

WEALTH ANYONE?

You now know your Monthly Cash Flow (MCF) but exactly how wealthy are you? Wealth is not the same thing as money. Wealth is not measured by how much money you have. Instead, wealth is measured by time. How long could you survive financially if you lost your source of income today? 5 days, 2 weeks, 3 months? Let's figure this out.

We need to first determine how much money you have in savings.

Step 1: Complete the table below to find out Total Savings:

Checking Account	\$
Savings Account	\$
IRA	\$
Certificates of Deposit	\$
Money Market	\$
401k	\$
Other (cash, mattress money, etc.)	\$
TOTAL SAVINGS	\$

Step 2: Determine your Daily Expense Total (TME divided by 30):

$$\frac{\$ \text{-----}}{\text{TME}} / 30 = \$ \text{-----}$$

Daily Expense

Step 3: How wealthy are you? Total Savings divided by Daily Expense

$$\frac{\$ \text{-----}}{\text{Total Savings}} / \frac{\$ \text{-----}}{\text{Daily Expense}} = \text{WEALTH}$$

IMPORTANT: This is your WEALTH!!!! This is how many days you could survive if your income stopped today. What do you think? How wealthy are you? Write your very first thoughts here.
