

## Fill In The Blank

bankruptcy	discharge	Fair Debt Collection Practices Act
Chapter 7 Liquidation	documentation	foreclosure
Chapter 13 Wage Earner Plan	Equal Credit Opportunity Act	garnishment
credit card fraud	equity loan	recourse
credit report	exemption	repossession
debt consolidation	Fair Credit Billing Act	scam
delinquency	Fair Credit Reporting Act	Truth-in-Lending Act

1. Getting a loan to pay off other debts is called \_\_\_\_\_.
2. The \_\_\_\_\_ is a federal law requiring creditors to resolve disputes in billing within a specified period of time.
3. \_\_\_\_\_ is a legal procedure to relieve a person who cannot pay debts of those debts or to create a payment plan for paying some of the debts.
4. A federal law that makes discrimination in the granting or denial of credit illegal is the \_\_\_\_\_.
5. The \_\_\_\_\_ is a federal law giving consumers the right to know what is in their credit file and to challenge information in the file.
6. In a type of bankruptcy called \_\_\_\_\_, the debtor repays part or all of the unsecured debt over 3 to 5 years.
7. A remedy or action taken to seek aid, such as for the correction of an error in a credit account, is called \_\_\_\_\_.
8. A court order called a(n) \_\_\_\_\_ pardons a debtor from paying debts.
9. A proceeding in which a creditor may legally take possession of money or goods held by a third party in payment of a borrower's debt is called \_\_\_\_\_.
10. A(n) \_\_\_\_\_ is property a debtor is allowed to keep in a bankruptcy proceeding.
11. When someone intentionally uses another person's credit card to steal money, that is called \_\_\_\_\_.
12. A federal law, the \_\_\_\_\_, prohibits abusive practices when collecting debt.
13. A type of bankruptcy called \_\_\_\_\_ is also known as straight bankruptcy.
14. When a debtor gets behind in making payments, the account is said to be in \_\_\_\_\_.

15. Records that can be used to support a claim, also known as \_\_\_\_\_, can help win an adjustment to a credit account.
  16. Borrowing money using the equity in your home as security is getting a(n) \_\_\_\_\_.
  17. A fake offer, sale, or other gimmick, called a(n) \_\_\_\_\_, is designed to cheat consumers.
  18. A document that gives a person's credit history and current status with regard to credit and income is called a(n) \_\_\_\_\_.
  19. The \_\_\_\_\_ is a federal law that requires that consumers be fully informed about the true cost of credit.
  20. A legal process a creditor can use to force the sale of mortgaged property to repay the mortgage when a borrower does not make mortgage payments is called \_\_\_\_\_.
  21. The process of taking an asset used for collateral, such as a car, and selling it to pay a debt is called \_\_\_\_\_.
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#### **EXCEL PROBLEMS**

Use Excel to solve the problems below and email the spreadsheet as an attachment.  
**MAKE SURE TO USE FORMULAS IN YOUR WORK!**  
(don't just type the answers)

1. Juan Martinez has a house valued at \$250,000. His mortgage is for \$180,000. How much money can he borrow if the company will lend 80 percent of the equity in the home?
2. Joe Patel has a house valued at \$180,000. His mortgage is for \$150,000. How much money can he borrow if the company will lend 70 percent of the equity in the home?
3. Jeff Wong has a house valued at \$200,000. His mortgage is for \$190,000. How much money can he borrow if the company will lend 85 percent of the equity in the home?
4. Your credit card was stolen. You reported the theft within 24 hours. Before the theft was reported, the thief charged \$2,450 at a jewelry store and \$1,245 at an electronics store. How much of the fraudulent charges will you have to pay?
5. Gloria Perez owes a balance of \$5,000 on one credit card that charges 19 percent interest. She can pay off the balance in 2 years making monthly payments of \$252.02. She has another credit card with a balance of \$7,500 that charges 20 percent interest. She can pay off the balance in 2 years making monthly payments of \$381.72. Gloria owns a home valued at \$150,000. She can get a home equity loan for \$12,500 at 8 percent interest. Gloria can repay the loan in 2 years making monthly payments of \$565.34. How much money will Gloria save if she takes out a home equity loan to pay off the credit card balances?