

## CASE STUDY A

Following are the agreements in the divorce settlement.

- Mindy was awarded the house but has to pay the mortgage.
  - Mindy was awarded all personal belongings - furniture, toys, clothes.
  - Mindy was awarded child support of 1,800 per month.
  - Mindy was awarded the Honda Accord, which has a loan against it.
  - Mindy will be responsible for the credit cards and personal loans shown on the debt list.
- employer does not provide health insurance.

youngest child reaches age 21.

- No alimony was awarded.
- Mindy was awarded the exemptions of the children for income tax purposes.

column.

**about them as you review the forms in this spreadsheet.**

1. What scriptures and biblical principles could help Mindy understand how God wants her to manage her finances?
2. What actions should Mindy take to help her adjust to her new lifestyle and her resulting emotions?
3. Mindy's debt payments are significantly over the guideline. What practical steps should Mindy take to reduce her debt?
4. Mindy's housing expense is significantly over the guideline. How would you help Mindy decide whether to keep the house?
5. What actions should Mindy take to secure some type of health and life insurance?
6. What actions should Mindy take to fund emergency savings and clothing?

This is a very sad situation that you may very well run in to. Statistics show:

- 41 percent of first marriages end in divorce.
- 60 percent of second marriages end in divorce.
- 73 percent of third marriages end in divorce.

This is alarming and sad news. Yet Christians are not exempt from these types of situations.

| Assets & Liabilities |          |
|----------------------|----------|
| Date: _____          | Comments |

| ASSETS (Present Market Value)   | Balance           |  |
|---|-------------------|--|
| Cash On Hand (both husband and wife if married)                       | 50.00             |  |
| Checking Accounts   | 250.00            |  |
| Savings Accounts  | 0.00              |  |
| Stocks and Bonds  |                   |  |
| Cash Value of Life Insurance  |                   |  |
| Valuable Collections (coins, stamps, etc.)                            |                   |  |
| Primary Home Value (look up value, e.g., zillow.com)                  | 300,000.00        | cosmetic and repairs to sell. She would then need to come up with the first, last, and security deposit which she does not have. |
| Other Real Estate   |                   |  |
| Mortgages/Notes Receivable  |                   | Sell for 22,000 then pay cash for car with 4,000 after paying off 18,000 loan  |
| Automobile 1 (look up value, e.g., kbb.com) - 4 year-old Honda Accord | 0.00              |  |
| Automobile 2 (look up value, e.g., kbb.com)                           |                   |  |
| Automobile 3 (look up value, e.g., kbb.com)                           |                   |  |
| Personal Property (Furniture, Jewelry, etc.)                          | 20,000.00         |  |
| Retirement Savings (401k, 403b, , IRAs, Pension, etc.)                |                   |  |
| College Savings   |                   |  |
| Other Assets  |                   |  |
| <b>Total Assets:</b>  | <b>320,300.00</b> |  |

| LIABILITIES / DEBT LIST   |                    |              |       |          |                  |   |
|---|--------------------|--------------|-------|----------|------------------|---|
| CREDIT CARDS (only list cards for which you do not pay the full statement balance each month) |                    |              |       |          |                  |   |
| Credit Card Issuer  | What Was Purchased | Payment      | Rate  | Past Due | Balance Due      |   |
| Chase Amazon  | Various            | 25.00        | 23.0% | 0        | 4,000.00         | CCC to reduce monthly payment and interest rate |
| Citibank Visa   | Various            | 32.50        | 20.0% | 0        | 5,500.00         | CCC to reduce monthly payment and interest rate |
| Capital One Mastercard  | Various            | 20.00        | 21.0% | 0        | 2,500.00         | CCC to reduce monthly payment and interest rate |
|   |                    |              |       |          |                  |   |
|   |                    |              |       |          |                  |   |
| <b>Total Credit Cards</b>   |                    | <b>77.50</b> |       |          | <b>12,000.00</b> |   |

