

## **HIGHLIGHTS OF THIS ISSUE**

These synopses are intended only as aids to the reader in identifying the subject matter covered. They may not be relied upon as authoritative interpretations.

### **INCOME TAX**

#### **Rev. Rul. 2007-16, page 807.**

**Interest rates; underpayments and overpayments.** The rate of interest determined under section 6621 of the Code for the calendar quarter beginning April 1, 2007, will be 8 percent for overpayments (7 percent in the case of a corporation), 8 percent for underpayments, and 10 percent for large corporate underpayments. The rate of interest paid on the portion of a corporate overpayment exceeding \$10,000 will be 5.5 percent.

#### **Rev. Rul. 2007-17, page 805.**

**Fringe benefits aircraft valuation formula.** The Standard Industry Fare Level (SIFL) cents-per-mile rates and terminal charge in effect for the first half of 2007 are set forth for purposes of determining the value of noncommercial flights on employer-provided aircraft under section 1.61-21(g) of the regulations.

#### **Rev. Rul. 2007-18, page 806.**

**LIFO; price indexes; department stores.** The January 2007 Bureau of Labor Statistics price indexes are accepted for use by department stores employing the retail inventory and last-in, first-out inventory methods for valuing inventories for tax years ended on, or with reference to, January 31, 2007.

#### **T.D. 9313, page 805.**

#### **REG-157834-06, page 840.**

Temporary and proposed regulations under section 368 of the Code provide additional guidance regarding the qualification of certain transactions as reorganizations described in section 368(a)(1)(D) where no stock and/or securities of the acquiring corporation is issued and distributed in the transaction.

### **EMPLOYEE PLANS**

#### **Notice 2007-27, page 814.**

**Weighted average interest rate update; corporate bond indices; 30-year Treasury securities.** The weighted average interest rate for March 2007 and the resulting permissible range of interest rates used to calculate current liability and to determine the required contribution are set forth.

### **EXEMPT ORGANIZATIONS**

#### **Announcement 2007-33, page 841.**

A list is provided of organizations now classified as private foundations.

#### **Announcement 2007-34, page 842.**

The IRS has revoked its determination that American Education Foundation International of San Francisco, CA, and Ladder 12 Firefighters Fund, Inc., of New York, NY, qualify as organizations described in sections 501(c)(3) and 170(c)(2) of the Code.

### **ADMINISTRATIVE**

#### **Rev. Proc. 2007-26, page 814.**

This procedure provides issuers of qualified mortgage bonds (QMBs) and qualified mortgage credit certificates (MCCs) with average area purchase price safe harbors for statistical areas in the United States and with a nationwide average purchase price for residences in the United States for purposes of the QMB rules under section 143 of the Code and the MCC rules under section 25. Rev. Proc. 2006-17 obsoleted in part.

Actions Relating to Court Decisions is on the page following the Introduction.

Finding Lists begin on page ii.

Index for January through March begins on page v.



# The IRS Mission

Provide America's taxpayers top quality service by helping them understand and meet their tax responsibilities and by

applying the tax law with integrity and fairness to all.

## Introduction

The Internal Revenue Bulletin is the authoritative instrument of the Commissioner of Internal Revenue for announcing official rulings and procedures of the Internal Revenue Service and for publishing Treasury Decisions, Executive Orders, Tax Conventions, legislation, court decisions, and other items of general interest. It is published weekly and may be obtained from the Superintendent of Documents on a subscription basis. Bulletin contents are compiled semiannually into Cumulative Bulletins, which are sold on a single-copy basis.

It is the policy of the Service to publish in the Bulletin all substantive rulings necessary to promote a uniform application of the tax laws, including all rulings that supersede, revoke, modify, or amend any of those previously published in the Bulletin. All published rulings apply retroactively unless otherwise indicated. Procedures relating solely to matters of internal management are not published; however, statements of internal practices and procedures that affect the rights and duties of taxpayers are published.

