

KPMG

TaxNewsFlash

United States

No. 2026-283
November 24, 2026

Rev. Rul. 2026-25: Increased interest rates for tax underpayments and overpayments for first quarter 2027

The IRS today released Rev. Rul. 2026-25, providing the rates of interest on tax underpayments and overpayments for the calendar quarter beginning January 1, 2027.

According to a related IRS release—IR-2026-144—the interest rates for the calendar quarter beginning January 1, 2027, are as follows:

- 8% for overpayments (7% for corporations)
- 5.5% for the portion of a corporate overpayment exceeding $10,000
- 8% for underpayments
- 10% for large corporate underpayments

The 8% underpayment rate also applies to estimated tax underpayments for the calendar quarter beginning January 1, 2027. The rate of interest on section 6603 deposits will be 5% for the quarter.

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

© 2026 KPMG LLP, a Delaware limited liability partnership, and its subsidiaries are part of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.

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