

DVD Worksheet, Page 3

Pay Yourself First

This is a promise: The thing you'll regret most — when you're old and looking back on your life — is a failure to save. Make a commitment to yourself to save some percentage of every paycheck you receive. And then do it! Don't save it just until the next time you think you can't do without some newfangled gadget, or for a "rainy day." Save it for the freedom to live your life — your *whole* life — as you choose.

17. They are all important, but circle which two types of insurance are required by law. (The 2010 Affordable Care Act, ACA, now requires Health Insurance or a tax penalty will be applied).

Life insurance

Health insurance

Renters insurance

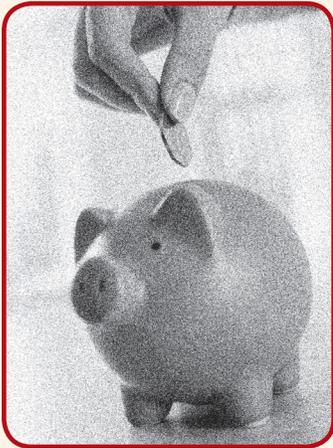
Car insurance

18. Keep _____ Information In One Place:

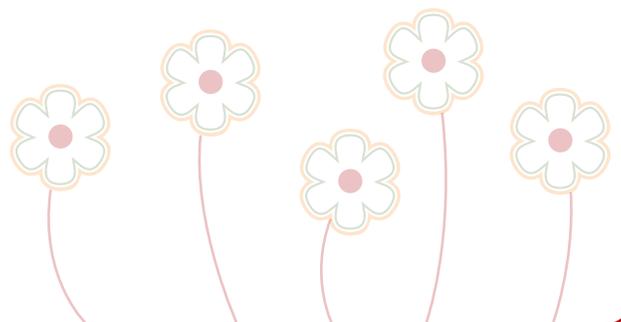
- Pay Statements
- W2s, 1099s
- Income and interest statements
- Expense receipts and statements

19. _____ Exemptions = More Withholding, Greater Refunds

20. _____ Exemptions = Less Withholding, Lower Refunds



The money you save today is the money that will give you peace of mind and freedom tomorrow.



DVD Worksheet Key, Page 1

Priorities, Priorities, Priorities

Almost any person can make it on what they are earning right now. The question is about priorities. Often you will have to give up what you enjoy now to get what you want later.

On Your Own: Managing Your Money

1. **Basic** checking account
 - Deposit your money
 - Use checks or debit card to purchase
 - Debit card is an electronic check
 - Basic checking at no charge
 - May require minimum balance
 - May limit number of checks
2. **Interest-Bearing** checking account
 - Earn interest on deposited money
 - Monthly Service Fee
 - Require minimum balance
3. **Joint** checking account
 - More than one person
 - Couples and parents
4. **Lifeline** checking account
 - Low balance requirements
 - Monthly service fees
 - Limited check-writing
 - Limited electronic services
5. **Express** checking account
 - Manage account electronically
 - Low or no monthly
 - Unlimited check-writing
6. **Senior/Student** checking account
 - Waived monthly fees
 - No minimum balance
7. True/False: A utility bill is a form of address verification.

True



Money in your pocket is easy to spend. Keep your money in a savings account to use it less.



DVD Worksheet Key, Page 2

Over-Loaned

Sometimes people will give out loans to others who don't really need them and can't afford them. Be careful, even though the money is there doesn't mean you should take it.

8. **Never** sign a blank check.
9. Direct Deposit means your employer will automatically **deposit** your pay check to your checking account.

10. **Balancing** your account:

\$	1000	Previous Balance
+ \$	200	Deposit
- \$	400	Payments Made
- \$	15	Bank Fees
\$	785	New Balance — Cross check

11. True/False: Debit cards can be used only to withdraw money from an ATM.

False

12. True/False: Selecting the credit option on your debit card can take up to three days to clear.

True

13. Credit Cards

- Monthly Payments
- With **Interest**

14. **Store-issued** Charge Cards

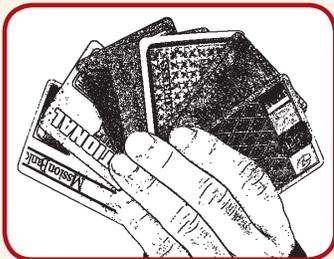
- Purchase on credit
- Pay in full each month
- Late fees and interest

15. **Credit** Score

- Late or missed payments will lower score
- Low score negatively affects credit
- May take **seven** years to restore credit

16. The Four C's of Lending Decisions

- Capacity
- Credit
- **Capital**
- Collateral



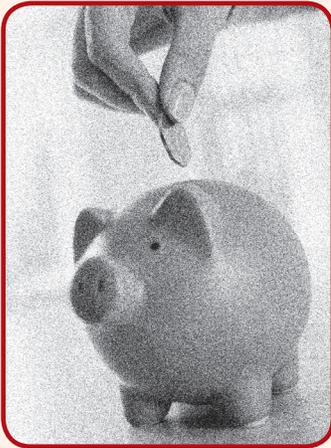
Credit cards are convenient and can be used correctly. If you use them too much, cut them up.



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Life insurance

Health insurance

Renters insurance

Car insurance

18. Keep **Financial** Information In One Place:

- Pay Statements
- W2s, 1099s
- Income and interest statements
- Expense receipts and statements

19. **Lower** Exemptions = More Withholding, Greater Refunds

20. **Higher** Exemptions = Less Withholding, Lower Refunds

