

Hyde Park UMC Money

Earn all you can

1 Timothy 5:8

Key 1: Lifetime income

- * How much income you earn will be a large determinant of your standard of living and your ability to attain your goals.
- * Income will be needed your entire life including a period of time when you are no longer able to work.

During Your Lifetime You Will Rely on Two Types of Income:

1. Earned income: from working
2. Investment income: from savings and investments (wealth)

- The key is to save enough while you are “young” so investment income will be adequate to support you while you are “old”



Earned Income

- * For love or money?
- * Employee vs. Owner

Growth Industries/High Demand Jobs

- * Growth industries:

Healthcare, Technology, Education
Environmental Science

- * High Demand Jobs:

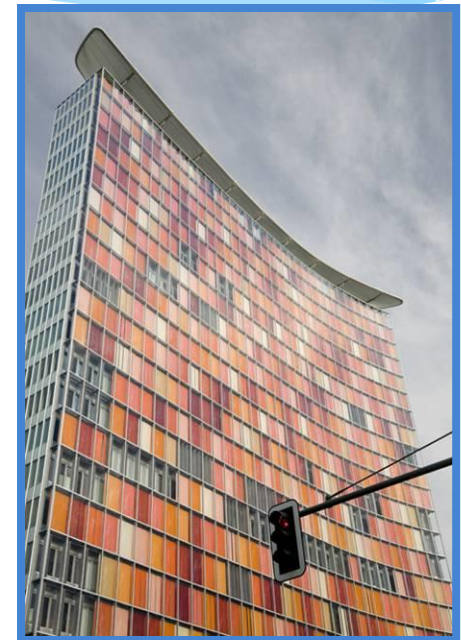
Registered Nurses, Computer Systems Analysts,
Web Developers, Truck Drivers, Engineers,
Pharmacists, Financial Managers

High Paying Jobs

- * Attorney
- * Doctor, Dentist
- * Entrepreneur (business owner)
- * Engineer
- * Sales Manager
- * Financial Manager, Accountant
- * Investment Banker

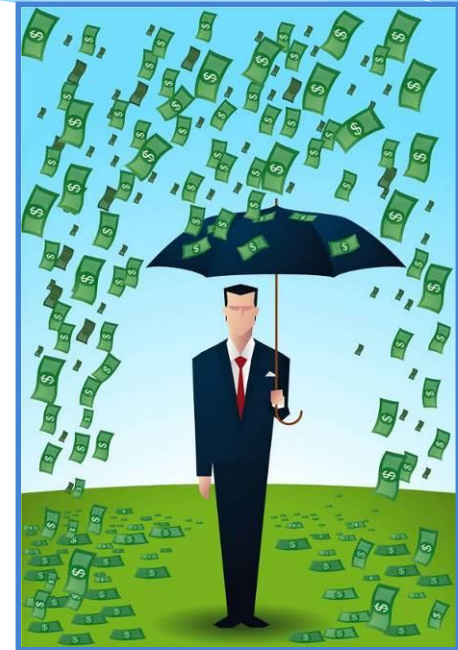
Employment income has two characteristics

1. Amount of income
2. Security of income
 - * Becoming more and more important
 - * Knowledge and skill obsolescence is a fact of life



Lifetime earnings driven by:

1. The career you choose
2. Knowledge
3. Skills
4. Hard work



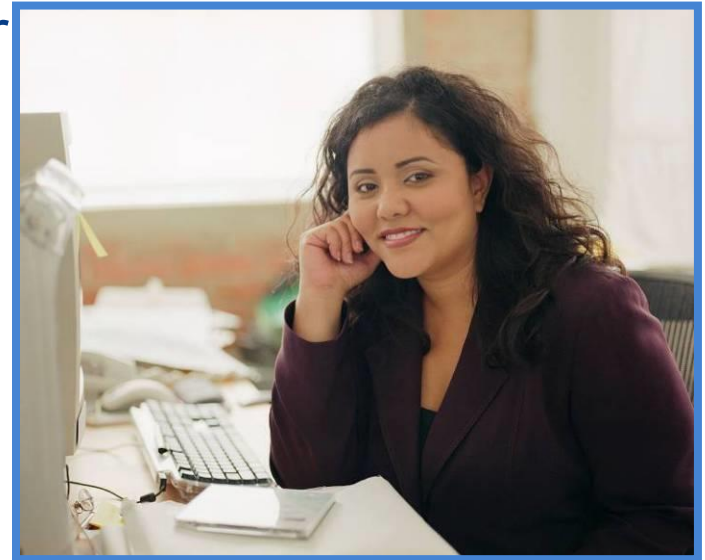
Examples of knowledge versus skill

- * What are some examples of knowledge versus skill?



How do you develop job skills?

- * Get a job
- * Practice (at the job and on your own)



Taxes

- * Federal income Tax
- * State income tax
- * FICA
- * Medicare/Medicaid

Protecting your income

- * What is your greatest asset?
- * Disability insurance
 - Short-term vs. Long-term
 - When does it pay?
 - Indexing for inflation
 - Cost

Investment Income

- * While you are working
- * During your retirement

Closing thoughts...

- * Income is the “fuel” that provides the opportunity to spend and save in a way to achieve your goals
- * The career you choose and your success at that career are vital to meeting your goals
- * When you reach an age where you are unable to work, you will need adequate savings to produce income

Questions??

* What would you like to know?

“money really does matter, but at the same time, it really doesn’t matter”

