

# "What House Can I Afford to Buy" Worksheet

Print out this worksheet with your actual income and debt figures and use the Mortgage Calculator below this to determine potential loan amounts and monthly payments.

	Column A	Column B
Annual income before taxes (gross):	\$ _____	
Divide by number of months:	÷ 12	
Monthly gross income:	= _____	= _____
Maximum monthly housing expense allowance: Lender's allowance for monthly gross income on housing expense (either 28% or 33%) - Maximum monthly housing expense allowance		X _____ = _____
DTI - Debt to Income Ratio - Maximum total long-term monthly expense allowance: Lender's allowance for long-term debt (either 36% or 38%) FHA allows 43%	X _____ = _____	
Figure out your monthly long-term obligations below, and subtract if from the allowance: ACTUAL EXPENSES		
- 1st auto loan	\$ _____	
- 2nd auto /installment loan:	+ _____	
- Personal installment loans	+ _____	
- Min monthly credit card pay's - Borrower #1	+ _____	
- Min monthly credit card pay's - Borrower #2	+ _____	
- Secondary house expense (Vacation or Invest):	+ _____	
- Other: (alimony, child support):	+ _____	
- Other:	+ _____	
- Total long-term obligations:	= _____	
Monthly actual housing expense allowance:	= _____	

Maximum DTI or Total long-term monthly expense allowance (36%)	\$ _____
LESS: Estimate for taxes, insurance, HOA, and PMI - SEE THE MORTGAGE CALCULATOR BELOW THIS FORM	-\$ _____
Allowable monthly principal & interest expense:	=\$ _____
TO CALCULATE ESTIMATED MORTGAGE AMOUNT:	
These tables and calculators do not calculate a maximum estimated mortgage amount from the estimated monthly payment. You can try several different loan scenarios - REMEMBER your total monthly payment must be at 28% max of your monthly income	
Maximum total monthly payment amount	\$ _____
Estimated Qualifying Mortgage Amount	\$ _____