

## EXERCISE 8: Your granny flat reasonableness test amount

If you are a pensioner, Centrelink will apply a reasonableness test to a granny flat right in the following circumstances:

1. You transfer the title to your home (or purchase property in another person's name) and also transfer additional assets.
2. You pay for the cost of construction and transfer additional assets.
3. Centrelink staff have reason to consider that you are establishing a granny flat right to gain a social security advantage.

If this may apply to you, check your "reasonable amount" with this exercise.

	Your result	Notes
Age next birthday		<i>Couples use the age of the youngest person</i>
Conversion factor		<i>Copy appropriate figure from the table below, depending on your age</i>
Couple combined pension		<i>Update if necessary, at <a href="http://www.downsizingmadesimple.com.au">www.downsizingmadesimple.com.au</a>.</i>
Reasonableness test amount		<i>Conversion factor x couple combined pension</i>

**TABLE 7: Reasonableness test amount conversion factors according to age**

Person's age next birthday	Conversion factor	Person's age next birthday	Conversion factor	Person's age next birthday	Conversion factor
55	30.27	71	16.56	87	6.13
56	29.37	72	15.77	88	5.68
57	28.47	73	15.01	89	5.26
58	27.57	74	14.25	90	4.87
59	26.69	75	13.50	91	4.52
60	25.80	76	12.78	92	4.19
61	24.92	77	12.07	93	3.89
62	24.05	78	11.37	94	3.63
63	23.18	79	10.70	95	3.40
64	22.33	80	10.04	96	3.19
65	21.48	81	9.41	97	3.01
66	20.64	82	8.80	98	2.86
67	19.80	83	8.21	99	2.72
68	18.98	84	7.65	100+	2.60
69	18.16	85	7.11		
70	17.36	86	6.60		