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Fast Pay Plan Calculations

The Fast Pay Plan provides you with a debt payment plan without requiring you to input an excessive amount of information. This means that we have to use some assumptions and do not take into account every variation in financial terms. The result is a balance that covers the vast majority of accounts with some limitations.

Fast Pay Plan Basics

- Any fees, penalties and/or other charges (for paying off a debt early for example) are not included in the plan
- The plan assumes no additional debt is incurred on the accounts in the plan
- Payments are assumed to be made monthly, 12 times each year. If you are making bi-weekly payments for your mortgage, you will need to enter the monthly equivalent payment. This can be determined by multiplying the bi-weekly payment by 26 (the number of bi-weekly payments per year) and dividing by 12 months.
- Revolving account debts are treated like installment accounts in the plan. Instead of the payment amount decreasing as your balance decreases, you pay a fixed amount each month.
- Each revolving debt is assumed to have a minimum payment of at least $20, with the exception of accounts with introductory periods, for which we use the payment amount you provided.
- Additional payments above the minimum you are paying when you create the plan are always applied to the Target Account in your plan
- The plan does not support balloon payments, or accounts with more than one interest rate.
- The plan is only as accurate as the data entered
- The plan begins the month you create your plan. The next payment you make for each debt should be the payment amount indicated in your plan or the minimum payment on your account statement, whichever is greater.

Fast Pay Plan Time and Interest Savings Calculations

- Fast Pay Plan interest and time savings are calculated by comparing the plan interest and time to what you would experience if you continued to pay each account as entered in the creation of your plan, without increasing the amount you pay to any debt.

Fast Pay Plan Account Pay Off Order

The account pay off order is determined by performing the following calculations.

1. A Total Additional Commitment is calculated by adding all amounts you entered in the "Additional Monthly Payment" fields for each debt plus any amount you entered in the Commitment Amount field.
2. The Total Additional Commitment amount is then applied to all debts in your plan to determine which account pays off first. That account becomes the first Target Account.
3. Once the Target Account pays off, the total payment you were paying toward that account (minimum payment + total additional commitment) is applied to all the remaining debts to determine the next account that pays off. That account then becomes the next Targeted Account.
4. Once the new Target Account pays off, the total payment you were paying toward that account (minimum payment + minimum payment from paid off debts + total additional commitment) is applied to all the remaining debts to determine the next account that pays off. That account then becomes the next Target Account.
5. Step 4 is repeated until all accounts are paid off.

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