

# SET-ASIDE SAVINGS

Set-aside savings accounts are savings accounts that are separate from your emergency fund and help you plan ahead for periodic or expected expenses. Using a set-aside savings account allows you to break up the full anticipated cost of a purchase or experience and build it into your monthly budget. This can help you avoid putting the expense on a credit card or, worse, not being able to cover it at all. These accounts are also referred to as sinking funds.

At TRUE, set-aside savings are held in shares called Money Tree Accounts, and they are completely free. Start by identifying an upcoming expense and how long you have to save for it. Then divide the total cost by the number of months remaining to determine how much to set aside each month. You can take it one step further by dividing that amount by the number of paychecks you receive each month to make saving even more manageable.

Possible set-aside savings needs: new refrigerator, summer vacation, car insurance, annual pet care, college tuition

Set-Aside Savings Description	Total Amount Needed	Number of Months to Save	Amount per Month	Amount per Paycheck

1. Open your Money Tree account in Digital Banking.
2. Name your Money Tree Account (example: Home Repairs).
3. Set up an automatic transfer to occur on the same dates as your direct deposit.