Best Tips on How To Use Continued...

BRAD'S TOTALLY AWESOME DEBT SNOWBALL

List your debts in order with the smallest payoff balance first. Paying the smallest debts off first creates momentum and you are more likely to stick to the plan. For each row, the "New Payment" is calculated by adding all the payments on the row above to the payment for that debt. This creates compounding payments which will get you out of debt quickly. An example is provided below to help you understand how to complete the form. Just remember, you didn't arrive in this position overnight. It will take time to get out. Be patient and refer to this sheet when you are feeling you aren't making any traction. By looking at the success you have had in paying some of your debts off it will be a great reminder that the process is working and to keep moving forward.

You can do this!

DEBTS	TOTAL PAYOFF	MIN. PAYMENT	NEW PAYMENT
Hospital Bill	\$225	\$25	_
Victoria's Secret	\$385	\$25	\$50
Lowe's	\$665	\$35	\$85
Citgo Gas	\$775	\$40	
Target	\$1283	\$45	
Ford Credit	\$6800	\$350	
Credit Union (Car)	\$17,500	\$515	

DEBTS	TOTAL PAYOFF	MIN. PAYMENT	NEW PAYMENT
TOTAL PAYOFF			