



TaxNewsFlash

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IRS practice units: Accounting method changes, foreign earned income exclusion, other topics

The IRS Large Business and International (LB&I) division publicly released four “practice units”—part of a series of IRS examiner “job aides” and training materials intended to describe for IRS agents leading practices about tax concepts in general and specific types of transactions.

The topics of the practice units are:

- *IRC 481(a) adjustments for IRC 263A accounting method changes* (referred to as a “concept unit” by the IRS)
- *Foreign earned income exclusion* (referred to as a “process unit”)
- *Overview of IRC 986(c) gain or loss prior to Tax Cuts and Jobs Act of 2017* (referred to as a “concept unit”)
- *Official versus free market exchange rate* (referred to as a “concept unit”)

Read the practice units on the [IRS practice unit webpage](#) (posting date of May 8, 2020).

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