

# Chapter 5: Assessment Answer Keys

*\*Please note that assessment questions are randomized in our FoundationsDigital platform for each student. Therefore, the order these questions will appear for each student will vary.*

## Chapter 5 Pre/Post-test

1. Usually a professional trainer serves as the course instructor and uses a combination of hands -on activities and formal classroom training
  - Associate's Degree
  - On-the-job-training
2. You must go to a prestigious school in order for employers to recognize your talents and strengths.
  - True
  - False
3. A form of financial aid that does not need to be repaid; usually awarded on the basis of academic, athletic or other achievements
  - Grant
  - Scholarship
4. Which of the following is not a good option when it comes to paying for your education?
  - Plan ahead
  - Fill out the FAFSA
  - Ask your parents to take out a loan
  - Get a part-time job
5. The academic and financial choices you make in the next few years will affect the next 40 years of your life.
  - True
  - False

6. You must shop for the best price for your education in the same way you comparison shop for any large purchase.

- True
- False

7. Which of the following statements about college financial aid is false?

- Many businesses have scholarships for employees' children.
- Grants are free money.
- The Free Application for Federal Student Aid (FAFSA) is the first step to receiving any kind of financial aid.
- Scholarships are only for the highest academic achievers.

8. Allows students to learn basic professional skills in two years or less; typically cut out many of the general courses required by traditional universities

- Trade school
- Self-education

9. A four-year degree is necessary regardless of which career you're entering.

- True
- False

10. Which of the following could be a negative consequence of taking out student loans?

- Not having the freedom to be a stay-at-home parent because of student loan payments
- Having to delay investing and saving for your future because of student loan payments
- Not having flexibility in your career options because of student loan payments
- All of the above

11. These may be free or low-cost; found online, at community colleges, or through government-funded programs
- Associate's Degree
  - **Certifications**
12. The average repayment period for a student loan is:
- 15 years
  - 5 years
  - 20 years
  - **10 years**
13. Which of the following statements is false?
- On-the-job training often combines a professional trainer, hands -on activities and formal classroom training.
  - Students who are looking to learn specific skills can look into free or low -cost certifications found online, at community colleges, or through government-funded programs.
  - An associate's degree is a two-year degree that can offer specialized training and a flexible schedule that allows you to work while you earn your degree.
  - **All high-paying careers require a four-year college degree.**
14. You'll only need to complete the FAFSA once during your college education.
- True
  - **False**
15. You should visit your college's financial aid office if:
- Your parents' financial situation has changed
  - You have any problems with the financial aid application process
  - A medical situation has come up
  - **All of the above**

16. The best quality colleges are always the most expensive.
- True
  - False
17. A form of federal or state financial aid that does not need to be repaid; usually given to students who demonstrate financial need
- Grant
  - Scholarship
18. Which of the following statements is false?
- On-campus jobs may pay you directly or pay toward your tuition bill.
  - Research shows that students who work up to 20 hours a week have the highest grade point averages.
  - Research shows that working more than 20 hours a week may affect your grades negatively.
  - Students rarely drop out of college due to financial trouble.
19. The Fourth Foundation is:
- Pay cash for your car
  - Build wealth and give
  - Build a \$500 emergency fund
  - Pay cash for college
20. Which of the following is not recommended when you are cash-flowing your college education?
- Live on a zero-based budget.
  - Attend an out-of-state school.
  - Work and save money over the summer months.
  - Make sure you have an emergency fund.

21. A program that allows students to work part time while continuing their studies
- Work study
  - Overtime
22. A form that is completed annually by current and prospective college students to determine their eligibility for financial aid
- FOS
  - FAFSA
23. A person that starts his or her own business
- Entrepreneur
  - Advisor
24. The total estimated student loan debt outstanding (unpaid) is over:
- \$1 trillion
  - \$10 thousand
  - \$7 trillion
  - \$1 billion
25. Which of the following are ways that you can invest in yourself?
- Find a mentor
  - Surround yourself with people who have similar goals and ambitions as you
  - Read books
  - All of the above
26. Pay as you go.
- Borrow
  - Cash-flow

