

Quiz: Making Choices

Question 1a of 10 (1 Cost-benefit analysis 242037)
 Maximum Attempts: 1
 Question Type: Ordering
 Maximum Score: 2

Question: Put the steps of cost-benefit analysis below in the correct order.

- Correct Answer:**
- Come up with an option.
 - Determine the costs of the decision.
 - Calculate the amount of benefit that would be gotten from choosing the option.
 - See if the benefits outweigh the costs to make a decision.

Attempt	Incorrect Feedback
st	

	Correct Feedback
	Correct! Cost-benefit analysis involves coming up with an option, then calculating the costs, then the benefits, and finally comparing the costs and benefits to see if the benefits outweigh the costs.

	Global Incorrect Feedback
	The correct answer is: Come up with an option; Determine the costs of the decision; Calculate the amount of benefit that would be gotten from choosing the option; See if the benefits outweigh the costs to make a decision.

Question 1b of 10 (1 Cost-benefit analysis 242038)
 Maximum Attempts: 1
 Question Type: Ordering
 Maximum Score: 2

Question: Put the steps of the sample cost-benefit analysis below to show the correct order of this decision-making process.

- Correct Answer:**
- Consider whether or not to spend money on a new car.
 - Figure out how much it will cost to buy and operate a car.
 - Calculate the amount of benefit that would be gotten from choosing the option.
 - See if the benefits outweigh the costs to make a decision.

Attempt	Incorrect Feedback
st	

	Correct Feedback
	Correct! Cost-benefit analysis involves coming up with an option, then calculating the costs, then the benefits, and finally comparing the costs and benefits to see if the benefits outweigh the costs.

	Global Incorrect Feedback
	The correct answer is: Consider whether or not to spend money on a new car; Figure out how much it will cost to buy and operate a car; Calculate the amount of benefit that would be gotten from choosing the option; See if the benefits outweigh the costs to make a decision.

Question 1c of 10 (1 Cost-benefit analysis 242039)
 Maximum Attempts: 1
 Question Type: Ordering
 Maximum Score: 2

Question: Put the steps below in the correct order to show how a cost-benefit analysis is done.

- Correct Answer:**
- Be presented with a decision.
 - List the costs of the decision.
 - Figure out all of the benefits of the decision.
 - Compare costs and benefits to see which is bigger.

Attempt	Incorrect Feedback
st	

	Correct Feedback
	Correct! Cost-benefit analysis involves coming up with an option, then calculating the costs, then the benefits, and finally comparing the costs and benefits to see if the benefits outweigh the costs.

	Global Incorrect Feedback
	The correct answer is: Be presented with a decision; List the costs of the decision; Figure out all of the benefits of the decision; Compare costs and benefits to see which is bigger.

Question 2a of 10 (1 Cost-benefit analysis 242040)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 4

Question: Because costs and benefits are both subjective, a calculation of the value of a decision is always based on what?

Choice	Feedback
<input checked="" type="radio"/> A. Personal opinion	Correct! Subjective calculations vary from person to person.
<input type="radio"/> B. Marginal return	
<input type="radio"/> C. Decreasing utility	
<input type="radio"/> D. Monetary considerations	

	Global Incorrect Feedback
	The correct answer is: Personal opinion. Subjective calculations vary from person to person.

Question 2b of 10 (1 Cost-benefit analysis 242041)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: Because costs and benefits are both subjective, a person's decision will always be based on what?

Choice	Feedback
<input type="radio"/> A. Monetary considerations	
<input type="radio"/> B. Diminishing marginal returns	
<input type="radio"/> C. A production possibilities frontier	
<input checked="" type="radio"/> D. His or her unique values and beliefs	Correct! Subjective calculations vary from person to person.

	Global Incorrect Feedback
	The correct answer is: His or her unique values and beliefs. Subjective calculations vary from person to person.

Question 2c of 10 (1 Cost-benefit analysis 242042)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: People come to different decisions using cost-benefit analysis even under the same conditions because costs and benefits are both what?

