

DEBT PAYOFF Checklist



1. Make a List of all Your Current Debts

- Get a copy of your credit report from annualcreditreport.com.
- Use the enclosed debt tracker to organize all your debts.

2. Prioritize Which Debt to Pay Off First

- Choose the debt with the highest interest rate OR the debt with the lowest balance to pay off first.
- Start making more than the minimum payment on this debt.
- Keep making the minimum payments on all your other debts!

3. Find Extra Money in Your Budget to Put Towards Your Debt

- Use the enclosed budget worksheet to sort your budget items into three categories: those you can keep, those you can cut back on and those you can get rid of.
- Use the extra money from your "cut back on" and "get rid of" budget categories to put towards the payment on your prioritized debt from step 2.
- Review your budget every month and look for additional budget categories to cut back on.

4. Track Your Progress

- Regularly update the amount you owe on all your debts.
- When one debt is paid, cross it off your list and start paying more on the next debt from your list.
- Once all your debts have been paid off, celebrate!

Want help getting your debt paid off? Contact a Member Advisor at First Alliance Credit Union today. We can help you create a personalized debt pay off plan.

DEBT ORGANIZER Worksheet



	Debt	Amount Owed	Interest rate	Monthly Payments	Extra Payments
Current Debts	Example: Car Loan	\$5,000	6.5%	\$250	0