

Name _____

The Joy of Allowances: Teaching Kids Financial Responsibility

Multiple Choice Questions

1. What is one benefit of having an allowance for kids mentioned in the passage?
 - A) Decreasing responsibility and independence
 - B) Teaching the value of saving and budgeting
 - C) Discouraging financial decision-making
 - D) Promoting immediate gratification

2. How does having an allowance teach kids about saving?
 - A) By encouraging them to spend all of their money
 - B) By emphasizing immediate gratification
 - C) By setting money aside for future goals
 - D) By discouraging financial responsibility

3. What positive trait can an allowance encourage in kids, according to the passage?
 - A) Selfishness and insensitivity
 - B) Generosity and empathy
 - C) Irresponsibility and dependency
 - D) Impulsiveness and poor decision-making

4. How does having an allowance help kids become more responsible?
 - A) By making all decisions for them
 - B) By allowing them to spend money impulsively
 - C) By teaching them to manage and prioritize their spending
 - D) By discouraging financial decision-making

5. What important role do parents play in the context of allowances?
 - A) They should give kids unlimited access to money.
 - B) They can guide kids on financial choices and provide valuable life lessons.
 - C) They should avoid discussing money with their children.
 - D) They should provide no guidance on saving or spending.

