CMG Financial has amended its Income Validation Policy to address circumstances where the IRS rejects a request for transcripts by a third party vendor.

INCOME VALIDATION POLICY UPDATE: IRS TRANSCRIPT REJECTION

Summary: If the IRS rejects a 4506-T request, the following conditions must be met in order to validate the borrower's income:

- Provide a copy of the IRS transcript rejection and one of the following:
  - Record of Account for 2 years obtained by the borrower from the IRS. Adjusted Gross Income and Taxable Income on the Record of Account should match the borrower's 1040s;
  - OR
  - Tax return transcripts obtained by the borrower via mail/fax from the IRS. Information on the tax transcripts must match documentation provided in file.

Effective Date: Effective immediately.

Please contact your Correspondent Regional Manager or your Correspondent Liaison with any questions.