

Basics of Saving

Saving is an essential part of creating a budget and setting yourself up for financial success. Saving allows you to be able to afford things you wouldn't be able to otherwise. An important part of saving is coming up with a goal you can be working towards. This will help motivate you to stay on track and be very rewarding once you achieve your goal.

Vocabulary Terms

Saving: choosing not to spend some money now so that you can use it towards something else in the future.

Interest: a percentage of money you'll earn for keeping your money in an account at a financial institution.

Short-term Savings Goal: a savings goal that takes a few months-years to save for.

Long-term Savings Goal: a goal that takes years-decades to save for.

1. What is one of your savings goals?

Answers will vary.

2. When would you like to reach your goal?

Answers will vary.

3. Name an example of a short-term savings goal:

Answers will vary.

4. Name an example of a long-term savings goal:

Answers will vary.

5. What are the three jars called in the 3 Jar System?

a. Spending b. Saving c. Giving

6. What's one reason to keep your money in an account at a financial institution?

Ensure that your money is safe, earn interest