DEBT DUMPING PLAN

money matters

1. Make a complete list of anyone you owe money to.
2. In your budget, find the amount available for debt payments—it should be every dollar available after your core expenses are paid. (This is a priority until all debt is gone, except for home mortgage.)
3. Sort all debts, other than home mortgage, in order of amount outstanding. Pay minimum on all debs, except for the smallest debt. Pay as much as possible on the smallest debt until it's paid off.
4. Repeat 1-3 each month, or as often as the lender list changes.
5. Most importantly, DON'T add more to your debts! Follow your budget.

DEBT	BALANCE	MINIMUM MONTHLY PAYMENT
Total		

How much can you afford for debt service?	
Subtract total minimum monthly payments.	
Equals extra amount that can be paid to the smallest debt.	