

## A Allowable Self Employment Expenses

REVISION 23  
(01/01/13 - 03/31/13)

The allowable costs of producing self employment income include, but are not limited to, the following:

- [Actual Transportation Costs](#) or the [Mileage Standard](#)
- Bills for cleaning costs and maintenance of business location and necessary equipment
- Business related insurance premiums
- Costs of operating machinery or equipment
- Costs of stocks or inventories
- Identifiable rent and utilities that cannot be allowed in the participant's shelter deduction, as they are associated with a business location

NOTE When rental property used in the business does not have a separate meter, utility expenses may be used to determine the cost of doing business.

- INTEREST and PRINCIPAL paid on the purchase of any of the following:
  - Business property
  - Capital assets (See [Capital Gains](#))
  - Equipment
  - Income producing real estate property
  - Machinery
  - Other durable goods
- Interest paid on income producing property
- Labor
- Livestock, raw material, seed, and fertilizer
- Rent or property taxes on the business property
- Other documented costs not listed in [NOT ALLOWABLE Self Employment Expenses](#)
- Salaries paid to employees, and employer paid benefits

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- Taxes paid on income producing property
- Sales taxes collected and paid, when applicable

Use the [verification process](#) to verify the expense before ALLOWING the expense as a deduction.

ARCHIVED (Valid until 01/29/18)