

## **6-II.G. PERMISSIVE DEDUCTIONS [24 CFR 5.611(b)(1)]**

Permissive deductions are additional, optional deductions that may be applied to annual income. As with mandatory deductions, permissive deductions must be based on need or family circumstance and deductions must be designed to encourage self-sufficiency or other economic purpose. If the PHA offers permissive deductions, they must be granted to all families that qualify for them and should complement existing income exclusions and deductions [PH Occ GB, p. 128].

The *Form HUD-50058 Instruction Booklet* states that the maximum allowable amount for total permissive deductions is less than \$90,000 per year.

### PHA Policy

~~The PHA has opted not to use permissive deductions.~~

Effective November 1, 2021, the PHA has established a permissive deduction for participants in the City of Providence's Guaranteed Income Program. Participants in this program shall be able to have their monthly income that comes from participating in the program, up to \$500 per month, deducted from their income for the purposes of calculating rent. The purpose of this deduction is to support the City's efforts to equally provide the same benefit and support towards self-sufficiency to all participating families, regardless of whether they live in public housing.