# Freddie Mac Income Calculator



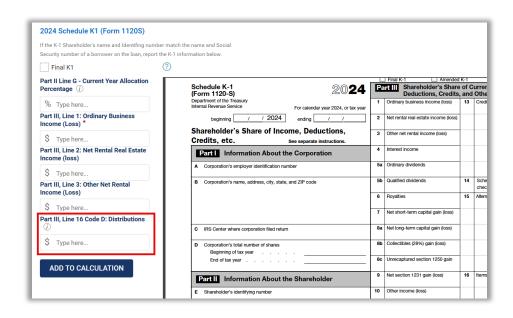
November/December 2025 Release Notes

# November 8, 2025 Release

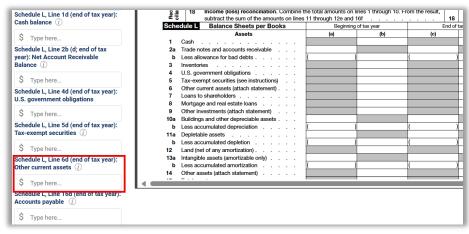
# **Tax Data Entry Line Item Updates**

We've made the following updates to tax data entry line items. These updates allow for more information to be provided about borrowers with income from S-Corporations and Partnerships. This additional information helps improve the income calculation for these borrowers.

New line item for S-Corporations: Schedule K-1 (1120-S): Part III, Line 16 Code D: Distributions



New line item for S-Corporations and Partnerships: 1120-S and 1065: Schedule L, Line 6d (end of tax year): Other current assets



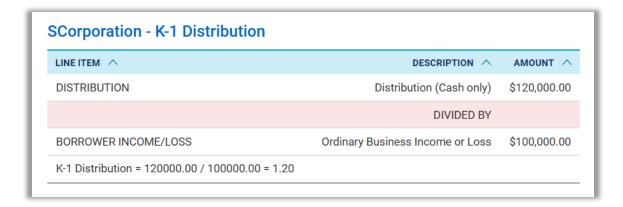


### **Business Review and Analysis Updates**

We've made the following updates to the Business Review and Analysis to help better establish sufficient liquidity for borrowers with income from S-Corporations and Partnerships.

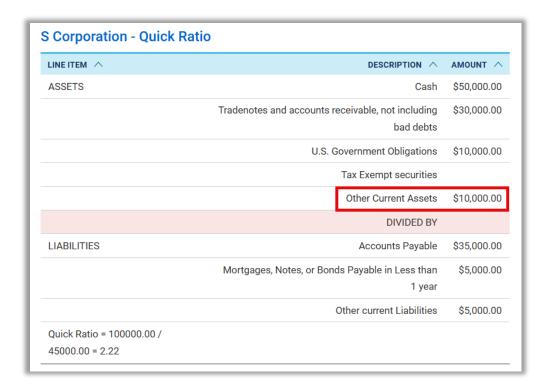
#### K-1 Distribution Liquidity Test Added

Now an additional method – the K-1 Distribution liquidity test – is available to prove sufficient liquidity for the business for borrowers with income from S-Corporations. This method can be used in place of the Quick Ratio. *Note:* This was already available for Partnerships.



#### Other Current Assets Added

This line item was added to the Quick Ratio for both S-Corporations and Partnerships to help prove sufficient liquidity for the business.





# December 6, 2025 Release

### **Prompts Moved Earlier in the Process**

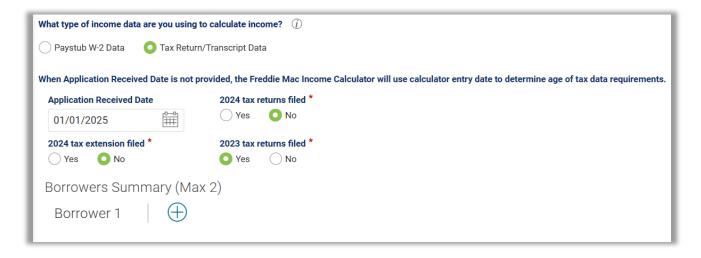
To help remove the potential for duplicative requests and misaligned tax years, we've moved the following prompts earlier in the income calculator process.

#### Tax Year Prompts Moved to Loan Level

(Example 1)

What type of income data are you using to calculate income? ①	
Paystub W-2 Data Tax Return	/Transcript Data
When Application Received Date is not pr	ovided, the Freddie Mac Income Calculator will use calculator entry date to determine age of tax data requirements.
Application Received Date	2024 tax returns filed *
mm/dd/yyyy [====	◯ Yes ◯ No
Borrowers Summary (Max 2)	
Borrower 1 +	

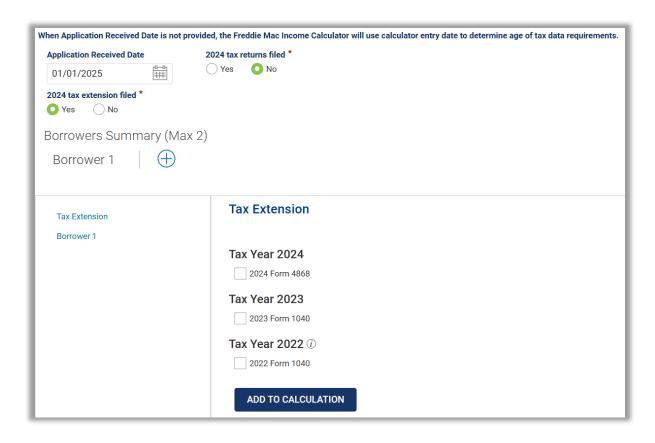
### (Example 2)





#### Tax Extension Documents Moved to Loan Level

Tax extension documents will now need to be provided before the businesses are entered.



# **Updated Name of Type of Income Data Submitted**

To help provide greater clarity and be more descriptive, we've updated the descriptor for type of income data being used to calculate data from "Tax Data" to "Tax Return/Transcript Data".



Visit and bookmark our <u>Technology Resources webpage</u> for quick access to future release notes and a list of feedback messages. Launch the Freddie Mac Income Calculator <u>here</u>.