

## 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. 2009-29

This revenue ruling provides various prescribed rates for federal income tax purposes for September 2009 (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)(1) for buildings placed in service during the current month. However, under section 42(b)(2), the applicable percentage for non-federally subsidized new buildings placed in service after September 30, 2008, and before December 31, 2013, shall not be less than 9%. 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. 2009-29 TABLE 1

## Applicable Federal Rates (AFR) for September 2009

	<u>Annual</u>	<u>Period for Compounding</u>		<u>Monthly</u>
		<u>Semiannual</u>	<u>Quarterly</u>	
<u>Short-term</u>				
AFR	.84%	.84%	.84%	.84%
110% AFR	.92%	.92%	.92%	.92%
120% AFR	1.01%	1.01%	1.01%	1.01%
130% AFR	1.09%	1.09%	1.09%	1.09%
<u>Mid-term</u>				
AFR	2.87%	2.85%	2.84%	2.83%
110% AFR	3.16%	3.14%	3.13%	3.12%
120% AFR	3.45%	3.42%	3.41%	3.40%
130% AFR	3.74%	3.71%	3.69%	3.68%
150% AFR	4.33%	4.28%	4.26%	4.24%
175% AFR	5.05%	4.99%	4.96%	4.94%
<u>Long-term</u>				
AFR	4.38%	4.33%	4.31%	4.29%
110% AFR	4.82%	4.76%	4.73%	4.71%
120% AFR	5.27%	5.20%	5.17%	5.14%
130% AFR	5.71%	5.63%	5.59%	5.57%

## REV. RUL. 2009-29 TABLE 2

## Adjusted AFR for September 2009

	<u>Period for Compounding</u>			
	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term adjusted AFR	.84%	.84%	.84%	.84%
Mid-term adjusted AFR	1.99%	1.98%	1.98%	1.97%
Long-term adjusted AFR	4.33%	4.28%	4.26%	4.24%

## REV. RUL. 2009-29 TABLE 3

## Rates Under Section 382 for September 2009

Adjusted federal long-term rate for the current month	4.33%
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.)	4.48%

## REV. RUL. 2009-29 TABLE 4

## Appropriate Percentages Under Section 42(b)(1) for September 2009

Note: Under Section 42(b)(2), the applicable percentage for non-federally subsidized new buildings placed in service after September 30, 2008, and before December 31, 2013, shall not be less than 9%.

Appropriate percentage for the 70% present value low-income housing credit	7.84%
Appropriate percentage for the 30% present value low-income housing credit	3.36%

## REV. RUL. 2009-29 TABLE 5

## Rate Under Section 7520 for September 2009

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	3.4%
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