Starting Your Next Chapter

When You Become a PharmD Edition!!
Monthly Budgeting Worksheet – Name: ___________________________

Income: Pharmacist or Resident

Expenses:
Out of my control: Student Loans

Within my control: Housing
Automobile
Food
Other

End of Month (take away):

Plan:
Your Piggy Bank

$ \rightarrow \text{Income} \rightarrow \text{Wealth} \rightarrow \text{Expenses} \rightarrow \$
Feeding Your Piggy

Goal:
1. Live comfortably
2. Working more versus personal life
3. Identify fixed and choice expenses
4. Adjust tax burden
5. Loans: pay now or later

Income: Paycheck

Expenses:
- Housing
- Automobile
- Food
- Student loans
- Social Life
Year 1: Income Card

- Pharmacist
- Resident
## Paycheck Comparison (80 hour)

### PHARMACIST
($55/hour, $114,400 gross income)

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross Income</td>
<td>$4,400.00</td>
</tr>
<tr>
<td>Federal withholding</td>
<td>$1,029.71</td>
</tr>
<tr>
<td>Social Security</td>
<td>$272.80</td>
</tr>
<tr>
<td>Medicare</td>
<td>$63.80</td>
</tr>
<tr>
<td>CA withholding</td>
<td>$381.29</td>
</tr>
<tr>
<td>CA state disability ins.</td>
<td>$44.00</td>
</tr>
<tr>
<td><strong>Net income (2 weeks)</strong></td>
<td>$2,608.40</td>
</tr>
<tr>
<td>Take home %</td>
<td>59 %</td>
</tr>
<tr>
<td><strong>Monthly net income</strong></td>
<td>$5,216.80</td>
</tr>
</tbody>
</table>

### RESIDENT
($50,000 gross income)

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross Income</td>
<td>$1,923.00</td>
</tr>
<tr>
<td>Federal withholding</td>
<td>$330.13</td>
</tr>
<tr>
<td>Social Security</td>
<td>$119.23</td>
</tr>
<tr>
<td>Medicare</td>
<td>$27.88</td>
</tr>
<tr>
<td>CA withholding</td>
<td>$127.90</td>
</tr>
<tr>
<td>CA state disability ins.</td>
<td>$19.23</td>
</tr>
<tr>
<td><strong>Net income (2 weeks)</strong></td>
<td>$1,298.63</td>
</tr>
<tr>
<td>Take home %</td>
<td>68 %</td>
</tr>
<tr>
<td><strong>Monthly net income</strong></td>
<td>$2,597.26</td>
</tr>
</tbody>
</table>

**State of Your Piggy:**

```
$$
$\rightarrow$\pig
$\rightarrow$$
```

```
$$
$\rightarrow$\pig
$\rightarrow$$
```
Pharmacist Path

Income: $5,200 / mo (pharmacist)

(Some things in life are) OUT OF YOUR CONTROL

This is set based on your loans in school

Loans:

$1,000 / mo  $800 / mo  $600 / mo
## Pharmacist Path

**IN YOUR CONTROL: Making decisions**

### Housing:
- **Rent studio**
  - Cost: $1,500 / mo
- **Share apartment**
  - Cost: $800 / mo
- **Live at home**
  - Cost: Freedom?

### Automobile:
- **Buy car**
  - $600/mo
- **Lease car**
  - $300/mo
- **Keep old Civic**
  - $0

### Other expense/Credit Card:
- **Other**
  - $1,200/mo
- **Other**
  - $1,000/mo
- **Other**
  - $700/mo
Pharmacist Scenarios

INCOME

$5,200 / mo (pharmacist)

Loans $1,000 / mo
Rent studio
Cost: $1,500 / mo
Buy car $600 / mo
Other: $1,200 / mo

$900 / mo

EXPENSES

END OF MONTH

Loans $600 / mo
Live at home
Cost: Freedom?
Keep old Civic $0
Other: $700 / mo

$3,900 / mo
What to pay off?

INCOME

$5,200 / mo (pharmacist)

EXPENSES

Loans $1,000 / mo
Rent studio Cost: $1,500 / mo
Buy car $600 / mo
Other: $1,200 / mo

$900 / mo

Interest rates

Student loan 5-7%
Home mortgage 3-4%
Credit cards 0-19.9%

Feed your piggy
Resident Path

Income: $2,600 / mo (resident)

(Some things in life are) OUT OF YOUR CONTROL

This is set based on your loans in school

Loans:

- $1,000 / mo
- $800 / mo
- $600 / mo
Resident Scenarios

INCOME

- Loans $800 / mo
- Share apartment Cost: $800 / mo
- Lease car $300/mo
- Other: $700 / mo

$2,600 / mo (resident)

EXPENSES

- Loans $600 / mo
- Live at home Cost: Freedom?
- Keep old Civic $0
- Other: $700 / mo

END OF MONTH

$0 / mo

$1,300 / mo
Whichever Path You’re On

Pharmacist

Feed your piggy

Resident
Share your worksheet

- Start with your ‘income’ (pharmacist or resident?)

- What **choices** did you make?

- What is your plan if there is positive **end of month** dollars?
Take Home Pearls

- Despite a pharmacist’s paycheck, your piggy is SKINNY when you graduate
- Instant gratification can carry long-term FIXED expenses
- There are things in life you can control, and things you CANNOT control
Thank You!

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