

Financial Freedom Plan

Vision Statement: What do you want to achieve as a result participating in COMPASS 2.0?

What is your personal goal of spiritual and/or financial growth in the process?

Steps to Financial Freedom

STEP 1

Complete a “Family Financial Budget”

- Put at least 3% of income toward savings.
- Be sure your income exceeds your expenses.

STEP 2

List ALL debts on the Debt Reduction Worksheet.

(Exclude the mortgage on the house you live in. Paying off your home mortgage is a wonderful goal but only after all consumer debt is paid off.)

STEP 3

Fill in the monthly minimum payment for each debt.

STEP 4

Start a “debt snowball.”

- Determine the amount of excess income that can be used each month for paying down the debt.
- Begin by attacking the debts with the smallest balance also giving consideration to debts with the highest interest rate.
- When one creditor is paid off assign that monthly amount to another debt.

STEP 5

Faithfully live within your budget. **SAVE for your Emergency Fund.** Do not add ANY debt. As your last creditor is paid off you will know how it feels to be “DEBT FREE” from all consumer debt...and you will be ready for emergencies when they come!

Monthly Budget Worksheet

MONTHLY INCOME

Gross Monthly Income	
Salary #1	\$ _____
Salary #2	\$ _____
Other	\$ _____
Other	\$ _____
Minus:	
Tithe/Giving	\$ _____
Pre-Tax Savings (403b, HSA)	\$ _____
Taxes (Fed, State, FICA)	\$ _____
Net Monthly Income	\$ _____

MONTHLY EXPENSES

Savings	
Emergencies	\$ _____
Retirement	\$ _____
Education	\$ _____
Car Replacement	\$ _____
Other _____	\$ _____
Debts (not mortgage)	
Car Payments	\$ _____
Student Loans	\$ _____
Credit Cards	\$ _____
Medical Debts	\$ _____
Other _____	\$ _____
Housing	
Mortgage/Rent	\$ _____
Insurance	\$ _____
Property Taxes	\$ _____
Utilities (Water, Gas, Electric)	\$ _____
Internet Service	\$ _____
Cable TV/Hulu/Netflix	\$ _____
Phones	\$ _____
Maintenance	\$ _____
Other _____	\$ _____
Medical/Dental	
Doctor	\$ _____
Dentist	\$ _____
Prescriptions	\$ _____
Other _____	\$ _____

Clothing \$ _____

Food \$ _____

Entertainment/Recreation \$ _____

Eating Out
Babysitting
Activities
Trips/Vacations
Pets
Other _____

Transportation \$ _____

Gas
Insurance
License/Taxes
Repairs/Maintenance
Other _____

School/Childcare \$ _____

Tuition/Materials/Fees
Extra Curricular/Camps
Transportation
Childcare
Other _____

Insurance \$ _____

Health/Dental
Life
Disability
Other _____

Miscellaneous \$ _____

Toiletries/Cosmetics
Hair Care
Laundry/Dry Cleaning
Allowances
Subscriptions
Gifts
Other _____

Total Monthly Expenses \$ _____

A BALANCED BUDGET

Net Monthly Income \$ _____

- Total Monthly Expenses \$ _____

should equal "0" \$ _____



Debt Reduction Plan Worksheet



Debt Reduction Plan Worksheet