

# Non-Taxable Income

The following types of income are considered non-taxable income:

- Interest income
- Welfare benefits
- Social Security
- Income from federally qualified pension plans
- State unemployment benefits
- Worker's compensation
- Proceeds of life insurance
- Alimony
- Active duty military pay (including National Guard when on active duty)
- Earnings of persons under 18 years of age
- Capital gains
- Cancellation of Debt
- Bequest (inheritance), (note: Executor Fees are taxable)
- Life Insurance premiums (line 21 of 1040)
- K-1 portfolio income



**City of Sidney**