



Tax Deductions for Day Care

Income - Copies of checks and statements from sales, service, commissions and bonuses

Insurance - Daycare insurance, liability, vehicle, health, property, in some cases life.

Equipment Rent - Anything you rent on a one time basis, carpet cleaner, toys and tools.

Professional Cleaning - Hiring someone to clean, such as cleaning services, dry cleaning drapes, etc.

Cleaning - Supplies, brooms, vacuums, cleaners, etc.

Household Maintenance - Anything you buy to maintain your home: paper supplies, light bulbs, towels, containers.

Supplies - Wipes, paper dishes, crayons, diapers, booster seats, baby swing, baby gates, etc.

Toys - Anything the children play with.

Breakfasts, Lunches and Dinners - Meals that you feed to your daycare kids. You can take this in one of two ways. The state has an amount that determines how much each meal and snack cost or the actual cost of the meals.

Meals and Entertainment - meals with clients, potential clients, and associates. Also tickets to movies or events with or for clients.

Taxes and Licenses - Business, professional, state and city licenses. Taxes on property, payroll, and sales tax.

Wages - Anyone you pay to help care for the children, including paying your own children to help.

Preschool expenses - Any expenses or field trips you incur or take if you include a preschool.

Home - The deduction is determined by the sq. ft. of the whole house compared to the sq. ft. used for day care. Also the number of hours you are available to provide day care is considered. Everything you put into your home is partially deductible: decor, bedding, furniture, appliances, dishes, trees, plants, fencing, repairs, maintenance, etc.

Advertising - Business cards, newspaper ads, information packets you hand out, free samples, flyers, product testing, videos and CD's.

Accounting - Receipts for your accounting kit, computer programs and tax preparation

Children - Money paid to children for helping with such things as delivering flyers, product, stuffing envelopes, cleaning office and car, etc.

Delivery or Shipping - Cost to mail or ship products.

Dues and Subscriptions - Dues to professional organizations and magazines that have to do with your trade or business.

Educational Expense - Classes or Seminars that you take to improve your business.

Gifts - Gifts to clients and associates.

Legal and Professional Services - Attorneys, accountants, inspectors, appraisers, etc.

Office Expense - Office supplies, forms and receipt books, computer supplies, Internet, postage, printing, day planner, palm pilot, bank charges.

Repairs - Repairs to equipment such as computers, and other office equipment.

Rent - Rental fees for equipment, booths for shows, technical equipment, rooms for meetings, office, etc.

Telephone - Cell phone, long distance calls on home phone, extra phone lines into home for

business, fax or internet.

Home Office - A separate room in your home to do business and accounting. A percentage of utility Bills, home owners insurance, property tax, mortgage interest, refinance fees, repairs and maintenance, cleaning supplies, office decor, etc. are deductible.

Purchases - Any equipment, office furniture, computers, vehicles that cost over \$200.

Mileage or Vehicle - There are two ways to take a vehicle expense. One is to take the mileage you use when picking up product, supplies, office supplies, meetings, handing out advertising or business cards, meals and entertaining clients, etc. The other way is to take the expense of using the vehicle: fuel, parts, mechanics, oil changes, etc. Along with taking expenses, you can also depreciate the vehicle.

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