



## INFORMATION MANAGEMENT BUREAU

**To:** Tax Software Developers

**Concerning:** Tax Year 2024 Form 2 Instructions Excerpt

### **Instructions for Residents Filing Jointly with Nonresident or Part-Year Resident Spouses**

#### **Page 1**

Montana residents filing jointly with nonresident, or part-year resident spouses mark the part-year resident box on page 1 and complete Schedule II.

#### **Schedule II**

Residents filing jointly with nonresident or part-year resident spouses that use married filing jointly status, determine their tax liability as if both spouses earned income in Montana. However, they report all income earned by the resident spouse and the Montana source income of the nonresident or part-year resident spouse on Schedule II.

#### **Example**

Jim is a nonresident and Pam is a resident. Jim's income consists of wages earned in another state and interest from his personal savings account. Pam's income consists of business income. The couple jointly owns a rental property located in Montana. The Montana source income reported on Schedule II is all of Pam's business income and the total amount of the income from the rental property. Jim's wages and interest are not considered Montana source income and are not reported on the Schedule II.