

idea.

3. Planning a Family Budget

The Nyako family rents a modest home near the local school. Mr Nyako is a plumber who earns R23 000 per month after deductions. Mrs Nyako works as a secretary and brings home R8 000 per month after deductions. Their son is in high school and their daughter is in primary school.

They have the following monthly expenses:

Landline rental and monthly costs R380

Cellphone expenses (there are three cellphones in the household) R550

Household insurance R1 300

Property rent R6 500

Car repayments R2 999

Car insurance R590

School fees R1 000

Electricity R550

Petrol R2 000

Food and other essentials R8 000

Furniture repayments R2 500

- Study the list of expenses and categorise them into fixed, variable and irregular expenses.
- Copy the table below and fill in monthly income and expenditure for the Nyako family.

Income	Expenditure
Salary R	Fixed expenses:
	Variable expenses:
	Irregular expenses:
	Other expenses
Total income:	Total expenditure:
Money left over:	

- How much money do the Nyakos have left over for Other expenses?
- Mr Nyako wants to save 7% of his net salary each month for a family holiday next year. What amount of money would he be saving every month? Add this to the family budget under Other expenses.
- The Nyakos would also like to take out a monthly DSTV contract for R650 per month. Can they afford to do this? If so, add it to the budget.
- If their rent was increased by 15% per month, would the Nyakos be able to afford this increase given their present budget?
- Name two possible expenses the Nyakos forgot to put into their budget?