

How to Pay for What You Need

Why Important

- Ability to achieve important goals
- Lowers anxiety
- Puts **YOU** in control

Define the goal and set the course of action

- What is the goal?
- How much money do I need to achieve this goal?
- How much time do I have to achieve the goal?
- What are my resources?

Cash Flow

- What is it?
- Why it is crucial for any project
- How to create discretionary income
- Examples of what planned funding can produce

	BUDGET	
	MONTHLY	TOTAL
INCOME		
Salary & Wages		
Self- Employment		
Bonus		
Investment Income		
Pension & Annuities		
Other Income		
Deductions		
Taxes		
Federal		
State		
Local		
Social Security		
Benefits		
Other		
GROSS INCOME		
TOTAL DEDUCTIONS		
NET INCOME		

FIXED EXPENSES

FIXED EXPENSES	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
Rent/ Mortgage	250	250	250	250	250	250	250	250	250	250	250	250	3000
Fuel													
Electricity													
Telephone													
Water													
Homeowners Insurance													
Automobile Insurance													
Disability Insurance													
Medical Insurance													
Life Insurance													
Personal Property Taxes													
Real Estate Taxes													
Income Taxes													
Automobile Loan													
Loan Repayment													
Other Debt													
Emergency Fund													
Other													
TOTAL FIXED EXPENSES													

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FIXED EXPENSES

FIXED EXPENSES	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
Rent/ Mortgage	250	250	250	250	250	250	250	250	250	250	250	250	3000
Fuel													
Electricity													
Telephone	75	75	75	75	75	75	75	75	75	75	75	75	900
Water													
Homeowners Insurance													
Automobile Insurance													
Disability Insurance													
Medical Insurance	100	100	100	100	100	100	100	100	100	100	100	100	1200
Life Insurance													
Personal Property Taxes													
Real Estate Taxes													
Income Taxes													
Automobile Loan													
Loan Repayment			100			100			100			100	400
Other Debt													
Emergency Fund													
Other													
TOTAL FIXED EXPENSES													5500

$$\$5500 \div 12 = \$458.33/\text{month}$$

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FLEXIBLE EXPENSES

[illegible]

*Flexible Expenses—Daily Log**

MONTH

[illegible]

Planned Funding

- Bring lunch 3X/week \$30/wk \$120/mo
- Bottled water \$1/day \$5/wk \$ 20/mo
- Weekend entertainment \$25/wk \$100/mo
- Use bank ATM machine \$5/wk \$ 20/mo

How to Fund Your Goal

- List what you currently have set aside

\$1,000.00

What is the Future Value of your Current Savings?

\$1,000.00

How Much Do You Need?

\$ 5,000.00

Possible Sources for Funding

- Family
- Federal Government
- La Guardia
- Employment
- Other

\$1,000.00

How Much Money Do I Need to Save from Cash Flow?

- Previously saved \$1,000.00. Obtained \$1,000.00. Need additional \$3,000.00
- \$250.00/month \$3,000 divided by 12 months
- \$58.00/week \$3,000 divided by 52 weeks

What to do When Life Disrupts Your Plans

- Set Priorities
- Use Resources
- Reset Plan