



Is A Personal Loan Right for Me?

Life can sometimes take a drastic turn which can leave you feeling unprepared financially. You may also have planned expenses that fall too close together, making your financial burden overwhelming. Medical expenses, a new family car, home remodeling, old student loans, the list can go on and on. Life's expenses can add up quickly, causing some to begin struggling with high interest payments that put a heavy strain on a family's finances.

[Personal loans](#), also known as signature loans, are a great option to support your financial needs.

Personal loans can be used for almost any purpose.

There are many reasons you may want to consider a personal loan but here are the most common uses for this type of loan: Home improvement or construction, vacations, education, improving your credit score, starting a business, and debt consolidation.

Personal Loans for Debt Consolidation

Personal loans can also enable you to better manage your debt. You can borrow money with a personal loan to pay off your credit card debt, student loans, and other higher interest lines of credit you may have. This consolidates the money you owe, gives you one fixed payment each month, and you'll have an end date for when the loan will be fully paid off.

Personal Loan vs Credit Cards

The biggest advantages of personal loans vs. credit cards are that they usually offer a lower interest rate and steady, even payments to pay off the debt. This predictability makes it easier to build your budget and know exactly when you'll be out of debt.

Personal Loan vs Secured Loan

It's not difficult to get a personal loan. A credit union offers benefits over larger banking establishments because decisions are made locally for their members. A secured personal loan is much easier to get than an unsecured personal loan, as the collateral that you provide greatly reduces the lender's risk. The benefit of a secured loan is you can borrow against your savings at a low interest rate, allowing your savings to continue to earn dividends.

Improving your credit score, consolidating debt into one low payment, and freeing up cash to support you and your family financially when you need it most are just some of the benefits of a [personal loan](#). Talk with your [banker](#) to determine if a personal loan is right for your financial situation.