

## Chapter 9 – Vehicle Transportation

### I-Summary

This chapter helped you understand purchasing and leasing vehicles. There are many costs associated with owning a vehicle. When buying a new car, you need to take into account the base price, options, and destination charge. When buying a used car, you can consult with used vehicle guides to find out about average prices. You also need to consider the cost of insurance and other variable costs you will incur. An alternative to buying may be to lease or to rent a vehicle.

### I-Quiz

1. What are the costs that increase the more you drive called?
  - A. depreciation
  - B. fixed costs
  - C. variable costs
2. Which one of these does the sticker price of a new vehicle NOT include:
  - A. base price and options
  - B. insurance
  - C. destination charge
3. What is the kind of insurance that protects you from theft and vandalism called?
  - A. comprehensive
  - B. liability
  - C. collision
4. What can you do at the end of a *closed-end* lease?
  - A. buy the car for its retail value
  - B. turn the car in
  - C. rent the car for five more years
5. Your annual automobile insurance premium is calculated on the annual base premium and the:
  - A. driver-rating factor
  - B. cost of living
  - C. age of your car

## **Answer Key**

- 1. C**
- 2. B**
- 3. A**
- 4. B**
- 5. A**