



UNITED TRIBES
TECHNICAL COLLEGE
LAND GRANT EXTENSION

UTTC LAND GRANT EXTENSION

UTTC Lifeskills Lessons – Money Matter\$

Lesson 6: Credit: Credit Score vs. Credit Report

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FACT\$:

- Credit reports and credit scores are different and are used for different purposes.
- Credit reports contain information detailing your credit history.
- Credit scores are the actual numerical value assigned to the information in your credit report.
- The FICO scores seen by lenders are not what are sold to consumers by the three national credit reporting agencies—Transunion, Equifax, and Experian.
- Individuals can access their FICO Score, free, one time each year www.freecreditscore.com



RESOURCES

- Building Native Communities... Financial Skills for Families
- Financial Education Southwestern Indian Polytechnic Institute (SIPI)
- www.businessnewsdaily.com/finance
- www.freecreditscore.com

Types of Credit

Revolving Credit: The most common types are credit cards, department store cards and gas cards.

Installment Credit: This type of credit is common for larger purchases such as a home, car, or education.

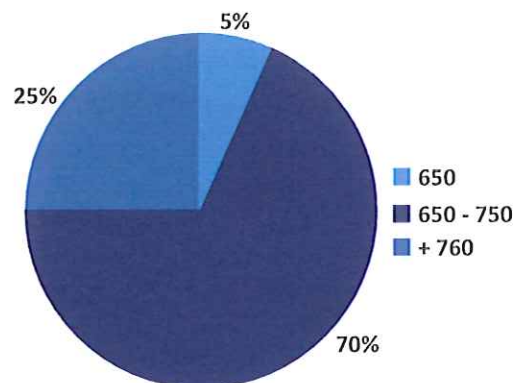
Service Credit: It allows you to pay for a used service at a later date like some small businesses and utility companies.

Secured Credit: This is when you are asked to provide something of value like cash or a car as "collateral".

Unsecured Credit: This is when a guarantee is not required. Credit card applications and some personal loans are unsecured credit.

Things That Effect The FICO Credit Score

- Delinquent (late) payments
- Opening several credit accounts in a 12 month period
- Not having a credit or short-term credit history
- Maintaining card balances near the maximum level
- Taking tax liens, judgments, or bankruptcies
- NEVER make monthly loans on things you cannot afford.
- Buy with a plan, not on an impulse.
- Pay on time.
- Pay on credit card balances each month.
- Keep total charges to all credit cards together under 20% of your total annual income.



COLLEGE LOAN
DISBURSEMENT
BASED ON CREDIT
SCORE

