



TaxNewsFlash

United States

No. 2025-320
November 12, 2025

Government to reopen, IRS to become fully operational

The U.S. House of Representatives today passed (by a vote of 222-209) [H.R. 5371](#)—a continuing resolution to fund the federal government through January 30, 2026—as passed by the Senate (by a vote of 60-40) with amendments, on November 10, 2025.

The president is expected to sign the resolution in short order, thus ending the longest federal government shutdown in history.

As a result, the IRS employees furloughed as of October 8, 2025, under the IRS' updated [FY2026 IRS Shutdown Contingency Plan](#) (almost 50% of the total IRS employee population) ([read TaxNewsFlash](#)), will return to work.

In addition, the amended resolution provides that “any reduction in force proposed, noticed, initiated, executed, implemented, or otherwise taken by an Executive Agency between October 1, 2025, and the date of enactment, shall have no force or effect. . . . Any employee who received notice of being subject to such a reduction in force shall have that notice rescinded and be returned to employment status as of September 30, 2025, without interruption.” It was reported that more than 1,400 IRS employees received reduction in force notices on October 10, 2025. Thus, presumably those notices will be rescinded and those employees reinstated as of September 30, 2025. New reductions in force are also prohibited through January 30.

kpmg.com/socialmedia



The information contained in TaxNewsFlash is not intended to be "written advice concerning one or more Federal tax matters" subject to the requirements of section 10.37(a)(2) of Treasury Department Circular 230, as the content of this document is issued for general informational purposes only, is intended to enhance the reader's knowledge on the matters addressed therein, and is not intended to address the circumstances of any particular individual or entity. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

The KPMG name and logo are trademarks used under license by the independent member firms of the KPMG global organization.

KPMG International Limited is a private English company limited by guarantee and does not provide services to clients. No member firm has any authority to obligate or bind KPMG International or any other member firm vis-à-vis third parties, nor does KPMG International have any such authority to obligate or bind any member firm.

Direct comments, including requests for subscriptions, to [Washington National Tax](#). For more information, contact KPMG's Federal Tax Legislative and Regulatory Services Group at +1 202.533.3712, 1801 K Street NW, Washington, DC 20006-1301.

To unsubscribe from TaxNewsFlash, reply to [Washington National Tax](#).

[Privacy](#) | [Legal](#)