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# Money Management Workshop

# Money Management

# Welcome!

# Why do we need money?

- To buy things i.e. food, magazines
- To go places i.e. work, holidays
- To see friends i.e. go to the cinema

# Where do we get money from?

- Work
- Benefits
- Family
- Gifts

# What things do you spend your money on?

- List each one on a A4 sheet

£££

# Needs & Wants

- Discuss which are needs and which are wants!



# How do we manage our money?

- Bank account
- Budgeting
- Savings
- Family/ Friends
- Any other ways?



# What is a



- Setting out what money you have and what you need to spend – important to ensure you have enough money to buy what you need!
- Why is a budget a good idea?



# Budgeting

- Complete a personal budget to see how much money you get each month and how much you spend!



# Does it balance?

- Balanced means that the income and expenditure are the same.
- It's ok for the income to be greater than the spending, but the spending cannot be more than the income – **we cannot spend what we don't have!**

# How to stick to a budget

- Always take out the ESSENTIALS as soon as you get paid e.g. the amounts for rent and bills.
- Ensure you pay for your NEEDS before your WANTS!
- Put aside savings at the beginning of week/ month
- Know how much you CAN spend before you go out
- Plan the week at the start, so you don't get caught out – for example, if you know you can go out for coffee twice a week and eat lunch out once a week, buy phone credit, go to the cinema, etc.

# Savings



- Why save?
- It is important to save money on a regular basis
- Even if it is only a small amount, this will grow over time and you could have a good amount of money saved
- Remember – Take care of the pennies and the pounds will look after themselves!

# How to save

- What different ways can you save your money?



# Types of savings accounts

- Instant Access
- ISA (Individual Saving Account)
- High Interest Accounts

- What happens if you don't save??



# Credit

- Who can tell us what credit is?
- Where you get money or goods and then pay them back over a certain amount of time
- Usually end up paying back more than you get or the item costs
- Interest



# Types of credit

- Credit Union
- Loans & overdrafts
- Hire purchase
- Credit & store cards
- Mail order

What are the advantages of  
paying in;

CASH?



CREDIT?

# Before you decide to take credit

- Ask yourself;
  - Are you sure you want or need credit?
  - Can you save up for the item?

Remember – when someone gives you credit, it is not your money – you **HAVE** to pay it back usually at a cost

# DEBT!

- What is debt?
- Nobody deliberately sets out to get into debt but people can find themselves in debt for many reasons



# What reasons do people get into debt?



Rent increase



Loose job



Illness/ accident



Too many  
bills!



Spending too much



Relationship  
break-up



Change in benefits

# Debt

- There are many consequences of debts and not paying bills
  - Likely to be turned down for future applications
  - Electric, gas, phone, etc may be cut off
  - High interest rates
  - Affect your health
  - Affect credit rating
  - Affect future plans
  - Court action



# If you find yourself getting into debt

- DO
- Talk to someone
- Friend/ family/ support worker
- Citizens Advice  
<http://www.citizensadvice.co.uk/>
- Search for a bureau near where you live
- Budget – look at how you can save

# DEBT

- DON'T
  - Ignore the problem
  - Suffer in silence
  - Panic



# Conclusion

- Important for everyone to manage their money properly
- Save regularly
- Only take out credit if necessary
- Avoid getting into debt

# Useful numbers/ websites

- Citizens Advice
- [www.citizensadvice.co.uk](http://www.citizensadvice.co.uk)
- Credit Union
- [www.ormeaucreditunion.com](http://www.ormeaucreditunion.com)
- [www.downpatrickcu.com](http://www.downpatrickcu.com)
- [www.ddcreditunion.com](http://www.ddcreditunion.com)

# Thanks

