



Budgeting

Subtitle TBD

- Knowledge = Control
- Quantify your life goals



Why budget?

- What is **income**?



Where your money **comes from**.

Income

- What are **expenses**?



Where your money **goes**.

Income

Meet Sam

- Sam is an **11th grader**
- Sam is starting to think about senior year and needs a **new cell phone**
- A new cell phone costs around **\$699**
- Sam has \$339 already saved for it.

How much should Sam save per month in order to afford her new phone in one year's time?

INCOME	Estimate Your Income
Wages/Income	
Paycheck, Allowance, Birthday Money, etc.	\$450
Interest Income	
From Savings Account	\$1
INCOME SUBTOTAL	\$451
EXPENSES	Estimate Your Expenses
Savings	
Savings Account	\$10
Bills	
Rent/Mortgage	\$0
Utilities	
Electric, Cell Phone, etc.	\$0
Groceries/Snacks	\$30
Car	
Car Payment	\$0
Car Insurance	\$76
Gasoline	\$130
Shopping/Dining	
Clothes	\$50
Eating Out	\$50
Fun	
Entertainment	
Movies, Video Games, Bowling, etc.	\$75
EXPENSES SUBTOTAL	\$421
NET INCOME	
Income Minus Expenses	\$30

INCOME	Estimate Your Income	Adjusted Income
Wages/Income		
Paycheck, Allowance, Birthday Money, etc.	\$450	\$475.00
Interest Income		
From Savings Account	\$1	\$1
INCOME SUBTOTAL	\$451	\$476
EXPENSES	Estimate Your Expenses	Adjusted Expenses
Savings		
Savings Account	\$10	\$10
Bills		
Rent/Mortgage	\$0	\$0
Utilities		
Electric, Cell Phone, etc.	\$0	\$0
Groceries/Snacks	\$30	\$14
Car		
Car Payment	\$0	\$0
Car Insurance	\$76	\$76
Gasoline	\$130	\$136
Shopping/Dining		
Clothes	\$50	\$50
Eating Out	\$50	\$70
Fun		
Entertainment		
Movies, Video Games, Bowling, etc.	\$75	\$90
EXPENSES SUBTOTAL	\$421	\$446
NET INCOME		
Income Minus Expenses	\$30	\$30

Opportunity Arises!

- A friend asks Sam to go to a concert. Tickets to the concert are \$100
- How can we adjust Sam's budget to accommodate the ticket price?



INCOME		Estimate Your Income	Adjusted Income
Wages/Income			
Paycheck, Allowance, Birthday Money, etc.		\$450	\$450.00
Interest Income			
From Savings Account		\$1	\$1
INCOME SUBTOTAL		\$451	\$451
EXPENSES		Estimate Your Expenses	Adjusted Expenses
Savings			
Savings Account		\$10	\$10
Bills			
Rent/Mortgage		\$0	\$0
Utilities			
Electric, Cell Phone, etc.		\$0	\$0
Groceries/Snacks		\$30	?
Car			
Car Payment		\$0	\$0
Car Insurance		\$76	\$76
Gasoline		\$130	?
Shopping/Dining			
Clothes		\$50	?
Eating Out		\$50	?
Fun			
Entertainment			
Movies, Video Games, Bowling, etc.		\$100	?
EXPENSES SUBTOTAL		\$446	\$421
NET INCOME			
Income Minus Expenses		\$5	\$30