

Name _____

Smart Money Moves: How to Budget Your Allowance

Short Answer Key

1. The three main steps in budgeting your allowance are determining your income, listing your expenses, and setting priorities to create a budget.
2. It is essential to create a budget even with a small allowance because it helps you manage your money wisely and build good financial habits.
3. To make adjustments to your budget if your income changes, you can reallocate funds from one expense category to another or revise your savings goals.
4. Tracking your spending when sticking to your budget allows you to monitor your expenses and make sure you're staying within your budgeted amounts.
5. An example of a priority expense in a budget for a teenager might be saving for a school trip or contributing to a charity.

