

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.)

Federal rates; adjusted federal rates; adjusted federal long-term rate; and the long-term exempt rate. For purposes of sections 382, 1274, 1288, and other sections of the Code, tables set forth the rates for March 2001.

Rev. Rul. 2001-12

This revenue ruling provides various prescribed rates for federal income tax purposes for March 2001 (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. 2001-12 TABLE 1
Applicable Federal Rates (AFR) for March 2001

	<i>Period for Compounding</i>			
	<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
<i>Short-Term</i>				
AFR	4.86%	4.80%	4.77%	4.75%
110% AFR	5.35%	5.28%	5.25%	5.22%
120% AFR	5.84%	5.76%	5.72%	5.69%
130% AFR	6.34%	6.24%	6.19%	6.16%
<i>Mid-Term</i>				
AFR	5.07%	5.01%	4.98%	4.96%
110% AFR	5.59%	5.51%	5.47%	5.45%
120% AFR	6.10%	6.01%	5.97%	5.94%
130% AFR	6.62%	6.51%	6.46%	6.42%
150% AFR	7.66%	7.52%	7.45%	7.40%
175% AFR	8.96%	8.77%	8.68%	8.61%
<i>Long-Term</i>				
AFR	5.58%	5.50%	5.46%	5.44%
110% AFR	6.14%	6.05%	6.00%	5.98%
120% AFR	6.71%	6.60%	6.55%	6.51%
130% AFR	7.28%	7.15%	7.09%	7.05%

REV. RUL. 2001-12 TABLE 2

Adjusted AFR for March 2001

	<i>Period for Compounding</i>			
	<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
Short-term adjusted AFR	3.44%	3.41%	3.40%	3.39%
Mid-term adjusted AFR	3.98%	3.94%	3.92%	3.91%
Long-term adjusted AFR	4.87%	4.81%	4.78%	4.76%

REV. RUL. 2001-12 TABLE 3

Rates Under Section 382 for March 2001

Adjusted federal long-term rate for the current month	4.87%
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.)	5.24%

REV. RUL. 2001-12 TABLE 4

Appropriate Percentages Under Section 42(b)(2) for March 2001

Appropriate percentage for the 70% present value low-income housing credit	8.24%
Appropriate percentage for the 30% present value low-income housing credit	3.53%

REV. RUL. 2001-12 TABLE 5
Rate Under Section 7520 for March 2001

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

6.2%

**Section 42.—Low-income
Housing Credit**

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2001. See Rev. Rul. 2001-12, page 811.

**Section 280G.—Golden
Parachute Payments**

Federal short-term, mid-term, and long-term rates are set forth for the month of March 2001. See Rev. Rul. 2001-12, page 811.

**Section 382.—Limitation on
Net Operating Loss
Carryforwards and Certain
Built-In Losses Following
Ownership Change**

The adjusted applicable federal long-term rate is set forth for the month of March 2001. See Rev. Rul. 2001-12, page 811.

**Section 467.—Certain Payments
for the Use of Property or
Services**

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2001. See Rev. Rul. 2001-12, page 811.

**Section 468.—Special Rules for
Mining and Solid Waste
Reclamation and Closing Costs**

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2001. See Rev. Rul. 2001-12, page 811.

**Section 482.—Allocation of
Income and Deductions Among
Taxpayers**

Federal short-term, mid-term, and long-term rates are set forth for the month of March 2001. See Rev. Rul. 2001-12, page 811.

**Section 483.—Interest on
Certain Deferred Payments**

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2001. See Rev. Rul. 2001-12, page 811.

**Section 807.—Rules for Certain
Reserves**

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2001. See Rev. Rul. 2001-12, page 811.

**Section 846.—Discounted
Unpaid Losses Defined**

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2001. See Rev. Rul. 2001-12, page 811.

**Section 1288.—Treatment of
Original Issue Discounts on Tax-
Exempt Obligations**

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2001. See Rev. Rul. 2001-12 page 811.

Section 7520.—Valuation Tables

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2001. See Rev. Rul. 2001-12 page 811.

**Section 7872.—Treatment of
Loans with Below-Market
Interest Rates**

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2001. See Rev. Rul. 2001-12 page 811.