| AUTO LOANS              |                         |               |      |          |             |                          |
|-------------------------|-------------------------|---------------|------|----------|-------------|--------------------------|
| Loan Company            | Year, Make, Model       | Payment       | Rate | Past Due | Balance Due |                          |
| Honda Financing         | 4 year-old Honda Accord | 530.00        | 6.0% | 0        | 0.00        | Sold and paid off Honda. |
|                         |                         |               |      |          |             |                          |
|                         |                         |               |      |          |             |                          |
| <b>Total Auto Loans</b> |                         | <b>530.00</b> |      |          | <b>0.00</b> |                          |

| HOME MORTGAGES (includes home equity loans or lines of credit) |                  |                 |      |          |                   |  |
|--|------------------|-----------------|------|----------|-------------------|--|
| Mortgage Service Company                                       | Property Address | Payment         | Rate | Past Due | Balance Due       |  |
| My Town Credit Union   | 18 Oak Court     | 1,800.00        | 4.0% | 0        | 250,000.00        |  |
|  |                  |                 |      |          |                   |  |
|  |                  |                 |      |          |                   |  |
| <b>Total Home Mortgages</b>                                    |                  | <b>1,800.00</b> |      |          | <b>250,000.00</b> |  |

| OTHER DEBT (education, medical, personal, business, legal, IRS, etc.) |                         |               |        |          |                 |  |
|---|-------------------------|---------------|--------|----------|-----------------|--|
| Who   | education, etc.)        | Payment       | Rate   | Past Due | Balance Due     |  |
| Best Finance  | Debt Consolidation Loan | 260.00        | 10.00% |          | 8,000.00        |  |
|   |                         |               |        |          |                 |  |
|   |                         |               |        |          |                 |  |
| <b>Total Other Debt</b>   |                         | <b>260.00</b> |        |          | <b>8,000.00</b> |  |

|   |                   |
|---|-------------------|
| <b>Total Liabilities/Debts</b>                                | <b>270,000.00</b> |
| <b>NET WORTH (Total Assets minus Total Liabilities/Debts)</b> | <b>50,300.00</b>  |

Instructions

1. Find the family situation that most closely represents your family (i.e. Married with 4 children, Single with roommate, etc.).
2. Find the gross income level that most closely represents your family (i.e. \$25,000 to \$125,000).
3. Taxes include all current actual monthly Federal, Social Security, Medicare, State, and Local Income Tax Taxes.

### Suggested Percentage Guidelines For Family Income

**(Married with 4 Children)**

| GROSS HOUSEHOLD INCOME:   | 25,000                    | 35,000      | 45,000      | 55,000      | 85,000      | 125,000     |
|---|---------------------------|-------------|-------------|-------------|-------------|-------------|
| 1. Tithe/Giving   | 10%                       | 10%         | 10%         | 10%         | 10%         | 10%         |
| 2. Total Taxes  | Use Current Monthly Taxes |             |             |             |             |             |
| <b>Net Spendable Income:(Gross Income - Tithe/Giving - Total Taxes) percentages below add to 100%</b> |                           |             |             |             |             |             |
| 3. Housing  | 38%                       | 38%         | 34%         | 33%         | 32%         | 32%         |
| 4. Food   | 15%                       | 15%         | 14%         | 14%         | 14%         | 14%         |
| 5. Transportation   | 14%                       | 14%         | 12%         | 12%         | 11%         | 11%         |
| 6. Insurance  | 5%                        | 5%          | 5%          | 5%          | 5%          | 5%          |
| 7. Debts  | 5%                        | 5%          | 5%          | 5%          | 5%          | 5%          |
| 8. Entertainment/Recreation   | 3%                        | 4%          | 4%          | 5%          | 5%          | 5%          |
| 9. Clothing   | 5%                        | 5%          | 6%          | 6%          | 7%          | 7%          |
| 10. Savings   | 4%                        | 4%          | 5%          | 5%          | 5%          | 5%          |
| 11. Health & Wellness   | 8%                        | 7%          | 7%          | 7%          | 7%          | 7%          |
| 12. Miscellaneous   | 3%                        | 3%          | 5%          | 5%          | 5%          | 5%          |
| 13. Investments   | 0%                        | 0%          | 3%          | 3%          | 4%          | 4%          |
| <b>Total Net Spendable Income:</b>  | <b>100%</b>               | <b>100%</b> | <b>100%</b> | <b>100%</b> | <b>100%</b> | <b>100%</b> |
| 14. School/Child Care   | no guideline percentages  |             |             |             |             |             |