27. If you plan to attend a community college for your first two years, you'll want to work closely with your advisor to make sure that the classes you take will transfer to your four-year school of choice.
- True
  - False
28. Percentage of college students that graduate with student loans:
- 90%
  - 66%
  - 30%
  - 25%
29. Which of the following statements is false?
- Millions of people can't afford to make their student loan payment every month.
  - Our culture accepts student loan debt as normal and sometimes even refers to it as good debt.
  - Debt is owing anything to anyone for any reason.
  - A student loan is an award.
30. Which of the following is not one of the basics of budgeting?
- Pay yourself first by saving
  - Stick to your budget unless something unexpected happens
  - Make it a priority to give
  - Live on less than you make
31. The average millionaire reads one nonfiction book a month.
- True
  - False

32. When shopping for the best education option, you should narrow down your choice of colleges to 10 schools or less.
- True
  - False
33. A two-year government-supported college that offers an associate's degree
- Trade school
  - Community college
34. A wise college plan does not include:
- Creating a budget and starting to save now
  - Shopping around for the most appropriate, low-cost academic option for your career choice
  - Scoring well on the ACT or SAT
  - Finding the most expensive, prestigious college so that you can impress future employers
35. Our culture thinks student loan debt is normal and that it's an acceptable way to pay for college.
- True
  - False

**Chapter 5, Section 1 (Video 1:1b) Quiz “Wise People Invest in Themselves”**

1. You don't have to continue to feed your brain new and good ideas to grow.

- True
- False

2. The average millionaire reads a non-fiction book every \_\_\_\_\_.

- Day
- Month
- 2 years
- 3 weeks

3. Your net worth is going to be the average of the 5-10 people you hang out with the most.

- True
- False

4. Charlie "Tremendous" Jones said, "Five years from now, you will be exact the same person you are today, except for \_\_\_\_\_ and \_\_\_\_\_."

- The books you read; the people you meet
- The movies you watch; the music you listen to
- The things you do; the time you spend on the internet
- The television you watch; the video games you play



### Chapter 5, Section 1 (Video 1:2b) Quiz “Student Loan Debt”

1. Debt is owing \_\_\_\_\_, \_\_\_\_\_, for \_\_\_\_\_.

- Anyone; anything; any reason
- The bank; more than \$200; your house
- A car place; more than \$5000; a new car
- The credit card company; less than \$1000; for clothes and food

2. There is no such thing as good debt.

- True
- False

3. A student loan is an award for good grades.

- True
- False

4. The total estimated student loan debt in the United States is \_\_\_\_\_.

- 2 million dollars
- 10 billion dollars
- 38 million dollars
- 1 trillion dollars

### Chapter 5, Section 3 (Video 3:1b) Quiz “Shop Around”

1. When applying for a scholarship, you will often be asked to \_\_\_\_\_.
  - Share a hobby
  - Tell a story
  - Write an essay
  - Apply online
2. Scholarships are limited and there often aren't enough to go around.
  - True
  - False
3. \_\_\_\_\_ is a great time to save up a lot of cash to pay for your next semester.
  - Summer
  - Fall
  - Winter
  - Spring
4. Never forget that you want to graduate debt-free.
  - True
  - False
5. You should focus on your grades while in school, and only work during the Summer months.
  - True
  - False

### Chapter 5, Section 3 (Video 3:2b) Quiz “Applying for Financial Aid”

1. You can fill out the Free Application for Federal Student Aid anytime of the year.

- True
- False

2. 8 out of 10 students who drop out of college dropout due to \_\_\_\_\_.

- Family issues
- Bad grades
- Health concerns
- Lack of money

3. There are a wide range of scholarships - from silly, to serious.

- True
- False

4. If you get a part-time job, your grades will suffer.

- True
- False

5. Once you’ve filling out the FASFA, you should accept all student loans and grants offered to you.

- True
- False

### Chapter 5, Section 4 (Video 4:1a) Quiz “College Alternatives”

1. You can enhance your education by:

- Attending conferences
- Reading books
- Learning from someone more experienced
- All of the above

2. If you don't want to attend college, ask yourself why it doesn't feel like the right path and talk to a parent or adult.

- True
- False

3. Trade schools teach basic professional skills in 2 \_\_\_\_\_ or less.

- Months
- Years
- Days
- None of the above

4. An associate's degree will always transfer to a 4-year school's program

- True
- False

**Chapter 5, Section 4 (Video 4:1b) Quiz “Making Choices to be Debt Free”**

1. A little patience and sacrifice now will set you up for peace and joy later.

- True
- False

2. If you avoid debt, you'll have the \_\_\_\_\_ to go after your dreams.

- Money
- Ability
- Freedom
- Passion

3. Debt is always the answer

- True
- False

4. It is possible to get an awesome \_\_\_\_\_ without student loans.

- Car
- Education
- House