

WNTS *Insight*

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IRS releases long-awaited tangible property repair regulations

The IRS today released long-awaited regulations on repairs of tangible property. The regulations were issued in temporary (255 pages) and proposed (15 pages) form.

Although the IRS did not release two related revenue procedures that are expected to provide the procedures necessary for taxpayers to change their methods of accounting to conform to the temporary regulations, we expect the revenue procedures to be issued in the coming weeks.

The temporary regulations are generally effective for tax years beginning on or after January 1, 2012, or, where applicable, to amounts paid or incurred to produce or acquire property after January 1, 2012.

Additional WNTS Insights on the new regulations will be issued in the coming days, which initially will contain our preliminary observations regarding the new rules and later will provide detailed analysis and insights into the regulations.

On January 19, 2012 PwC will be hosting a webcast on the new regulations featuring a panel of PwC specialists that will review and analyze the new regulations in depth, and discuss what immediate actions, if any, taxpayers should consider taking as a result of the new rules.

Included below are links to the guidance released today.

[Link to temporary regulations](#)

[Link to proposed regulations](#)



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Link to WNTS Insight archive: <http://www.pwc.com/us/en/washington-national-tax/newsletters/washington-national-tax-services-insight-archives.jhtml>

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