

B Annualizing Self Employment

REVISION 36
(06/01/15 – 07/31/15)

When the self employment business has been in existence for 12 or more months and there are no significant changes, divide the annual income by 12 to calculate a monthly amount.

NOTE Annualize the income even when the participant receives another source of income.

EXCEPTION

NA and CA – Self employment income due to farming has special budgeting procedures. (See [Farming](#)).

When determining a monthly amount, use the 12 full months of income that applies as follows:

- For new applications, use the 12 full months prior to the month of application.
- For renewal applications, use the 12 full months prior to the month of the timely renewal interview.
- For reported changes, use the 12 full months prior to the month the change was reported.