

### NOTICE TO SELF-EMPLOYED INDIVIDUALS

Case Name:  
Case Number:  
Worker Name:  
Worker Number:  
Worker Telephone:  
Date:

SSN of Self Employed Person:

State rules regarding income from self-employment allow you two choices for deducting your business expenses.

You **MUST** select one of the following options:

Check One

- The County will automatically deduct 40% from my reported gross earnings each month as a standard deduction for business expenses. I do not have to verify any expenses. However, I will submit a profit and loss statement showing the expenses incurred along with my status/income report.
- With each status/income report, I will send a profit and loss statement with verification of my actual business expenses and the county will deduct allowable expenses from my gross earnings. If I fail to send verification, the County will not allow any deductions.

Make your choice immediately and return this form to your worker now or with your next Monthly Status/Income Report form.

If we do not hear from you:

For **CalWORKs** or **CalFresh** we will use the 40% standard deduction for at least 6 months or until your redetermination.

For **1931(b) Medi-Cal** we will use the actual business expense deductions for at least six months or until your redetermination.

Once you have selected an option, you cannot change the method used until your next redetermination or for six months, whichever comes first.

Your Signature: \_\_\_\_\_

Date: \_\_\_\_\_