

Name: _____

Date: _____

SAVING CREATING A BUDGET

Danny earns \$25 a week working on his parents' farm.

He also makes \$175 a month at his side job at the convenience store. He has a few expenses. He owns a scooter that costs him \$60 a year for insurance and \$10 every 2 weeks for gas. Danny goes out to eat with his friends once a week and spends about \$12 each time. He would really like to get his own horse. He has the space, but he would have to pay for food and veterinary bills. He estimates these expenses would run about \$150 a month. His father has agreed to loan him the money to buy the horse. Danny would have to pay him \$50 a month until he has paid back the total purchase price.

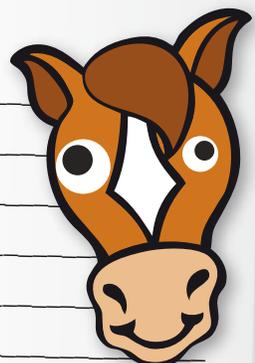
DO THE MATH:

INCOME	
DESCRIPTION	AMOUNT PER MONTH
→	→
→	→
	Total: →

EXPENSES	
DESCRIPTION	AMOUNT PER MONTH
→	→
→	→
→	→
→	→
→	→
→	→
	Total: →

Can Danny afford to buy the horse?
Explain.

→ _____



ÉPARGNE

PRÉPARER UN BUDGET - CORRIGÉ

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DO THE MATH:

INCOME

DESCRIPTION	AMOUNT PER MONTH
Working on the farm	\$100
Working at the store	\$175
Total:	\$275

EXPENSES

DESCRIPTION	AMOUNT PER MONTH
Scooter insurance	\$5
Scooter gas	\$20
Restaurant	\$48
Horse upkeep	\$150
Horse purchase	\$50
Total:	\$273

Can Danny afford to buy the horse?
Explain. (Two possible answers)

- 1 - Yes, Danny can buy the horse because he has enough money to cover all his expenses. Plus, if he is ever short in a month, he could work something out with his father in terms of repaying the horse purchase price.
- 2 - No, Danny shouldn't buy the horse because if his hours at the convenience store get cut back, he won't have enough to cover all his expenses. His budget is too tight and he won't have any money left over for other things.