Making a budget

Job: \_\_\_\_\_\_\_\_\_\_\_\_

Starting Pay: \_\_\_\_\_\_\_\_\_

1. Calculate costs (monthly)
	1. Mortgage payment (limited to $100K-150K for house)
	2. Car payment—its new:
	3. Food
	4. Phone, internet. cable (satellite)
	5. Utilities (water, sewer, gas, electricity)
	6. Entertainment
	7. Savings (how much you would like to save)
	8. Can also include: car insurance, health insurance, gasoline bill, student loans, cell phone, anything else you can think of)
	9. Total Expense: \_\_\_\_\_\_\_\_\_ per month
2. Find the job you want to do
	1. Salary—starting salary for the profession you want
	2. Find income tax rates (federal and state) and payroll taxes--subtract taxes.
	3. Federal rate is progressive, Google Federal Tax Rate—will depend on yearly income. FED TAX \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_
	4. State is now 5.8% for everyone \_\_\_\_\_\_\_\_\_\_
	5. Payroll (Social security and Medicare) is 7.65%) \_\_\_\_\_\_\_\_\_\_\_
	6. Subtract All taxes from starting Salary
	7. Divide by 12 to find monthly income
	8. Total Monthly Income: \_\_\_\_\_\_\_\_\_\_
3. Now total your costs.
	1. Do you have enough to cover your expenses?
	2. Where could you cut/increase spending? (will discuss saving/investing on day 3)