Revenue rulings represent the conclusions of the Service on the application of the law to the pivotal facts stated in the revenue ruling. In those based on positions taken in rulings to taxpayers or technical advice to Service field offices, identifying details and information of a confidential nature are deleted to prevent unwarranted invasions of privacy and to comply with statutory requirements.

Rulings and procedures reported in the Bulletin do not have the force and effect of Treasury Department Regulations, but they may be used as precedents. Unpublished rulings will not be relied on, used, or cited as precedents by Service personnel in the disposition of other cases. In applying published rulings and procedures, the effect of subsequent legislation, regulations,

court decisions, rulings, and procedures must be considered, and Service personnel and others concerned are cautioned against reaching the same conclusions in other cases unless the facts and circumstances are substantially the same.

The Bulletin is divided into four parts as follows:

### **Part I.—1986 Code.**

This part includes rulings and decisions based on provisions of the Internal Revenue Code of 1986.

### **Part II.—Treaties and Tax Legislation.**

This part is divided into two subparts as follows: Subpart A, Tax Conventions and Other Related Items, and Subpart B, Legislation and Related Committee Reports.

### **Part III.—Administrative, Procedural, and Miscellaneous.**

To the extent practicable, pertinent cross references to these subjects are contained in the other Parts and Subparts. Also included in this part are Bank Secrecy Act Administrative Rulings. Bank Secrecy Act Administrative Rulings are issued by the Department of the Treasury's Office of the Assistant Secretary (Enforcement).

### **Part IV.—Items of General Interest.**

This part includes notices of proposed rulemakings, disbarment and suspension lists, and announcements.

The last Bulletin for each month includes a cumulative index for the matters published during the preceding months. These monthly indexes are cumulated on a semiannual basis, and are published in the last Bulletin of each semiannual period.

The contents of this publication are not copyrighted and may be reprinted freely. A citation of the Internal Revenue Bulletin as the source would be appropriate.

For sale by the Superintendent of Documents, U.S. Government Printing Office, Washington, DC 20402.

# Actions Relating to Decisions of the Tax Court

It is the policy of the Internal Revenue Service to announce at an early date whether it will follow the holdings in certain cases. An Action on Decision is the document making such an announcement. An Action on Decision will be issued at the discretion of the Service only on unappealed issues decided adverse to the government. Generally, an Action on Decision is issued where its guidance would be helpful to Service personnel working with the same or similar issues. Unlike a Treasury Regulation or a Revenue Ruling, an Action on Decision is not an affirmative statement of Service position. It is not intended to serve as public guidance and may not be cited as precedent.

Actions on Decisions shall be relied upon within the Service only as conclusions applying the law to the facts in the particular case at the time the Action on Decision was issued. Caution should be exercised in extending the recommendation of the Action on Decision to similar cases where the facts are different. Moreover, the recommendation in the Action on Decision may be superseded by new legislation, regulations, rulings, cases, or Actions on Decisions.

Prior to 1991, the Service published acquiescence or nonacquiescence only in certain regular Tax Court opinions. The Service has expanded its acquiescence program to include other civil tax cases where guidance is determined to be helpful. Accordingly, the Service now may acquiesce or nonacquiesce in the holdings of memorandum Tax Court opinions, as well as those of the United States District Courts, Claims Court, and Circuit Courts of Appeal. Regardless of the court deciding the case, the recommendation of any Action on Decision will be published in the Internal Revenue Bulletin.

The recommendation in every Action on Decision will be summarized as acquiescence, acquiescence in result only, or nonacquiescence. Both “acquiescence” and “acquiescence in result only” mean that the Service accepts the holding of the court in a case and that the Service will follow it in disposing of cases with the same controlling facts. However, “acquiescence” indicates neither approval nor disapproval of the reasons assigned by the court for its conclusions; whereas, “acquiescence in result only” indicates disagreement or concern with some or all

of those reasons. “Nonacquiescence” signifies that, although no further review was sought, the Service does not agree with the holding of the court and, generally, will not follow the decision in disposing of cases involving other taxpayers. In reference to an opinion of a circuit court of appeals, a “nonacquiescence” indicates that the Service will not follow the holding on a nationwide basis. However, the Service will recognize the precedential impact of the opinion on cases arising within the venue of the deciding circuit.

