

Name _____

Budgeting Magic: The 50/30/20 Rule Unveiled

Open-Ended Response Questions

1. Imagine your monthly income is \$1,000. Use the 50/30/20 rule to allocate this income into the three categories: needs, wants, and savings/debt. Explain each step of your allocation.
2. Describe a situation where using the 50/30/20 rule helped you make a wise spending decision. What was the decision, and how did the rule influence it?
3. Share a scenario where you had to make adjustments to your budget following the 50/30/20 rule due to changes in your financial situation. How did you adapt your budget, and what did you prioritize?
4. Why do you think it's essential for young people to learn about budgeting rules like 50/30/20 and how they work?

