Examples of Taxable Income

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

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

Examples of Non-Taxable Income

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