State of Oklahoma
RESIDENT/NONRESIDENT ALLOCATION

FORM **574** 2009

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

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

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	One-half 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 deduction	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

Part II: Itemized Deductions from Federal Schedule A

Round to the nearest dollar

			A = Federal Amount	B + Resident Amount	C Nonresident Amount
Medical and Dental Expenses					
1	Medical and dental expenses	00 1			
2	Enter your Federal adjusted gross income	00 2			
3	Multiply line 2 above by 7.5% (.075)	00 3			
4	Subtract line 3 from line 1. If line 3 is more than line 1, enter "0".	4	00 4	00 4	00 4
Taxes You Paid					
5	State and local taxes	00 5			
6	Real estate taxes	00 6			
7	New motor vehicle taxes	00 7			
8	Other taxes: List type and amount: _____	00 8			
9	Add lines 5 through 8	9	00 9	00 9	00 9
Interest You Paid					
10	Home mortgage interest and points reported to you on Form 1098	00 10			
11	Home mortgage interest not reported to you on Form 1098	00 11			
12	Points not reported to you on Form 1098	00 12			
13	Qualified mortgage insurance premiums	00 13			
14	Investment interest	00 14			
15	Add lines 10 through 14	15	00 15	00 15	00 15
Gifts to Charity					
16	Gifts by cash or check	00 16			
17	Gifts by other than cash or check	00 17			
18	Carryover from prior year	00 18			
19	Add lines 16, 17 and 18	19	00 19	00 19	00 19
Casualty and Theft Losses					
20	Casualty or theft loss(es)	20	00 20	00 20	00 20
Job Expenses and Most Other Miscellaneous Deductions					
21	Unreimbursed employee expenses - job travel, union dues, job education, etc.	00 21			
22	Tax preparation fees	00 22			
23	Other expenses - investment, safe deposit box, etc.	00 23			
24	Add lines 21 through 23	00 24			
25	Enter Federal adjusted gross income	00 25			
26	Multiply line 25 above by 2% (.02)	00 26			
27	Subtract line 26 from line 24. If line 26 is more than line 24, enter "0"	27	00 27	00 27	00 27
Other Miscellaneous Deductions					
28	Other. List type and amount: _____	28	00 28	00 28	00 28
Total Itemized Deductions					
29	Is your Federal adjusted gross income over $166,800 (over $83,400 if married filing separate)?	29	00 29	00 29	00 29

☐ **No:** Your deduction is not limited. Add lines 4, 9, 15, 19, 20, 27, and 28. Enter the total on line 29.

☐ **Yes:** Your deduction may be limited. On line 29, enter the amount from the Federal Itemized Deductions Worksheet.

Oklahoma Resident/Nonresident Allocation
Form 574 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.