

Table 1. US Households Priced Out of the Market by Increases in House Prices, 2021

Area	Mortgage Rate	House Price	Monthly Mortgage Payment	Taxes and Insurance	Minimum Income Needed	Households That Can Afford House	Households That Cannot Afford House
United States	2.80%	\$346,757	\$1,407	\$414	\$78,036	50,303,399	75,105,557
United States	2.80%	\$347,757	\$1,411	\$415	\$78,261	50,149,432	75,259,524
Difference		\$1,000	\$4	\$1	\$225	-153,967	153,967

Calculations assume a 10% down payment and a 73 basis point fee for private mortgage insurance.

A Household Qualifies for a Mortgage if Mortgage Payments, Taxes, and Insurance are 28% of Income

US Household Income Distribution for 2021				
Income Range:		Households	Cumulative	
\$0	to \$9,404	7,269,983	7,269,983	
\$9,405	to \$14,107	5,045,432	12,315,416	
\$14,108	to \$18,809	4,941,364	17,256,779	
\$18,810	to \$23,512	5,435,103	22,691,882	
\$23,513	to \$28,215	5,090,064	27,781,946	
\$28,216	to \$32,917	5,433,854	33,215,800	
\$32,918	to \$37,620	5,038,087	38,253,887	
\$37,621	to \$42,323	5,222,651	43,476,538	
\$42,324	to \$47,025	4,718,720	48,195,258	
\$47,026	to \$56,430	9,273,507	57,468,765	
\$56,431	to \$70,538	12,507,853	69,976,618	
\$70,539	to \$94,051	16,086,781	86,063,399	
\$94,052	to \$117,565	11,897,400	97,960,799	
\$117,566	to \$141,078	7,815,163	105,775,961	
\$141,079	to \$188,104	8,989,572	114,765,533	
\$188,105	to More	10,643,422	125,408,956	