

# Personal Management Merit Badge

Troop 188  
February 21, 2006

# Personal Management Agenda

- Housekeeping items: Feb 21
  - Review Blue Card List: Are you on it?
  - Turn in work for:
    - Meeting a financial goal (Req 1)
    - Preparing your budget – 2 weeks are done (Req 2)
    - Time management (Req 8)
    - Trading game sheets (Req 6)

# Personal Management

## Accomplished Requirements

- What have you completed?
  - Understanding money (Req 3)
  - Investing and Saving (Req 4)
  - Reading the Stock Market (Req 5)

# Budget Challenge (Req 2)

- You have the oil and filter changed in your car on the 12<sup>th</sup> at Monkey Lube for \$28.00.
- You go to the movies on the 15<sup>th</sup> and 18<sup>th</sup> of the month. Tickets cost you \$7.00 and popcorn \$6.00 for each trip.
- Wanting to relax and eat better you go to Borders on the 16<sup>th</sup> and buy a cookbook for \$24.00, the latest novel for \$12.00, and a large caramel decaf latte for \$4.00
- On the 24<sup>th</sup> you invite some friends over and cook a meal planned from your new cookbook. You spend \$60.00.
- You have 1 months worth of laundry to do on the 30<sup>th</sup>. As you sort out your clothes you find that there are 5 loads to wash and 5 dry. Each load cost \$2.00.

# Budget Challenge: Month 3

Day	Budget Item														Total
	Pay	Tuition	Food	Rent	Entertainment	Car payment	Car Insurance	Gas	Car Maintenance	Books	Laundry	D	E		
1		-2,000	-25					-23							-2,048
2			-25												-25
3			-25												-25
4			-25	-400											-425
5	300		-25												275
6			-25												-25
7			-25												-25
8			-25					-23							-48
9			-25												-25
10			-25						-28						-53
11			-25												-25
12	300		-25												275
13			-25												-25
14			-25												-25
15			-25	-13	-200										-238
16			-29					-23			-36				-88
17			-25	-13											-38
18			-25												-25
19	300		-25												275
20			-25				-100								-125
21			-25												-25
22			-25												-25
23			-25												-25
24			-25	-60				-23							-108
25			-25												-25
26	300		-25												275
27			-25												-25
28			-25												-25
29			-25												-25
30			-25								-20				-45
31			-25												-25
Total	1,200	-2,000	-779	-400	-86	-200	-100	-92	-28	-36	-20	0	0		-2,541
	Monthly pay : 1,200				1200										
	Expenses				-3,741										
	Starting Saving Account: \$15000				8,145										
	Ending Saving Account:				5,604										

# Budget Challenge: What will you do?

Month	Income	Expense	Savings Beginning of Month	Gifts	Savings End of Month
1	1200	-3567	15000		12633
2	1200	-5688	12633		8145
3	1200	-3741	8145		5604
4	1200	-3567	5604		3237
5	1200	-3567	3237		870
6	1200	-3567	870		-1497
7	1200	-3567	-1497		-3864
8	1200	-3567	-3864		-6231
9	1200	-3567	-6231		-8598
Total	10800	-34398	15000		-8598



After 5 months of college you will no longer be able to cover your expenses. What will you do?

# Budget Challenge: What will you do?

- You have to support yourself for 9 months while in school
  - Your 9 month income from the Slop Shop is \$10,800
  - You started with a savings account of \$15,000
  - Your expenses going forward with out any unexpected needs should be \$34,400.
- You need approximately \$8,600 to make to the end of the year but would like a buffer of \$10,000 just in case.
- What can you do? Apply for a loan.

# Loans and Credit (Req 7)

- When you buy an item on credit you pay later.
- Credit is the money you receive from the lender. It is given on trust that you will pay it back over a given length of time at a stated interest rate.
- Based on your credit rating, income, ability to pay, and assets you qualify for credit.

# Loans and Credit (Req 7)

- When you apply for a loan you must understand the
  - Term of payment; how long to pay off?
  - The finance charge; what are the fees and interest
  - The monthly payment; can you afford it with your other expenses? Look at your budget.
- Can you get a deferred student loan to pay your education fees?

