BUSINESS INCOME

Understanding what is, and is not, business income will help you determine how to account for it on your tax return. You can have business income even if you are not involved in the activity on a regular full-time basis. Income from work you do on the side in addition to your regular job can be business income. Business income includes amounts you received in your business that were properly shown on Forms 1099-MISC. This includes amounts reported as nonemployee compensation in box 7 of the form.

Online at IRS.gov:

- **What is Taxable and Nontaxable Income**
- **Is it a Business or a Hobby?**

Publications:

- **Publication 334 – Tax Guide for Small Business**
- **Primary target section/chapter – Part 5 Business Income**
- **Secondary target sections/chapters –**
  - **Part 6 How to Figure Cost of Goods Sold**
  - **Part 7 Figuring Gross Profit**
  - **Part 8 Business Expenses**
  - **Part 9 Figuring Net Profit or Loss**

Virtual:

- **Business Income**
  Date: 12/1/11. Length 2-mins 20-secs.
- **Virtual Small Business Tax Workshop, Lesson 2 – How to set up and run your business so paying taxes isn't a hassle**
- **Business Taxes for the Self-Employed: The Basics**
  Webinar Date – 3/29/11. Length 1 hour.
- **Schedule C: Who needs to file and how to do it**
  Date: 10/16/08. Length: 2-mins and 44-secs.