

Financial Readiness Plan

www.overcomersresource.com

Name: _____

First Steps

1. Pull credit report at www.creditkarma.com or www.annualcreditreport.com
2. Identifying debts and obligations (child Support, IRS/taxes, credit cards, medical bills, etc.)
3. Establish Budget

Debt Summary (see Debt Elimination Process)

Description / Debt (order of smallest to largest balance)	Balance	Minimum Payment	Payoff Date	Interest Rate	New Payment
	\$	\$			\$
	\$	\$			\$
	\$	\$			\$
	\$	\$			\$
	\$	\$			\$
	\$	\$			\$
	\$	\$			\$
	\$	\$			\$
	\$	\$			\$

Summary of Basic Goals

1. _____
2. _____
3. _____

Immediate Financial Concerns

1. _____
2. _____

After Graduation

3 Month Action Plan

- Establish \$1,000 emergency fund
- Start paying debt from smallest to largest and based on priorities previously discussed
- Monitor budget daily and reevaluate monthly
- Visit Community Works or other approved institutions for credit counseling

- Find a mentor – through Miracle Hill or your church – and meet regularly. Ask them to hold you accountable to your financial goals.

Visit: www.overcomersresource.com for more information or to contact an Overcomers Financial Counselor.

Next Steps:

1. _____
2. _____
3. _____
4. _____
5. _____

Debt Elimination Process

1. Stop the spending deficit (don't spend more than you make).
2. Save \$1,000 for a Short Term Emergency Fund.
3. If possible cut expenses to increase debt payments.
4. List all debts from smallest balance to largest balance. 99% of the time ignore the interest rate.
5. Increase the payment on smallest balance as much as possible
6. Pay the minimum payment on all other debts until smallest balance is paid
7. Once paid off add that payment amount to the next debt balance and continue until paid off and continue to the next
8. "Emergency Fund" - Once all but the mortgage is paid off save 6 months of expenses. This will allow you to have enough funds to take care of yourself and your family if you lose your job, have a medical emergency, etc.

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