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 3 Hard

Bloom's : Understand

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Financial goals

Gradable : automatic

87) Interest from savings and income from investments are considered passive income.

- true
- false

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Topic : Types of investment income

Gradable : automatic

88) Specific goals are less likely to be achieved.

- true
- false

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Bloom's : Remember

Difficulty : 1 Easy

Learning Objective : 01-03 Align your financial plan with your personal goals.

Topic : SMART approach

Gradable : automatic

89) The most important factor in choosing a career is receiving the highest salary.

- true
- false

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Difficulty : 1 Easy

Bloom's : Apply

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Topic : Career choice factors

Gradable : automatic

**90)** Society is most in control of your finances.

- true
- false

**Question Details**

AACSB : Analytical Thinking

Accessibility : Keyboard Navigation

Topic : Personal values

Difficulty : 3 Hard

Bloom's : Analyze

Learning Objective : 01-04 Explore the different career choices that fit your personal mission statement

Gradable : automatic

## Answer Key

Test name: Chapter 01

- 1) D
- 2) D
- 3) D
- 4) D
- 5) B
- 6) B
- 7) C
- 8) B
- 9) D
- 10) D
- 11) C
- 12) A
- 13) D
- 14) B
- 15) B
- 16) B
- 17) D
- 18) D
- 19) B
- 20) D
- 21) A
- 22) A
- 23) B
- 24) A
- 25) C
- 26) D

- 27) A
- 28) D
- 29) A
- 30) C
- 31) B
- 32) A
- 33) A
- 34) D
- 35) A
- 36) A
- 37) A
- 38) D
- 39) B
- 40) A
- 41) A
- 42) C
- 43) A
- 44) A
- 45) A
- 46) C
- 47) B
- 48) D
- 49) A
- 50) A
- 51) C
- 52) D
- 53) C
- 54) C
- 55) B
- 56) B

- 57) B
- 58) D
- 59) C
- 60) B
- 61) A
- 62) B
- 63) A
- 64) D
- 65) D
- 66) A
- 67) D
- 68) A
- 69) D
- 70) D
- 71) A
- 72) A
- 73) C
- 74) D
- 75) A
- 76) B
- 77) D
- 78) A
- 79) B
- 80) TRUE
- 81) TRUE
- 82) FALSE
- 83) TRUE
- 84) FALSE
- 85) FALSE
- 86) TRUE

- 87) TRUE
- 88) FALSE
- 89) FALSE
- 90) FALSE



Student name: \_\_\_\_\_

1) Rebecca has a \$540 paycheck. She wants to use the 90-10 rule. How much must she save to achieve this?

- A) \$494
- B) \$54
- C) \$486
- D) \$64

**Question Details**

Difficulty : 1 Easy

Learning Objective : 01-01 Evaluate your spending and saving habits and define what financial success

Gradable : automatic

Bloom's : Understand

AACSB : Knowledge application

Topic : Personal values

Est Time : 01-05 minutes

2) If Joe has monthly expenses of \$660 rent, \$110 insurance, \$330 food and entertainment, and \$110 miscellaneous repairs, what will his income need to be (per month) in order for him to become financially independent?

- A) \$1,650
- B) \$2,200
- C) \$1,485
- D) \$1,210

**Question Details**

Bloom's : Apply

Difficulty : 3 Hard

Gradable : automatic

AACSB : Knowledge application

Topic : Financial goals

null : Learning Objective: 01-02 Develop a plan for achieving fiscally responsible, goal-based spending and

Est Time : 01-05 minutes



## **Answer Key**

Test name: Chapter 01 Test Bank - Algorithmic

- 1) B
- 2) D