



MONTGOMERY COUNTY FIRE AND RESCUE SERVICE  
MONTGOMERY COUNTY, MD.

## INFORMATION BULLETIN

NUMBER: 10-04

DATE: June 30, 2010

TO: Division of Volunteer Services Personnel

SUBJECT: Nominal Fee - Checks

The Internal Revenue Service has determined that monies (Nominal Fees) paid to volunteer firefighters are considered wages. There is an exclusion limit of \$30 per month, or \$360 per year for this category of earnings. Therefore, the first \$360 of the Nominal Fee is tax-free, but any additional monies beyond \$360 are taxable. As a result, those eligible for a Nominal Fee greater than \$360 will receive **two** Montgomery County Government paychecks. The first will be for \$360 and **will not** be taxed. The second check will be for the remainder of the Nominal Fee, **minus** the applicable taxes.

For additional information or if you have questions, please contact LOSAP Administrator Linda Dowdy at 240-777-2428, or by email at [Linda.Dowdy@montgomerycountymd.gov](mailto:Linda.Dowdy@montgomerycountymd.gov).

Issued by: Division Chief Wm. Alan Hinde, Division of Volunteer Services