

## 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. 2005-57

This revenue ruling provides various prescribed rates for federal income tax purposes for September 2005 (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. 2005-57 TABLE 1

## Applicable Federal Rates (AFR) for September 2005

	<u>Annual</u>	<u>Period for Compounding</u>		<u>Monthly</u>
		<u>Semiannual</u>	<u>Quarterly</u>	
<u>Short-term</u>				
AFR	3.90%	3.86%	3.84%	3.83%
110% AFR	4.30%	4.25%	4.23%	4.21%
120% AFR	4.68%	4.63%	4.60%	4.59%
130% AFR	5.08%	5.02%	4.99%	4.97%
<u>Mid-term</u>				
AFR	4.19%	4.15%	4.13%	4.11%
110% AFR	4.62%	4.57%	4.54%	4.53%
120% AFR	5.04%	4.98%	4.95%	4.93%
130% AFR	5.47%	5.40%	5.36%	5.34%
150% AFR	6.33%	6.23%	6.18%	6.15%
175% AFR	7.39%	7.26%	7.20%	7.15%
<u>Long-term</u>				
AFR	4.52%	4.47%	4.45%	4.43%
110% AFR	4.98%	4.92%	4.89%	4.87%
120% AFR	5.43%	5.36%	5.32%	5.30%
130% AFR	5.89%	5.81%	5.77%	5.74%

## REV. RUL. 2005-57 TABLE 2

## Adjusted AFR for September 2005

	<u>Period for Compounding</u>			
	<u>Annual</u>	<u>Semiannual</u>	<u>Quarterly</u>	<u>Monthly</u>
Short-term adjusted AFR	2.79%	2.77%	2.76%	2.75%
Mid-term adjusted AFR	3.31%	3.28%	3.27%	3.26%
Long-term adjusted AFR	4.24%	4.20%	4.18%	4.16%

## REV. RUL. 2005-57 TABLE 3

## Rates Under Section 382 for September 2005

Adjusted federal long-term rate for the current month	4.24%
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.)	4.24%

## REV. RUL. 2005-57 TABLE 4

## Appropriate Percentages Under Section 42(b)(2) for September 2005

Appropriate percentage for the 70% present value low-income housing credit	8.01%
Appropriate percentage for the 30% present value low-income housing credit	3.43%

## REV. RUL. 2005-57 TABLE 5

## Rate Under Section 7520 for September 2005

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	5.0%
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