CALFRESH (CF) PROGRAM
REQUEST FOR POLICY/REGULATION INTERPRETATION

INSTRUCTIONS: Complete items 1 - 10 on the form. Use a separate form for each policy interpretation request. If additional space is needed, please use the second page. Be sure to identify the additional discussion with the appropriate number and heading. Retain a copy of the CF 24 for your records.

- Questions from counties, including county Quality Control, must be submitted by the county CalFresh Coordinator and may be submitted directly to the CalFresh Policy analyst assigned responsibility for the county, with a copy directed to the appropriate CalFresh Policy unit manager.
- Questions from Administrative Law Judges may be submitted directly to the CalFresh Policy analyst assigned responsibility to the county where the hearing took place, with a copy of the form directed to the appropriate CalFresh Bureau unit manager.

1. RESPONSE NEEDED DUE TO:
   - ☑ Policy/Regulation Interpretation
   - ☐ QC
   - ☐ Fair Hearing
   - ☐ Other:

5. DATE OF REQUEST: 05/3/14

NEED RESPONSE BY: ASAP

6. COUNTY/ORGANIZATION: Humboldt

7. SUBJECT: Self Employment Expenses

2. REQUESTOR NAME:

3. PHONE NO.:

4. REGULATION CITE(S): 63-503.41

8. REFERENCES: *(Include ACL/ACIN, court cases, etc. in references)*
NOTE: All requests must have a regulation cite(s) and/or a reference(s).

ACIN I-16-05, ACIN I-34-05, ACIN I-45-11

9. QUESTION: (INCLUDE SCENARIO IF NEEDED FOR CLARITY):

If a client is reporting that they are self employed and that they have no expenses associated with their self employment, do we still give them the 40% standard self employment expense deduction?

Is all self employment income given an expense either actuals or the standard?

10. REQUESTOR'S PROPOSED ANSWER:

If the client states that they have no expenses associated with being self employed then we will use their self employment income with no expenses.

11. STATE POLICY RESPONSE *(CFPB USE ONLY)*:

MPP 63-503.413 states the individual shall choose either actual costs of producing self-employment income or a standard deduction of 40 percent of gross earned income. In this case the household chose to report their expenses of $0 and the CWD would apply a deduction of $0, however there are likely costs of doing business going unaccounted for and CDSS strongly encourages the CWD to review with the client their option to choose the 40% deduction.

FOR CDSS USE

DATE RECEIVED:

DATE RESPONDED TO COUNTY/ALJ: 5/21/14 (TM)