Name:

Date:

School:

Facilitator:

3.03 Analyzing a Personal Budget

**Read each scenario below and fill-in the budget for each person.**

**Alex is attending college in his hometown and has a part time job. He earns $7.50 per hour and he works 34 hours per week. Alex’s payroll deductions are 28% of his gross income.**

**Alex is renting an efficiency apartment which costs $215 per month. Electricity, water, and gas are included in the rent. He has a cable bill that is $40 per month and a cell phone bill that is $85.00 per month. He has a motorcycle payment of $105 per month, plus insurance and operating expenses which total $40 per month.**

**Alex uses an estimate of 15% of his net income to determine how much he will spend on food. He also saves 5% of his net income for an emergency.**

|  |  |
| --- | --- |
|  | **PER MONTH** |
| **Gross Income (**Weekly Salary × 4) | **$** |
| **Deductions** (Monthly Salary) × (Percent as a Decimal) | **$** |
| **TOTAL NET INCOME** | **$**  |

|  |  |
| --- | --- |
| **Food** (Net Income) × (% as a Decimal) | **$** |
| **Housing**  | **$** |
| **Phone Bill** | **$** |
| **Transportation** (Car Payment) + (Expenses) | **$** |
| **Cable** | **$** |
| **Emergency Expenses** (Net Income) × (% as a Decimal) | **$** |
| **TOTAL FIXED EXPENSES** | **$** |

|  |  |
| --- | --- |
| **Net Income** | **$** |
| **Total Fixed Monthly Expenses** | **$** |
|  |
| **SPENDABLE INCOME** | **$** |

**Janet has finally graduated from college. She has gotten a job in her field making $33,000 per year. Janet’s payroll deductions are 28% of her gross income.**

**Janet has rented an apartment that costs $395.00 per month. Water and cable is included in the rent of the apartment. She has a cell phone bill of $100.00 per month. Electricity is $110.00 per month. Janet has a car payment of $298.00 per month. Insurance and operating expenses for the car are $120.00 per month.**

**Janet plans to save 5% of her income for emergencies and vacations. She pays 5% of her net income for medical insurance. 15% of her net income is allocated for food. 10% of her net income is for clothing/personal items.**

14. What is Janet’s monthly income? $

15. How much are Janet’s payroll deductions? $

16. What is Janet’s net income? $

17. How much has Janet allocated for food? $

18. How much is Janet saving per month? $

19. How much does Janet pay for medical insurance? $

20. How much has Janet allocated for clothing/personal items? $

21. What is the total of Janet’s fixed expenses? $

22. What is Janet’s spendable income? $