Expense Criteria Sheet

Taxes:
You are required to figure out your tax expense through an IRS chart and a state tax chart that will be provided. You are single and have no children therefore you may only claim yourself as “1” dependent. To keep it simple, you will not include any “write-offs,” tax credits, or any additional tax shelters.

Home ownership can provide a major tax shelter that can greatly reduce your tax expense. Accounting for this tax shelter is beyond the scope of this assignment, therefore in your “Personal Income Statement” you will only include a general tax expense.

Tax Expense divided by 12 = Monthly tax expense

Annual Federal Taxes: ________ Monthly: ________
Annual State Taxes: ________ Monthly: ________

Mortgage/Rent:
Option #1: Rent: Find an actual listing for a rental unit in Hawaii. You may use classified advertisements or any local publications to find your information. It is required that you cite all sources of information at the end of your ¾ page write-up

What is your monthly rent payment?

Option #2: Mortgage: Find an actual listing for a home in Hawaii. You may use classified advertisements or any local publications to find your information. If you decide to have a mortgage, you must calculate your monthly payment using an online financial calculator. Use the following criteria to calculate your monthly mortgage payment. You must cite all sources of information at the end of your ¾ page write-up.

What is your monthly home loan payment?

- Annual Interest Rate: 6.5%
- Minimum Down Payment: 5% of total loan
- Loan Amount: You are required to find, through a local real estate listing, a listing for a house or apartment that you believe you can or would like to be able to afford. To keep it simple, for this assignment the total loan will be 95% of the listed price.

(Listed price –5% down payment = Loan Amount)

http://www.fhb.com - First Hawaiian Bank
http://www.boh.com - Bank of Hawaii

Utilities:
Will be the same for everyone.
Water: $40/month
Electricity: $60/month
Car Payments:
- Loan: Must be minimum of $3,000
  Annual Interest Rate: 7%
  (Must use online Auto Loan Calculators) see websites above.
  What is your monthly Car Loan Payment?
- Insurance: $800 - $1,500/year
  Monthly Insurance: Annual divided by 12
- Gas: $80 - $125/month

Food Expense (Monthly):

Clothing Expense (Monthly):

Cable Expense?

Internet Expense?

What is left?
  Monthly Salary – Total monthly expenses =???