

EMERGENCY FUNDS

{YOUR NAME &
LOGO HERE}

Life is full of surprises. Sometimes these surprises can be expensive so it's wise to be financially prepared. An emergency fund can help cover these unexpected expenses while still keeping you on track with other financial goals. Emergency funds should be easily accessible yet kept in a safe place, like a standard savings account at your financial institution.

The 3 U's stand for:

U **Unexpected**

U **Urgent**

U **Unavoidable**

How much money should you aim to have in a short-term emergency fund?

\$500-\$1,000

How much money should you aim to have in a long-term emergency fund?

3-6 months net income

Circle the scenarios in which it may be appropriate to use your emergency fund to pay for the expense:

Concert Tickets

Water Heater Breaks

Replace a Flat Tire

Pay Rent While Out of Work

Flights to Disneyland

A Nice Sushi Dinner

Doctor Bill for Broken Arm

The Newest Video Game

What's something you can do to start building your emergency fund? (Any answer will work)

Sell things online

Part-time job

Freelance work

Side hustles

Home Buying Resources:

- Emergency Fund Calculator
- Build Your Emergency Fund Coach
- Emergency Funds Article
- Finding Funds In An Emergency Article
- Earning Extra Income Coach

Visit yoursubdomain.teachbanzai.com/wellness

Vocabulary Terms:

Emergency Fund: money set aside to help cover unexpected expenses or regular expenses due to sudden loss of income.

Certificate of Deposit (CD): an account offered by financial institutions that provides a higher interest rate in exchange for leaving the money untouched for a predetermined amount of time.

Laddering: a method that divides your emergency fund into several CDs that mature at different rates so the money will be available at different times.

My biggest takeaway:

