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. 80%

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. Begin an Allotment
   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
   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