

Name(s) of proprietor(s)	Your social security number
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**Part I Part of Your Home Used for Business**

1 Area used regularly and exclusively for business, regularly for daycare, or for storage of inventory or product samples (see instructions)		<b>1</b>	
2 Total area of home		<b>2</b>	
3 Divide line 1 by line 2. Enter the result as a percentage		<b>3</b>	%
<b>For daycare facilities not used exclusively for business, go to line 4. All others, go to line 7.</b>			
4 Multiply days used for daycare during year by hours used per day	<b>4</b>	hr.	
5 If you started or stopped using your home for daycare during the year, see instructions; otherwise, enter 8,760	<b>5</b>	hr.	
6 Divide line 4 by line 5. Enter the result as a decimal amount	<b>6</b>	.	
7 Business percentage. For daycare facilities not used exclusively for business, multiply line 6 by line 3 (enter the result as a percentage). All others, enter the amount from line 3		<b>7</b>	%

**Part II Figure Your Allowable Deduction**

8 Enter the amount from Schedule C, line 29, <b>plus</b> any gain derived from the business use of your home, <b>minus</b> any loss from the trade or business not derived from the business use of your home. See instructions.			<b>8</b>
<b>See instructions for columns (a) and (b) before completing lines 9-22.</b>			
	<b>(a) Direct expenses</b>	<b>(b) Indirect expenses</b>	
9 Casualty losses (see instructions)	<b>9</b>		
10 Deductible mortgage interest (see instructions)	<b>10</b>		
11 Real estate taxes (see instructions)	<b>11</b>		
12 Add lines 9, 10, and 11	<b>12</b>		
13 Multiply line 12, column (b), by line 7		<b>13</b>	
14 Add line 12, column (a), and line 13			<b>14</b>
15 Subtract line 14 from line 8. If zero or less, enter -0-			<b>15</b>
16 Excess mortgage interest (see instructions)	<b>16</b>		
17 Excess real estate taxes (see instructions)	<b>17</b>		
18 Insurance	<b>18</b>		
19 Rent	<b>19</b>		
20 Repairs and maintenance	<b>20</b>		
21 Utilities	<b>21</b>		
22 Other expenses (see instructions)	<b>22</b>		
23 Add lines 16 through 22	<b>23</b>		
24 Multiply line 23, column (b), by line 7		<b>24</b>	
25 Carryover of prior year operating expenses (see instructions)		<b>25</b>	
26 Add line 23, column (a), line 24, and line 25			<b>26</b>
27 Allowable operating expenses. Enter the <b>smaller</b> of line 15 or line 26			<b>27</b>
28 Limit on excess casualty losses and depreciation. Subtract line 27 from line 15			<b>28</b>
29 Excess casualty losses (see instructions)	<b>29</b>		
30 Depreciation of your home from line 42 below	<b>30</b>		
31 Carryover of prior year excess casualty losses and depreciation (see instructions)	<b>31</b>		
32 Add lines 29 through 31			<b>32</b>
33 Allowable excess casualty losses and depreciation. Enter the <b>smaller</b> of line 28 or line 32			<b>33</b>
34 Add lines 14, 27, and 33			<b>34</b>
35 Casualty loss portion, if any, from lines 14 and 33. Carry amount to <b>Form 4684</b> . See instructions			<b>35</b>
36 <b>Allowable expenses for business use of your home.</b> Subtract line 35 from line 34. Enter here and on Schedule C, line 30. If your home was used for more than one business, see instructions			<b>36</b>

**Part III Depreciation of Your Home**

37 Enter the <b>smaller</b> of your home's adjusted basis or its fair market value. See instructions			<b>37</b>
38 Value of land included on line 37			<b>38</b>
39 Basis of building. Subtract line 38 from line 37			<b>39</b>
40 Business basis of building. Multiply line 39 by line 7			<b>40</b>
41 Depreciation percentage (see instructions)			<b>41</b>
42 Depreciation allowable (see instructions). Multiply line 40 by line 41. Enter here and on line 30 above			<b>42</b>

**Part IV Carryover of Unallowed Expenses to 2026**

43 Operating expenses. Subtract line 27 from line 26. If less than zero, enter -0-			<b>43</b>
44 Excess casualty losses and depreciation. Subtract line 33 from line 32. If less than zero, enter -0-			<b>44</b>