

477-000-007 –Taxable and Non-Taxable Income Examples

Examples of Taxable Income:

1. Income from earnings (employment and self-employment);
2. Bonuses and awards;
3. Severance pay;
4. Accrued leave pay;
5. Flexible spending contributions (such as a cafeteria plan);
6. Holiday gifts that include cash, a gift certificate, or a similar item that you can easily exchange for cash;
7. Canceled debts;
8. Gambling winnings;
9. Jury pay; and
10. Rental income.

Examples of Non-Taxable Income:

1. Supplemental Security Income (SSI);
2. Temporary Assistance to Needy Families (TANF);
3. Veterans' disability;
4. Workers' Compensation;
5. Child Support;
6. Federal tax credits; and
7. Cash assistance.

Note: These lists are subject to change every time the IRS updates the Tax Code. Additional Taxable and Non-Taxable Income information can be found at:
<http://www.irs.gov/pub/irs-pdf/p525.pdf>

Additional information on how the IRS views veteran's income can be found at:

<http://www.irs.gov/pub/irs-pdf/p17.pdf>

If staff is unsure if income is taxable or non-taxable, contact Central Office for a determination.