### Suggested Percentage Guidelines For Family Income

**(Married with 2 Children)**

| GROSS HOUSEHOLD INCOME:   | 25,000                    | 35,000 | 45,000 | 55,000 | 85,000 | 125,000 |
|---|---------------------------|--------|--------|--------|--------|---------|
| 1. Tithe/Giving   | 10%                       | 10%    | 10%    | 10%    | 10%    | 10%     |
| 2. Total Taxes  | Use Current Monthly Taxes |        |        |        |        |         |
| <b>Net Spendable Income:(Gross Income - Tithe/Giving - Total Taxes) percentages below add to 100%</b> |                           |        |        |        |        |         |

|                                    |                          |      |      |      |      |      |
|------------------------------------|--------------------------|------|------|------|------|------|
| <b>3. Housing</b>                  | 39%                      | 36%  | 32%  | 30%  | 30%  | 29%  |
| <b>4. Food</b>                     | 15%                      | 12%  | 13%  | 12%  | 11%  | 11%  |
| <b>5. Transportation</b>           | 15%                      | 12%  | 13%  | 14%  | 13%  | 13%  |
| <b>6. Insurance</b>                | 5%                       | 5%   | 5%   | 5%   | 5%   | 5%   |
| <b>7. Debts</b>                    | 5%                       | 5%   | 5%   | 5%   | 5%   | 5%   |
| <b>8. Entertainment/Recreation</b> | 3%                       | 5%   | 5%   | 7%   | 7%   | 8%   |
| <b>9. Clothing</b>                 | 4%                       | 5%   | 5%   | 6%   | 7%   | 7%   |
| <b>10. Savings</b>                 | 5%                       | 5%   | 5%   | 5%   | 5%   | 5%   |
| <b>11. Health &amp; Wellness</b>   | 5%                       | 6%   | 6%   | 5%   | 5%   | 5%   |
| <b>12. Miscellaneous</b>           | 4%                       | 4%   | 6%   | 6%   | 7%   | 7%   |
| <b>13. Investments</b>             | 0%                       | 5%   | 5%   | 5%   | 5%   | 5%   |
| <b>Total Net Spendable Income:</b> | 100%                     | 100% | 100% | 100% | 100% | 100% |
| <b>14. School/Child Care</b>       | no guideline percentages |      |      |      |      |      |

| <b>Suggested Percentage Guidelines For Family Income</b>  |                                  |               |               |               |               |                |
|---|----------------------------------|---------------|---------------|---------------|---------------|----------------|
| <b>(Married with No Children)</b>   |                                  |               |               |               |               |                |
| <b>GROSS HOUSEHOLD INCOME:</b>  | <b>25,000</b>                    | <b>35,000</b> | <b>45,000</b> | <b>55,000</b> | <b>85,000</b> | <b>125,000</b> |
| <b>1. Tithe/Giving</b>  | 10%                              | 10%           | 10%           | 10%           | 10%           | 10%            |
| <b>2. Total Taxes</b>   | <b>Use Current Monthly Taxes</b> |               |               |               |               |                |
| <b>Net Spendable Income:(Gross Income - Tithe/Giving - Total Taxes) percentages below add to 100%</b> |                                  |               |               |               |               |                |
| <b>3. Housing</b>   | 40%                              | 36%           | 34%           | 32%           | 31%           | 30%            |
| <b>4. Food</b>  | 15%                              | 14%           | 13%           | 12%           | 11%           | 11%            |
| <b>5. Transportation</b>  | 15%                              | 14%           | 14%           | 13%           | 13%           | 13%            |
| <b>6. Insurance</b>   | 5%                               | 5%            | 5%            | 5%            | 5%            | 5%             |
| <b>7. Debts</b>   | 5%                               | 5%            | 5%            | 5%            | 5%            | 5%             |
| <b>8. Entertainment/Recreation</b>  | 3%                               | 4%            | 4%            | 5%            | 7%            | 7%             |

