

# Comparing Quick Cash Options

What does \$500 cost after 2 months?



Type Loan	Interest Rate	Interest after 2 months	Payment due after 2 mo.
Credit Union or Bank Loan	18%	\$11	\$511
Credit Card Advance	28%	\$18	\$518
<b>Pay Day Loan</b>	<b>390%</b>	<b>\$300</b>	<b>\$800</b>

## How a \$350 payday loan affects a household budget

	<b>\$35,000 Salary</b>
<b>2 week income</b>	<b>\$1,346</b>
<b>Minus taxes</b>	<b>\$105</b>
<b>After tax income</b>	<b>\$1,241</b>
<b>Payday loan plus “fees”</b>	<b>\$403 (\$350 loan + \$53 fee)</b>
<b>Money left over</b>	<b>\$838</b>
<b>2 weeks household expenses</b>	<b>\$895</b>
<b>Deficit</b>	<b>\$(57)</b>