

3 I's to Financial Freedom

- Income
 - Money/Assets
- Insurance
 - Protection
- Investment
 - Ways to make more money/Retirement

Income

- Income-Money received especially on a regular basis for work or through investments.
- Budget-A Financial plan for spending and saving money.
- Money- a current medium of exchange of coins and bank notes collectively. “Just a tool”
- Live within your means, 10%(tithes) 10% (savings) 80% (household)

Income Genesis 2:8-15

- 4 riverheads (Streams for Security)
- Pishon River (Gold and Onyx)=Passion
- Gihon River (Security)=Employment
- Hiddekel River (Residual)=Investment
- Euphrates River (Empty in another)=Retirement

If one dries up, others still supply!!!

Insurance

- Insurance-a practice or arrangement by which a company or government agency provides a guarantee of compensation for specified loss, damage, illness, or death in return for payment of premium.
- Insured-a person or organization covered by insurance.

Types of Insurance

- Auto Insurance
- Gap Insurance
- Homeowner Insurance
- Health Insurance
- Life Insurance
- Renter's Insurance

Why Investments?

- Preparing for Retirement
- Living in Retirement
- Paying for Education
- Preparing for the Unexpected
- Estate Considerations

Investment

- Investment-The action or process of expending money with the expectation of achieving a profit or material gain.
- Begin to invest, when your credit is in order. Your credit score will be your guide.

Investment

- Risk- The probability that an actual return on an investment will be lower than the expected return.
- Chance- Unexpected, unplanned, unpredictable event that occurs with out cause or design and is not explainable

Retirement on Lottery

- Lottery Chances 100,000,000 to 1
- Powerball Chance 185,000,000 to 1

Retirement

- Retirement Age: 62 early, 65 traditionally, 70 late (leave the workforce)
- Future- Continue to maintain your lifestyle financial later in life

Retirement

- Social Security sets the age (66) for retiring for government assistance. The age to receive Social Security is gradually rising to 67.
- As you get older the more you want your money working for you, not you working for your money.

Social Security

- Age 62-Receive 80% of Benefits
- Age 66 -Receive 100% of Benefits
- Age 70-Receive 100% of Benefits

Living in Retirement

- Life Expectation 71 years- 68.5 males, 73.5 females
- Will your employment last until you turn 65?
- Can you perform your duties of your career until you turn 65?
- Will your company still be open when you turn 65?

Dividends- is a distribution of a portion of a company's earnings, decided by the board of directors to a class of its shareholders.

Paying for Education

- Education- Potential for more Income
- Degrees should be able to payback student loans
- Financial Aid is based upon income brackets. It is due before the school year starts.

- Community Colleges-No ACT needed
- University-ACT needed 18 entry 21 scholarships
- Technical School- Based on labor force

Preparing for the Unexpected

- Savings-The amount of income not spent on consumption or taxes. 10, 10, 80 No savings if you are in DEBT.
- 401K-A **defined** contribution plan where an employee can make contributions from his or her paycheck either before or after-tax, depending on the options offered in the plan. The contributions go into a 401(k) account, with the employee often choosing the investments based on options provided under the plan

Preparing for the Unexpected

- IRA-An investing tool used by individuals to earn and earmark funds for retirement savings. There are several types of **IRAs**: Traditional **IRAs**, Roth **IRAs**, SIMPLE **IRAs** and SEP **IRAs**.
- Invest in yourself or a company in which you trust.
- Investors should be responsible and wise individuals. Don't invest money above your comfort levels.

Estate Considerations

- Qualifying for Homeownership conventional loan 20% down payment (unless you receive assistance from the government FHA)
- Credit score of 620 or higher
- Being a homeowner is still the best investment.