

Vocabulary: [Credit Quizlet](#)

<p>4.1 Borrowing Money</p> <p>Students will be able to:</p> <ul style="list-style-type: none"> • Evaluate the pros and cons of borrowing money • Propose alternative ways of helping someone rather than lending them money • Create a repayment plan • Adjust a repayment plan when one party is unable to follow through 	
Links	Middle School National Standards for Personal Financial Education
<ul style="list-style-type: none"> • Lesson Guide • Student Activity Packet 	<p>Saving</p> <ul style="list-style-type: none"> • 4a: Differentiate between principal and interest <p>Credit & Debt</p> <ul style="list-style-type: none"> • 1b: Compare lenders based on type of credit offered, interest rates, and fees • 5b: Discuss how a borrower's credit history can impact their borrowing costs

4.2 Introduction to Credit

Students will be able to:

- Explain the concepts of credit, interest, and loans
- Compare the similarities and differences of credit and debit cards
- Analyze the key differences between credit and debit cards that make one more beneficial than the other in certain situations

Links	Middle School National Standards for Personal Financial Education
<ul style="list-style-type: none">• Lesson Guide• Student Activity Packet	<p>Spending</p> <ul style="list-style-type: none">• 4a: Explain the difference between a debit card and a credit card• 4c: Summarize the advantages, disadvantages, risks, and protections of various payment methods <p>Managing Credit</p> <ul style="list-style-type: none">• 6c: Justify the use of credit for a specific purchase

4.3 Credit Cards

Students will be able to:

- Choose whether a debit or credit card is appropriate for different situations
- Explain how a person can use credit cards responsibly
- Analyze a credit card statement

Links	Middle School National Standards for Personal Financial Education
<ul style="list-style-type: none">• Lesson Guide• Student Activity Packet	<p>Spending</p> <ul style="list-style-type: none">• 4c: Summarize the advantages, disadvantages, risks, and protections of various payment methods <p>Managing Credit</p> <ul style="list-style-type: none">• 4b: Describe how a credit card user can minimize interest charges on their credit card purchases• 6c: Justify the use of credit for a specific purchase• 7a: Identify indicators that a person has accumulated too much debt

4.4 Credit Scores

Students will be able to:

- Explain what is a credit score
- Explain what factors affect a person's credit score
- Demonstrate behaviors that can positively or negatively affect a person's credit score

Links	Middle School National Standards for Personal Financial Education
<ul style="list-style-type: none">• Lesson Guide• Student Activity Packet	Managing Credit <ul style="list-style-type: none">• 1a: Identify financial institutions and businesses that offer consumer credit• 5a: Identify the types of information contained in a credit report• 5b: Discuss how a borrower's credit history can impact their borrowing costs• 7b: Predict the possible consequences of having a lot of debt payments relative to income

4.5 Loans 101

Students will be able to:

- Explain how a loan's principal, interest rate, and term affect the overall cost of the loan
- Explain beneficial ways to prepare for taking out a loan and where to apply for one
- Calculate the total cost of a loan with different credit scores

Links	Middle School National Standards for Personal Financial Education
<ul style="list-style-type: none">• Lesson Guide• Student Activity Packet	Saving <ul style="list-style-type: none">• 4a: Differentiate between principal and interest Managing Credit <ul style="list-style-type: none">• 3a: Describe the effect of higher interest rates and longer loan terms on the total cost of a loan• 3b: For a given monthly payment, loan amount, and loan repayment period, calculate the total amount of interest paid by the borrower• 5b: Discuss how a borrower's credit history can impact their borrowing costs

Unit Test: 15 Multiple-Choice Questions

- Please refer to the [Middle School Course Page](#) to access the assessment. You must be signed into your NGPF Teacher Account.