a MORTGAGE Boutique
a division of First Community Mortgage
a Mortgage Boutique is a division of first community mortgage

WHOLESALE ANNOUNCEMENT 2026-88
October 21, 2026
Fannie Mae Update

Effective Date
See below for applicable effective dates

Update:
Verbal Verification of Employment

Effective: Immediately

- Fannie Mae has removed the specific methods lenders must use to satisfy the verbal verification of employment requirement. The existing timing requirements for completing the verbal VOE remain unchanged.
- With this update, lenders may use a verification method that is reasonable, verifiable, and appropriate for the borrower's employment or income type.

Schedule K-1 <25% Income

Effective: Loan application dated on or after December 2, 2026

- In combination with this update, Fannie Mae is specifying that lenders must complete a verbal verification of employment for borrowers using Schedule K-1 income from a business in which they have less than 25% ownership to qualify. When the borrower also receives employment-related income from the same business, the applicable verification requirements depend on the borrower's percentage of ownership. A verbal verification of employment is not required when rental income is the only income reported on Schedule K-1.

Should you have any questions, please reach out to your Account Executive or Client Manager

EQUAL HOUSING LENDER
NMLS# 629700