

## 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. 99-25

This revenue ruling provides various prescribed rates for federal income tax purposes for June 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. 99-25 TABLE 1

Applicable Federal Rates (AFR) for June 1999

Period for Compounding

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
<u>Short-Term</u>				
AFR	4.98%	4.92%	4.89%	4.87%
110% AFR	5.48%	5.41%	5.37%	5.35%
120% AFR	5.99%	5.90%	5.86%	5.83%
130% AFR	6.50%	6.40%	6.35%	6.32%
<u>Mid-Term</u>				
AFR	5.37%	5.30%	5.27%	5.24%
110% AFR	5.91%	5.83%	5.79%	5.76%
120% AFR	6.46%	6.36%	6.31%	6.28%
130% AFR	7.01%	6.89%	6.83%	6.79%
150% AFR	8.11%	7.95%	7.87%	7.82%
175% AFR	9.50%	9.28%	9.17%	9.11%
<u>Long-Term</u>				
AFR	5.79%	5.71%	5.67%	5.64%
110% AFR	6.38%	6.28%	6.23%	6.20%
120% AFR	6.97%	6.85%	6.79%	6.75%
130% AFR	7.56%	7.42%	7.35%	7.31%

REV. RUL. 99-25 TABLE 2

Adjusted AFR for June 1999

Period for Compounding

	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term adjusted AFR	3.32%	3.29%	3.28%	3.27%
Mid-term adjusted AFR	3.91%	3.87%	3.85%	3.84%
Long-term adjusted AFR	4.85%	4.79%	4.76%	4.74%

REV. RUL. 99-25 TABLE 3

Rates Under Section 382 for June 1999

Adjusted federal long-term rate for the current month 4.85%

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.) 4.85%

REV. RUL. 99-25 TABLE 4

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

Appropriate percentage for the 70% present value low-income housing credit 8.30%

Appropriate percentage for the 30% present value low-income housing credit 3.56%

REV. RUL. 99-25 TABLE 5

Rate Under Section 7520 for June 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	6.4%
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