

## **I'm Not Flipping Burgers When I'm 70**

### **Chapter 10 – Finishing the Budget Definitions**

**Bonus Checks** – Bonus money that is created out of the budget to spend the money at free will.

**Disposable Income** - The amount of money that a household has available for spending and saving after income taxes have been accounted for.

**Emergency Fund** - should not be touched at all costs as that it protection against unforeseen liabilities with income for a 3-6 month period.

**Miscellaneous** - Is used purely to cover items in the month-to-month budget that cannot be accounted for. These typically can be paid for via this account so the budget stays balanced.

**Rainy Day** - is a long term savings plan to pay for things later in life. It doesn't have to have an expiration period for goal completion it is a more of a "nice to have."

**Savings** - To pay with cash for things outside of the normal monthly budget cycle

**Term Life Insurance** - Offers protection for a pre-set term of one year or more. It provides the most bang for the buck and simplicity more so for individuals needing insurance for under 30 years.