# Credit Card APR (Req 7)

Purchase Type	Annual Percentage Rate	U.S. Prime Rate Plus
Regular Store Purchase	22.49%	14.99%
Regular External Purchase	22.49%	14.99%
Cash Excess	26.74%	19.24%
Default	31.49%	23.99%
Membership Fee	N/A	

# Project Planning (Req 9)

- Define your project: Weekend camping trip for your patrol to BDSR to study the migration of the purple goose.
- Develop a timeline of the steps you must accomplish in the next week to make this trip successful. It is Tuesday, you depart on Friday PM and return Sunday AM.
- List the details in the timeline. What do you need and who will do it? For example; purchase food and cooking, binoculars and habitat information on the goose.
- Identify a list of resources to make the trip successful. For example; SPL, patrol leaders, parents, scout leaders, quartermaster, naturalists, etc
- Develop a budget for expenses such as food, gas, and camp fees.
- As you work through the project did it take more than you first thought to accomplish?
- Does planning make sense?

# Stock Market Trading Game (Req 6)

	Pick your 10	Cash in Your Selections (\$1,000)	Share Value Feb 14	Shares Purchased	Portfolio Value Feb 14	Share Value Feb 17	Market Change	Profit / Loss
<b>DOW 10</b>								
Boeing		\$1,000.00	72.71	13.75	1,000.00	72.96	0.25	\$3.44
Caterpillar		\$1,000.00	70.22	14.24	1,000.00	72.05	1.83	\$26.06
Citigroup		\$1,000.00	46.12	21.68	1,000.00	46.24	0.12	\$2.60
Cocacola		\$1,000.00	41.34	24.19	1,000.00	41.79	0.45	\$10.89
Disney		\$1,000.00	26.75	37.38	1,000.00	26.91	0.16	\$5.98
Dupont		\$1,000.00	40.99	24.40	1,000.00	41.51	0.52	\$12.69
ExxonMobil		\$1,000.00	59.55	16.79	1,000.00	60.55	1.00	\$16.79
GenElec		\$1,000.00	33.46	29.89	1,000.00	33.61	0.15	\$4.48
GenMotor		\$1,000.00	21.92	45.62	1,000.00	21.92	0.00	\$0.00
McDonalds		\$1,000.00	36.37	27.50	1,000.00	36.06	-0.31	-\$8.52
<b>Stock Funds</b>								
American Growth A		\$1,000.00	31.52	31.73	1,000.00	31.69	0.17	\$5.39
Vanguard 500		\$1,000.00	117.68	8.50	1,000.00	118.81	1.13	\$9.60
Fidelity Contra		\$1,000.00	64.51	15.50	1,000.00	65.42	0.91	\$14.11
American Washington		\$1,000.00	31.67	31.58	1,000.00	32	0.33	\$10.42
Dodge & Cox Stock		\$1,000.00	142.27	7.03	1,000.00	142.78	0.51	\$3.58
<b>Bond Funds</b>								
Pimco Total Rtn Insti		\$1,000.00	10.42	95.97	1,000.00	10.47	0.05	\$4.80
Vanguard Total Bond		\$1,000.00	9.97	100.30	1,000.00	10.01	0.04	\$4.01
American Bond fund Amer A		\$1,000.00	13.17	75.93	1,000.00	13.21	0.04	\$3.04
Vanguard GNMA		\$1,000.00	10.23	97.75	1,000.00	10.28	0.05	\$4.89
Total Value		\$19,000.00			\$19,000.00			\$134.25

# Career Discussion (Req 10)

- What are your interests?
  - Computers, travel, exploring, collecting, building, working with people
- What do you do well?
  - Math, Writing, Science, Negotiate, Language,
  - Organizing, detailing, planning, socializing, debating, teaching
- What kind of education or training is needed for your career interests? Go to:
  - On line searching
  - Professional organizations
  - People you know
  - Summer jobs

# Personal Management Accomplished Requirements

- What have you completed as of Feb 21?
  - Budget Challenge (Req 2)
  - Understanding money (Req 3)
  - Investing and Saving (Req 4)
  - Reading the Stock Market (Req 5)
  - Investing (Req 6)
  - Loans and Credit (Req 7)
  - Career Discussion (Req 10)
- You need to complete and turn in:
  - Meeting a financial goal (Req 1)
  - Time management (Req 8)
  - Project Management (Req 9)