



# Indiana Financial Literacy Standards Correlation

Session Descriptions	Student Objectives	Next Level Program of Study Standards
<b>Theme 1: Employment and Income</b>		
<p><b>Project: My Savings Plan</b></p> <p>In the project, students look forward 10-15 years and create a financial portfolio to help them achieve their future lifestyle and monetary goals while also learning about the importance of planning for unexpected adversities. They will create a variety of artifacts—physical and digital—and deliver presentations as they explore the steps required for a secure financial future.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>• Examine anticipated income and costs for each SMART financial goal.</li> <li>• Develop a savings plan for each of their SMART financial goals.</li> </ul>	<p>4540.D1.1 Students demonstrate management of individual and family finances by applying reliable information and systematic decision making.</p> <p>4540.D6.2 Evaluate how saving contributes to financial wellbeing.</p> <p>a. Analyze effect of saving strategies, including "pay yourself first," payroll deduction, automatic savings options, and reflective spending practices on financial wellbeing.</p> <p>b. Compare the interest generated by simple and compound interest at various rates.</p>
<p><b>1.1 The Basics of Earning</b></p> <p>Income is money that an individual earns by working, making investments, and providing goods and services. Money functions as a medium of exchange, a unit of account, and a store of value. Any item used as money takes on those three essential functions.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>• Describe the functions of money.</li> <li>• Evaluate personal requirements for income.</li> <li>• Analyze how and where to earn money.</li> <li>• Design a brochure with possibilities for earning.</li> </ul>	<p>4540.D2.3 Identify sources of personal income.</p> <p>a. Compare and contrast wage, gift, rent, interest, dividend, capital gain, tip, commission, and business profit as sources of personal income.</p> <p>b. Analyze the advantages and disadvantages of participation in government assistance programs.</p>
<p><b>1.2 Careers and Pay</b></p> <p>Individuals who set realistic financial goals are in more control of their money than those who do not. Although goals are set for short- and long-term periods, it is important to regularly track the progress of each goal.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>• Analyze and prioritize personal financial goals (current, 10-year, 25-year).</li> <li>• Explain the relationship between finances, career choices, and personal financial goals.</li> <li>• Identify career fields or options of interest that will lead to financial goals.</li> </ul>	<p>4540.D1.5 Make financial decisions by systematically considering alternatives and consequences.</p> <p>a. Set measurable short-term, medium-term, and long-term financial goals.</p> <p>b. Evaluate the results of financial decisions</p> <p>c. Apply systematic decision making to long-term goals.</p>

# JA Financial Literacy

Session Descriptions	Student Objectives	Next Level Program of Study Standards
<b>Theme 1: Employment and Income</b>		
<p><b>1.3 Education and Careers</b></p> <p>An investment in a career requires time, money, and resources that can open doors to opportunities. Studies show that employees with more than a high school education earn significantly more money throughout their lifetime than those without. The emphasis in this session is that the more education you have, the higher quality of life you will have.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>• Examine the cost of college.</li> <li>• Evaluate the costs and/or benefits of post-secondary education (trade school, apprenticeships, etc.).</li> <li>• Compare and contrast the costs and benefits of various postsecondary educational options.</li> <li>• Evaluate personal decisions relating to career choice and education requirements and plans.</li> <li>• Assess personal skills, abilities, and aptitudes and personal strengths and weaknesses as they relate to career exploration and development.</li> </ul>	<p>4540.D2.1 Students analyze how education, income, career and life choices relate to achieving financial goals.</p> <p>4540.D2.2 Describe how personal factors, career choices, and economic conditions affect income.</p> <p>a. Analyze ways economic, social, cultural, educational, and political conditions can affect income and career potential.</p> <p>4540.D3.4 c. Investigate and demonstrate ability to apply for financial assistance (such as FAFSA, 21st Century Scholars, scholarships, grants, and aid from colleges and universities) for postsecondary education.</p>
<p><b>1.4 Taxes and Benefits</b></p> <p>Taxes are collected by governments to pay for many public services such as highways, schools, police, and fire protection. The main goal of taxation is to provide revenue for a government to pay its bills. The two taxes most people pay are federal and state income taxes. Federal income tax goes to the U.S. government, and state income tax is paid to the state government. Income may also be offset by tax-free benefit packages provided by an employer.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>• Identify the difference between gross pay and net pay.</li> <li>• Define taxes and explain their purpose and impact on income.</li> <li>• Demonstrate an understanding of various taxes such as FICA and Medicare.</li> <li>• Calculate net monthly income.</li> <li>• Recognize employee benefits and apply knowledge to job opportunities</li> </ul>	<p>4540.D2.4 Explain how taxes and employee benefits relate to [disposable] income.</p> <p>a. Analyze typical employee benefits and explain why they are a form of compensation.</p> <p>b. Describe benefits of employer sponsored savings plans and other personal options for shifting current income to the future.</p>

