

MPF
Budgets - A

Name _____
Date Due _____

Assignment 1-1

Prepare a monthly and yearly budget for **Mr. and Mrs. Bill Jones** based on the following information. The Joneses hope to invest \$50 monthly in a college fund.

Average monthly net paychecks total \$1800

Average monthly expenses:

Rent.....	\$500	Clothing.....	50
Utilities.....	80	Telephone.....	25
Gasoline	90	Entertainment.....	100
Car payment	225	Miscellaneous	50
Car maintenance.....	50	Personal care	25
Insurance (car, life, health) ...	90	Gifts and Donations	180
Groceries.....	300	Savings.....	to be determined

Assignment 1-2

Prepare a **revised** budget for **Mr. and Mrs. Jones** when Mrs. Jones works part-time instead of full-time (total net take-home pay decreases by \$300 a month), and she decides to return to college for her master's degree. Assume that it will take her two full years to complete her degree on a part-time basis and that tuition and books are paid from savings. Variable expenses are adjusted downward as follows: telephone, \$15; gasoline, \$50; groceries, \$250; clothing, \$25; personal care, \$20; entertainment, \$25; gifts, \$100; miscellaneous, \$0. Car repairs remain at \$50 per month.

Assignment 1-3

Prepare a monthly and yearly budget for **Margaret Brown** based on the information given. Margaret is single and lives alone in a rented apartment.

Monthly net pay totals \$1,100

Interest income on savings 400

Total income (average) \$1,500

Average monthly expenses:

Rent.....	\$350	Telephone.....	25
Utilities.....	40	Groceries.....	200
Gasoline	50	Miscellaneous	75
Insurance.....	125	Personal Care	35
Clothing.....	65	Gifts/Donations.....	5
Recreation/entertainment....	100	Savings/Investments	
Car payment	220	Stocks (mutual funds)	75
Car repair/maintenance	40	Savings acct	TBD

Assignment 1-4

Prepare a **revised** monthly and yearly budget for **Margaret Brown**. She will share an apartment with a friend; some expenses, such as rent and utilities, can be divided between the roommates. But other expenses such as the car payment, insurance, and car maintenance will not change. Rent increases to \$500 per month and utilities increase to \$60 per month, but these expenses will be shared equally. Cable TV will be added (\$40 per month) which can be split. Telephone increases to \$60, split evenly. All the other expenses remain the same. Margaret wants to know how much more she can set aside for savings.