# 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	ост	NOV	DEC	TOTAL
Rent/ Mortgage	250	250	250	250	250	250	250	250	250	250	250	250	3000
Fuel													
Electricity													
Telephon <b>e</b>													
Water													
Homeowners Insurance													
Automobile Insurance													
Disability Insurance								,					
Medical Insurance													
Life insurance													
Personal Property Taxes									3	ł			
Real Estate Taxes													
Income Taxes													
Automobile Loan								70	F 1	111			
Loan Repayment				i					4	, <del>.</del>			
Other Debt				1					1.7%				
Emergency Fund								- 1	. 4	1 4 1			
Other	1												
TOTAL FIXED EXPENSES													

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#### **FIXED EXPENSES**

FIXED EXPENSES	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	ост	NOV	DEC	TOTAL
Rent/ Mortgage	250	250	250	250	250	250	250	250	250	250	250	250	3000
Fuel													
Electricity	1												
Telephone	75	15	75	75	75	15	75	75	75	75	75	75	900
Water			1		,	10		70	1				700
Homeowners Insurance	1												
Automobile Insurance	1												
Disability Insurance	1												
Medical Insurance	100	100	100	100	100	100	100	100	100	100	100	100	1200
Life insurance	1		70	, , ,	750	/	100		700	700	700	700	
Personal Property Taxes										,			
Real Estate Taxes	1												
Income Taxes	1	1											
Automobile Loan	1												
Loan Repayment			100	i		100			100			100	400
Other Debt						,			1.50				700
Emergency Fund													2
Other	1				7								
TOTAL FIXED EXPENSES													5500

\$5500 - 12 = \$458,33 / month

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#### FLEXIBLE EXPENSES

FLEXIBLE EXPENSES	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	иол	DEC	TOTAL
Food/Beverage													
Clothing													
Laundry/ Cleaning													
Home/ Office Supplies													
Animals .								-	-			-	
Personal Care Tolletries							-						
Periodicals						-	-	-	-		-	-	
Recreation				-	<u> </u>		-		-	-	<del> </del>	-	
Entertainment				-	-	-	-	-	-		<del> </del>	-	
Travel/ Vacation				-	-	-	-	-	-	-	+	-	
Gifts/ Holidays/ Weddings/ Birthdays				-		-			-	-	-	-	
HOUSEHOLD MAINTENANCE			-	-	-	-	+	+	-	1	+	-	
Lawn & Snow Removal					-	-	-	-	-	-	-		
Housekeeping						-	-	-	-	<del>                                     </del>	+	+	
Garbage					-	-	-		-	-	-	-	-
Repairs						-	+	-	-	-		-	<del> </del>
Home Furnishings							-		+-	-	-	-	-
Major Appliance Purchases					-	-	-		-	-		-	-
TRANSPORTATION						-	-		+	-	-	<del>                                     </del>	<del> </del>
Gas/ Oli						-	+		╂	-	-	+	<b>—</b>
Repairs					-	-	-			-	+-	-	-
Licenses & Registration									-	-	+-	-	-
Commutation Parking							-		-		-	-	-
CHILDREN'S EXPENSES								-	-	-	-	+	+
Allowances									-	-	-	-	
Lessons						-			-	-	-	-	-
Camp/ Recreation/ Sports						-	-		-	-	-		-
MEDICAL EXPENSES									-	-	-	-	1
EDUCATION EXPENSES						-			-	-		+	1
TOTAL FLEXIBLE EXPENSES													

Flexible Expenses—Daily Log\*

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	Lunches/snacks	_		L																					-	$\vdash$	-	-	_	_	-	$\vdash$	
Š	Gas/oil/repairs																							-		-	-		_	_	-		
TRANS.	Commutation																				-		-	-	-	-		-		_			
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## 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