Unit 5 - Credit Records and Laws/Your Financial Future

Content Area: **Business Education**
Course(s): **Personal Financial Literacy**
Time Period: **January**
Length: **6 weeks**
Status: **Published**

Enduring Understandings

Samples

Your credit rating is a measure of creditworthiness based on an analysis of your credit and financial history.

The government has passed several laws to protect consumers from unfair credit practices.

Risk is a state of uncertainty where some of the possibilities may result in loss or another undesirable outcome.

Consumers can protect themselves from many different types of risk through the purchase of insurance coverage.

Essential Questions

Samples

How will my ability to handle credit responsibly affect my financial future?

How can I protect myself and my assets?

Content

Vocabulary

Credit rating

Point system

Credit score

Discrimination

Debt collector

Renter’s policy

Homeowner’s policy

Endorsement

Co-insurance clause

Personal property floater

Liability coverage

Uninvited guest

Attractive nuisance

Collision coverage

Comprehensive coverage

Personal injury protection

No-fault insurance

Assigned-risk pool

Umbrella liability insurance

Skills

Bloom's Taxonomy

Describe credit ratings and a point system used for evaluating credit.

Outline the contents of a credit report.

Discuss major credit laws and explain how they protect consumers.

Explain the purpose and provisions of renter's insurance.

Describe the need for and coverage provided by homeowner's insurance.

Discuss common types of automobile insurance coverage.

Explain the concept of umbrella liability insurance.

Resources

Standards

NJ: 2014 CCCS: 21st Century Life and Careers
NJ: Grade 12
9.1 Personal Financial Literacy
Strand C: Credit And Debt Management
9.1.12.C.5 Analyze the information contained in a credit report and explain the importance of disputing inaccurate entries.
9.1.12.C.6Explain how predictive modeling determines "credit scores."
Strand G: Insuring And Protecting
9.1.12.G.2 Differentiate between property and liability insurance protection.
9.1.12.G.3 Compare the cost of various types of insurance (e.g., life, homeowners, motor vehicle) for the same product or service, given different liability limits and risk factors.
9.1.12.G.5 Differentiate the costs and benefits of renter's and homeowner's insurance.
9.1.12.G.6 Explain how to self-insure and how to determine when self-insurance is appropriate.