

State of Oklahoma

RESIDENT/NONRESIDENT ALLOCATION

Allocation of Federal income and deductions when one spouse is a resident and the other is a nonresident.

FORM 574 2011

Resident's First Name and Initial	Last Name	State of Residence Oklahoma	Social Security Number
Nonresident's First Name and Initial	Last Name	State of Residence	Social Security Number

Be sure to enclose a copy of your Federal return and this form with your Form 511 or Form 511NR.

Part I: Federal Income
from the Joint Federal Return

Round to the nearest dollar									
A		=	B		+	C			
Federal Amount			Resident Amount			Nonresident Amount			
1	Wages, salaries, tips, etc.	00	1		00	1		00	
2	Taxable interest income	00	2		00	2		00	
3	Dividend income	00	3		00	3		00	
4	Taxable refunds, credit or offsets of state income tax	00	4		00	4		00	
5	Alimony received	00	5		00	5		00	
6	Business income or (loss) (Federal Schedule C or C-EZ)	00	6		00	6		00	
7	Capital gain or (loss) (Federal Schedule D)	00	7		00	7		00	
8	Other gains or (losses) (Federal Form 4797)	00	8		00	8		00	
9	Taxable IRA distribution	00	9		00	9		00	
10	Taxable pensions and annuities	00	10		00	10		00	
11	Rental real estate, royalties, partnerships, etc. . (Federal Sch. E)	00	11		00	11		00	
12	Farm income (loss) (Federal Schedule F)	00	12		00	12		00	
13	Unemployment compensation	00	13		00	13		00	
14	Taxable Social Security benefits	00	14		00	14		00	
15	Other income (identify: _____)	00	15		00	15		00	
16	Total income: add lines 1 through 15	00	16		00	16		00	
17	Educator expenses	00	17		00	17		00	
18	Certain business expenses of reservists, performing artists, and fee-basis government officials	00	18		00	18		00	
19	Health savings account deduction	00	19		00	19		00	
20	Moving expenses	00	20		00	20		00	
21	Deductible part of self-employment tax	00	21		00	21		00	
22	Self-employed SEP, SIMPLE, and qualified plans	00	22		00	22		00	
23	Self-employed health insurance deduction	00	23		00	23		00	
24	Penalty on early withdrawal of savings	00	24		00	24		00	
25	Alimony paid	00	25		00	25		00	
26	IRA deduction	00	26		00	26		00	
27	Student loan interest deduction	00	27		00	27		00	
28	Tuition and fees	00	28		00	28		00	
29	Domestic production activities deduction	00	29		00	29		00	
30	Total Federal adjustments to income: add lines 17 through 29 ..	00	30		00	30		00	
31	Federal adjusted gross income: subtract line 30 from line 16	00	31		00	31		00	

OKLAHOMA RESIDENT/NONRESIDENT ALLOCATION INSTRUCTIONS

An Oklahoma resident, who files a joint Federal return with a nonresident civilian (non-military) spouse, may elect to file a married filing separate return in Oklahoma using Form 511, enclosing Form 574. If this election is not made, a joint return must be filed using Form 511 and reporting all of the income of both taxpayers as if both were residents.

If the election is made to file separate returns and the nonresident civilian spouse has an Oklahoma filing requirement, the nonresident should file a Form 511NR, enclosing Form 574.

Note: An Oklahoma resident who files a Federal return with a nonresident **military** spouse, does not have the election to file a married filing separate return in Oklahoma. They shall file Form 511NR, using the same filing status as on the Federal return.

The methods prescribed in the Internal Revenue Code (IRC) for allocating income and deductions on married filing separate returns will be used when allocating joint income and deductions between the resident and the nonresident.

Adjusted Gross Income...

Complete Part I "Federal Income" to determine the portion of the joint Federal adjusted gross income to report on the Oklahoma return(s). For the resident, enter your share of the joint Federal adjusted gross income on Form 511, line 1. For the nonresident who is also required to file, enter your share of the joint Federal adjusted gross income on Form 511NR lines 1 through 18 of the Federal Amount column.

Deductions and Exemptions...

Complete Part II "Itemized Deductions" to determine the portion of the Federal itemized deductions to report on the Oklahoma return(s). If you did not itemize, use the Oklahoma standard deduction for married filing separate.

The regular personal exemption for the resident and all of the dependency exemptions will be allowed the same as on the Federal return. However, if the nonresident spouse also has an Oklahoma filing requirement, the dependency exemptions will be allocated between the resident's and nonresident's returns. Generally, the resident cannot claim the personal exemption for the nonresident spouse.

If the resident has out-of-state income (Form 511, line 4) his/her share of the deductions and exemptions must be prorated. Use Schedule 511-D.