# JA Financial Literacy

Session Descriptions	Student Objectives	Academic Standards
<b>Theme 2: Money Management</b>		
<p><b>Project: My Budgeting Habit</b></p> <p>Students review the critical concepts and vocabulary related to budgeting, examine the importance of SMART goals, and then create their own SMART financial goals for the future. They design a visual aid to depict their SMART financial goals.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>Describe a budget and explain the purpose of budgeting.</li> <li>Explain SMART (specific, measurable, achievable, realistic, and time-bound) goals and how the practice can be used for budgeting.</li> <li>Create personal SMART financial goals for the future: short term (1 year), medium term (5 years), and long term (10 years or beyond).</li> <li>Use graphics and multimedia—charts, videos, graphs, and so on to represent each SMART goal and the method by which it will be achieved.</li> </ul>	<p>4540.D1.1 Students demonstrate management of individual and family finances by applying reliable information and systematic decision making.</p> <p>4540.D3.1 Students manage money effectively by developing financial goals and budgets.</p> <p>4540.D3.2 Develop a personal financial plan to demonstrate the ability to use money management skills and strategies.</p> <p>a. Create a basic budget with categories for income, taxes, planned savings, and fixed and variable expenses.</p> <p>b. Analyze and adjust budget categories to manage spending and achieve financial goals.</p> <p>c. Develop a personal financial plan that shows allocation of income, spending, saving, investing and sharing/giving over a [year-long] time span.</p> <p>d. Analyze a plan to secure funding for a financial goal (such as college, major consumer purchases, etc.).</p>
<p><b>2.1 Banking</b></p> <p>Consumers use financial institutions to help them save and complete transactions safely, quickly, and conveniently and to hold and transfer money in different ways—all while being insured and safe from theft. It is important, therefore, to find a financial institution that meets your needs.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>Investigate the use of different payment methods.</li> <li>Compare financial institutions and the types of accounts and services they provide.</li> </ul>	<p>4540.D3.4 Analyze services of financial institutions.</p> <p>a. Evaluate different payment methods, including cash, checks, stored-value cards, debit cards, credit cards, and electronic or online payment systems.</p> <p>b. Demonstrate skill in basic financial tasks (such as bill payments, check writing, reconciling checking and debit account statements, and monitoring printed and online account statements for accuracy).</p>