|                                    |                          |             |             |             |             |             |
|------------------------------------|--------------------------|-------------|-------------|-------------|-------------|-------------|
| 9. Clothing                        | 4%                       | 4%          | 5%          | 6%          | 6%          | 7%          |
| 10. Savings                        | 4%                       | 4%          | 4%          | 5%          | 5%          | 5%          |
| 11. Health & Wellness              | 6%                       | 6%          | 6%          | 6%          | 5%          | 5%          |
| 12. Miscellaneous                  | 3%                       | 4%          | 5%          | 6%          | 7%          | 7%          |
| 13. Investments                    | 0%                       | 4%          | 5%          | 5%          | 5%          | 5%          |
| <b>Total Net Spendable Income:</b> | <b>100%</b>              | <b>100%</b> | <b>100%</b> | <b>100%</b> | <b>100%</b> | <b>100%</b> |
| 14. School/Child Care              | no guideline percentages |             |             |             |             |             |

### Suggested Percentage Guidelines For Individual Income

(Single with 1 Child)

|                                |                           |               |               |               |               |                |
|--------------------------------|---------------------------|---------------|---------------|---------------|---------------|----------------|
| <b>GROSS HOUSEHOLD INCOME:</b> | <b>25,000</b>             | <b>35,000</b> | <b>45,000</b> | <b>55,000</b> | <b>85,000</b> | <b>125,000</b> |
| 1. Tithe/Giving                | 10%                       | 10%           | 10%           | 10%           | 10%           | 10%            |
| 2. Total Taxes                 | Use Current Monthly Taxes |               |               |               |               |                |

**Net Spendable Income:(Gross Income - Tithe/Giving - Total Taxes) percentages below add to 100%**

|                                    |             |             |             |             |             |             |
|------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|
| 3. Housing                         | 40%         | 39%         | 39%         | 36%         | 34%         | 30%         |
| 4. Food                            | 15%         | 14%         | 14%         | 13%         | 13%         | 12%         |
| 5. Transportation                  | 15%         | 14%         | 14%         | 13%         | 13%         | 12%         |
| 6. Insurance                       | 3%          | 3%          | 4%          | 4%          | 5%          | 5%          |
| 7. Debts                           | 5%          | 5%          | 5%          | 5%          | 5%          | 5%          |
| 8. Entertainment/Recreation        | 3%          | 4%          | 4%          | 6%          | 6%          | 6%          |
| 9. Clothing                        | 5%          | 5%          | 5%          | 6%          | 7%          | 7%          |
| 10. Savings                        | 5%          | 5%          | 5%          | 5%          | 5%          | 5%          |
| 11. Health & Wellness              | 6%          | 7%          | 6%          | 6%          | 6%          | 6%          |
| 12. Miscellaneous                  | 3%          | 4%          | 4%          | 6%          | 6%          | 6%          |
| 13. Investments                    | 0%          | 0%          | 0%          | 0%          | 0%          | 6%          |
| <b>Total Net Spendable Income:</b> | <b>100%</b> | <b>100%</b> | <b>100%</b> | <b>100%</b> | <b>100%</b> | <b>100%</b> |

