



Diandre's Budget



Diandre lives with a roommate and shares the cost of his fixed expenses. Shared expenses include rent, Internet, cable TV, heat, electricity, and water. He has to be sure he has money for these expenses. Diandre pays his own cell phone bill, car payment, and car insurance. Why does Diandre need to budget for fixed expenses?

<i>Diandre's Weekly Budget</i>		Income \$464.74	
<i>Fixed Expenses</i>	<i>Amount</i>	<i>Variable Expenses</i>	<i>Amount</i>
<i>rent</i>	<i>\$137.50</i>	<i>groceries</i>	<i>\$45.00</i>
<i>car payment</i>	<i>\$50.25</i>	<i>gas/car repairs</i>	<i>\$80.00</i>
<i>car insurance</i>	<i>\$37.25</i>	<i>entertainment</i>	<i>\$30.00</i>
<i>cell phone</i>	<i>\$15.00</i>	<i>clothes</i>	<i>\$25.00</i>
<i>Internet/cable TV</i>	<i>\$5.00</i>	<i>misc.</i>	<i>\$26.99</i>
<i>heat</i>	<i>\$5.00</i>		
<i>electricity</i>	<i>\$6.25</i>		
<i>water</i>	<i>\$1.50</i>		

Answer

What is one fixed expense that Diandre must pay?

- a. car payment b. entertainment c. misc.

Answer

1. What is one fixed expense Diandre shares with his roommate?

- a. rent b. gas/car repairs c. groceries

2. What is Diandre's largest variable expense?

- a. groceries b. gas/car repairs c. clothes

3. Diandre wanted to buy a pair of jeans for \$49.00. Does he have enough money to buy them?

- a. yes b. no