

(C) *The deduction for charitable contributions and gifts allowed by section 170.*

(3) **DEDUCTION DISALLOWED.**—

For disallowance of standard deduction, see section 142(b)(2).

(e) **DEDUCTION FOR PERSONAL EXEMPTION.**—A citizen of the United States entitled to the benefits of this section shall be allowed a deduction for only one exemption under section 151.

(f) **ALLOWANCE OF DEDUCTIONS AND CREDITS.**—Persons entitled to the benefits of this section shall receive the benefit of the deductions and credits allowed to them in this subtitle only by filing or causing to be filed with the Secretary or his delegate a true and accurate return of their total income received from all sources in the United States, in the manner prescribed in subtitle F, including therein all the information which the Secretary or his delegate may deem necessary for the calculation of such deductions and credits.

(g) **FOREIGN TAX CREDIT.**—Persons entitled to the benefits of this section shall not be allowed the credits against the tax for taxes of foreign countries and possessions of the United States allowed by section 901.

(h) **INTERNEES.**—In the case of a citizen of the United States interned by the enemy while serving as an employee within a possession of the United States—

(1) if such citizen was confined in any place not within a possession of the United States, such place of confinement shall, for purposes of this section, be considered as within a possession of the United States; and

(2) subsection (b) shall not apply to any compensation received within the United States by such citizen attributable to the period of time during which such citizen was interned by the enemy.

(i) **EMPLOYEES OF THE UNITED STATES.**—For purposes of this section, amounts paid for services performed by a citizen of the United States as an employee of the United States or any agency thereof shall be deemed to be derived from sources within the United States.

SEC. 932. CITIZENS OF POSSESSIONS OF THE UNITED STATES.

(a) **GENERAL RULE.**—Any individual who is a citizen of any possession of the United States (but not otherwise a citizen of the United States) and who is not a resident of the United States shall be subject to taxation under this subtitle [only as to income derived from sources within the United States, and in such case the tax shall be computed and paid] in the same manner and subject to the same conditions as in the case of [other persons who are taxable only as to income derived from such sources] *a nonresident alien individual*. This section shall have no application in the case of a citizen of Puerto Rico.

(b) **VIRGIN ISLANDS.**—Nothing in this section shall be construed to alter or amend the Act entitled “An Act making appropriations for the naval service for the fiscal year ending June 30, 1922, and for other purposes”, approved July 12, 1921 (48 U.S.C. 1397), relating to the imposition of income taxes in the Virgin Islands of the United States.