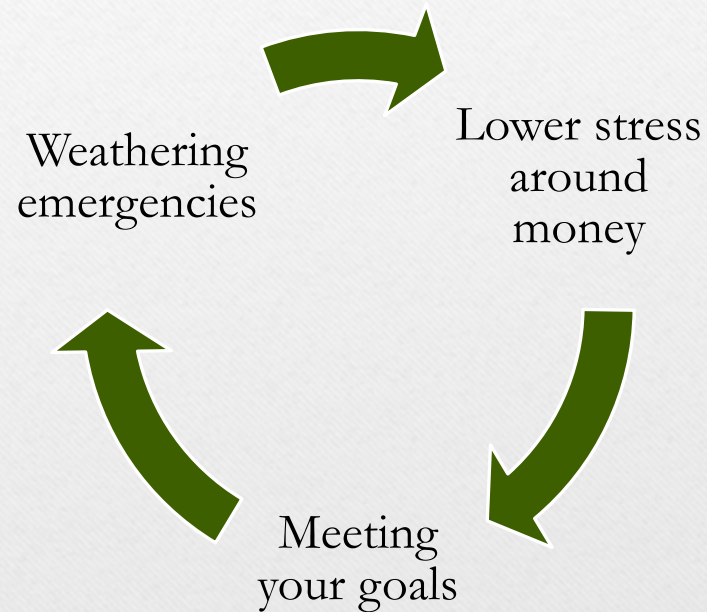


Money After Highschool



What is Financial Wellness?



What We'll Cover

Spending
Money

Borrowing
Money

Paying it
Back

Spending Your Money



Cashflow

What is
coming in?

Income

How can this increase?

What is
coming
out?

Expenses

How can this decrease?

How do you know?

- Notebook
- Digital Spreadsheet
- Check Register
- Note on Your Phone
- Apps
 - You Need a Budget (YNAB)
 - Mint
 - Qube
 - Budget with Buckets
 - Goodbudget
 - Toshl
 - Simplifi
 - Everydollar
 - PocketGuard
 - Wally

Budget Basics



Balanced



Personal

Saving Goals

- Continuing Education
- Housing
- Car
- Pets
- Vacation
- Retirement
- New Technology
- Convenience
- Paying off Debt
- Entertainment
- Supporting Family
- Furniture
- Art
- Hobbies
- Emergency Fund
 - 3-6 months of expenses

Would you rather?

- Live in a city and bike or...
- Go out for lunch or...
- Get a new phone or...
- Dunkin every morning or...
- Live in the suburbs and drive?
- See a movie in the theatre?
- Go to a music festival?
- A new video game?

Unexpected Emergencies

- 1 month of rent?
- 3 months of rent and bills?
- 6 months of all expenses?



\$500



\$2,000



\$1,000

Over Draft vs. Non-Sufficient Funds

- Over Draft the purchase goes through
 - You essentially borrow the money
- Non-Sufficient Fund does not go through
 - You will not be charged for the purchase

Both have a fee!

Modify

How can you
change your
spending?

Plan Ahead

Shop Around

Create distance

Financial Future



Where do you want
to be in 5 years? 10
years? 20 years?



What will it cost to
get there?

Can you get more out of your savings?

Tax-Advantaged Accounts

- Vermont 529
 - Savings for education
- Retirement
- Health Savings Account

Interesting Earning Accounts

- High Interest Savings
- CD
- Investments
 - Bonds
 - Stocks

Borrowing Money: Credit

Who cares about credit?



