

Name ____Mr. Crandall_____ Period ____A8_____

1. Insurance: Premiums (payments) / Deductibles (amount you pay before insurance pays)
2. Liability (must have on every car) and you are covering if you
3. Are at fault and Comprehensive (your car and their car is covered less deductible)
2. What effects Insurance Rates:
 - Accidents
 - Grades
 - Traffic tickets
 - Credit Scores
 - Age
3. Interest: Simple, Compound, Rule of 72 time to double your money
4. Inflation: The rise of prices generally over time
5. Wants and needs: Wants “things” and not a priority / Emergency and essential fund (needs)
6. Spending priorities and budgeting: 50/30/20 or 50/30/10/10 or 60/20/20
7. Schemes, scams and fraud: Ponzi scheme, (to good to be true)
(Trying to get your info and it's not real)
8. Government Controls: Free market and Government control
9. Tax withholdings: W4, W2, I-9 “Allowances and/or Dependents”
SS#
10. Bankruptcy: Harms credit from 7-10 years
11. Loans and PayDay Loans:
 - Large banks and credit unions (larger is usually less interest rate)
 - Good credit better interest rates
 - Bad credit (sometimes will not loan)
 - Payday loans (fast quick cash BUT costs more and more interest)
12. Principal: Original amount of the loan
13. Retirement Savings: IRA (Individual Retirement Account - Tax Benefit)
401K (Retirement plan that you and your employer sponsored contributions)
14. Identity Theft: Stealing someones information
15. Savings: Save to not have to get a loan
 - Emergency (Rainy Day Fund)
 - Make interest

16. Student Loans and Paying for College:

529 PLAN (SAVINGS THAT IS TAX HELPING)

Work Study (you work for the college and helps pay tuition)

Grants (low income)

Scholarships (sports or academic)

Income Share (helps pay your loans after you get a job)

Student loans: Subsidized and Unsubsidized (loan)

FAFSA Free application to help pay for your college

17. Labor Market: (Seeking jobs with higher pay)

18. Home Loan: Amortization Schedule = (Principal Loan Amount and Interest)

19. Risk and reward: Higher the risk higher the reward

Gambling - addiction and financial debt

Stock market - longer you leave money in higher the reward

20. Wages:

Earned / Tips / Income

Net wages - after taxes

Gross wages - before taxes

Insurance (health) and Benefits

21. Stocks: Part owner in the company

22. Scarcity and abundance: Limited resources and lots of wants

23. Buying: Impulse / Delayed Gratification

24. Renting: Greater mobility, fluctuating payments, renewing your contract (yearly)

Short term commitment

Renters insurance (covers things you bring)

Maybe not pets or charge for pets

25. Owning: Payments stay the same, more costly to fix things, pay property tax

Repairs, Greater stability, modify property, pets!

26. Goals: Long term / Major purchases / Short term

