

Creating the Budget, Exercise 12, Vehicle Maintenance

In addition to owning a vehicle allocating money in the budget is needed to pay for maintenance. Based on the vehicle that you drive determine the miles driven per month and that the oil needs to be changed every \$XXXX miles at \$XX per oil change.

In addition, you will need to determine future cost for:

-Front and rear brakes (three years)

-Front and rear tires (three years)

-Wipers (yearly)

-Air Filter (yearly)

You will need to call three auto service centers for pricing on tires and brakes. You need to simply ask for a quote . . . You can go to the Internet for wipers and air filters to search for auto parts suppliers.

These costs will need to be divided by their frequency of occurrence and listed as “Car Maintenance” in the budget and sent to the Supplemental account each month. For example, if the brakes the calculation is $\$300 / 36$ months it is $\$8.33$ per month and the oil change at $\$100 / 2$ is $\$10$ per month and so on.