Choice	Feedback
<input type="radio"/> A. Absolute	
<input checked="" type="radio"/> B. Subjective	Correct! Subjective calculations vary from person to person depending on the values and beliefs of each individual.
<input type="radio"/> C. Relatively	
<input type="radio"/> D. Utilities	

	Global Incorrect Feedback
	The correct answer is: Subjective. Subjective calculations vary from person to person depending on the values and beliefs of each individual.

Question 3a of 10 (2 Cost-benefit analysis 242043)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 4

Question: Based on what, what is one cost of attending college?

Choice	Feedback
<input type="radio"/> A. Decreased earning potential	
<input type="radio"/> B. Time spent attending high school	
<input checked="" type="radio"/> C. Missed opportunities to earn income	Correct! By going to college, future earning potential is increased but present earning potential is limited by the time spent on schoolwork.
<input type="radio"/> D. Discretionary spending on entertainment	

	Global Incorrect Feedback
	The correct answer is: Missed opportunities to earn income. By going to college, future earning potential is increased but present earning potential is limited by the time spent on schoolwork.

Question 3b of 10 (2 Cost-benefit analysis 242044)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: What is one of the monetary benefits of attending college?

Choice	Feedback
<input type="radio"/> A. Improved quality of life	
<input checked="" type="radio"/> B. Increased earning potential in the future	Correct! College graduates earn a lot more money over their lifetimes than people who don't graduate from college.
<input type="radio"/> C. Missed opportunities to earn income	
<input type="radio"/> D. The ability to choose a satisfying job	

	Global Incorrect Feedback
	The correct answer is: Increased earning potential in the future. College graduates earn a lot more money over their lifetimes than people who don't graduate from college.

Question 3c of 10 (2 Cost-benefit analysis 242045)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: What is one of the non-monetary benefits of attending college?

Choice	Feedback
<input checked="" type="radio"/> A. The ability to choose a satisfying job	Correct! A college education makes a person more desirable job candidate, giving them a greater selection of jobs and the ability to make more choices.
<input type="radio"/> B. Time spent in the classroom	
<input type="radio"/> C. A chance to avoid going into debt	
<input type="radio"/> D. Increased earning potential in the future	

	Global Incorrect Feedback
	The correct answer is: The ability to choose a satisfying job. A college education makes a person a more desirable job candidate, giving them a greater selection of jobs and the ability to make more choices.

Question 4a of 10 (1 Renting 242046)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: Which of the following describes what a lease is?

Choice	Feedback
<input type="radio"/> A. Ability	
<input type="radio"/> B. Payment	
<input checked="" type="radio"/> C. Contract	Correct! A lease creates binding obligations that are enforceable by law.
<input type="radio"/> D. Insurance	

	Global Incorrect Feedback
	The correct answer is: Contract. A lease creates binding obligations that are enforceable by law.

Question 4b of 10 (1 Renting 242047)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: When you rent an apartment, you make a monthly payment to whom?

Choice	Feedback
<input type="radio"/> A. A bank	
<input type="radio"/> B. A broker	
<input type="radio"/> C. An insurance agent	
<input checked="" type="radio"/> D. A landlord	Correct! The landlord is the owner of the building where your apartment is located.

	Global Incorrect Feedback
	The correct answer is: A landlord. The landlord is the owner of the building where your apartment is located.

Question 4c of 10 (1 Renting 242048)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: A lease is an agreement that renters make with whom?

Choice	Feedback
<input type="radio"/> A. Bank	
<input checked="" type="radio"/> B. Landlord	Correct! A lease creates a binding obligation between tenants of an apartment and the owner of the building in which the apartment is located.
<input type="radio"/> C. Parents	
<input type="radio"/> D. Stockbroker	

	Global Incorrect Feedback
	The correct answer is: Landlord. A lease creates a binding obligation between tenants of an apartment and the owner of the building in which the apartment is located.

Question 5a of 10 (1 Renting 242049)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: In addition to rent, people who live in apartments often have to pay for what?

Choice	Feedback
<input type="radio"/> A. Repairs to the apartment	
<input type="radio"/> B. Property taxes	
<input checked="" type="radio"/> C. Utility bills	Correct! The landlord sometimes pays for utilities, but it's more common for tenants to pay for these bills.
<input type="radio"/> D. Homeowner's insurance	

	Global Incorrect Feedback
	The correct answer is: Utility bills. The landlord sometimes pays for utilities, but it's more common for tenants to have to pay these bills.