14. School/Child Care no guideline percentages

## Suggested Percentage Guidelines For Individual Income

(Single with No Children / Living Alone)

| GROSS HOUSEHOLD INCOME:   | 25,000                    | 35,000 | 45,000 | 55,000 | 85,000 | 125,000 |
|---|---------------------------|--------|--------|--------|--------|---------|
| 1. Tithe/Giving   | 10%                       | 10%    | 10%    | 10%    | 10%    | 10%     |
| 2. Total Taxes  | Use Current Monthly Taxes |        |        |        |        |         |
| <b>Net Spendable Income:(Gross Income - Tithe/Giving - Total Taxes) percentages below add to 100%</b> |                           |        |        |        |        |         |
| 3. Housing  | 40%                       | 38%    | 36%    | 34%    | 32%    | 30%     |
| 4. Food   | 6%                        | 6%     | 7%     | 7%     | 7%     | 7%      |
| 5. Transportation   | 15%                       | 15%    | 14%    | 14%    | 13%    | 13%     |
| 6. Insurance  | 4%                        | 4%     | 4%     | 5%     | 5%     | 5%      |
| 7. Debts  | 5%                        | 5%     | 5%     | 5%     | 5%     | 5%      |
| 8. Entertainment/Recreation   | 6%                        | 6%     | 7%     | 7%     | 8%     | 9%      |
| 9. Clothing   | 5%                        | 6%     | 6%     | 7%     | 8%     | 8%      |
| 10. Savings   | 5%                        | 5%     | 5%     | 5%     | 5%     | 5%      |
| 11. Health & Wellness   | 6%                        | 5%     | 5%     | 5%     | 4%     | 4%      |
| 12. Miscellaneous   | 5%                        | 6%     | 6%     | 6%     | 7%     | 7%      |
| 13. Investments   | 3%                        | 4%     | 5%     | 5%     | 6%     | 7%      |
| <b>Total Net Spendable Income:</b>  | 100%                      | 100%   | 100%   | 100%   | 100%   | 100%    |
| 14. School/Child Care   | no guideline percentages  |        |        |        |        |         |

## Suggested Percentage Guidelines For Individual Income

(Single with No Children / Living with Roommate)

| GROSS HOUSEHOLD INCOME:   | 25,000                    | 35,000 | 45,000 | 55,000 | 85,000 | 125,000 |
|---|---------------------------|--------|--------|--------|--------|---------|
| 1. Tithe/Giving   | 10%                       | 10%    | 10%    | 10%    | 10%    | 10%     |
| 2. Total Taxes  | Use Current Monthly Taxes |        |        |        |        |         |
| <b>Net Spendable Income:(Gross Income - Tithe/Giving - Total Taxes) percentages below add to 100%</b> |                           |        |        |        |        |         |
| 3. Housing  | 25%                       | 24%    | 23%    | 22%    | 21%    | 20%     |
| 4. Food   | 6%                        | 6%     | 6%     | 7%     | 7%     | 7%      |

|                                    |                          |      |      |      |      |      |
|------------------------------------|--------------------------|------|------|------|------|------|
| <b>5. Transportation</b>           | 20%                      | 19%  | 18%  | 16%  | 15%  | 13%  |
| <b>6. Insurance</b>                | 4%                       | 4%   | 4%   | 5%   | 5%   | 5%   |
| <b>7. Debts</b>                    | 5%                       | 5%   | 5%   | 5%   | 5%   | 5%   |
| <b>8. Entertainment/Recreation</b> | 9%                       | 9%   | 9%   | 9%   | 10%  | 10%  |
| <b>9. Clothing</b>                 | 7%                       | 7%   | 7%   | 7%   | 7%   | 8%   |
| <b>10. Savings</b>                 | 8%                       | 8%   | 9%   | 10%  | 10%  | 10%  |
| <b>11. Health &amp; Wellness</b>   | 6%                       | 6%   | 6%   | 5%   | 5%   | 5%   |
| <b>12. Miscellaneous</b>           | 5%                       | 6%   | 6%   | 7%   | 7%   | 7%   |
| <b>13. Investments</b>             | 5%                       | 6%   | 7%   | 7%   | 8%   | 10%  |
| <b>Total Net Spendable Income:</b> | 100%                     | 100% | 100% | 100% | 100% | 100% |
| <b>14. School/Child Care</b>       | no guideline percentages |      |      |      |      |      |

