

Not All "Income" is Taxable

There are several sources of revenue that are not subject to income tax.

Here are the most common sources of money that are not taxed on your federal income tax return:

- » Borrowed money such as from banks or personal loans.
- » Money received as a gift or inheritance from family or friends.
- » Money paid on your behalf directly to a school or medical facility.
- » Most life insurance proceeds.
- » Cash rebates from businesses when you buy an item.
- » Child support payments.
- » Money you receive for sustaining an injury.
- » Scholarships for tuition and books.
- » Disability insurance proceeds from a policy purchased with after-tax dollars.
- » Up to \$500,000 of profit for a couple selling their personal residence.
- » Interest received on municipal bonds.

If you have included any of these on your income tax return for the past three years, you can amend your return for a tax refund.

If you would like assistance in determining what to include on your income tax return, please contact us at (888) 388-1040. We are here to help you.

NOTE: This article is written to provide you with information about minimizing your taxes. Do not apply this general information to your specific situation without additional details. Be aware that the tax laws contain varying effective dates and numerous limitations and exceptions that cannot be summarized easily. For details and guidance in applying the tax rules to your individual circumstances, please contact us.

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