

Name _____

Date _____

Class _____

Teacher _____

Quiz: Solving Student Debt

Directions: Select the answer that best completes the sentence

- 1) Student loan debt keeps growing, despite the government _____.
 - A) outlawing greedy bankers
 - B) taking over student loans to eliminate profit-motivated lenders
 - C) refusing to loan money to students going to expensive private colleges
 - D) promoting trade and technical schools over college education

- 2) An ISA (Income Share Agreement) is a loan that _____.
 - A) students pay off by working at their college doing basic tasks such as cleaning
 - B) reduces student loan payments for students who get good grades in college
 - C) students pay a percentage of their income toward for a set period of time
 - D) colleges oppose because ISAs encourage students to take silly majors

- 3) Andrew Hoyler, a pilot, said that an ISA was good for him because _____.
 - A) he was going into a very risky major
 - B) it gave him the security knowing he could afford to pay back the loan
 - C) he didn't want to negotiate for a loan from a bank
 - D) he knew the college would help him find a good job

- 4) One feature of ISAs is that _____.
 - A) they are guaranteed by the federal government
 - B) do not consider the risks to the lenders
 - C) interest rates and monthly loan payment amounts depend on the major the students select
 - D) rich people fund these loans with no interest in any financial gain and no risk of losing money

- 5) The main idea of this video is that _____.
 - A) ISAs and government loans are the only ways to fund one's college education
 - B) the development of ISAs is an example of free markets creating options for consumers
 - C) government will need to regulate ISAs so lenders do not take advantage of students
 - D) students should not go to college because there are good-paying jobs that don't require it

Solving Student Debt – Answer Key:

1. B
2. C
3. B
4. C
5. B