HOMEBUYER ESSENTIALS

This is a customizable tool designed to adapt to your unique community. Modify highlighted text. Answers are notated in **orange bold** text.

Review of [your tribe name here] Tribe Homeownership Program Details

1. Which HUD Office Administers the Indian Home Loan Guarantee Program (Section 184)?

**A. Office of Native American Programs**

B. Office of Housing Management

C. Office of Management & Budget

D. Office of Land Management

2. Section 184 requires a debt to income ratio of 41% or less.

**A. True**

B. False

3. Maximum loan limits for Off reservation homes are listed by…

A. City

B. State

C. Department

**D. County**

4. Create a question specific to your own program details...

A. Name of Program

B. # of Hrs to complete the program

C. Eligibility Answer

D. All of the above

5. Create a question specific to your own program details...

A. Name of Program

B. # of Hrs to complete the program

C. Eligibility Answer

D. All of the above

Healthy Spending Habits & Understanding Budgets

1. Gross Income is…

**A. Income Before Taxes**

B. Income After Taxes

C. All of the Above

D. None of the Above

2. The 3 Types Of Expenses Are…

A. Free, Fixed, Loans

B. Flexible, Flashy, Free

**C. Fixed, Flexible, Luxury**

D. Fancy, Free, Luxury

3. What is the definition of a Budget?

A. A Budget is an excel spreadsheet

**B. A Budget is an estimate of your income and expenses for a set period**

C. Budget is a form of credit

D. Budget is a book sold at local book stores

4. SMART Goals are…Specific, Measurable, Achievable, Realistic, & Timely

**A. True**

B. False

5. Budgets should …

A. Never be reviewed

**B. Reviewed often and adjusted as needed**

C. All of the above

D. None of the above

Banking & Credit

1. Which statement is False?

A. Banks are financial institutions that take deposits, engage in lending, and operate for a profit

B. Credit unions are financial cooperatives that are owned by and serve individuals with a common affiliation. Ex. Teachers, County Employees, etc.

**C. Banks offer checking and savings accounts only to its members**

D. Credit unions offer checking and savings accounts only to their members

2. Checking account records…

A. Provides Proof that you’ve paid bills

B. Helps you keep track of spending

**C. Both A & B**

D. Neither A & B

3. What is Interest?

A. A credit score

B. The approval to open a new credit account

**C. The cost of borrowing money**

D. None of the above

4. Which of the following statements is True?

**A. Overdraft fees can often be as little as $12 and as much as $35 per overdrawn transaction**

B. Banks will not charge you for having insufficient funds

C. Insufficient funds charges are a sign of healthy spending habits

D. Section 184 loans do not review overdraft history

5. The 3 Types of Credit are…

**A. Revolving, Installment, Open**

B. Installment, Negative, Positive

C. All of the above

D. None of the above

Credit Scores & Credit Reports

1. Credit Scores range from…

A. 400-650

B. 300-550

C. 400-665

**D. 300-850**

2.Credit Reports Contain the Following

A. Personal Information

B. Account Payment History

C. Public Information

**D. All of the above**

3. Capital is…

A. Credit history

B. Situations that affect repayment

**C. Personal Investment (down-payment) and alternative repayment sources**

D. Personal valuables to guarantee repayment

4. The Three Credit Bureaus

**A. Experian, Equifax, Transunion**

B. Chase, Bank of America, Wells Fargo

C. HUD, FHA, & USDA

D. None of the above

5. How do you protect your credit?

A. Co-sign for family members & friends

B. Check your credit every 5 years

C. Never check your bank statements

**D. None of the above**