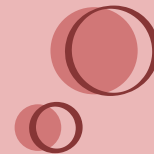
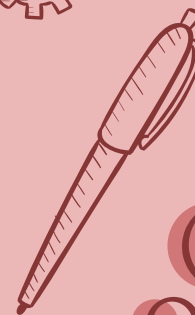


Finances



01.05.2021

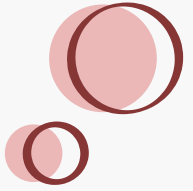




Budgeting

- \$ Income vs. expenses vs. savings
 - ★ Income: money you receive
 - ★ Wage/allowance
 - ★ Gifted money
 - ★ Expenses: money you spend
 - ★ Essentials
 - ★ Leisure items/non-essentials
 - ★ Savings: money you save for later
 - ★ Emergency funds
 - ★ Long-term





Order of Spending

1

**Essentials
(expenses)**

2

**Emergency
funds
(savings)**

3

**Long-term
(savings)**

4

**Leisure
items
(expenses)**



Expenses

Essentials

-  Food
-  Water
-  Sanitation
-  Hygiene
-  Bills
-  Gas

Leisure Items/Non-Essentials

-  Subscriptions
-  Games
-  Treats
-  Gifts





Savings

Emergency Funds

-  Repairs
-  Injuries
-  Family needs
-  Job instability

Long-Term

-  Vacation
-  Projects
-  New car





Comparison Shopping

- \$ Before making a purchase, you should “shop around” to make sure you are getting the best deal on the product you are looking for.
- \$ Larger purchases (e.g. vehicles, electronics, projects, etc.):
 - ¢ Check different stores/sellers & different purchasing options
 - ¢ Time of purchase (consider waiting for a sale)
 - ¢ Compare brands/products
- \$ Smaller purchases (e.g. food/grocery shopping)
 - ¢ Compare brands/products
 - ¢ Pay attention to unit prices
 - ¢ Choose items that are on-sale & use coupons





Interactive Discussion



What emotions do you feel when you receive money?



How does the amount of money you have with you affect your spending habits?



What thoughts/feelings do you have when you buy something new? How do these thoughts/feelings change in the future, for example, three months later? (Buyer's remorse)



How does hunger affect you when shopping for food items?



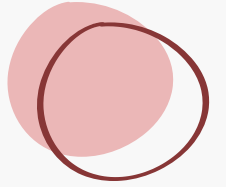
What experiences have you had with purchasing an item after seeing or hearing advertisements for it? Did the item work as well as advertised?



Second Class Rank

Requirement 8c: With your parents or guardian, **decide on an amount of money that you would like to earn, based on the cost of a specific item you would like to purchase.** Develop a written plan to earn the amount agreed upon and follow that plan; it is acceptable to make changes to your plan along the way. Discuss any changes made to your original plan and whether you met your goal.

Requirement 8d: At a minimum of three locations, **compare the cost of the item for which you are saving to determine the best place to purchase it.** After completing Second Class requirement 8c, decide if you will use the amount that you earned as originally intended, save all or part of it, or use it for another purpose.



First Class Rank

Requirement 2b: Using the menu planned in First Class requirement 2a, **make a list showing a budget** and the food amounts needed to feed three or more youth. Secure the ingredients.



Personal Management Merit Badge



Thank you!



Any questions?
(Kahoot! to follow)