



Free Credit Repair Tips

Free Report

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Free Credit Repair Tips

For all my readers I have created a special report with a list of the best tips I can share with you. I believe that you will find them interesting and above All are very helpful! – Darren Skar

Tip #1

Repairing Your Own Credit Verses Hiring it Done

Repairing your credit isn't as difficult as you may think. Many people will tell you that you need to hire a credit repair company. These companies are usually very expensive and can be difficult finding an honest company you can trust. Most all the steps these credit repair companies use are steps you can do yourself for a lot less money, and by repairing your credit yourself you will have a better understanding of how the whole credit process works. That knowledge itself is priceless so, before you hire a company to repair your credit, do some research on self credit repair and save yourself a lot of money and gain some knowledge

Tip #2

Know How Your Utilization Rate Effects Your Credit Score

The utilization rate is simply how much of your total available credit limits you have used. What this means is, if you have a high limit on a credit card and you are only using a small portion of your available credit your utilization rate would be low. Now if you were maxed out on your credit card your utilization rate would be high meaning you have used all your available credit. The higher your utilization rate the more it negatively affects your credit

score. The actual calculation for your utilization rate would be made using all available information of a person's credit. Another thing that can affect your Utilization Rate is when you close an account. Closed accounts will eliminate the amount of accessible credit you have and will increase or raise your utilization rate, thus creating a negative effect on our credit.

Tip #3

Dealing with Overdue Accounts

Having a number of overdue accounts will generate a negative effect on your credit score. Because your payment history is such a large part of your credit score, you will need to get these overdue accounts under control. The key to improving your credit score is to get these overdue accounts reported as paid or current. If you have an account in collections, negotiate with the collector and make an offer to pay the account in full in exchange for the account to be deleted from your credit report. Make sure you do this in writing and don't make any payment until you receive a response from the collector in writing. There is a chance the collector will not agree to these terms but they may agree to update your account as "Paid in full". A "Paid in full" would give you a positive effect on your credit report, not a very big effect, but nonetheless a positive effect.

Tip #4

Rebuild Your Credit

Once you have straightened out the negative items on your credit report, you will need to start on getting positive information added. If your credit cards and loans are being reported on time, that's great. Keep all the balances at a sensible level and make sure your payments are on time.

Then again, you may need to reestablish your credit by applying for a new credit card account. Since your previous credit history can prevent you from getting a major credit card, you will want to keep your credit inquiries low so you should apply for only one major credit card. If you are turned down, apply for a department store credit card or maybe look at a secured line of credit.

Tip #5

Be Aware Of Credit Repair Scams

There are many companies out there that claim they can clean up your credit report for a fee. These companies want you to pay them before they provide the service. Actually according to the Credit Repair Organizations Act, a company cannot make you pay until they have fulfilled the services they have committed to. Other things these companies claim is that they can eliminate the majority or the entire negative credit information in your credit report, even if that information is correct. In fact, they will recommend that you argue over all the information in your credit report, despite its accuracy. In reality, nobody can remove accurate negative information from your credit report. Also be aware if a company tries to have you create a new credit identity. This would be done by applying for an EIN and would be used in place of your Social Security number to create a new credit report. Just remember, if you take this advice, and you perjure yourself on a credit application or loan or acquire an EIN under phony pretenses it would be illegal and you would be committing fraud.

Thank You for reading!

Darren Skar

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