

BTER Pre-Assessment/Assessment Questions (All Modules)

Module 12 - Personal Finance		
No.	Question	Answer
1	The number of new credit applications constitutes the largest portion of your FICO score.	False- Your record of on-time bill pay constitutes the largest portion of your FICO score.
2	Your record of on-time bill paying is a minor contributor to your overall credit score.	False- Your record of on-time bill pay constitutes 35% of your FICO score.
3	In the Learning phase of your career, asset building is the main priority.	False- Debt reduction and elimination are the top priorities in this phase.
4	In the Living phase, debt elimination should be at the top of the priority list.	True- Debt-elimination evolves as a top priority with asset in the Living phase.
5	There is no need to have a will in place during residency or early in one's career.	False- Protection of one's assets is recommended for all physicians regardless of their career phase.
6	A Power of Attorney (POA) for both healthcare and property are recommended even for young physicians.	True- Even without a great number of assets, having a POA for healthcare ensures that your decisions are carried out, and a POA for property designates distribution of your property according to your wishes, as well.
7	Protecting one's assets is essential in both the Living and Loving phases.	True- Wills and trusts are essential parts of asset protection in addition to various tax vehicles that can be explored with an estate planning attorney or a financial planner.
8	Succession and estate planning allows for a person to pass wealth on to his or her heirs even while they are alive.	True – There are financial vehicles in place that allows for the transfer and designation of assets to future generations prior to one's death. These options should be explored with vehicles that can be explored with an estate planning attorney or a financial planner.