Credit Cards



Car Loan



Buying a Home



Landlords



Employers

Credit Score

F : 300-579: Poor

D : 580-669: Fair

C : 670-739: Good

B : 740-799: Very good

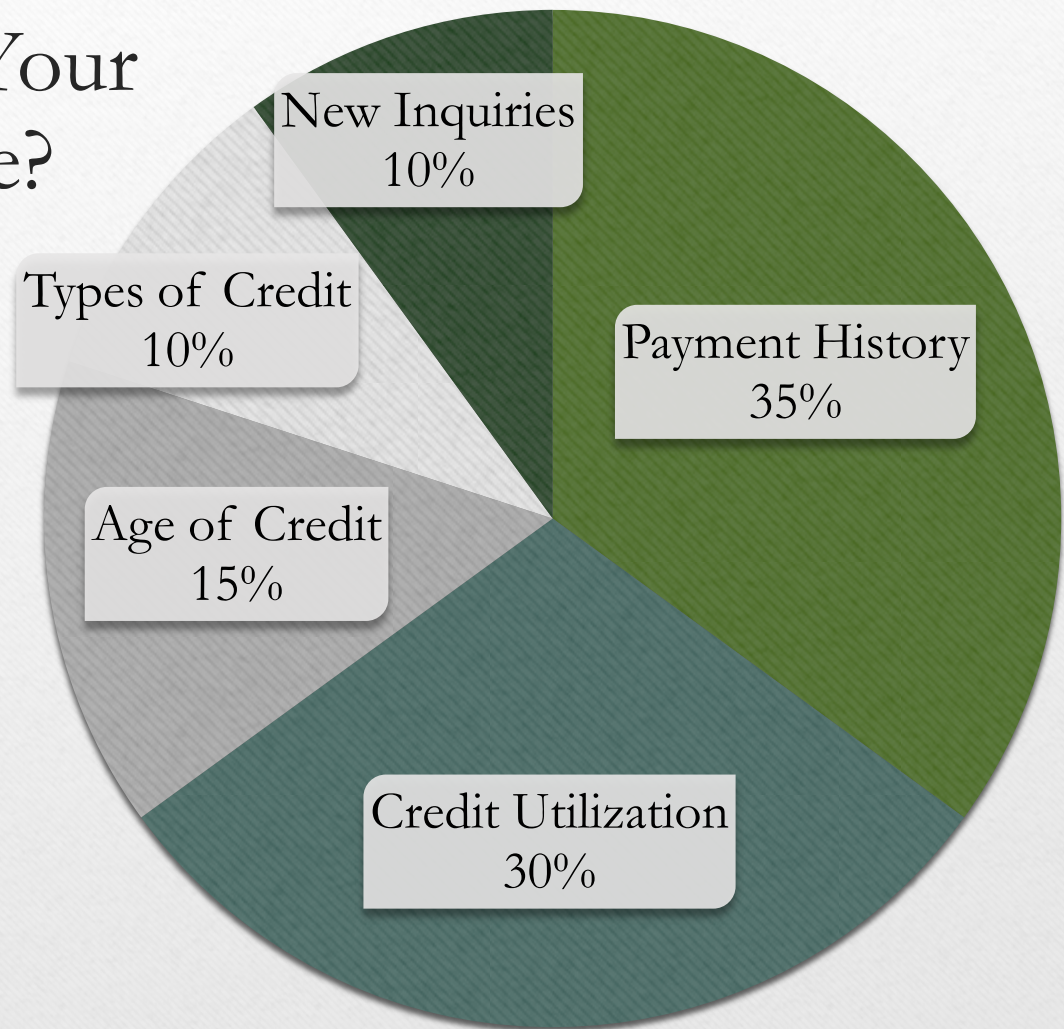
A : 800-850: Excellent

Checking Your Credit

- AnnualCreditReport.com
 - Guaranteed by the government
- Some Lenders & Financial Institutions
- Credit Monitoring Apps

Makes money by recommending products to consumers

What Makes Your Credit Score?



How To Improve Your Credit

- Make on time payments
- Keep your credit card balance low
- Credit Building Products?
 - Secure Credit Card
 - Tracker Loans
- Only apply for loans you need
- Be Patient

Questions

- Do I need to “keep a balance” on my credit card?
- Will checking my credit hurt my credit score?
- Does the amount of savings I have does impact my credit score?
- I’ve never taken out a loan, do I have good credit?

