



How much can I afford for housing?

Name: _____

Approximate Expected Housing Expenses - Based on Mortgage Amount*

MORTGAGE AMOUNT (AFTER DOWN PMT)	\$50,000.00	\$75,000.00	\$100,000.00	\$125,000.00	\$150,000.00	\$175,000.00	\$200,000.00	\$225,000.00	\$250,000.00	\$275,000.00
INTEREST RATE	5%	5%	5%	5%	5%	5%	5%	5%	5%	5%
MONTHLY MORTGAGE PAYMENT	\$268	\$403	\$537	\$671	\$805	\$939	\$1,074	\$1,208	\$1,342	\$1,476
MONTHLY FREDERICK COUNTY PROPERTY TAXES (1.191% Assesed Home Value)	\$80	\$119	\$159	\$199	\$239	\$279	\$318	\$358	\$398	\$438
MONTHLY MORTGAGE INSURANCE (.85% Base Loan Amount)	\$43	\$64	\$85	\$106	\$128	\$149	\$170	\$191	\$213	\$234
MONTHLY MARYLAND AVERAGE HOMEOWNERS INSURANCE	\$70	\$70	\$70	\$70	\$70	\$70	\$70	\$70	\$70	\$70
TOTAL MONTHLY PAYMENT	\$460	\$656	\$851	\$1,046	\$1,241	\$1,436	\$1,632	\$1,827	\$2,022	\$2,217
MINIMUM MONTHLY GROSS INCOME	\$1,643	\$2,343	\$3,040	\$3,736	\$4,433	\$5,130	\$5,830	\$6,526	\$7,223	\$7,919

Housing Debt-to-Income Ratio Formula:

This formula is used by most mortgage lenders to determine a maximum housing expense, based on income.

$$\frac{\text{Monthly Gross Earnings}}{\text{Front-end DTI (Also known as Housing DTI)}} = \text{Maximum Housing Expenses (including mortgage payment, real estate taxes, homeowner's insurance, mortgage insurance, HOA dues, etc.)}$$

Based on your **Maximum Housing Expenses**, what is the potential maximum mortgage you qualify for? _____

Have you researched housing in this price range? _____

Yes

No

**Individual circumstances will vary based on household income, benefits, debt, location, credit score, down payment, special programs, and other determining factors.*

This chart does not imply final amounts for housing expenses or mortgage pre-qualification.

This also does not take into consideration the Back-end Debt-to-Income Ratio, which must be considered to qualify for a mortgage.