

Buying a Car within a Budget

By: Anna and Luke

Class Period: 4

5/26/15

2007 Jeep Compass

Price: \$7,500

Features: 17 x 6.5 Aluminum Sparkle Silver Wheels. 92,054 miles on it. This is a used car.



Credit Score and Loan Term

Credit Score: 730 (3.87%)

Disadvantages: In order to get the car we chose, we had to get rid of internet.

Loan Term: The car we chose was made in 2007. Therefore, we did not have a choice on our loan term. (24 months)

The Cost of Credit: Our budget was \$350 a month and the car cost \$8000.08 including tax and title and license. The simple interest was \$619.21 and our total payback was \$8619.29. This means the monthly payment is \$359.14

Adjustments to the Budget

The monthly payment for our car was \$359.14 which is still \$9.14 over the budget of \$350.

In order not to go over the budget we had to get rid of internet which gave us \$15 extra dollars a month for car payments.