

1.4 Managing Income Questions

1. The best way to reach your goals and achieve financial independence is to have a
 - a. strong willpower.
 - b. good reason.
 - c. budget.
 - d. All of the above

2. It is okay for expenses to exceed income as long as you plan for it.
 - a. True
 - b. False

3. A budget should take the form of
 - a. paper and pencil.
 - b. computer spreadsheet.
 - c. app on my phone.
 - d. Any of the above.

4. A personal budget includes
 - a. income.
 - b. expenses.
 - c. action items.
 - d. All of the above

5. If you get paid on a regular basis, such as every week or every other week, that is considered
 - a. fixed income.
 - b. variable income.
 - c. irregular income.
 - d. None of the above

6. It is a good idea to be conservative when projecting irregular income.
 - a. True
 - b. False

7. The expense section of a budget should include
 - a. Past and present expenses.
 - b. Current and proposed expenses.
 - c. Past and future expenses.
 - d. Fixed and proposed expenses.

8. You don't have to include all of your expenses in the expenses section.
 - a. True
 - b. False

9. An emergency savings accounts should be part of every budget.
 - a. True
 - b. False

10. It isn't enough to simply budget your money, you must also
 - a. waste it.
 - b. spend it.
 - c. track it.
 - d. All of the above.