The Actions on Decisions published in the weekly Internal Revenue Bulletin are consolidated semiannually and appear in the first Bulletin for July and the Cumulative Bulletin for the first half of the year. A semiannual consolidation also appears in the first Bulletin for the following January and in the Cumulative Bulletin for the last half of the year.

The Commissioner does NOT ACQUIESCE in the following decision:

**Moore v. Commissioner,**<sup>1</sup>  
T.C. Memo. 2006-171,  
T.C. Docket No. 11634-05L

---

<sup>1</sup> Nonacquiescence relating to whether prohibited *ex parte* communications during a collection due process hearing before the Office of Appeals may be remedied by sharing the content of the communications with the taxpayer and allowing the taxpayer an opportunity to respond.

**Place missing child here.**

# Part I. Rulings and Decisions Under the Internal Revenue Code of 1986

## Section 61.—Gross Income Defined

26 CFR 1.61–21: Taxation of fringe benefits.

**Fringe benefits aircraft valuation formula.** The Standard Industry Fare Level (SIFL) cents-per-mile rates and terminal charge in effect for the first half of 2007 are set forth for purposes of determining the value of noncommercial flights on employer-provided aircraft under section 1.61–21(g) of the regulations.

## Rev. Rul. 2007–17

For purposes of the taxation of fringe benefits under section 61 of the Internal Revenue Code, section 1.61–21(g) of the Income Tax Regulations provides a rule for valuing noncommercial flights on employer-provided aircraft. Section 1.61–21(g)(5) provides an aircraft valuation formula to determine the value of such flights. The value of a flight is determined under the base aircraft valuation formula (also known as the Standard Industry Fare

Level formula or SIFL) by multiplying the SIFL cents-per-mile rates applicable for the period during which the flight was taken by the appropriate aircraft multiple provided in section 1.61–21(g)(7) and then adding the applicable terminal charge. The SIFL cents-per-mile rates in the formula and the terminal charge are calculated by the Department of Transportation and are reviewed semi-annually.

The following chart sets forth the terminal charge and SIFL mileage rates:

<i>Period During Which the Flight Is Taken</i>	<i>Terminal Charge</i>	<i>SIFL Mileage Rates</i>
1/1/07 - 6/30/07	\$37.92	Up to 500 miles = \$.2075 per mile  501–1500 miles = \$.1582 per mile  Over 1500 miles = \$.1521 per mile

### DRAFTING INFORMATION

The principal author of this revenue ruling is Kathleen Edmondson of the Office of Division Counsel/Associate Chief Counsel (Tax Exempt/Government Entities). For further information regarding this revenue ruling, contact Ms. Edmondson at (202) 622–0047 (not a toll-free call).

## Section 368.—Definitions Relating to Corporate Reorganizations

26 CFR 1.368–2T: Definition of terms (temporary).

### T.D. 9313

#### DEPARTMENT OF THE TREASURY Internal Revenue Service 26 CFR Part 1

#### Corporate Reorganizations; Additional Guidance on

### Distributions Under Sections 368(a)(1)(D) and 354(b)(1)(B)

AGENCY: Internal Revenue Service (IRS), Treasury.

ACTION: Temporary regulations.

SUMMARY: This document contains temporary regulations amending §1.368–2T(1), which provides guidance regarding the qualification of certain transactions as reorganizations described in section 368(a)(1)(D) where no stock and/or securities of the acquiring corporation are issued and distributed in the transaction. These regulations clarify that the rules in §1.368–2T(1) are not intended to affect the qualification of related party triangular asset acquisitions as reorganizations described in section 368. These regulations affect corporations engaging in such transactions and their shareholders. The text of the temporary regulations also serves as the text of the proposed regulations (REG–157834–06) set forth in the notice of proposed rulemaking on this subject in this issue of the Bulletin.

