

# Income and Expenses

Login to **Banzai**, click Banzai **Middle School Personal Finance**, and scroll down to the library section. Read the **Planning for Expenses** article and use it to answer the questions below.

1. This article uses the word “income” but doesn’t define it. What do you think it means?

**Money you have recieved.**

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2. What is NOT an example of an expense?

- a. Phone bill
- ☒ b. A gift your grandmother gave you
- c. Rent
- d. A sandwich you bought for lunch
- e. None of the above

3. If you spend more than you have, your cash flow will be positive.

- a. True
- ☒ b. False

4. Will your budget always be the same?

- a. Yes, a good budget never changes.
- ☒ b. No. Income and expenses change, so your budget changes, too.
- c. Neither A nor B

5. If you’re headed toward a negative cash flow, what are the two ways to reverse your situation?

**Reduce your spending and increase your income.**

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6. In your opinion, what are two ways you can increase your own income?

**Earn more money doing chores, babysitting, charge more to mow people’s lawns, get  
a part-time job, etc**

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