



## K-State Extension Connection

### **For Immediate Release:**

2-10-17

*The mission of K-State Research and Extension Family and Consumer Sciences is to link education with life experiences to help people improve their lives, their families and their communities. Family and Consumer Sciences professionals support essential life skills including Community Development, Healthy Lifestyle Choices, Leadership & Volunteer Development, Relationship Development and Resource Management.*

### Title of Article - **Smart Uses for Your Tax Refund**

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Get the most out of your tax refund by developing a plan. Make a commitment to enjoy part of the money. Be smart, and use the rest for practical purposes. Allocate 80 percent of your refund for “smart uses” and the remaining 20 percent as cash for enjoyment or to make a special purchase. Consider the following smart uses to improve your finances and make the coming year more enjoyable.

Paying down credit card debt will save you money on high interest rate debt. Credit card debt and can be hard to pay off when making only the minimum payment because most of the payment goes to interest. If you carry over a balance every month, only a few dollars of each minimum payment goes toward reducing the principal owed. Reducing credit card debt will improve your financial security.

Set aside money for holiday and birthday gifts. Make an additional deposit into a savings account or open a new one for these purchases only. Making regular deposits throughout the year, even direct deposited from your check, into this special savings account is a great way to avoid over using your credit card when special events occur. Ten to 15 percent of your check is a great amount to pay into this account.

Open an emergency savings account to provide easy access to funds for unexpected expenses. When a tire goes bad, the battery needs changed in the car, the washing machine breaks or the hot water tank goes out, money in an emergency account will allow you to pay for these expenses without going into debt. As you begin your emergency savings account, don't give up if you have to use it. See the value in having it to keep your debt from increasing. Strive to add to it every paycheck.

Let Kansas Saves help you reach your savings and debt reduction goals. It all starts when you make a commitment to yourself to save. That's what this pledge is all about. And it doesn't stop there. Kansas Saves will keep you motivated with periodic information, advice, tips, and reminders sent by email or text message to help you reach your savings goal. Follow this link to learn more: <http://bit.ly/2lvEO55>

Source: <http://bit.ly/2kXWMix>

For additional information, contact the Wildcat Extension District, Crawford County, 620-724-8233, Labette County, 620-784-5337, Montgomery County, 620-331-2690, Pittsburg Office, Expanded Food and Nutrition Education (EFNEP), 620-232-1930.

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