



Pros and Cons on Debt Management Programs

Pros

- One affordable monthly payment (typically lower)
- Reduced payment period (close to half the time)
- Over the limit and late fees waived (after 90 days in a program)
- Bring past due accounts current (after 90 days in a program)
- Reduce debt to income ratio
- End Creditor Calls (after 90 days in a program)
- Daily interest is converting to simple fixed interest (daily interest converted to once monthly interest)
- Does not destroy your credit and it can lead to a better credit score
- Benefits programs and financial education
- No out of pocket fee (some companies offer to put the fee on a card already going to be closed in the program)

Cons

- One time fee (\$400-\$1500)
- Cards are closed (Closed during program, so your credit is not negatively impacted)

For more information visit: <http://www.get-out-of-credit-card-debt.org>