

Figure: 26 TAC §271.57(7) [~~40 TAC §48.2904(7)~~]

Expense	Excludability
Money paid to or for employees not living in the home	Excludable
Money paid to or for employees living in the home	Excludable
Federal, state, or local income taxes	Excludable
Sales tax	Excludable
Property tax	Excludable
Rental of business property	Excludable
Utilities for business property	Excludable
<u>Stock, inventory and</u> [Stock/inventory,] raw materials	Excludable
Supplies	Excludable
Fuel expenses for the business	Excludable
Insurance premiums	Excludable
Linen service	Excludable
Interest for business loans or property	Excludable
Lodging when traveling [{]when not counted as shelter[}]	Excludable
Own meals when traveling for business	Excludable
Net loss for same determination period	Excludable
Additional expenses related to self-employment. <u>Examples: advertising, co-op, license fees and journals.</u> [{advertising, co-op, license fees, journals, etc.}]	Excludable
Additional farming-related expenses. <u>Examples: feed, seed, plants, seedlings, farm supplies, breeding fees, fertilizer and lime, crop insurance, crop storage</u>	Excludable for self-employment farming Excludable for unearned income farming only if part of the lease agreement

and fees for livestock testing. [feed, seed, plants, seedlings, farm supplies, [breeding fees, fertilizer and lime, crop insurance, crop storage, fees for livestock testing, etc.]]	
Depreciation related to self-employment	Excludable
Cost of doing business in the home, [{]separately identifiable from home expenses[}], including utilities. For rooms designated for business purposes in a single residence, expenses are compared to the total number of rooms in the house. Bathrooms are not counted as rooms. <u>Basements</u> [; basements] and attics are counted only if they have been converted into living spaces.	Excludable
Purchase and cleaning of uniforms	Not excludable
Capital asset purchases	Not excludable
Capital asset improvements	Not excludable
Payment on principal of loan for income-producing property	Not excludable
Travel to <u>and from</u> [/from] place of business	Not excludable
Net loss from previous determination period	Not excludable
Depreciation related to unearned income. <u>Example: rental income.</u> [e.g., [rental income]]	Not excludable