

BUDGETING

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Financial Awareness Means Equity 2011

OVERVIEW

- Review and Assignment Presentation from the Second Day
- How to Cut Your Spending?
- Examples

(Reference: Personal Finance How to do it Powered by 2007 Quamut)

REVIEW

- Review
- Assignment Presentation from the Second Day

How to Cut Your Spending?

- Cut back discretionary expense
- Buy in bulk
- Buy for the lowest possible price
- Avoid impulse buying

CUT BACK DISCRETIONARY EXPENSE

- Instead gym membership, consider working out at home
- Choose cheaper plan for the cell phone
- Carpooling
- Any other ideas?

BUY IN BULK

- Buy in bulk from warehouse stores and price clubs, such as BJ's or Costco
- Any more ideas?

BUY FOR THE LOWEST POSSIBLE PRICE

- Use discount coupons
- Use sites such as
Froogle (www.froogle.com) and
Pricegrabber (www.pricegrabber.com)
for the online shopping
- Any other ideas?

AVOID THE IMPULSE BUYING

- Impulse buying accounts for as much as 40% of all purchases
- Know the difference between need and want
- Any other ideas?

EXAMPLE

- Budgeting on car purchase and maintenance
- List possible ways to cut your spending on your car maintenance

ASSIGNMENT

- List the possible ideas to cut your spending for your current situation and for your first year out of high school (as an estimation)