Revised Oct 29, 2022

### Percentage Spending Plan

|                                   |   |                                    |   |               |
|-----------------------------------|---|------------------------------------|---|---------------|
| <b>Gross Monthly Income</b>       |   | <i>from Current Spending Plan:</i> | <b>3,648</b>                              | <b>43,776</b> |
|                                   | Use appropriate % from "Percentage Guide" |                                    |   | Annual Income |
| <b>Income Deductions</b>          | <b>Percentage</b>                         | x                                  | <b>Gross Monthly Income</b>               | =             |
| 1. Tithe/Giving                   | 10.0%                                     | x                                  | 3,648                                     | =             |
| 1. Total Taxes                    | <i>no guideline</i>                       |                                    | <i>actual from Current Spending Plan:</i> | =             |
| <b>Net Spendable Income (NSI)</b> |   |                                    | <b>3,142</b>                              | <b>37,702</b> |

| Expense Category  | Percentage          | x | Net Spendable Income | = | Guideline Amount |
|---|---------------------|---|----------------------|---|------------------|
| 3. Housing  | 36%                 | x | 3,142                | = | 1,131            |
| 4. Food   | 14%                 | x | 3,142                | = | 440              |
| 5. Transportation   | 14%                 | x | 3,142                | = | 440              |
| 6. Insurance  | 5%                  | x | 3,142                | = | 157              |
| 7. Debts  | 5%                  | x | 3,142                | = | 157              |
| 8. Entertainment/Recreation   | 4%                  | x | 3,142                | = | 126              |
| 9. Clothing   | 4%                  | x | 3,142                | = | 126              |
| 10. Savings   | 4%                  | x | 3,142                | = | 126              |
| 11. Health & Wellness   | 6%                  | x | 3,142                | = | 189              |
| 12. Miscellaneous   | 4%                  | x | 3,142                | = | 126              |
| 13. Investments   | 4%                  | x | 3,142                | = | 126              |
| 14. School/Child Care   | <i>no guideline</i> |   |                      |   |                  |
| <b>Total Percentages: (cannot exceed 100%</b>                         |                     |   | <b>100%</b>          |   |                  |
| <b>Total Guideline Expenses: (cannot exceed Net Spendable Income)</b> |                     |   |                      |   | <b>3,142</b>     |

OK

| Spending Plan | Current | Guideline | New Budget | Comments |
|---------------|---------|-----------|------------|----------|
|---------------|---------|-----------|------------|----------|

|  |  |  |  |
|--|--|--|--|
| <b>INCOME vs. EXPENSE SUMMARY (calculated)</b> |  |  |  |
|--|--|--|--|

|                      |       |  |       |  |
|----------------------|-------|--|-------|--|
| Net Spendable Income | 3,467 |  | 3,503 |  |
| Less Total Expenses  | 4,428 |  | 3,503 |  |
| Surplus or Deficit   | (961) |  | 1     |  |

|                       |  |  |  |
|-----------------------|--|--|--|
| <b>Monthly Income</b> |  |  |  |
|-----------------------|--|--|--|

|                             |              |  |              |   |
|-----------------------------|--------------|--|--------------|---|
| <b>Gross Monthly Income</b> | <b>3,648</b> |  | <b>4,048</b> |   |
| Monthly Salary              | 1,848        |  | 1,848        |   |
| Child Support               | 1,800        |  | 1,800        |   |
| Dividends                   |              |  |              |   |
| Commissions                 |              |  |              |   |
| Bonuses/Tips                |              |  |              |   |
| Retirement Income           |              |  |              |   |
| Net Business Income         |              |  |              |   |
| Other Income                |              |  | 400          | Additional part time remote/work from home job to get back on your feet |

