

Personal Finance  
Blizzard Bag 2  
15pts.

1. Log onto <https://www.practicalmoneyskills.com>
2. On the tabs at the top click on **Personal Finance**, then select **Life Events**, select **Employer Provided Benefits**. On the **LEFT** side in the column select **401(k) Plans** and **read the article**.
3. Type up two-three paragraphs answering the following questions in your own words:
  - Explain what a 401 (k) is **AND** how does it work?
  - How are employees eligible?
  - What is the contribution amount allowed for 2014?
  - Do employers match contributions? Explain this.
  - Explain a vesting schedule?
  - When can you withdrawal money without incurring a penalty?
  - If you leave your employer what are your options?
  - Why do you not want to take the last option (summarize)?

Include **YOUR OWN** thoughts and opinions about the article. After working through the budget challenge would you want to contribute a decent percentage of your paycheck to a 401 (k)? Why or why not?

To receive full credit you must be very thorough in your responses.  
You have to two weeks to complete the assignment.

**\*\***Log onto [www.schoolology.com](http://www.schoolology.com) to type up the assignment.