**Financial Literacy**

**Unit 1 Line Master 7a**

Use the table below.

Create a Budget

• Choose a category from each column.

• When or why might someone need to create a budget?   
For example: if you select *individual*, *short-term goal*, *item*,   
then you could create a budget for a teenager who would like to purchase a new guitar, and wants to buy it within 6 months.

Create a budget for your scenario.   
Consider some expenses and income that you or another person might have. If necessary, research costs and expenses.

|  |  |  |
| --- | --- | --- |
| Type of budget | Type of financial goal | Purchase and purpose |
| Individual | Short term | An item |
| Family | A trip |
| Class | Long term | Paying off a debt |
| Community group | Planning an event |

Our choices:

|  |  |  |
| --- | --- | --- |
| Type of budget | Type of financial goal | Purchase and purpose |
|  |  |  |

Our scenario and the amount of money that is required:

**Financial Literacy**

**Unit 1 Line Master 7b**

Our proposed budget:

Create a Budget (cont’d)

Amount of money required \_\_\_\_\_\_\_\_\_\_\_\_\_\_

|  |  |  |  |
| --- | --- | --- | --- |
| Expenses | | | |
| Description | Cost | Total Cost |
|  |  |  |

|  |  |  |  |
| --- | --- | --- | --- |
| Income | | | |
| Description | Amount | Total Amount |
|  |  |  |