

Name _____

Budgeting Surprises: Taming the Unexpected Expenses

Open-Ended Response Questions

1. Imagine you have an irregular expense of \$600 annually for car insurance. Explain how you would budget for this expense by breaking it down into monthly contributions and why this approach is beneficial.
2. Share a personal experience where you had to use your emergency fund to cover an unexpected expense. Describe how having the fund in place affected your financial situation.
3. Describe a situation where you might receive a windfall (e.g., a tax refund). Explain how you would allocate a portion of that windfall to your emergency fund or addressing unexpected expenses, and how it would benefit your financial stability.
4. Why do you think it's essential for young people to learn how to handle irregular and unexpected expenses in their budget?

