



# TaxNewsFlash

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## IRS practice unit: Flow-through entities, effects for individual's foreign tax credit

The IRS Large Business and International (LB&I) division publicly released a "practice unit"—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 title of this "concept unit" (as referred to by the IRS) is: *Flow-through entities effects on FTC*

Flow-through entities can affect an individual's foreign tax credit (FTC) with regard to foreign-source gross income, foreign-source taxable income, worldwide gross income, worldwide taxable income, and foreign taxes available for credit.

Read the concept unit on the [IRS practice unit webpage](#) (posting date of June 2, 2020).

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