

## Tye's blades

In the video, we saw that Tye had his credit card cancelled because he could not make the repayments. This means he will have to save the money that he earns to pay for any extras.

Tye is working as a dispatch person for a stationery company and earns \$260 per week (after tax). He has decided he really needs a new pair of rollerblades, which will cost \$280.

Sophie explained to Tye that he has to prepare a budget to make sure he saves the money.

Tye sets out his expenses as:

Rent	\$90
Kitty	\$25
Other food and drink	\$25
Bills	\$20
Fares	\$15
Clothes, toiletries	\$25
Entertainment	\$40

1. With a partner, work out how much Tye is able to save each week. How long it will take him to pay for the rollerblades?

-----  
-----

2. Discuss: Which of Tye's expenses are 'fixed' and which are 'variable'?

-----  
-----

3. What are three things Tye could do to save more money?

-----  
-----

4. If Tye decides to walk to work, how much sooner will he get the blades?

-----  
-----

The process to plan to save for something involves:

- working out how much you need to save
- preparing a budget
- adjusting the budget to make sure you can save the amount you need.