## O Rental Property

Income received from rental property is COUNTABLE, and can be either of the following:

- Self Employment Rental Income
- Unearned Rental Income

(See Allowable Business Expenses for additional policy

NOTE Policy in this section also applies to income received from individuals that rent a room in a home occupied by a participant. (See <u>Boarders</u> when the income includes provided meals)

Treat rental property income as self employment when a participant spends any amount of time managing the property (e.g. rent collection, maintenance, or other work).

## **FS EXCEPTION**

At least 20 hours per week must be spent managing the rental property to be considered self employment. AZTECS applies the 20% earned income deduction. (See Example <u>Rental –</u> <u>Self Employment</u>)

Determine the identifiable <u>allowable business expense</u>, when the owner of the rental property resides in the home and does not have a separate utility meter. A personal shelter expense CANNOT be claimed for an <u>allowable business expense</u>.

(See <u>Self Employment Verification</u> for acceptable verification)