

Million Dollar Sailor Pretest

1. What is the approximate percentage of security clearances that are denied or revoked for financial reasons?
 - A. 10%
 - B. 25%
 - C. 50%
 - D. 75%
2. Which is not an area of information that is covered on your credit report?
 - A. Monthly Income
 - B. Payment History
 - C. Amounts Owed
 - D. New Credit Accounts
3. Which is NOT a summary section on the LES?
 - A. Thrift Savings Plan Summary
 - B. Leave Summary
 - C. Duty Station Summary
 - D. Remarks
4. What budget term is defined as gross income minus taxes?
 - A. Net Income
 - B. Take-home Pay
 - C. Disposable Income
 - D. Gross pay
5. This board can assist with companies that have taken advantage of military personnel and makes recommendations about placing organizations "off limits."
 - A. Better Business Bureau
 - B. Navy-Marine Corps Relief
 - C. Armed Forces Disciplinary Control Board
 - D. States Attorney General
6. A ROTH IRA account requires you to contribute at least \$5000 per year?
 - A. True
 - B. False
7. What is the primary purpose of insurance?
 - A. Safe Way to Invest Money
 - B. Protection Against Financial Loss
 - C. To Avoid Risk
 - D. To Pay Premiums
8. What is one thing that you can NOT do on the myPay Web site?
 - A. Buy Savings Bonds
 - B. Enroll in TSP
 - C. Change Tax Withholdings
 - D. Change Your Legal State of Residence
9. What military insurance will you need to replace if you separate or retire from the military?
 - A. Auto Insurance
 - B. Life Insurance
 - C. Homeowner's Insurance
 - D. Renter's Insurance
10. Ideally, your debt-to-income ratio should be less than ____?
 - A. 10%
 - B. 20%
 - C. 30%
 - D. 50%



11. In credit terms, what is the time in which you can pay off all new purchases without incurring finance charges?
 - A. Lapse Time
 - B. Grace Period
 - C. Free Time
 - D. Interest Free Time
12. Where do car dealerships make the most money?
 - A. Sticker Price of a New Car
 - B. Trade-in
 - C. Financing of a Car
 - D. Referrals
13. Your total car expenses should not exceed what percentage of your net income?
 - A. 10%
 - B. 25%
 - C. 50%
 - D. 80%
14. Which type of home loan typically requires a down payment of 3-5%?
 - A. Federal Housing Administration Loan
 - B. Veteran's Administration Loan
 - C. Bank Loan
 - D. Student Loan
15. Which of the following is ethically bound not to list and sell you the same house?
 - A. Selling Agent
 - B. Buyer's Agent
 - C. Listing Agent
 - D. Broker
16. Using which resource can have a negative effect on your credit score?
 - A. Debt Consolidation
 - B. Fleet and Family Service Center Financial Educator
 - C. Command Financial Specialist
 - D. Navy Marine Corps Relief Society
17. Interest rates that fluctuate, based on such things as the prime rate, are known as?
 - A. Floating Interest Rates
 - B. Secure Interest Rates
 - C. Consumer Interest Rate
 - D. Variable Interest Rates
18. When using your ATM card at a bank other than your own bank you can be charged a fee by both institutions, which can average \$2.75 per withdrawal.
 - A. True
 - B. False
19. Enrolling in the DoD Uniformed Services Thrift Savings Plan and allotting your money to the "G" fund guarantees your money will not suffer a loss due to a decline in the Stock Market.
 - A. True
 - B. False
20. This federal agency is concerned with consumer protection and law enforcement regarding consumer issues such as identity theft.
 - A. Federal Trade Commission
 - B. Social Security Administration
 - C. Department of Defense
 - D. Department of Homeland Security

