



Insure Oklahoma

INCOME FACT SHEET

This information is to be used as general program guidelines. The Insure Oklahoma eligibility system will determine which income is counted and which is not. Failure to report income may cause applicants to be denied or disenrolled from the Insure Oklahoma program.

What is Income?

Income must be reported as gross income before taxes or any other deduction. Gross income must be listed on the Insure Oklahoma/O-EPIC application for all household members. Income includes:

- (1) **Earned income:** money you receive from working, commonly referred to as salaries, wages, commissions, bonuses, or severance pay. It can be received from an employer or from working for yourself (self-employment).
- (2) **Unearned income:** money received from other sources, such as Social Security, Veterans Benefits, unemployment compensation, worker's compensation, disability benefits, pensions, retirement, rent, dividends, interest, gifts, prizes, royalties, and child support.

Who is a Household Member?

You, your spouse, and your children.

Examples of Income:

Wages, Salaries, Tips	Amount for each household member 19 and older. Do not include earned income for children. Include gross income earned from working (wages, salaries, tips, combat pay, etc) before deductions. This information may be on your W-2 form or on IRS form 1040 (line 7), 1040A (line 7), or 1040EZ (line 1).
Self-Employment	This information is calculated using your most recent tax return, including all schedules (Schedule C, Schedule F, etc.) If you are applying as self-employed, please send <u>all</u> of your most recent tax documents.
Social Security Benefits	Gross Social Security Benefits. This information may be on IRS form 1040 (line 20a), or 1040A (line 14a).
SSI	Include any SSI income for the adult household member. A child who receives SSI cannot be included as a household member.
Veterans Benefits	Include any Veterans Benefits received by a household member. This information may be on IRS form 1040 (line 20a), or 1040A (line 14a).
Child Support	Include child support payments received on behalf of a minor child.
Alimony	Include any alimony received. This information may be on IRS form 1040 (line 11).

Contribution	Monetary contributions (gifts) are considered as income and must be reported.
Dividends, Interest, Royalties	Dividends from stocks or membership in associations, and periodic receipts from estates or trust funds. Interest received on bank/credit union accounts, CD's, savings bonds, etc. Royalties, such as those derived from oil, gas, or mineral rights. Dividend income from IRS form 1040 (line 9a + 9b); Interest income from IRS form 1040 (line 8a and 8b); Royalties Schedule E (line 4).
Trust	Trust funds do count as income. Funds held in trust are considered available when they are under the direct control of the individual or his/her spouse, and disbursement is at their sole discretion. For specifics please reference policy at http://www.okdhs.org/library/policy/oac317/035/05/0041006.htm
American Indian Payments	Funds disbursed to a household member are considered as available income.
Aid and Attendance (VA) Veterans Administration	VA Aid and Attendance or Champus payment whether paid directly to the applicant or to the facility, are considered as third party resources and DO NOT affect the income eligibility.
Military Allotment	Include all life insurance, pensions, compensation, service members', dependents', allowances and the like.
Income received from another household member	Income received on behalf of a member of the household by another individual such as, but not limited to, a guardian or conservator, is considered unearned income.
Pension or Annuities (other than SSA/SSI and VA)	Include the amount received by a household member. This information may be on IRS form 1040 (line 16a), or 1040A (line 12a).
Rental Income	Income from capital resources can be derived from rental of a house, rental from land (cash or crop rent), leasing of minerals, life estate, homestead rights or interest. Rental income amount may be on IRS form 1040 (line 17), Schedule E, (line 3).
Unemployment Compensation	Include the amount of gross unemployment benefits received by a household member.
Public Assistance Grants	Include grants received by a household member based on financial need.
Workers Compensation	Include the amount awarded before deductions.
Insurance or Legal Settlements	Include payments minus expenses earmarked in the settlement or award to be used for a specific purpose.
In-Kind Benefits	Earned income includes in-kind benefits received by an employee from an employer in lieu of wages or in conjunction with wages. For example: housing for pastors. Government rental or housing subsidies by governmental agencies, e.g., HUD (received in-kind or in cash) for rent, mortgage payments or utilities. See http://www.okdhs.org/library/policy/oac317/035/10/0026000.htm
Other	Include all income not described above/other conditions apply. Please reference http://www.okdhs.org/library/policy/oac317/035/05/ Sections 5-40 through 5-49.

If you have any questions about income or the Insure Oklahoma program, please feel free to call our Insure Oklahoma helpline at 1-888-365-3742.