

## Summary of Selected Findings: Arizona

	State	Nation	Region	
<b>Making Ends Meet</b>				
Difficulty covering expenses and paying bills				
Very difficult	12%	11%	10%	
Somewhat difficult	40%	39%	39%	
Not at all difficult	47%	48%	50%	
Spending vs. saving				
Spending less than income	36%	40%	39%	
Spending about equal to income	42%	38%	40%	
Spending more than income	19%	18%	19%	
Overdraw checking account occasionally	16%	19%	19%	<i>Respondents with checking accounts</i>
Have unpaid medical bills	20%	21%	19%	
Number of times mortgage payments have been late				
Once	8%	7%	7%	<i>Respondents with mortgages</i>
More than once	4%	9%	5%	
Have taken a loan from retirement account in past year	16%	13%	14%	<i>Respondents with self-directed employer plan or non-employer plan</i>
Have taken a hardship withdrawal from retirement account in past year	12%	10%	10%	
Have experienced large unexpected drop in income in past year	22%	22%	22%	
<b>Planning Ahead</b>				
Have emergency funds	42%	46%	44%	
Do not have emergency funds	53%	50%	52%	
Have tried to figure out retirement savings needs	42%	39%	40%	<i>Non-retired respondents</i>
Have not tried to figure out retirement savings needs	54%	56%	56%	
Have set aside money for children's college education	36%	41%	41%	<i>Respondents with financially dependent children</i>
Have not set aside money for children's college education	60%	56%	56%	
<b>Retirement Accounts</b>				
Have employer-provided retirement plan (e.g., pension, 401(k))	49%	53%	52%	<i>Non-retired respondents</i>
Have non-employer retirement plan (e.g., IRA, Keogh, SEP, etc.)	28%	28%	28%	
Regularly contribute to self-directed retirement account	74%	79%	77%	<i>Respondents with self-directed employer plan or non-employer plan</i>

	<b>State</b>	<b>Nation</b>	<b>Region</b>	
<i>Stocks, Bonds, and Mutual Funds</i>				
Invest in stocks, bonds, mutual funds, or other securities outside of retirement account	29%	30%	29%	
<b>Managing Financial Products</b>				
<i>Banking</i>				
Have checking account	91%	91%	93%	
Have savings account, money market account, or CDs	79%	75%	80%	
<i>Credit Cards</i>				
Credit card behaviors in past year				
Always paid credit cards in full	49%	52%	50%	
Carried over a balance and was charged interest	50%	47%	49%	
Paid the minimum payment only	36%	32%	34%	<i>Respondents with credit cards</i>
Charged a late fee for late payment	12%	14%	12%	
Charged an over the limit fee for exceeding credit line	6%	8%	7%	
Used the cards for a cash advance	11%	11%	11%	
<i>Other Payment Methods</i>				
Use reloadable prepaid debit cards	25%	24%	23%	
Use mobile payment methods	24%	22%	22%	
<i>Mortgages</i>				
Have mortgage	65%	57%	65%	<i>Homeowners</i>
Have home equity loan	13%	16%	13%	
Home "underwater" (negative equity)	14%	9%	11%	<i>Homeowners</i>
<i>Other Debt</i>				
Have student loan	24%	26%	26%	
Have auto loan	30%	30%	32%	
<i>Non-Bank Borrowing</i>				
Non-bank borrowing methods used in past 5 years				
Auto title loan	14%	10%	11%	
Short term 'payday' loan	10%	12%	12%	
Pawn shop	21%	16%	18%	
Rent-to-own store	9%	10%	9%	
Used one or more non-bank borrowing methods in past 5 years	31%	26%	27%	

State Nation Region

**Financial Knowledge & Decision-Making**

*Financial Literacy*

Suppose you had \$100 in a savings account and the interest rate was 2% per year. After 5 years, how much do you think you would have in the account if you left the money to grow?

<u>More than \$102</u> (correct answer)	75%	75%	77%
Exactly \$102	9%	8%	8%
Less than \$102	6%	5%	5%
Don't know	10%	12%	10%

Imagine that the interest rate on your savings account was 1% per year and inflation was 2% per year. After 1 year, how much would you be able to buy with the money in this account?

More than today	10%	10%	10%
Exactly the same	8%	10%	9%
<u>Less than today</u> (correct answer)	65%	59%	63%
Don't know	16%	20%	18%

If interest rates rise, what will typically happen to bond prices?

They will rise	19%	19%	20%
<u>They will fall</u> (correct answer)	28%	28%	30%
They will stay the same	7%	5%	5%
There is no relationship between bond prices and the interest rate	10%	9%	9%
Don't know	36%	38%	37%

Suppose you owe \$1,000 on a loan and the interest rate you are charged is 20% per year compounded annually. If you didn't pay anything off, at this interest rate, how many years would it take for the amount you owe to double?

Less than 2 years	8%	4%	5%
<u>At least 2 years but less than 5 years</u> (correct answer)	32%	33%	33%
At least 5 years but less than 10 years	31%	29%	30%
At least 10 years	7%	8%	8%
Don't know	22%	25%	23%

A 15-year mortgage typically requires higher monthly payments than a 30-year mortgage, but the total interest paid over the life of the loan will be less.

<u>True</u> (correct answer)	76%	75%	78%
False	9%	8%	7%
Don't know	15%	16%	14%

Buying a single company's stock usually provides a safer return than a stock mutual fund.

True	8%	10%	9%
<u>False</u> (correct answer)	50%	46%	49%
Don't know	42%	44%	42%

Mean number of correct quiz answers	3.25	3.16	3.29
Mean number of incorrect quiz answers	1.31	1.25	1.24
Mean number of "don't know" quiz answers	1.40	1.54	1.43

	<b>State</b>	<b>Nation</b>	<b>Region</b>	
<i>Comparison Shopping</i>				
Compared credit cards	41%	35%	37%	<i>Respondents with credit cards</i>
Did not compare credit cards	53%	58%	57%	

**Notes:**

Region = Mountain Census Division (Arizona, Colorado, Idaho, Montana, Nevada, New Mexico, Utah, Wyoming).

State figures are weighted by age x gender, ethnicity and education.

National figures are weighted by age x gender, ethnicity, education and Census Division.

Census Division figures are weighted by age x gender, ethnicity, education and state.

Differences between groups may or may not be statistically significant.

Percentages may not add up to 100 because of missing or “don’t know” responses.

Survey was conducted June - October 2015.

For additional findings and details, full survey results are available for download at [http://usfinancialcapability.org/downloads/NFCS\\_2015\\_Full\\_Data\\_Tables.xls](http://usfinancialcapability.org/downloads/NFCS_2015_Full_Data_Tables.xls)