



# TaxNewsFlash

United States



No. 2020-724  
November 27, 2020

## Final regulations: Personal exemption at zero, implications for health plan premium tax credit

The U.S. Treasury Department and IRS today released for publication in the Federal Register final regulations (T.D. 9912) clarifying that the reduction of the personal exemption to zero does not affect an individual taxpayer's ability to claim a premium tax credit (relating to health insurance under section 36B).

Read the [final regulations](#) [PDF 209 KB]

These regulations finalize regulations that were proposed in May 2020 "with no changes." Read [TaxNewsFlash](#)

The final regulations apply for tax years ending on or after December 31, 2020, but taxpayers may apply these final regulations for tax years to which section 151(d)(5) applies ending before December 31, 2020.

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 be applied to any specific reader's particular set of facts. 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. Applicability of the information to specific situations should be determined through consultation with your tax adviser.

KPMG International is a Swiss cooperative that serves as a coordinating entity for a network of independent member firms. KPMG International provides no audit or other client services. Such services are provided solely by member firms in their respective geographic areas. KPMG International and its member firms are legally distinct and separate entities. They are not and nothing contained herein shall be construed to place these entities in the relationship of parents, subsidiaries, agents, partners, or joint venturers. No member firm has any authority (actual, apparent, implied or otherwise) to obligate or bind KPMG International or any member firm in any manner whatsoever.

Direct comments, including requests for subscriptions, to [Washington National Tax](#). For more information, contact KPMG's Federal Tax Legislative and Regulatory Services Group at +1 202.533.4366, 1801 K Street NW, Washington, DC 20006-1301.

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

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