

Budget Information

Sample:

You are a student at Malden High School. You earn \$8.00 an hour working approximately 15 hours a week. About 25% of your pay is deducted for taxes. You also earn approximately \$10 each month in interest and get \$25 a week as an allowance.

You still owe \$150 a month on a car loan; because you live at home rent is provided by your parents. You are responsible for the following monthly expenses: Cell phone \$50-\$65, gas \$25- \$35, and auto insurance \$50 a month. In addition, you spend money each month on clothes, music, and entertainment. Most of your food expenses are provided by your parents, but you do spend money on food outside the house at least once a week.

One of your goals is to take a trip to California in six months. You expect this to cost \$1,000, and she has already saved \$780.

Identify your **Monthly** income and expenses (fixed and variable) and use this information to create your monthly budget.

MHS Student Monthly Budget

Estimated Income:

Paycheck (after-taxes)	\$360	$8 \times 15 \times 4 = 480 \times 0.75 = 360$
Allowance	\$100	25×4
Interest Earned	<u>10</u>	
Total Estimate Income	\$470	

Expenses:

PYF-CA Trip	\$ 37*	$1000 - 780 = 220 / 6 = \$36.67$
PYF-Savings	\$ 33*	
Car Payment	\$150	
Car Insurance	\$ 50	
Cell Phone	\$ 65*	(50 to 65)
Gas	\$ 35*	(25 to 35)
Music/Entertainment	\$ 40*	
Clothes	\$ 20*	
Food	<u>\$ 40*</u>	
Total Estimated Expenses	\$470	
	Total Income \$470	Not a
	-Total Expenses \$470	requirement
	\$ 0	BALANCE

Tom's Budget Information: (copy of rubric is on the next page)

Tom Smith is a Jr. at Malden High School. He earns \$9.00 an hour working approximately 20 hours a **week**. About 20% of his pay is deducted for taxes. Tom also earn approximately \$5 each **month** in interest and gets \$25 a **week** as an allowance.

Tom owes \$150 a month on a car loan; because you live at home rent is provided by his parents. Tom pays his parents \$25 a **month** to help pay the household bills. He is also responsible for the following monthly expenses: Cell phone \$65-\$80, gas \$15- \$25, and auto insurance \$75 a month. In addition, he spends money each month on clothes, entertainment, and bus fare. Most of Tom's food expenses are provided by his parents, but he does spend money on food outside the house at least once a week.

One of Tom's goals is to buy a laptop in two months and he needs to save another \$150. Tom also saves \$50 per month for a trip Europe.

Identify Tom's **Monthly** income and expenses (fixed and variable) and use this information to create his monthly budget. *complete in classroom or on a piece of paper.

Budget Rubric

Criteria	4	3	2	1	0
Organization of Budget	Response identifies the budget time frame and effectively displays total income and total expenses	Response is missing or does not clearly display one of the items. (Time frame, total income, or total expenses)	Response is missing or does not clearly display two of the items. (Time frame, total income, or total expenses)	Response does not clearly display any of the items. (Time frame, total income, or total expenses)	No response or response is completely incorrect.
Decision Making	Response identifies appropriate decisions when allocating income and does not violate any of the income and expense data.	One or two of the allocation decisions are inconsistent with the income and expense data.	Between three to five allocation decisions are inconsistent with the income and expense data.	More than five of the allocation decisions are inconsistent with the income and expense data.	
Income Sources	All income sources are identified and correctly reported	One income source is not identified or incorrectly reported	Two income sources are not identified or incorrectly reported	More than two income source is not identified or incorrectly reported	

Expenses	All fixed and variable expenses are identified and correctly reported.	One or Two fixed or variable expenses are missing or incorrectly reported	Between three to five fixed or variable expenses are missing or incorrectly reported	More than five fixed or variable expenses are missing or incorrectly reported	
Accuracy of calculations	All calculations are correct and the budget is balanced	One or two incorrect calculations and/or the budget is not balanced	More than two incorrect calculation but the budget is balanced	More than two incorrect calculation and the budget is not balanced	
Total Points:					