Question 5b of 10 (1 Renting 242050)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: Which of the following are not expenses that apartment dwellers have to pay?

Choice	Feedback
<input checked="" type="radio"/> A. The mortgage	Correct! Although rent money often goes towards the mortgage, the landlord is responsible for paying any mortgage on the apartment building.
<input type="radio"/> B. Utility bills	
<input type="radio"/> C. Monthly rent	
<input type="radio"/> D. A security deposit	

	Global Incorrect Feedback
	The correct answer is: The mortgage. Although rent money often goes towards the mortgage, the landlord is responsible for paying any mortgage on the apartment building.

Question 5c of 10 (1 Renting 242051)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: Which of these helps a landlord pay for damage that renters cause to their apartments?

Choice	Feedback
<input type="radio"/> A. Mortgage	
<input checked="" type="radio"/> B. Security deposit	Correct! Tenants who don't damage their apartments get the security deposit back, so the security deposit is an incentive for tenants to take good care of their apartments.
<input type="radio"/> C. Excise tax	
<input type="radio"/> D. Deductible	

	Global Incorrect Feedback
	The correct answer is: Security deposit. Tenants who don't damage their apartments get the security deposit back, so the security deposit is an incentive for tenants to take good care of their apartments.

Question 6a of 10 (2 Renting 242052)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: How can a renter reduce the amount of money he or she spends on monthly rent?

Choice	Feedback
<input type="radio"/> A. By getting a roommate	
<input checked="" type="radio"/> B. By getting roommates	Correct! Roommates divide up the rent and bills, bringing each of their housing costs down.
<input type="radio"/> C. By cutting back on utilities	
<input type="radio"/> D. By paying rent with a debit card	

	Global Incorrect Feedback
	The correct answer is: By getting roommates. Roommates divide up the rent and bills, bringing each of their housing costs down.

Question 6b of 10 (2 Renting 242053)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: Which of these can help reduce the total cost of living in an apartment?

Choice	Feedback
<input type="radio"/> A. Taking a second job	
<input type="radio"/> B. Getting renter's insurance	
<input checked="" type="radio"/> C. Finding a roommate	Correct! Roommates divide up the rent and bills, bringing each of their housing costs down.
<input type="radio"/> D. Not getting utility services	

	Global Incorrect Feedback
	The correct answer is: Finding a roommate. Roommates divide up the rent and bills, bringing each of their housing costs down.

Question 6c of 10 (2 Renting 242054)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: What is one way to make the rent on an apartment less expensive?

Choice	Feedback
<input type="radio"/> A. Work overtime	
<input type="radio"/> B. Take out a mortgage	
<input type="radio"/> C. Reduce discretionary spending	
<input checked="" type="radio"/> D. Get a roommate	Correct! Roommates divide up the rent and bills, bringing each of their housing costs down.

	Global Incorrect Feedback
	The correct answer is: Get a roommate. Roommates divide up the rent and bills, bringing each of their housing costs down.

Question 7a of 10 (1 Insurance 242055)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: Match each type of insurance with what the insurance company pays for if there's a loss.

Choice Text	Correct Match	Match Text
<input type="radio"/> A. Auto insurance	<input type="radio"/> C. Money for relatives of someone who dies	
<input type="radio"/> B. Renter's insurance	<input type="radio"/> A. Repairs on damaged vehicles	
<input type="radio"/> C. Life insurance	<input type="radio"/> B. Replacement of stolen personal possessions	
<input type="radio"/> D. Health insurance	<input type="radio"/> D. Visits to the doctor or hospital	

Attempt	Incorrect Feedback
st	

	Correct Feedback
	Correct!

	Global Incorrect Feedback
	The correct answer is: Auto insurance: Repairs on damaged vehicles; Renter's insurance: Replacement of stolen personal possessions; Life insurance: Money for relatives of someone who dies; Health insurance: Visits to the doctor or hospital.

Question 7b of 10 (1 Insurance 242056)
 Maximum Attempts: 1
 Question Type: Matching
 Maximum Score: 2

Question: Match each type of insurance with what it covers.

