

# OKLAHOMA TAX COMMISSION

TAX POLICY AND RESEARCH DIVISION  
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May 6, 2002

Re: Our file number LR 02-047; Income Tax - Foreign Earned Income Exclusion

Dear

Your letter of March 27, 2002 has been forwarded to me for a response. In your letter, you inquired as to Oklahoma's income tax treatment with respect to the allowance of the Federal foreign earned income exclusion. Following is a restatement of your question followed by our response thereto.

**Question:**

Does Oklahoma allow the Federal foreign earned income exclusion (IRC 911) or does the Federal foreign earned income exclusion have to be added back to arrive at Oklahoma adjusted gross income and therefore taxable income?

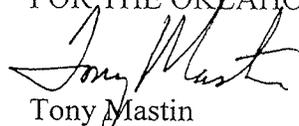
**Response:**

Oklahoma's starting point is federal adjusted gross income and does not require the Federal foreign earned income exclusion to be added back to arrive at Oklahoma adjusted gross income.

This response applies only to the circumstances set out in your request of March 27, 2002. Pursuant to Commission Rule 710:1-3-73(e), this Letter Ruling may be generally relied upon **only** by the entity to whom it is issued, assuming that all pertinent facts have been accurately and completely stated, and that there has been no change in applicable law.

Sincerely,

FOR THE OKLAHOMA TAX COMMISSION



Tony Mastin  
Director of Tax Policy