

DEBT SERVICE-TO-INCOME RATIO (Back-Ratio) (Living Off Base)

A useful tool in determining your financial stress level, do the math and consider where you are before taking on further debt.

1. Gross Monthly Income (Total Income, includes Federal taxes, State taxes and Social Security, Entitlements)

1. _____

2. Debt Payments (Include Charge Accounts, Car payments, Advance Pay loans, Include Rent, Mortgage Insurance)

Expenses (Monthly)

Total Monthly Debt Payments

Mortgage/Rent

\$ _____

Auto

\$ _____

Auto

\$ _____

Credit Card

\$ _____

Credit Card

\$ _____

Credit Card

\$ _____

Credit Card

\$ _____

Credit Card

\$ _____

Personal Loans/Student Loans

\$ _____

Personal Loans/Student Loans

\$ _____

Insurance

\$ _____

Other

\$ _____

2. _____

TOTAL

3. **Divide line 2 by line 1, multiply by 100**

(2) _____ Divide (1) _____ X 100 = Back-End Ratio _____ %
Total

Percent:

Status:

Less than **28-30%**

Some additional credit may be used with caution

31% - 43%

Fully Extended, FHA/VA Typical Limits up to 41%

Greater than **43 %**

Seriously overextended seek help!

Example: Line (2) \$1250 Divide Line (1) \$3500 X 100 = Total: **35.7%**