

paying mortgage bi-weekly

Last Updated Wednesday, 30 July 2008

What about splitting my mortgage in two and paying bi-weekly?

Some people set on paying off their home loan early and reducing interest charges opt for a biweekly mortgage. Monthly payments are divided in half, payable every two weeks.

Because there are 52 weeks in a year, the program results in 26 half-payments, or the equivalent of 13 monthly payments per year instead of 12. Using the biweekly payment system, a homeowner with a \$70,000, 30-year biweekly mortgage at 10 percent interest could save \$60,000 in interest and pay off the balance in less than 21 years.

Questions about [Profile.market] Real Estate?

Ask us below or Call us Now at [Profile.comp_phone]