

BETTER MONEY HABITS MIDDLE SCHOOL LESSON: COMPARING THE COST OF NEW AND USED CARS

Handout 7.1 Answers*

Use this handout to record the advantages and disadvantages of buying a used or new car. If the criteria discussed in the video is an advantage, place a (+) sign in the appropriate column. If the criteria is a disadvantage, place a (-) in that column. You should have either a (+) or a (-) in every box below.

<u>Criteria</u>	<u>Used Car</u>	<u>New Car</u>
Price of the car	+	-
Depreciation	+	-
Interest rate on car loan	-	+
Gasoline mileage	-	+
Car insurance	+	-
Maintenance and repairs	-	+
Warranty	-	+
Resale value	-	+
Reliable/Dependable	-	+
Features such as safety and environmental friendly	-	+

*Remind students that some answers may vary, depending upon the vehicle or the circumstances. These answers reflect a more general description of the criteria explained in the video.