# JA Financial Literacy

Session Descriptions	Student Objectives	Academic Standards
<b>Theme 2: Money Management</b>		
<p><b>2.2 Spending and Saving</b></p> <p>Many competing claims are made on a person's money that impede the ability to save. By prioritizing saving, consumers will be able to achieve short-and long-term goals and set aside money for emergencies and the future.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>Recognize the importance of paying yourself first.</li> <li>Identify the opportunity costs of savings.</li> <li>Compare simple and compound interest and their impact on savings, including the Rule of 72.</li> </ul>	<p>4540.D6.1 Students analyze saving and investing to build long-term financial security and wealth.</p>
<p><b>2.3 Think Before You Spend</b></p> <p>Every individual is responsible for keeping track of his or her own money. Using a transaction register and careful consumer practices and staying informed all help in maintaining a positive cash flow and increasing net worth.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>Record purchases in a transaction register.</li> <li>Determine which practices demonstrate careful consumer skills.</li> <li>Apply consumer skills to spending and saving decisions.</li> </ul>	<p>4540.D1.3 Analyze financial information from a variety of reliable and questionable sources.</p> <p>a. Analyze financial information for objectivity, accuracy, relevancy to given needs, and currency.</p> <p>4540.D3.5 Apply consumer skills to purchase decisions.</p> <p>a. Evaluate impact of external factors (such as marketing, advertising and the economy) on spending decisions.</p> <p>b. Justify consumer buying decisions by evaluating external factors.</p> <p>c. Evaluate opportunity costs (such as owning versus renting a house, purchasing or leasing an auto).</p>
<p><b>2.4 Budgeting</b></p> <p>Examining and monitoring cash flow is an ongoing and critical step in the budgeting process. Having and using a budget, and knowing the types of categories in a budget, helps people maintain positive cash flow.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>Explain cash flow.</li> <li>Follow a step-by-step guide for creating a budget.</li> <li>Identify a short-term financial goal.</li> <li>Arrange income, fixed expenses, and variable expenses in appropriate columns to be equal.</li> </ul>	<p>4540.D1.1 Students demonstrate management of individual and family finances by applying reliable information and systematic decision making.</p> <p>4540.D3.1 Students manage money effectively by developing financial goals and budgets.</p> <p>4540.D3.6 Connect the role of charitable giving, volunteer service, and philanthropy to community development and quality of life.</p> <p>a. Demonstrate budgeting financial and other resources to make contributions to a charitable organization.</p>

# JA Financial Literacy

Session Descriptions	Student Objectives	Academic Standards
<b>Theme 3: Credit, Debt, and Keeping Your Finances Safe</b>		
<p><b>Project: My Credit Score</b></p> <p>Students learn about the importance of a credit score and how to maintain a healthy score that will allow access to the credit they will need to make major purchases.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>Examine anticipated income and costs for each SMART financial goal.</li> <li>Develop a savings plan for each of their SMART financial goals.</li> <li>high credit score in the short, medium, and long term.</li> <li>Create an original reality show concept that demonstrates awareness of concepts related to improving credit scores.</li> </ul>	<p>4540.D4.1 Students manage credit and debt to remain both creditworthy and financially secure.</p>
<p><b>3.1 What Is Credit?</b></p> <p>Credit is the amount of money a borrower receives and agrees to pay back with interest to the lender. The lender relies on a report of the borrower's credit history to determine whether to extend a loan. The report includes a record of the borrower's ability to repay debt.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>Explain the concept of credit.</li> <li>Distinguish the pros and cons of credit.</li> <li>Develop techniques for building a strong credit history.</li> <li>Summarize major consumer credit laws.</li> </ul>	
<p><b>3.2 Types of Credit</b></p> <p>Building a strong credit history requires using credit wisely. Credit cards, loans, and nontraditional credit options, such as rent-to-own plans and payday loans, are expensive ways to manage money. Often the results of poor credit choices will require debt management plans and credit counseling.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>Explain the types and sources of credit.</li> <li>Compute interest amounts on a loan.</li> <li>Develop an action plan for fixing bad credit.</li> </ul>	<p>4540.D4.2 Analyze the costs and benefits of using various types of credit such as student loans, home and automotive loans, and credit cards.</p> <ol style="list-style-type: none"> <li>Evaluate the cost of borrowing a set amount of money using various types of credit.</li> <li>Explain how grace periods, methods of calculating interest, and fees affect borrowing costs.</li> <li>Apply systematic decision making to identify the most cost-effective option for making a purchase.</li> </ol>

