1) Classify the following expenses on the diagram below.

* Rent
* Car Payment
* Car Insurance
* Hydro Bill
* Cell Phone Bill
* Food
* Dining Out
* Championshp Belts
* Modding a car
* Donating to a Fundraiser
* Gas and Car Maintenance
* Clothing
* Getting a tattoo
* Getting a manicure
* Upgrading to a new phone
* Video Games
* Going to a movie

Discretionary

Variable

Non-Discretionary

Fixed

2) Janice lives with her young daughter. Her monthly expenses are listed in the chart below. You will determine the percent of her total income for each expense. Round all calculations to the nearest percent. **Calculate the total expenses first.**

|  |  |  |  |
| --- | --- | --- | --- |
| Expense Item | Amount ($) | Calculation $\left(\frac{Amount}{Total}×100\%\right)$ | Percent of Income |
| Rent | 635 |  |  |
| Food | 250 |  |  |
| Daycare | 300 |  |  |
| Savings | 100 |  |  |
| Phone | 50 |  |  |
| Car Loan | 115 |  |  |
| Car Insurance | 105 |  |  |
| Gas and Other Car Expenses | 180 |  |  |
| Gifts, Charities | 50 |  |  |
| Vacation Fund | 50 |  |  |
| Clothes | 100 |  |  |
| Entertainment | 75 |  |  |
| Total |  |  |  |

Did your percentages add to 100%? A table like this can help you identify places in your budget where you can save money. In the future, we will create graphs that visualize this kind of chart using technology.