

## **...Baby Step 2: Pay Off All Debt (Except the House) Using the Debt Snowball**

Baby Step 2 section: Next, it's time to pay off the cars, the credit cards, and your student loans. Start by listing all of your debts except for your mortgage. Put them in order by balance from smallest to largest—regardless of interest rate. This is called the debt snowball method, and you'll use it to knock out your debts one by one.