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<b>Theme 3: Credit, Debt, and Keeping Your Finances Safe</b>		
<p><b>3.3 Protect Your Credit</b></p> <p>Lenders evaluate a person's credit worthiness based on the Five C's—capacity, capital, conditions, collateral, and character—as well as the person's credit report and credit score. Maintaining good credit is pivotal in acquiring future credit. Consumers need to monitor their credit accounts and reports and keep their personal and financial information safe to maintain their good credit.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>• Explain the impact credit scores and credit reports have on obtaining credit.</li> <li>• Evaluate the process of the Five C's of credit.</li> <li>• Explain what a credit score indicates and how it affects a person's financial history.</li> <li>• Identify strategies for protecting personal financial information and resources.</li> </ul>	<p>4540.D1.3 b. Investigate current types of consumer fraud, including online scam.</p> <p>4540.D1.7 Demonstrate strategies to control personal information.</p> <p>a. Describe the actions a victim of identity theft can take to restore personal security.</p> <p>4540.D4.3 Analyze factors that influence establishing and maintaining a good credit rating.</p> <p>a. Analyze the effect of positive and negative credit reports on credit worthiness.</p> <p>b. Illustrate steps to overcome a negative credit report and improve a personal financial future.</p>
<p><b>3.4 Debt Management</b></p> <p>Repaying debt is a legal and ethical matter. People who run into financial trouble can often improve their financial situation with some effort. When consumers are not able to manage debt on their own, they can work with a credit counselor to develop a debt management plan. Bankruptcy is a legal action used to remove the debts of businesses and individuals who are unable to pay their bills, but it has severe credit consequences.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>• Compare and contrast debt management plans.</li> <li>• Examine two types of bankruptcy: Chapter 7 and Chapter 13.</li> <li>• Explain why bankruptcy might not be the best choice in a given situation.</li> <li>• Interpret complex data and analyze the services of DMP agencies and whether to file bankruptcy in a given situation.</li> </ul>	<p>4540.D4.4 Analyze methods and benefits of avoiding or correcting credit and debt problems.</p> <p>a. Evaluate the effect of living beyond one's financial resources.</p> <p>b. Analyze actions that a consumer can take to reduce or better manage excessive debt.</p>

# JA Financial Literacy

Session Descriptions	Student Objectives	Academic Standards
<b>Theme 4: Planning for the Future</b>		
<p><b>Project: My Investment Plan</b></p> <p>Students review basic information about stocks and the stock market and then conduct research to select at least ten stocks in which to invest for a financial portfolio.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>• Explain stock and the stock market.</li> <li>• Describe low-risk, medium-risk, and high-risk investments.</li> <li>• Develop a diversified stock portfolio.</li> <li>• Predict factors that would positively or negatively affect the stock prices within the next 10 years.</li> </ul>	<p>4540.D6.3 Apply strategies for creating wealth and building assets.</p> <p>a. Compare various investing strategies for their potential to build wealth.</p> <p>b. Analyze investment possibilities utilizing the principles of time value of money and opportunity costs.</p> <p>c. Calculate the end value of lump sum and periodic investments.</p> <p>4540.D6.4 Compare saving and investment alternatives.</p> <p>a. Analyze the characteristics (such as earnings, risks, liquidity) and benefits of various saving and investment options in the current economy.</p> <p>4540.D6.5 Describe how to buy and sell investments.</p> <p>a. Compare advantages and disadvantages of buying and selling investments through various channels, including financial advisors, investment clubs, and online brokers.</p> <p>b. Compare the investment objectives and historical rates of return of various Investment options</p>
<p><b>4.1 Investing Versus Saving</b></p> <p>People save to have money to use in the future. People invest to increase the value of their money. Because a savings account is generally insured by the financial institution, it carries less risk but has a lower rate of return. Stocks, bonds, and mutual funds are common investments which involve some risk, but investors are generally willing to accept more risk in exchange for higher returns.</p>	<p><b>Students will</b></p> <ul style="list-style-type: none"> <li>• Differentiate between saving and investing.</li> <li>• Describe types of investment vehicles.</li> <li>• Compare the relationship of risks and rewards.</li> <li>• Create a pyramid of investments, placing them in a range from low risk to high risk.</li> <li>• Identify the risk-return tradeoffs for saving and investing.</li> </ul>	<p>4540.D6.1 Students analyze saving and investing to build long-term financial security and wealth.</p>

