

## Part I

### Section 1274.--Determination of Issue Price in the Case of Certain Debt Instruments Issued for Property

(Also Sections 42, 280G, 382, 412, 467, 468, 482, 483, 642, 807, 846, 1288, 7520, 7872.)

#### Rev. Rul. 99-37

This revenue ruling provides various prescribed rates for federal income tax purposes for September 1999 (the current month.) Table 1 contains the short-term, mid-term, and long-term applicable federal rates (AFR) for the current month for purposes of section 1274(d) of the Internal Revenue Code. Table 2 contains the short-term, mid-term, and long-term adjusted applicable federal rates (adjusted AFR) for the current month for purposes of section 1288(b). Table 3 sets forth the adjusted federal long-term rate and the long-term tax-exempt rate described in section 382(f). Table 4 contains the appropriate percentages for determining the low-income housing credit described in section 42(b)(2) for buildings placed in service during the current month. Finally, Table 5 contains the federal rate for determining the present value of an annuity, an interest for life or for a term of years, or a remainder or a reversionary interest for purposes of section 7520.

REV. RUL. 99-37 TABLE 1

Applicable Federal Rates (AFR) for September 1999

Period for Compounding

Annual    Semiannual    Quarterly    Monthly

Short-Term

AFR	5.42%	5.35%	5.31%	5.29%
110% AFR	5.98%	5.89%	5.85%	5.82%
120% AFR	6.52%	6.42%	6.37%	6.34%
130% AFR	7.08%	6.96%	6.90%	6.86%

Mid-Term

AFR	5.98%	5.89%	5.85%	5.82%
110% AFR	6.58%	6.48%	6.43%	6.39%
120% AFR	7.19%	7.07%	7.01%	6.97%
130% AFR	7.81%	7.66%	7.59%	7.54%
150% AFR	9.04%	8.84%	8.74%	8.68%
175% AFR	10.58%	10.31%	10.18%	10.10%

Long-Term

AFR	6.25%	6.16%	6.11%	6.08%
110% AFR	6.89%	6.78%	6.72%	6.69%
120% AFR	7.53%	7.39%	7.32%	7.28%
130% AFR	8.17%	8.01%	7.93%	7.88%

REV. RUL. 99-37 TABLE 2

Adjusted AFR for September 1999

Period for Compounding

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term adjusted AFR	3.77%	3.74%	3.72%	3.71%
Mid-term adjusted AFR	4.49%	4.44%	4.42%	4.40%
Long-term adjusted AFR	5.26%	5.19%	5.16%	5.13%

REV. RUL. 99-37 TABLE 3

Rates Under Section 382 for September 1999

Adjusted federal long-term rate for the current month 5.26%

Long-term tax-exempt rate for ownership changes during the current month  
(the highest of the adjusted federal long-term rates for the current month and the  
prior two months.) 5.26%

REV. RUL. 99-37 TABLE 4

Appropriate Percentages Under Section 42(b)(2)  
for September 1999

Appropriate percentage for the 70% present value low-income housing credit 8.43%

Appropriate percentage for the 30% present value low-income housing credit 3.61%

REV. RUL. 99-37 TABLE 5

Rate Under Section 7520 for September 1999

Applicable federal rate for determining the present value of an annuity, an interest  
for life or a term of years, or a remainder or reversionary interest 7.2%

