

methodology used by the Treasury Department in computing the bond factor amounts used in calculating the amount of bond considered satisfactory by the Secretary under § 42(j)(6) of the Internal Revenue Code. It further announced that the Secretary would publish in the Internal Revenue Bulletin a table of “bond factor” amounts for dispositions occurring during each calendar month.

This revenue ruling provides in Table 1 the bond factor amounts for calculating the amount of bond considered satisfactory under § 42(j)(6) for dispositions of qualified low-income buildings or interests therein during the period October through December 1997. Table 2 provides a summary of the bond factor amounts for dispositions occurring during the period January through September 1997. Table 3 provides a summary of bond factor amounts for dispositions occurring during the period January through December 1996.

Due to a miscalculation, Rev. Rul. 97-16, 1997-13 I.R.B. 4, Rev. Rul. 97-25, 1997-23 I.R.B. 4, and Rev. Rul. 97-34, 1997-34 I.R.B. 4, are in error regarding the specific bond factor amounts for buildings placed in service in calendar year 1987 and disposed of in calendar year 1997. The present revenue ruling provides a complete list of the corrected amounts. Taxpayers who posted bonds prior to the publication date of this revenue ruling based upon the above mentioned bond factor amounts may continue to rely on these figures under the authority of § 7805(b).

For a list of bond factor amounts applicable to dispositions occurring during other calendar years, see the following revenue rulings: Rev. Rul. 90-60, 1990-2 C.B. 3, for dispositions occurring during calendar years 1987, 1988, and 1989;

Rev. Rul. 90-88, 1990-2 C.B. 7, for dispositions occurring during calendar year 1990; Rev. Rul. 91-67, 1991-2 C.B.

Rev. Rul. 98-3

In Rev. Rul. 90-60, 1990-2 C.B. 3, the Internal Revenue Service provided guidance to taxpayers concerning the general

Table 1 Rev. Rul. 98-3 Monthly Bond Factor Amounts for Dispositions Expressed As a Percentage of Total Credits											
	Calendar Year Building Placed in Service or, if Section 42(f)(1) Election Was Made, the Succeeding Calendar Year										
Month of Disposition	1987	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
Oct '97	79.95	79.99	82.52	85.46	88.88	92.76	96.76	100.63	104.47	108.59	112.52
Nov '97	79.95	79.78	82.30	85.23	88.65	92.52	96.51	100.38	104.22	108.38	112.52
Dec '97	79.95	79.57	82.09	85.01	88.42	92.28	96.26	100.13	103.99	108.20	112.52

Table 2 Rev. Rul. 98-3 Monthly Bond Factor Amounts for Dispositions Expressed As a Percentage of Total Credits											
	Calendar Year Building Placed in Service or, if Section 42(f)(1) Election Was Made, the Succeeding Calendar Year										
Month of Disposition	1987	1988	1989	1990	1991	1992	1993	1994	1995	1996	1997
Jan '97	79.95	82.08	84.67	87.70	91.25	95.32	99.53	103.58	107.56	111.85	112.52
Feb '97	79.95	81.83	84.41	87.43	90.96	95.00	99.17	103.18	107.11	111.28	112.52
Mar '97	79.95	81.59	84.15	87.16	90.67	94.69	98.83	102.81	106.69	110.79	112.52
Apr '97	79.95	81.35	83.91	86.90	90.40	94.39	98.50	102.45	106.31	110.36	112.52
May '97	79.95	81.11	83.66	86.64	90.13	94.09	98.18	102.11	105.95	109.98	112.52
Jun '97	79.95	80.88	83.42	86.40	89.87	93.81	97.88	101.79	105.61	109.64	112.52
Jul '97	79.95	80.65	83.19	86.15	89.61	93.54	97.58	101.48	105.30	109.33	112.52
Aug '97	79.95	80.43	82.96	85.92	89.36	93.27	97.30	101.18	105.01	109.06	112.52
Sep '97	79.95	80.21	82.74	85.68	89.12	93.01	97.03	100.90	104.73	108.81	112.52

Table 3  
Rev. Rul. 98-3  
Monthly Bond Factor Amounts for Dispositions Expressed As a Percentage of Total Credits

Month of Disposition	Calendar Year Building Placed in Service or, if Section 42(f)(1) Election Was Made, the Succeeding Calendar Year									
	1987	1988	1989	1990	1991	1992	1993	1994	1995	1996
Jan '96	82.72	85.18	87.85	91.00	94.73	99.06	103.57	107.87	111.88	112.52
Feb '96	82.47	84.92	87.58	90.71	94.42	98.71	103.18	107.41	111.30	112.52
Mar '96	82.22	84.66	87.31	90.43	94.11	98.38	102.80	106.98	110.81	112.52
Apr '96	76.76	78.26	79.91	81.94	84.43	87.38	90.40	93.16	95.61	97.21
May '96	76.54	78.03	79.68	81.71	84.19	87.12	90.12	92.86	95.32	97.21
Jun '96	76.32	77.81	79.46	81.48	83.95	86.86	89.85	92.58	95.06	97.21
Jul '96	81.06	83.47	86.09	89.16	92.78	96.94	101.25	105.33	109.16	112.52
Aug '96	80.84	83.24	85.85	88.92	92.52	96.67	100.96	105.04	108.90	112.52
Sep '96	80.61	83.01	85.62	88.68	92.28	96.41	100.68	104.76	108.66	112.52
Oct '96	80.39	82.78	85.39	88.44	92.03	96.15	100.41	104.49	108.44	112.52
Nov '96	80.17	82.56	85.16	88.21	91.80	95.90	100.16	104.25	108.24	112.52
Dec '96	79.96	82.35	84.95	87.99	91.57	95.67	99.92	104.02	108.06	112.52

13, for dispositions occurring during calendar year 1991;

Rev. Rul. 92-101, 1992-2 C.B. 9, for dispositions occurring during calendar year 1992; Rev. Rul 93-83, 1993-2 C.B. 6, for dispositions occurring during calendar year 1993;

Rev. Rul. 94-71, 1994-2 C.B. 4, for dispositions occurring during calendar year 1994; and Rev. Rul. 95-83, 1995-2 C.B. 8, for dispositions occurring during calendar year 1995.

#### DRAFTING INFORMATION

The principal author of this revenue ruling is Jack Malgeri of the Office of Assistant Chief Counsel (Passthroughs and Special Industries). For further information regarding this revenue ruling, contact Mr. Malgeri at (202) 622-3040 (not a toll-free call).