Debt Calculation Tip Sheet	
Debts	**Notes**
First Mortgage Payment	If loan is not escrowed, calculate monthly escrow and add to payment amount
Junior Mortgage Payments	If loan is deferred without payments, no amount is included
HELOC Payment	Use minimum payment on the credit report or 1% of the balance
Mortgage Payment – 2nd home (PITIA)	If non-escrowed, calculate monthly escrow and add to payment amount
Marital or Child Support Payment	Not included if there are nine or fewer payments
Car Loan Payment	Car loan payment not included if there are nine or fewer payments left.
Car Lease Payment	Car lease payments are included no matter how many payments remain.
Credit Card Payments	Debts in a period of deferment or forbearance must be included. If no payment on credit report, calculate the payment by multiplying the outstanding balance by 3%
Student Loan	If student loan is deferred, monthly payment is 1.5% of the balance
Negative Net Rental Amount	If the mortgage debt is greater than 75% of the rental amount, the difference must be included as debt. The monthly mortgage payment for the rental is NOT included.

Crisis Budget

INCOME SOURCES	AMOUNT
Net Income: Source 1	
Net Income: Source 2	
Net Income: Other Sources	
TOTAL NET INCOME	

TOP PRIORITY EXPENSES	CURRENT AMOUNT	ADJUSTED AMOUNT
1. Mortgage Payment(s)		
2. Housing Related Costs (Taxes, Insurance)		
3. Groceries		
4. Essential Utilities		
5. Essential Health Care Costs		
6. Car Payment and Insurance		
7. Child Support		
8. Income Tax Debt		
TOP PRIORITY SUB-TOTAL		
HIGH PRIORITY EXPENSES	CURRENT AMOUNT	ADJUSTED AMOUNT
9. Student Loans		
10. Court Judgments		
HIGH PRIORITY SUB-TOTAL		
LOWER PRIORITY EXPENSES	CURRENT AMOUNT	ADJUSTED AMOUNT
11. Credit Cards		

12. Loans for Household Goods		
13. Payday Loans, Rent to Own Contracts		
LOWER PRIORITY SUB-TOTAL		

Affordability Worksheet

DTI (Payment) Ratios

(1) Total House Payment
(Include escrow and HOA) $_____

(2) **Gross** monthly Income $_____   *Less than 31% is considered affordable*

(3) Housing Ratio (1÷2)   _____%

DTI (Total Debt) Ratio

(1) Total House Payment $_____

(4) Monthly Debt Payments $_____   *Less than 55% is considered affordable*

(5) Monthly Debt Expense (1+4) $_____

(6) Total Debt Ratio (5÷2)   _____%