

Name _____

Home Sweet Home: Understanding the Costs of Buying and Owning a House

Multiple Choice Questions

1. What is the down payment when buying a home?
 - a) The cost of homeowners insurance
 - b) A fee paid to the real estate agent
 - c) A percentage of the home's purchase price paid upfront
 - d) Monthly mortgage payments

2. What are closing costs in a home purchase?
 - a) Fees associated with finalizing the sale of the home
 - b) The cost of property taxes
 - c) Monthly maintenance expenses
 - d) Utility bills

3. Which of the following is an ongoing cost of owning a home?
 - a) Down payment
 - b) Home inspection
 - c) Property taxes
 - d) Homeowners insurance

4. What does homeowners insurance cover?
 - a) Routine maintenance and repairs
 - b) Property taxes
 - c) Damages to your home caused by specific events
 - d) Closing costs

5. Why is it important to have an emergency fund when owning a home?
 - a) To pay for the down payment
 - b) To cover unexpected home repairs or financial emergencies
 - c) To fund routine maintenance
 - d) To pay property taxes

