

## Consumer Education

### Unit 2 Review

Name: \_\_\_\_\_

#### Life Cycle of Financial Planning

1. Finish this statement: Most people follow a similar financial pattern during their life, BUT

2. What is “Financial Planning”?

3-8. What are the three life cycle stages and *what does each mean*?

A.

B.

C.

9-10. What are 2 financial planning needs of a high school student?

A.

B.

11-12. What are 2 financial planning needs of a young adult (18-24)?

A.

B.

13-14. What are 2 financial planning needs of an adult with or without children (25-34)?

A.

B.

15-16. What are 2 financial planning needs of a working adult or parent (35-44)?

A.

B.

17-18. What are 2 financial planning needs in midlife (45-54)?

A.

B.

19-20. What are 2 financial planning needs in pre-retirement? (55-65)?

A.

B.

21-22. What are 2 financial planning needs in retirement (65+)?

A.

B.

### **Getting A Paycheck**

23. What is the difference between being paid an hourly wage and being paid a salary?

24-29. What are the three ways we can get paid? Please identify an advantage of each:

A.

B.

C.

30. Why should employees avoid being paid cash?

31-34. In Wisconsin (and most states), what are the 4 mandatory deductions:

A.

B.

C.

D.

35-36. What are 2 payroll taxes that employers are required to pay 100% of?

A.

B.

### **Getting Paid**

37. What is an Excise Tax?

38. What is a Sales Tax?

39. What is an example of Earned Income?

40. What is Unearned Income? Please provide an example.