



# TaxNewsFlash

## United States

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### **KPMG report: Initial impressions of proposed regulations: Opportunity zones and deferral of gains**

KPMG LLP today provides a report of initial impressions about the proposed regulations (REG-115420-18) that the U.S. Treasury Department and IRS released on October 19, 2018, along with a revenue ruling as guidance under section 1400Z-2—the opportunity zone measures added to the Code by the new U.S. tax law.

Read today's discussion of initial impressions: [KPMG report: New rules for opportunity zones](#) [PDF 1.3 MB]

Section 1400Z-2 relates to gains that may be deferred as a result of a taxpayer's investment in a qualified opportunity fund (QOF), and was added to the Code by the new tax law (Pub. L. No. 115-97 enacted December 22, 2017).

- Read text of the [proposed regulations](#) [PDF 239 KB] (74 pages)
- Read [Rev. Rul. 2018-29](#) [PDF 41 KB] providing guidance for taxpayers on the "original use" requirement for land purchased after 2017 in qualified opportunity zones
- Read the [draft version of Form 8996](#) [PDF 105 KB] and the related [draft instructions](#) [PDF 208 KB] to be used by investment vehicles to self-certify as qualified opportunity funds

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