

Spending Plans Note Taking Guide

	Total Points Earned
	Total Points Possible
	Percentage

Name _____

Date _____

Class _____

Directions: Use the prompts provided to help you take notes during the lesson.

The Spending Plan

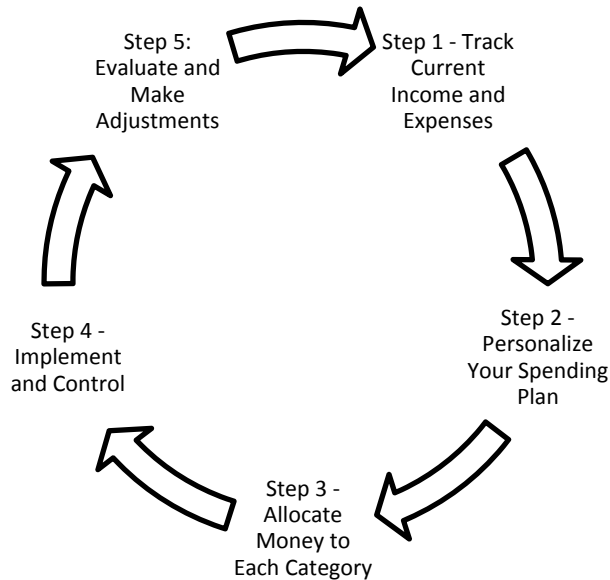
What is a **Spending Plan**?

Draw a line to match each money management tool with the appropriate time frame.

Statement of Financial Position	Past
Income and Expense Statement	Future
Spending Plan	Today

Why is a Spending Plan an important part of financial planning?

The Spending Plan Development Process



Circle the steps in the spending plan development process that develop a spending plan.

Place a square around the steps in the spending plan development process that maintain a spending plan.

1 *By creating an Income and Expense Statement, you have already tracked income and expenses.*
Why is tracking income and expenses an important part of creating a Spending Plan?

<p>2 <i>How will you develop a Spending Plan?</i> What are two methods that may be used to develop a Spending Plan?</p> <ol style="list-style-type: none">1.2.	<p><i>Select a time period for your spending plan.</i> What time period do most people use for their Spending Plan?</p>	<p><i>What categories will your Spending Plan include?</i> Why are categories different for everyone's Spending Plan?</p>
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3 *Plan how much money to allocate for each category.*

<p>What are three things to consider when determining how much money to allocate to each category? Explain.</p> <ol style="list-style-type: none">1.2.3.	<p>It may help to refer to a spending guide when making decisions regarding how much to spend for each expense. What percentage of net income for each expense category is included in the spending plan guide?</p> <table><tr><td>Saving and Investing:</td><td>Transportation:</td></tr><tr><td>Insurance:</td><td>Food:</td></tr><tr><td>Housing:</td><td>Other:</td></tr></table>	Saving and Investing:	Transportation:	Insurance:	Food:	Housing:	Other:
Saving and Investing:	Transportation:						
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What do you do if you have a net gain? What do you do if you have a net loss?

4 *Implement the Spending Plan and ensure you stick to that plan.*
What are two types of control systems?

- 1.
- 2.

5 Why is evaluating and adjusting a Spending Plan important?