

PAY OFF DEBT WITH A PLAN



Small steps today can lead to a debt-free tomorrow.

1

PAY MORE THAN THE MINIMUM

Paying only the minimum payment keeps you in debt longer. Whenever possible, add even a small amount to your monthly payment.

Every extra dollar helps reduce your balance faster.

EXAMPLE:

Adding just \$25 more each month could help reduce the amount of interest you pay and shorten your repayment time.



2

SAVE ON INTEREST

Making larger payments can help you:

- ✓ Pay less in interest over the life of your loan
- ✓ Pay off your debt sooner
- ✓ Keep more money in your pocket



The less interest you pay, the **more you keep!**

3

CHOOSE A DEBT PAYOFF STRATEGY

Pick the approach that works best for you and stick with it.



SNOWBALL METHOD

Pay off your **smallest debt first** while continuing to make minimum payments on your other debts.



Once the smallest debt is paid off, roll that payment into your next smallest debt.

Best for: Staying motivated by seeing quick wins.

OR



AVALANCHE METHOD

Pay off the debt with the **highest interest rate first** while continuing to make minimum payments on your other debts.



Once it's paid off, put that payment toward the debt with the next highest interest rate.

Best for: Saving the most money on interest over time.

4

STAY CONSISTENT

Stick to your repayment plan and make your payments on time each month. Even steady, small progress can make a big difference over time.



Make a Plan



Stay on Track



Celebrate Progress



QUICK TIP

Set up **automatic payments** to help you avoid late fees and stay on track with your debt payoff plan.



NEED HELP MANAGING DEBT?

Whether you're just getting started or working toward becoming debt-free, our team is here to help. Visit or call your local Priority First FCU branch.

1-800-368-0739



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