

50/30/20 Rule

Login to **Banzai**, click **Middle School Personal Finance**, and scroll down to the library section. Read the **50/30/20 Budgeting** article and use it to answer the questions.

1. The 50/30/20 rule states that your after-tax income should be divided this way:

50% to: _____

30% to: _____

20% to: _____

2. What's the difference between routine bills and predictable goals?

3. Wants are subjective and personal.

a. True

b. False

4. How can clothing be both a need and a want?

5. One of the great secrets to saving is finding ways to make it...

a. Hurt

b. Automatic

c. Difficult

d. Easy

6. Should the 50/30/20 rule apply to every budget? Why or why not?
