Financial Literacy

In A Nutshell

Net Worth and Net Income
What is your “NOW”? 
Assessing your current financial situation
What is your Net Worth?

What do you own? (Assets)

What do you owe? (Debt)

ASSETS minus DEBT = NET WORTH
ASSET EXAMPLES

- House
- Vehicles
- Savings
- Investments
- Retirement Account
- Rental Property
- Other

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DEBT EXAMPLES

Mortgage  Credit Card  Car Loans  Student Loans

Other
What is your Net Income?

What do you have coming in? (Income)

What do you have going out? (Expenses)

Income minus Expenses
INCOME EXAMPLES

- Paycheck
- Rent
- Pension
- Income from Savings
- Income from Investments
- Other
EXPENSE EXAMPLES

- Household
- Debt Repayments
- Transport
- Medical
- Entertainment
- Other
Putting it all together

- Increasing net income increases net worth
- Decreasing expenses increases net worth
- The goal? Spend less than you earn

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