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## **Internal Revenue Manual Section 4.10.4.6.6 (08-09-2011)**

### Unit and Volume Method

1. In many instances gross receipts may be determined or verified by applying the sales price to the volume of business done by the taxpayer. The number of units or volume of business done by the taxpayer might be determined from the taxpayer's books as the records under examination may be adequate as to cost of goods sold or expenses. In other cases, the determination of units or volume handled may come from third party sources.
2. This method for determining the actual tax liability has been effectively applied in carry out pizza businesses, coin operated laundromats, and mortuaries.