Choice Text	Correct Match	Match Text
<input type="radio"/> A. Auto insurance	<input type="radio"/> B. Wages lost because of injury or illness	
<input type="radio"/> B. Disability insurance	<input type="radio"/> A. Repairs on damaged vehicles	
<input type="radio"/> C. Renter's insurance	<input type="radio"/> D. Visits to the doctor or hospital	
<input type="radio"/> D. Health insurance	<input type="radio"/> C. Replacement of stolen personal possessions	

Attempt	Incorrect Feedback
st	

	Correct Feedback
	Correct!

	Global Incorrect Feedback
	The correct answer is: Auto insurance: repairs on damaged vehicles; Disability insurance: Wages lost because of injury or illness; Renter's insurance: Replacement of stolen personal possessions; Health insurance: Visits to the doctor or hospital.

Question 7c of 10 (1 Insurance 242057)
 Maximum Attempts: 1
 Question Type: Matching
 Maximum Score: 2

Question: Match each type of insurance with an example of when your insurance company would make a payment.

Choice Text	Correct Match	Match Text
<input type="radio"/> A. Auto insurance	<input type="radio"/> B. An injury that causes you to lose wages	
<input type="radio"/> B. Disability insurance	<input type="radio"/> D. An illness that involves a trip to the doctor	
<input type="radio"/> C. Homeowner's insurance	<input type="radio"/> C. A fire in your house that damages your personal possessions	
<input type="radio"/> D. Health insurance	<input type="radio"/> A. An accident that damages your vehicle	

Attempt	Incorrect Feedback
st	

	Correct Feedback
	Correct!

	Global Incorrect Feedback
	The correct answer is: Auto insurance: An accident that damages your vehicle; Disability insurance: An injury that causes you to lose wages; Homeowner's insurance: A fire in your house that damages your personal possessions; Health insurance: An illness that involves a trip to the doctor.

Question 8a of 10 (2 Insurance 242058)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: When an insurance policy covers replacement value, a loss results in a settlement that pays for what?

Choice	Feedback
<input type="radio"/> A. A new apartment to replace the one lost	
<input type="radio"/> B. The replacement of the most valuable items lost	
<input checked="" type="radio"/> C. Brand new items to replace the items lost	Correct! Many insurance policies will buy you all new items even if the items that were damaged or stolen were very old or worn out.
<input type="radio"/> D. The purchase of used items most similar to the items lost	

	Global Incorrect Feedback
	The correct answer is: Brand new items to replace the items lost. Many insurance policies will buy you all new items even if the items that were damaged or stolen were very old or worn out.

Question 8b of 10 (2 Insurance 242059)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: What kind of insurance provides replacement value for personal possessions?

Choice	Feedback
<input checked="" type="radio"/> A. Renter's insurance	Correct! Many renter's insurance policies will buy you all new items even if the items that were damaged or stolen were very old or worn out.
<input type="radio"/> B. Auto insurance	
<input type="radio"/> C. Disability insurance	
<input type="radio"/> D. Health insurance	

	Global Incorrect Feedback
	The correct answer is: Renter's insurance. Many renter's insurance policies will buy you all new items even if the items that were damaged or stolen were very old or worn out.

Question 8c of 10 (2 Insurance 242060)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: What does homeowner's insurance pay for in case of damage to your house and its contents?

Choice	Feedback
<input type="radio"/> A. Rent on an apartment if an accident causes you to be displaced	
<input type="radio"/> B. The purchase of used items most similar to the items lost	
<input checked="" type="radio"/> C. Rebuilding the house and buying all new items to replace those damaged	Correct! Homeowner's insurance covers the replacement value of the loss.
<input type="radio"/> D. Repair to the house and replacement for the newest items damaged	

	Global Incorrect Feedback
	The correct answer is: Rebuilding the house and buying all new items to replace those damaged. Homeowner's insurance covers the replacement value of the loss.

Question 9a of 10 (2 Insurance 242061)
 Maximum Attempts: 1
 Question Type: Multiple Choice
 Maximum Score: 2

Question: What does liability insurance cover?