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| **Creating Financial Plans for Long-Term Goals** |
| Describes the difference between gross income and net incomeGross income is the amount of money earned before any deductions.Net income is the amount after deductions. | Identifies and describes how taxes are related to both income and expensesA person pays income tax, which is deducted from their gross income.A person pays sales tax on many things they buy. | Understands the use of a financial plan to reach a long-term financial goalI wrote a financial plan to identify what I needed to do, to save money to buy a new pair of skates, which was my financial goal. | Explains some items in a financial planI needed to save $150 to buy skates.My allowance is $10 a week, so if it didn’t spend any of it, I could save for my skates in about 4 months.I got a job delivering newspapers that paid me $15 a week, so I saved all that money for 10 weeks, and was able to spend my allowance on other things. |
| **Observations/Documentation** |
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