



TaxNewsFlash

United States

No. 2018-273

July 20, 2018

IRS practice unit: Treatment of transaction costs of business transactions

The IRS Large Business and International (LB&I) division this week 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 the practice unit is:

- *Examining a transaction costs issue*

The practice unit provides insights into the IRS position on the tax treatment of legal fees, accounting fees, consulting fees, investment advisory service fees, and other transaction or facilitation costs when a taxpayer executes a business transaction. Read text of the practice unit on the [IRS practice unit webpage](#) with a posting date of July 18, 2018.

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