

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** 2015

| | |
|-----------------------------------|-----------|
| 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 | |

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



Part II: Itemized Deductions from Federal Schedule A

| Round to the nearest dollar | | |
|-----------------------------|----|--------------------------------------|
| A | = | B + C |
| Federal Amount | | Resident Amount + Nonresident Amount |
| 1 | | 1 |
| 2 | | 2 |
| 3 | | 3 |
| 4 | 00 | 4 00 |
| 5 | | 5 |
| 6 | | 6 |
| 7 | | 7 |
| 8 | | 8 |
| 9 | 00 | 9 00 |
| 10 | | 10 |
| 11 | | 11 |
| 12 | | 12 |
| 13 | | 13 |
| 14 | | 14 |
| 15 | 00 | 15 00 |
| 16 | | 16 |
| 17 | | 17 |
| 18 | | 18 |
| 19 | 00 | 19 00 |
| 20 | 00 | 20 00 |
| 21 | | 21 |
| 22 | | 22 |
| 23 | | 23 |
| 24 | | 24 |
| 25 | | 25 |
| 26 | | 26 |
| 27 | 00 | 27 00 |
| 28 | 00 | 28 00 |
| 29 | 00 | 29 00 |

Medical and Dental Expenses

- 1 Medical and dental expenses..... 00
- 2 Enter your Federal adjusted gross income..... 00
- 3 Multiply line 2 above by 10% (.10) [Or 7.5% (.075) if you or your spouse were born before January 2, 1951].. 00
- 4 Subtract line 3 from line 1. If line 3 is more than line 1, enter "0".

Taxes You Paid

- 5 State and local taxes..... 00
- 6 Real estate taxes..... 00
- 7 Personal property taxes 00
- 8 Other taxes: List type and amount: 00
- 9 Add lines 5 through 8

Interest You Paid

- 10 Home mortgage interest and points reported to you on Form 1098..... 00
- 11 Home mortgage interest not reported to you on Form 1098 00
- 12 Points not reported to you on Form 1098 00
- 13 Mortgage insurance premiums..... 00
- 14 Investment interest..... 00
- 15 Add lines 10 through 14

Gifts to Charity

- 16 Gifts by cash or check..... 00
- 17 Gifts by other than cash or check.... 00
- 18 Carryover from prior year 00
- 19 Add lines 16 through 18

Casualty and Theft Losses

- 20 Casualty or theft loss(es)

Job Expenses and Most Other Miscellaneous Deductions

- 21 Unreimbursed employee expenses - job travel, union dues, job education, etc. 00
- 22 Tax preparation fees..... 00
- 23 Other expenses - investment, safe deposit box, etc. 00
- 24 Add lines 21 through 23
- 25 Enter Federal adjusted gross income..... 00
- 26 Multiply line 25 above by 2% (.02) .. 00
- 27 Subtract line 26 from line 24. If line 26 is more than line 24, enter "0" 00

Other Miscellaneous Deductions

- 28 Other. List type and amount: 00

Total Itemized Deductions

- 29 Is your Federal adjusted gross income over \$154,950?..... 00

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 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 for allocating income and deductions on married filing separate returns will be used when allocating joint income and deductions between the resident and the non-resident.

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.