Test your Financial Knowledge:

Budgeting

What does a budget help you do?

a. Stay in control of your money.
b. Make purchases without considering what money you've spent so far.
c. Prepare you financially for planned events only.

Which of the following is a benefit of short-term savings?

a. Allows for your financial security if an unexpected expense should arise.
b. Enables you to stop saving when you have too much money in the bank.
c. Allows you to overspend on items you want.

Which of the following is a tip for saving?

a. Develop a habit for putting a set amount or percentage of your paycheck into your savings account.
b. Never deposit unexpected money into your saving.s
c. Develop a habit for saving only when the amount of money being put away is substantial.

What should you remember about interest and borrowing money?

a. I should not worry about how much interest I must pay on a loan or credit card.
b. When I borrow money, I should consider how much I will pay in interest and what the total amount is that I will have to pay back.
c. Credit cards are a good way to buy what I want, when I want.