

# NON-TAXABLE INCOME-GROSSING UP CHART

**NON-TAXABLE INCOME EXAMPLES INCLUDING BUT NOT LIMITED TO:** SOCIAL SECURITY INCOME, RAILROAD RETIREMENT BENEFITS, CERTAIN GOVERNMENT RETIREMENT INCOME, CHILD SUPPORT, CERTAIN TYPES OF DISABILITY AND PUBLIC ASSISTANCE PROGRAMS, MILITARY ALLOWANCES

<u>LOAN PROGRAM TYPE</u>	<u>PERCENT GROSS UP</u>
FHA BASED	CAN BE GROSSED UP ACCORDING TO THE TAX BRACKET ON MOST RECENT YEAR FILED-MAX <b>15%</b> . IF BORROWER IS NOT REQUIRED TO/DOES NOT FILE TAX RETURNS, MAXIMUM GROSS UP IS <b>15%</b> .
VA BASED	CAN BE GROSSED UP ACCORDING TO THE TAX BRACKET BASED ON MOST RECENT YEAR FILED-MAXIMUM <b>15%</b> . IF BORROWER IS NOT REQUIRED TO/DOES NOT FILE TAX RETURNS, MAXIMUM GROSS UP IS <b>15%</b>
USDA	CAN GROSS UP <b>25%</b> .
CONV	FANNIE WILL ALLOW UP TO <b>25%</b>  FREDDIE-GROSS UP BASED TAX BRACKET FOR MOST RECENT YEAR FILED UP TO A MAX OF <b>25%</b> . IF BORROWER IS NOT REQUIRED TO/DOES NOT FILE TAX RETURNS, MAX IS <b>25%</b> .

**\*\*\* PLEASE NOTE THAT IF ANY PORTION OF THIS INCOME SHOWS AS TAXABLE ON THE RETURNS, THE INCOME CANNOT BE GROSSED UP FOR QUALIFYING PURPOSES**

