

Debt-to-Income Ratio Explanation

Date: [Insert Date]

To Whom It May Concern,

I am writing to provide an explanation of my debt-to-income (DTI) ratio as part of my rental application. My DTI ratio is calculated by dividing my total monthly debt payments by my gross monthly income. This figure is used by landlords and property managers to assess my ability to manage monthly payments and repay debts.

As of [Insert Current Month], my total monthly income is \$[Insert Income Amount], and my monthly debt obligations, which include rent/mortgage, car payments, student loans, and credit card payments, amount to \$[Insert Debt Amount]. Consequently, my DTI ratio is [Insert DTI Ratio]%. This is considered to be [Insert Assessment of DTI Ratio, e.g., "a manageable ratio" or "slightly above average"], and I am actively taking steps to improve this ratio by [Insert Actions Taken, e.g., "paying down credit card debt," "increasing my income," etc.].

I understand the importance of a sound financial profile for rental agreements, and I am committed to fulfilling my rental obligations responsibly. Please feel free to contact me at [Insert Phone Number] or [Insert Email Address] should you need any additional information or documentation.

Thank you for considering my application.

Sincerely,

[Insert Your Name]

[Insert Your Address]

[Insert City, State, Zip]