

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

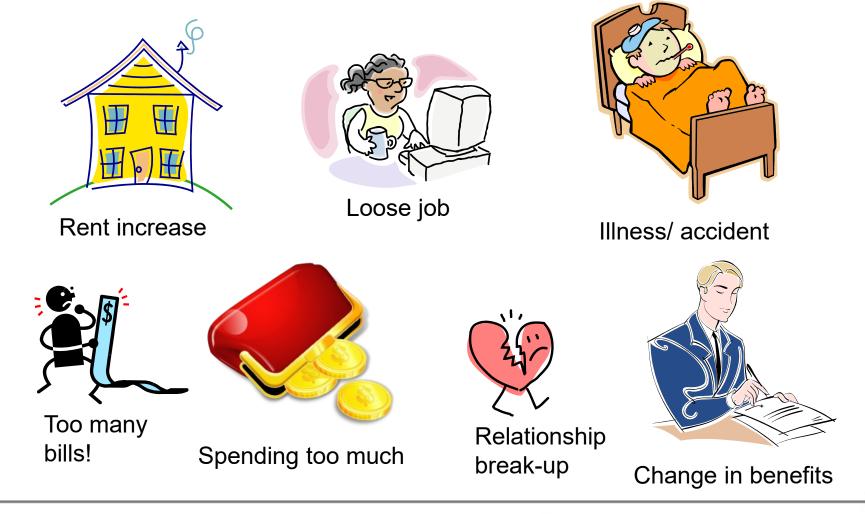


DEBT!

- 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?



Special Olympics Ireland - Changing Lives

Special

Ireland

Olympic



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

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



DEBT

- <u>DON'T</u>
 - 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
- <u>www.citizensadvice.co.uk</u>.
- Credit Union
- www.ormeaucreditunion.com
- www.downpatrickcu.com
- <u>www.ddcreditunion.com</u>



Thanks

