

Choose your
STRATEGY

The strategy you choose will affect the order in which you pay off your debts

THE SNOWBALL METHOD

HOW IT WORKS

Debts are arranged and paid off from smallest balance to largest balance—small debts are quickly crossed off your list, which can give you a confidence boost

WHO IT'S FOR

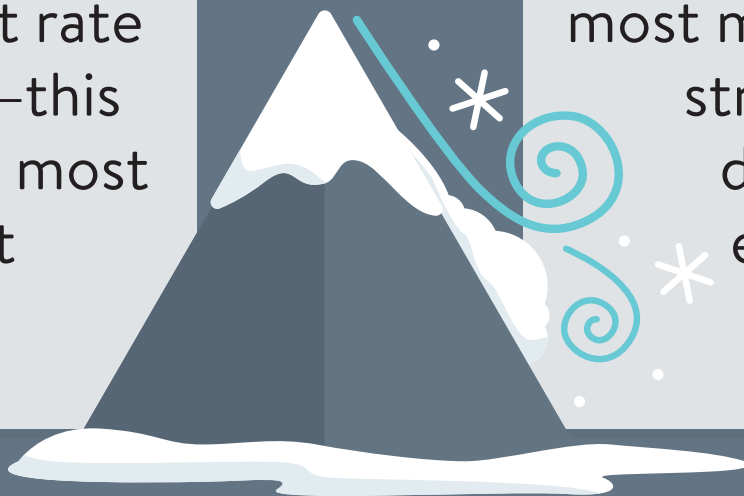
This strategy is ideal for beginners or for those who rely on visible progress in order to feel motivated



THE AVALANCHE METHOD

HOW IT WORKS

Debts are arranged and paid off from highest interest rate to lowest interest rate—this strategy eliminates your most expensive debt first



WHO IT'S FOR

Those who want to use the most mathematically powerful strategy; those who are determined (your most expensive debt may also have a large balance)

CONSOLIDATION

HOW IT WORKS

A new loan is taken out and the borrowed money is used to pay off all your other debts, leaving you with only one loan to keep track of



WHO IT'S FOR

Those who are having trouble keeping track of all their various debts and repeatedly missing payment due dates as a result

If you don't know which strategy is best for you, talk to your credit union about debt counseling or other resources