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<b>Theme 4: Planning for the Future</b>		
<p><b>4.2 Investing for the Long Term</b></p> <p>Various types of risk should be considered when making retirement plans and investment decisions. Many types of investment plans, such as 401(k)s and IRAs, should be considered as well. It is never too early to think about financial planning. Planning should begin as soon as a person enters the workforce.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>Identify the key elements of financial planning.</li> <li>Explain the risks associated with long-term financial planning.</li> <li>Examine investment needs in different financial situations and explore long-term financial investments.</li> <li>Apply risk criteria when choosing and developing a financial plan.</li> </ul>	<p>4540.D6.5 Describe how to buy and sell investments.</p> <p>a. Compare advantages and disadvantages of buying and selling investments through various channels, including financial advisors, investment clubs, and online brokers.</p> <p>b. Compare the investment objectives and historical rates of return of various Investment options.</p> <p>4540.D6.6 Analyze factors that affect the rate of return on investments.</p> <p>a. Analyze the rate of return on investments using time value of money and economic conditions as factors.</p> <p>b. Calculate the amount of taxes on investments and income tax-free earnings.</p>
<p><b>4.3 Risks and Responsibilities</b></p> <p>Risk is exposure to something potentially dangerous or harmful. It is important to recognize risks and learn how to manage or mitigate them. People purchase insurance to reduce the risk of loss and receive compensation for losses or damage caused by events beyond their control.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>Identify risks in life and how to protect against the consequences of risk.</li> <li>Investigate categories of specific risks they may face.</li> <li>Examine ways to mitigate those risks.</li> <li>Calculate the probability of those risks occurring</li> </ul>	<p>4540.D5.2 Examine various types of financial risk and risk management strategies.</p> <p>a. Describe ways people can manage risk through avoidance, reduction, retention, assumption, and transfer of risk.</p>

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<b>Theme 4: Planning for the Future</b>		
<p><b>4.4 Types of Insurance</b></p> <p>Insurance coverage is provided in exchange for the payment of a premium. There are five common types of insurance. Some coverage, such as auto insurance, is required by law, while other coverage is optional. Consumers need to choose the right kind and amount of insurance during different stages in their lives.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>• Define basic insurance terms.</li> <li>• Examine five types of insurance and the purpose of each.</li> <li>• Evaluate the coverage for each of the five types.</li> <li>• Create a portfolio with the types of insurance they imagine themselves purchasing within the next 10 years.</li> </ul>	<p>4540.D5.1 Students analyze the features of insurance, its role in balancing risk and benefit in financial planning.</p> <p>4540.D5.3 Examine the purposes, types, and costs associated with insurance.</p> <p>a. Analyze the types and amounts of coverage, and features needed, for various stages of life for health, property, life, disability, and liability insurance.</p> <p>b. Analyze factors that can reduce or increase the amount and type of insurance coverage needed.</p> <p>c. Analyze factors that affect cost of insurance for various types of insurance.</p>
<p><b>Case Study: Solving Problems and Managing Risk</b></p> <p>Students examine a process for making decisions and managing risk. They consider a scenario in which a business owner must make a difficult decision. Students use a decision tree to analyze options and consequences and recommend a course of action.</p>	<p><b>Students will:</b></p> <ul style="list-style-type: none"> <li>• Explain why ethics are important to uphold when making a decision.</li> <li>• Use a decision tree as part of the decision-making process.</li> <li>• Explain risk management as part of decision making.</li> <li>• Analyze a business crisis and explore options.</li> <li>• Explore the importance of crisis management and crisis communications.</li> </ul>	<p>4540.D1.5 Make financial decisions by systematically considering alternatives and consequences.</p> <p>b. Evaluate the results of financial decisions</p> <p>c. Apply systematic decision making to long-term goals.</p>