

The Flanders Household Budget



Business Studies

The Flanders' have the following income and expenditure for the months January to April:

Opening Cash is €250

Income:

- Ned Flanders earns €1800 net per month
- Maude Flanders earns €1600 net per month
- Child Benefit is €40 per month for each child

Expenditure:

- House Mortgage is €450 per month
- House Insurance is €150 per year payable in March
- Car Loan Repayments is €100 per month
- Telephone bills are €50 in Feb and €70 in April
- Groceries will cost €220 per month but €240 in Feb
- Electricity Bills are €90 in January and €110 in March
- Petrol costs will be €40 in Jan, €30 in Feb, €35 in Mar and €50 in April
- In April, presents for Rod and Todd will be €90 each
- Ned pays €20 each month for flowers
- Maude has her hair done in Feb and March for €30 each month

Using the table on the next page, prepare a Household Budget for the Flanders family.

Household Budget

	€	€	€	€	€
PLANNED INCOME	Jan	Feb	Mar	Apr	Total
Total Income					
PLANNED EXPENDITURE					
<u>FIXED</u>					
Subtotal					
<u>IRREGULAR</u>					
Subtotal					
<u>DISCRETIONARY</u>					
Subtotal					
Total Expenditure					
Net Cash (total income MINUS total Expenditure)					
Opening Cash					
Closing Cash					

Notes:

1. January's Opening Cash is the same as Total Opening Cash
2. April's Closing Cash is the same as Total Closing Cash
3. Each months closing cash is the following months opening cash

Based on the Flanders Household Budget, answer the following questions.

How much is Total Income in January? _____

How much is Total Expenditure in April? _____

How much is Net Cash in Jan and Feb? _____ & _____

How much is Total Net Cash? _____

How much is Spent in total on Mortgage? _____

What advice would you give to help the Flanders manager their money?

How can a household make sure that they do not have a deficit?
