

## Summary of Selected Findings: South Dakota

	State	Nation	Region	
Making Ends Meet				
Difficulty covering expenses and paying bills				
Very difficult	11%	10%	10%	
Somewhat difficult	35%	33%	32%	
Not at all difficult	52%	54%	56%	
Spending vs. saving				
Spending less than income	44%	43%	45%	
Spending about equal to income	35%	34%	34%	
Spending more than income	18%	19%	18%	
Overdraw checking account occasionally	19%	21%	20%	Respondents with checking accounts
Have unpaid medical bills	25%	22%	24%	
Number of times mortgage payments have been late				
Once	10%	8%	6%	Respondents with mortgages
More than once	6%	9%	8%	
Have taken a loan from retirement account in past year	9%	14%	10%	Respondents with defined contribution retirement accounts
Have taken a hardship withdrawal from retirement account in past year	7%	14%	9%	
Have experienced large unexpected drop in income in past year	22%	26%	23%	
Planning Ahead				
Have emergency funds	50%	53%	52%	
Do not have emergency funds	47%	43%	44%	
Have tried to figure out retirement savings needs	41%	39%	38%	Non-retired respondents
Have not tried to figure out retirement savings needs	54%	55%	56%	
Have set aside money for children’s college education	38%	40%	38%	Respondents with financially dependent children
Have not set aside money for children’s college education	57%	54%	58%	
Retirement Accounts				
Have employer-provided retirement plan (e.g., pension, 401(k))	57%	49%	51%	Non-retired respondents
Have non-employer retirement plan (e.g., IRA, Keogh, SEP, etc.)	31%	26%	28%	
Regularly contribute to retirement account	79%	79%	80%	Respondents with defined contribution retirement accounts

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*Stocks, Bonds, and Mutual Funds*

Invest in stocks, bonds, mutual funds, or other securities outside of retirement account

40%	35%	35%
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**Managing Financial Products**

*Banking*

Have checking account

93%	91%	91%
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Have savings account, money market account, or CDs

75%	72%	72%
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*Credit Cards*

Credit card behaviors in past year

Always paid credit cards in full

60%	59%	60%
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Carried over a balance and was charged interest

40%	43%	40%
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Paid the minimum payment only

31%	35%	32%
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Charged a late fee for late payment

14%	17%	16%
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Charged an over the limit fee for exceeding credit line

8%	11%	10%
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Used the cards for a cash advance

12%	15%	13%
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*Respondents with credit cards*

*Mobile Payment Methods*

Use mobile phone to pay at point of sale

37%	43%	38%
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Use mobile phone to transfer money to another person

49%	53%	47%
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*Mortgages*

Have mortgage

49%	51%	49%
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Have home equity loan

9%	12%	11%
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*Homeowners*

Home “underwater” (negative equity)

3%	7%	5%
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*Homeowners*

*Other Debt*

Have student loan

24%	23%	24%
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Have auto loan

30%	29%	29%
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*Non-Bank Borrowing*

Non-bank borrowing methods used in past 5 years

Auto title loan

9%	12%	13%
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Short term “payday” loan

11%	15%	15%
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Tax refund advance

8%	11%	9%
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Pawn shop

23%	21%	20%
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Rent-to-own store

10%	14%	12%
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Used one or more non-bank borrowing methods in past 5 years

33%	32%	31%
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## Financial Knowledge

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)	76%	69%	71%
Exactly \$102	7%	9%	8%
Less than \$102	5%	6%	5%
Don't know	12%	15%	14%

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	12%	12%	11%
Exactly the same	6%	11%	9%
<u>Less than today</u> (correct answer)	62%	53%	57%
Don't know	19%	23%	22%

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

They will rise	19%	20%	19%
<u>They will fall</u> (correct answer)	28%	25%	27%
They will stay the same	6%	6%	6%
There is no relationship between bond prices and the interest rate	7%	9%	8%
Don't know	40%	39%	40%

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	4%	5%	4%
<u>At least 2 years but less than 5 years</u> (correct answer)	32%	30%	32%
At least 5 years but less than 10 years	28%	28%	29%
At least 10 years	8%	7%	8%
Don't know	29%	28%	26%

Which of the following indicates the highest probability of getting a particular disease?

<u>There is a one-in-twenty chance of getting the disease</u> (correct answer)	43%	36%	41%
2% of the population will get the disease	10%	13%	12%
25 out of every 1,000 people will get the disease	15%	17%	15%
Don't know	32%	33%	30%

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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)	78%	69%	74%
False	5%	9%	7%
Don't know	16%	22%	18%
Buying a single company's stock usually provides a safer return than a stock mutual fund.			
True	9%	12%	10%
<u>False</u> (correct answer)	48%	42%	48%
Don't know	43%	45%	42%
Mean number of correct quiz answers	3.66	3.23	3.50
Mean number of incorrect quiz answers	1.40	1.63	1.52
Mean number of "don't know" quiz answers	1.91	2.06	1.92

#### Notes:

Region = West North Central Census Division (Iowa, Kansas, Minnesota, Missouri, Nebraska, North Dakota, South Dakota).

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 2021.

Additional findings and details are available for download at [www.FINRAFoundation.org/NFCS](http://www.FINRAFoundation.org/NFCS).