

How Much Mortgage Could You Qualify For?

Estimate the purchase price of the home you would like to buy and the down payment you can afford. Complete each entry based upon this assumption and your personal financial situation. Ratios in this worksheet apply to first time home buyers only.

STEP 1: What is your monthly gross income?	Borrower's annual income	\$	
	Co-borrower's annual income	\$	+
	Total gross annual income	\$	=
	Divide total gross annual income by 12		÷ 12
	Total monthly gross income	\$	= (A)

STEP 2: What is your allowable monthly housing cost?	Total monthly gross income	ENTER (A)	\$	
	Multiply by .33 (33% is average maximum housing debt)			x 0.33
	Allowable monthly housing cost		\$	= (B)

STEP 3: Your mortgage amount	Home purchase price		\$	= (C)
	Down payment		\$	-
	Mortgage loan amount		\$	= (D)

STEP 4: Your monthly taxes and insurance costs	Home purchase price	ENTER (C)	\$	
	Multiply by .0025 (actual percentage will vary by location)			x 0.0025
	Estimated monthly taxes and insurance		\$	= (E)

STEP 5: Your monthly housing cost	Monthly payment on 30-year loan (see mortgage calculator on next page)		\$	
	Estimated monthly taxes and insurances	ENTER (E)	\$	+
	Condo or homeowner's fees (if applicable)		\$	+
	Total monthly housing cost		\$	= (F)

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STEP 6: What is your allowable monthly debt?	Total monthly gross income	ENTER (A)	\$	
	Multiply by .38 (38% is maximum debt level)			x 0.38
	Allowable total monthly debt		\$	= (G)

Step 7: What are your other monthly debt payments (do not include if less than 10 months remaining)?	Car payment		\$	
	Credit card payments		\$	+
	Student loan		\$	+
	Other		\$	+
	Total other monthly debt payments		\$	= (H)

Step 8: Your total monthly cost	Total monthly housing cost	ENTER (F)	\$	
	Total monthly other debt	ENTER (H)	\$	+
	Total monthly cost		\$	= (I)

If your monthly housing cost (F) is not more than your allowable monthly housing cost (B), and your total monthly cost (I) is not more than your allowable monthly debt (G), you may qualify for this mortgage.

Mortgage Payment Calculator					
Monthly principal and interest payments for 30-year, fixed rate mortgage. Property taxes and insurance not included.					
Loan Amount	3%	4%	5%	6%	7%
\$ 150,000	\$632.41	\$716.12	\$805.23	\$899.33	\$997.95
\$ 160,000	\$674.57	\$763.86	\$858.91	\$959.28	\$1,064.48
\$ 170,000	\$716.73	\$811.61	\$912.60	\$1,019.24	\$1,131.01
\$ 180,000	\$758.89	\$859.35	\$966.28	\$1,079.19	\$1,197.54
\$ 190,000	\$801.05	\$907.09	\$1,019.96	\$1,139.15	\$1,264.07
\$ 200,000	\$843.21	\$954.83	\$1,073.64	\$1,199.10	\$1,330.60
\$ 210,000	\$885.37	\$1,002.57	\$1,127.33	\$1,259.06	\$1,397.14
\$ 220,000	\$927.53	\$1,050.31	\$1,181.01	\$1,319.01	\$1,463.67
\$ 230,000	\$969.69	\$1,098.06	\$1,234.69	\$1,378.97	\$1,530.20
\$ 240,000	\$1,011.85	\$1,145.80	\$1,288.37	\$1,438.92	\$1,596.73
\$ 250,000	\$1,054.01	\$1,193.54	\$1,342.05	\$1,498.88	\$1,663.26
\$ 260,000	\$1,096.17	\$1,241.28	\$1,395.74	\$1,558.83	\$1,729.79
\$ 270,000	\$1,138.33	\$1,289.02	\$1,449.42	\$1,618.79	\$1,796.32
\$ 280,000	\$1,180.49	\$1,336.76	\$1,503.10	\$1,678.74	\$1,862.85
\$ 290,000	\$1,222.65	\$1,384.50	\$1,556.78	\$1,738.70	\$1,929.38
\$ 300,000	\$1,264.81	\$1,432.25	\$1,610.46	\$1,798.65	\$1,995.91
\$ 315,000	\$1,328.05	\$1,503.86	\$1,690.99	\$1,888.58	\$2,095.70
\$ 325,000	\$1,370.21	\$1,551.60	\$1,744.67	\$1,948.53	\$2,162.23