Borrowed Money: Loans

How do I get
the best loan?

Higher
Credit
Score

Lower
APR

Bigger
Down
Payment

Shorter
Term



Thinking Long Term

Total Financed: \$20,000

| | | | | |
|------------------|-------------|-------------|-------------|-------------|
| Term | 36 | 84 | 36 | 84 |
| Interest | 2.99% | 6.99% | 7.99% | 10.99% |
| Monthly Payments | \$581.54 | \$301.76 | \$626.64 | \$342.34 |
| Total Principal | \$20,000.00 | \$20,000.00 | \$20,000.00 | \$20,000.00 |
| Total Interest | | | | |

Total

Thinking Long Term

Total Financed: \$20,000

| Term | 36 | 84 | 36 | 84 |
|------------------|-------------|-------------|-------------|-------------|
| Interest | 2.99% | 6.99% | 7.99% | 10.99% |
| Monthly Payments | \$581.54 | \$301.76 | \$626.64 | \$342.34 |
| Total Principal | \$20,000.00 | \$20,000.00 | \$20,000.00 | \$20,000.00 |
| Total Interest | \$935.30 | \$5,347.49 | \$2,2558.86 | \$8,756.86 |
| Total | \$20,935.30 | \$25,347.49 | \$22,558.86 | \$28,756.86 |

Vocabulary

- Down Payment: usually for auto or home loans, this the money you pay upfront towards what you are purchasing
- Principal: the original amount of money you borrow
- Interest: money you pay while you have a loan (expressed as a percentage)
- Annual Percentage Rate (APR): overall coast of the loan on an annual basis
- Term: the length of the loan
- Secure: lender has collateral
- Equity: the amount of an asset you own

What's different about Student Loans?

Federal Student Loans

- Grace period after
- Low interest rates
- Variety of repayment plans
- Potential Loan Forgiveness
- Borrowing limit

Private Student Loans

- Likely requires a cosigner
- Interest depends on credit
- Terms and repayment vary
- Limited options for loan modifications

Subsidized vs. Unsubsidized Loans

Subsidized

- You're not responsible for the interest while you're in school
- Amount is need-based
- Borrowing limit is lower
- Only available for undergraduate

Unsubsidized

- You must pay all the interest
- Amount is not need-based
- Available to undergrad and graduate students

The background of the slide is a blurred image of a pen writing on a document. A line graph is visible, with a peak and a trough. The number '2,47' is written on the right side of the graph. The text 'Paying it back: Debt Management' is centered over the image.

Paying it back: Debt Management

Repayment Strategies

Highest Interest

Biggest Loan

Smallest Loan

Paying the Minimum

| Balance | APR | Payment | Interest Paid | Total Paid | Pay Off Time |
|---------|-----|---------|---------------|------------|--------------|
| \$500 | 18% | \$20 | \$122.48 | \$622.48 | 30 Months |
| \$1,000 | 18% | \$30 | \$331.17 | \$1,331.17 | 39 Months |
| \$2,000 | 18% | \$60 | \$662.33 | \$2,662.33 | 39 Months |

- The average credit card minimum is 3% of the balance.
- APR increases if you are late, miss a payment, or go over your credit limit.

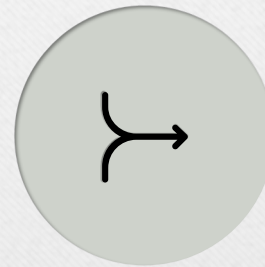
Trouble Paying Back Loans?



Contact Your
Servicer



Refinance
Secure Loans



Consolidate

Consequences of Missed Payments

- Late Fee
- Delinquency
- Charge-off
- Collections
- Repossession
- Eviction
- Foreclosure
- Legal Action
- Bankruptcy





What did you learn?
