



TaxNewsFlash

United States

No. 2026-088
April 16, 2026

Proposed regulations: Increase in Form 1099 reporting threshold; change in limitation on wagering losses

The U.S. Treasury Department and IRS today released [proposed regulations](#) (REG-113229-25) that would amend the existing regulations governing information reporting on payments made in the course of a trade or business, as well as the corresponding backup withholding regulations, to reflect the increase in the dollar threshold for such reporting under the “One Big Beautiful Bill Act” (OBBBA) from \$600 to \$2000 (indexed for inflation), effective for payments made after December 31, 2025.

The proposed regulations would also amend the existing regulations under section 165 to reflect the change under OBBBA in the percentage of wagering losses that may be deducted against wagering gains during a tax year from 100% to 90%, effective for tax years beginning after December 31, 2025.

Comments on the proposed regulations, and requests for a public hearing, are due by June 16, 2026.

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](#)