|             |  |  |  |  |
|-------------|--|--|--|--|
| <b>LESS</b> |  |  |  |  |
|-------------|--|--|--|--|

|                                  |           |            |            |  |
|----------------------------------|-----------|------------|------------|--|
| <b>Category 1 - Tithe/Giving</b> | <b>40</b> | <b>365</b> | <b>404</b> |  |
| The Local Church                 | 40        |            | 404        | Start tything and watch the Lord bless you |
| The Poor                         |           |            |            |  |
| Other Ministries                 |           |            |            |  |
| Other Giving                     |           |            |            |  |

|                           |  |  |  |
|---------------------------|--|--|--|
| <b>Category 2 - Taxes</b> |  |  |  |
|---------------------------|--|--|--|

|   |            |            |            |  |
|---|------------|------------|------------|--|
|   | <b>141</b> | <b>141</b> | <b>141</b> |  |
| Taxes (Fed, State, Medicare, Social Security) | 141        |            | 141        |  |
| Other   |            |            |            |  |

Charity contributions that are taken out of the paycheck. Instead, include these deductions as expenses below

|                             |              |              |              |  |
|-----------------------------|--------------|--------------|--------------|--|
| <b>NET SPENDABLE INCOME</b> | <b>3,467</b> | <b>3,142</b> | <b>3,503</b> |  |
|-----------------------------|--------------|--------------|--------------|--|

|                         |  |  |  |
|-------------------------|--|--|--|
| <b>Monthly Expenses</b> |  |  |  |
|-------------------------|--|--|--|

|                             |  |  |  |
|-----------------------------|--|--|--|
| <b>Category 3 - Housing</b> |  |  |  |
|-----------------------------|--|--|--|

|                                       |              |              |              |                                |
|---------------------------------------|--------------|--------------|--------------|--------------------------------|
|                                       | <b>2,100</b> | <b>1,131</b> | <b>2,080</b> |                                |
| Mortgage(s) (from Debt List)          | 1,800        |              | 1,800        |                                |
| Extra Mortgage Payment                |              |              |              |                                |
| Rent                                  |              |              |              |                                |
| Insurance (included in mortgage)      |              |              |              |                                |
| Property Taxes (included in mortgage) |              |              |              |                                |
| Electricity                           | 150          |              | 150          |                                |
| Gas                                   |              |              |              |                                |
| Water                                 | 60           |              | 60           |                                |
| Sanitation                            |              |              |              |                                |
| Telephone / Cell phone                | 45           |              | 25           | Total wireless is 25 per month |
| Maintenance                           |              |              |              |                                |
| Internet / Cable Service              | 45           |              | 45           |                                |
| Other                                 |              |              |              |                                |

|                          |  |  |  |
|--------------------------|--|--|--|
| <b>Category 4 - Food</b> |  |  |  |
|--------------------------|--|--|--|

|         |            |            |            |   |
|---------|------------|------------|------------|---|
|         | <b>800</b> | <b>440</b> | <b>600</b> |   |
| Grocery | 800        |            | 600        | No more name brands. Buy staple items at Walmart grocery and clip coupons |

