DEBT PAYOFF WORKBOOK

GOOD DEBT

(ex: investment properties, viable business debt, debts that make you money, etc.)

Name/Type	Interest Rate	Balance
Ex. Rental Property 146 Laurie Blvd, Fort Lauderdale	*4.5%*	*$143,104*

BAD DEBT

(ex: credit cards, student loans, car loans, etc.)

Name/Type	Interest Rate	Balance
Ex: American Express Blue	*23%*	*$2,367*

FIRST FIVE DEBTS TO BE PAID OFF

Choose to sort by either smallest to highest balance or highest to lowest interest rate, and list in order of which will be paid off first to last. Bad debts should be priority.

Name of Debt	Interest Rate	Balance

With each debt that gets paid off, take the amount you were paying towards that debt and apply it to the next debt in line.

EXAMPLE:

Name of Debt	Interest Rate	Balance	Min. Payment	Excess Payment
American Express Blue	23%	$2,300	$39	$100
Visa	25%	$7,594	$89	$0
Car Loan	18%	$14,000	$350	$0

Once the Amex is paid off, your new payment plan would look like this:

Name of Debt	Interest Rate	Balance	Min. Payment	Excess Payment
Visa	25%	$6,589	$89	$139*
Car Loan	18%	$13,000	$350	$0

**Since you paid off the Amex, you will now apply the $139 you were paying towards that to get the Visa paid off more quickly. Once the Visa is paid off, your chart will look like this:*

Name of Debt	Interest Rate	Balance	Min. Payment	Excess Payment
Car Loan	18%	$11,000	$350	$89 + $139 = $228

Since the Amex and the Visa are paid off, you can apply the extra $228 a month to the car loan.

Bad debts should be paid prior to any good debts. Once bad debts are all paid off, you can start working on good debt. Don't have any good debt? No worries, get your bad debts paid off and I will teach you how to start building assets with good debt. But first, pay off that bad debt!

Want me to look over your worksheet and give my 2-cents? Save a copy and email me at thebossladyinvestor@gmail.com!