

## Examples of Taxable Income

Wages, Salaries, Bonuses, Commissions	Jury duty fees
Alimony	Military pay (not exempt from taxation)
Annuities	Military pension
Awards	Notary fees
Back pay	Partnership, Estate and S-Corporation income (taxpayer's share)
Breach of contract	Pensions
Business income/self-employment income	Prizes
Compensations for personal services	Punitive Damages
Debts forgiven	Railroad Retirement- Tier I
Director's fees	Railroad Retirement- Tier II
Disability benefits (employer-funded)	Refund of state taxes*
Discounts	Rents (gross rent)
Dividends	Rewards
Employee awards	Royalties
Employee bonuses	Severance pay
Estate and trust income	Self-employment
Farm income	Non-employee compensation
Fees	Social security payment (portion may be taxable)
Gains from sale of property or securities	Supplemental unemployment benefits
Gambling winnings	Taxable scholarships and grants
Hobby income	Tips and gratuities
Interest	Unemployment compensation
Interest on life insurance dividends	
IRA distributions	

\*If itemized in year paid and taxes were reduced because of deduction

## Examples of Non-Taxable Income

Aid of families with dependent Children	Payments to the beneficiary of a deceased employee
Child support	Relocation payments or payments in lieu of worker's compensation
Damages for physical injury-other than punitive	Rental allowance of clergyman
Death payments	Sickness and injury payments
Dividends on life insurance	Supplemental Security Income (SSI)
Federal Employees' Compensation Act payments	Temporary Assistance for Needy Families (TANF)
Federal income tax refunds	Veteran's benefits
Gifts, bequests and inheritances	Welfare payments (including TANF) and food stamps
Insurance proceeds	Worker's compensation and similar payments
o Accident	
o Casualty	
o Health	
o Life	
Interest on tax-free securities	
Interest on EE/I bonds redeemed for qualified higher education expenses	