|  |            |            |            |   |
|--|------------|------------|------------|---|
| Other  |            |            |            |   |
| <b>Category 5 - Transportation</b>                 | <b>910</b> | <b>440</b> | <b>305</b> |   |
| Auto Payment(s) <i>(from Debt List)</i>            | 530        |            | 0          | Sell for 22,000 then pay cash for car with 4,000 after paying off 18,000 loan |
| Extra Auto Payment                                 |            |            |            |   |
| Gas & Oil  | 200        |            | 200        |   |
| Auto Insurance                                     | 150        |            | 75         | Collision was dropped from the financed Honda so premium went down            |
| Licenses & Taxes                                   | 30         |            | 30         |   |
| Maintenance  |            |            |            |   |
| Replacement  |            |            |            |   |
| Other - Tolls/Parking/Transit Fares                |            |            |            |   |
| <b>Category 6 - Insurance</b>                      | <b>0</b>   | <b>157</b> | <b>0</b>   |   |
| Life   |            |            |            |   |
| Health/Dental                                      |            |            |            |   |
| Disability   |            |            |            |   |
| Other  |            |            |            |   |
| <b>Category 7 - Debts</b>                          | <b>338</b> | <b>157</b> | <b>338</b> |   |
| Total Credit Cards <i>(from Debt List)</i>         | 78         |            | 78         | Payment was reduced per CCC   |
| Total Other Debt <i>(from Debt List)</i>           | 260        |            | 260        |   |
| Extra Debt Payments                                |            |            |            |   |
| <b>Category 8 - Entertainment &amp; Recreation</b> | <b>220</b> | <b>126</b> | <b>20</b>  |   |
| Eating Out / Lunches                               | 150        |            | 0          | No eating out till unsecured debt is gone                                     |
| Baby Sitters                                       | 30         |            | 0          | Trade babysitting with another mom  |
| Activities / Trips                                 |            |            |            |   |
| Vacation   |            |            |            |   |
| Pets   | 40         |            | 20         | one month   |
| Hobbies and Sports                                 |            |            |            |   |
| Other  |            |            |            |   |
| <b>Category 9 - Clothing</b>                       | <b>0</b>   | <b>126</b> | <b>0</b>   |   |
| Children's Clothing Needs                          |            |            |            |   |
| Husband/Wife Clothing Needs                        |            |            |            |   |
| Other  |            |            |            |   |
| <b>Category 10 - Savings</b>                       | <b>0</b>   | <b>126</b> | <b>120</b> |   |
| Savings Account                                    |            |            | 120        | unsecured debt using avalanche approach.                                      |
| Credit Union                                       |            |            |            |   |
| Other  |            |            |            |   |
| <b>Category 11 - Health &amp; Wellness</b>         | <b>0</b>   | <b>189</b> | <b>0</b>   |   |
| Doctor   |            |            |            |   |
| Dentist  |            |            |            |   |
| Prescriptions                                      |            |            |            |   |
| Eye Glasses / Contacts                             |            |            |            |   |
| Other  |            |            |            |   |

| <b>Category 12 - Miscellaneous</b>                    | <b>60</b>    | <b>126</b>   | <b>40</b>    |
|---|--------------|--------------|--------------|
| Toiletries / Cosmetics                                | 20           |              | 20           |
| Beauty / Barber                                       | 20           |              | 0            |
| Laundry / Cleaning                                    | 20           |              | 20           |
| Allowances  |              |              |              |
| Subscriptions   |              |              |              |
| Gifts (including Christmas)                           |              |              |              |
| Cash  |              |              |              |
| Other   |              |              |              |
|   |              |              |              |
| <b>Category 13 - Investments</b>                      | <b>0</b>     | <b>126</b>   | <b>0</b>     |
| Employer 401k/403b plans                              |              |              |              |
| Retirement IRAs                                       |              |              |              |
| College Funds   |              |              |              |
| Non-Retirement Stocks, Bonds, Mutual Funds            |              |              |              |
| Investment Real Estate                                |              |              |              |
| Other   |              |              |              |
|   |              |              |              |
| <b>Category 14 - School/Child Care <sup>(1)</sup></b> | <b>0</b>     | <b>0</b>     | <b>0</b>     |
| School Tuition  |              |              |              |
| School Books, Supplies, Materials, etc                |              |              |              |
| Transportation  |              |              |              |
| Day Care  |              |              |              |
| Tutoring, Lessons for Music, Dance, etc               |              |              |              |
| Other   |              |              |              |
|   |              |              |              |
| <b>Total Expenses</b>                                 | <b>4,428</b> | <b>3,142</b> | <b>3,503</b> |

Mom cuts children's hair per youtube and ask a girlfriend to cut hers.

(1) This category does not have a guideline amount.