


# Budgeting

(Focus)

1:18

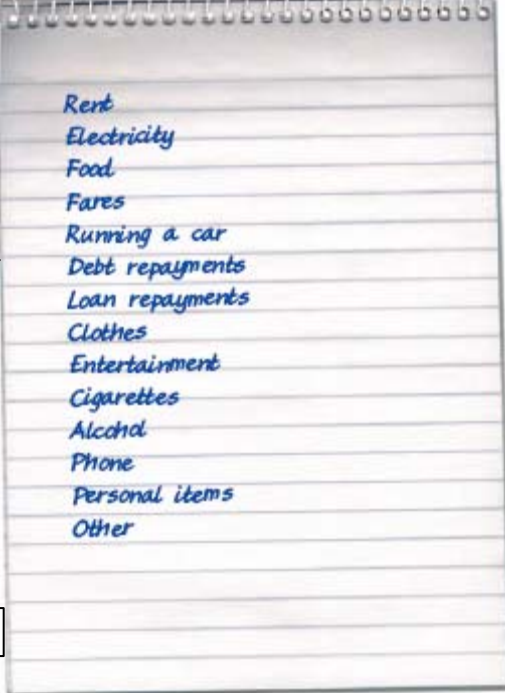

Match the word to the correct meaning.

What money do I have to live on?



Benefits	Money paid to an employee for work
Wages	Money that you borrow and then pay back with interest
Savings	Money paid by the Government to people who need financial help
Loans	Money that you keep safe in a bank or building society until you need it

What do I spend it on?



- Rent
- Electricity
- Food
- Fares
- Running a car
- Debt repayments
- Loan repayments
- Clothes
- Entertainment
- Cigarettes
- Alcohol
- Phone
- Personal items
- Other

Essential spending

# Budgeting

(Task)

1:19



Hi! My name is Milton. I rent a room in a house with two others. I work at a food-processing factory. I earn about £14 000 a year before tax and National Insurance. It varies a bit each week depending on overtime. This is my budget.

This is the money I have coming in each week after tax.

This is my spending each week.

## Money coming in

Benefits	£ 0.00
Wages	£ 212.00
Other	£ 0.00
My total income:	£ 212.00

## Essential spending

Rent/electricity/Council tax	£ 90.00
Food	£ 30.00
Travel	£ 25.00
Debt repayments	£ 40.00
Other	£ 10.00
Total spending	

How much have I spent this week?

What could Milton do if

- he lost his job?
- illness forced him to reduce his working hours?
- the factory was going to close down?

# Budgeting

(Follow up)

1:20

In order to budget you need to know how much money is coming in and going out each week.

This is the money I have coming in each week after tax.

This is my spending each week.

## Money coming in

Benefits	£_ _ . _ _
Wages	£_ _ . _ _
Other	£_ _ . _ _
My total income:	£_ _ . _ _

## Essential spending

Rent	£_ _ . _ _
Food	£_ _ . _ _
Travel	£_ _ . _ _
Debt repayments	£_ _ . _ _
Other	£_ _ . _ _
My total spending:	£_ _ . _ _

My total income:	£_ _ . _ _
(-) take away (subtract)	
My total spending:	£_ _ . _ _
(=) equals	↓
Money left over:	£_ _ . _ _

You can work out how much money you have left over each week.

Have a look at [www.bbc.co.uk](http://www.bbc.co.uk) and see what tips Mark Lewis has to help you.

