

Name: _____ Date: _____

Lesson 1 – Budget to Save: What Does It Mean to Be Wealthy?



Handout 1: Sandra's Balance Sheet

Sandra is a high school senior. By paying off her car and starting a savings account, Sandra believes that she is well on the way to wealth creation. Use the balance sheet below to discover Sandra's net worth. Put the items below in the appropriate section of the chart and use the formula **Assets – Liabilities = Net Worth** to compute her wealth.

Description	Amount
<i>Owed to her mother for extra cell phone charges</i>	<i>\$250</i>
<i>Present value of a savings bond that her uncle gave her</i>	<i>\$150</i>
<i>Balance on a car loan</i>	<i>\$1,500</i>
<i>Savings account from summer job</i>	<i>\$750</i>
<i>DVD collection</i>	<i>\$200</i>
<i>1999 car</i>	<i>\$3,500</i>
<i>Balance due on prom dress</i>	<i>\$200</i>

Wealth-building assets	Amount
Other assets	Amount
Total assets	

Liabilities	Amount
Total liabilities	

Total assets	
Total liabilities	
Assets – Liabilities = Net Worth	