**DATES: Effective Date:** These regulations are effective on March 1, 2007.

**Applicability Date:** For dates of applicability, see §1.368–2T(1)(4)(i).

**FOR FURTHER INFORMATION CONTACT:** Bruce A. Decker at (202) 622–7550 (not a toll-free number).

**SUPPLEMENTARY INFORMATION:**

#### Background

On December 19, 2006, the IRS and Treasury Department published temporary regulations (T.D. 9303, 2007–5 I.R.B. 379) under §1.368–2T(1) in the **Federal Register** (71 FR 75879) providing guidance regarding the qualification of certain transactions as reorganizations described in section 368(a)(1)(D) where no stock and/or securities of the acquiring corporation are issued and distributed in the transaction. Under the temporary regulations, in cases where it is determined that the same person or persons own, directly or indirectly, all of the stock of the transferor and transferee corporations in identical proportions, the distribution

requirement under sections 368(a)(1)(D) and 354(b)(1)(B) will be treated as satisfied even though no stock is actually issued in the transaction.

In each case where it is determined that the same person or persons own all of the stock of the transferor and transferee corporations in identical proportions, a nominal share of stock of the transferee corporation will be deemed issued in addition to the actual consideration exchanged in the transaction. The nominal share of stock in the transferee corporation will then be deemed distributed by the transferor corporation to its shareholders and, in appropriate circumstances, further transferred to the extent necessary to reflect the actual ownership of the transferor and transferee corporations.

The IRS and Treasury Department have become aware that the temporary regulations may have unintended consequences regarding related party triangular asset acquisitions otherwise qualifying under section 368. Specifically, the temporary regulations may cause certain related party asset acquisitions that would otherwise qualify as tax-free triangular reorganizations to be treated as reorganizations described in section 368(a)(1)(D) with boot.

For example, the temporary regulations may cause a related party transaction that would otherwise qualify as a tax-free reorganization described in section 368(a)(1)(C) in which substantially all of the target corporation's properties are acquired solely in exchange for voting stock of the corporation in control of the acquiring corporation to also be described in section 368(a)(1)(D). If so, section 368(a)(2)(A) would preclude the transaction from being treated as described in section 368(a)(1)(C). Accordingly, the transaction would be treated as described only in section 368(a)(1)(D), and the voting stock of the corporation in control of the acquiring corporation would be treated as boot. Further, the temporary regulations may cause a related party transaction that would otherwise qualify as a tax-free reorganization described in section 368(a)(1)(A) by reason of section 368(a)(2)(D) from so qualifying because the deemed issuance of a nominal share of stock of the acquiring corporation would violate the requirements of section 368(a)(2)(D)(i). If so, the transaction would be treated as described only in sec-

tion 368(a)(1)(D), and the stock of the corporation in control of the acquiring corporation would be treated as boot.

The IRS and Treasury Department did not intend for the temporary regulations to apply to such transactions.

### Explanation of Provisions

These temporary regulations clarify and amend the temporary regulations (T.D. 9303) under §1.368-2T(l) by providing that the deemed issuance of the nominal share of stock of the transferee corporation in a transaction otherwise described in section 368(a)(1)(D) does not apply if the transaction otherwise qualifies as a triangular reorganization described in §1.358-6(b)(2) or section 368(a)(1)(G) by reason of section 368(a)(2)(D). Accordingly, if a transaction qualifies as a triangular reorganization described in §1.358-6(b)(2) or section 368(a)(1)(G) by reason of section 368(a)(2)(D) without regard to the temporary regulations, it will not be treated as a reorganization described in section 368(a)(1)(D).

### Special Analyses

It has been determined that this Treasury decision is not a significant regulatory action as defined in Executive Order 12866. Therefore, a regulatory assessment is not required. It also has been determined that section 553(b) of the Administrative Procedure Act (5 U.S.C. chapter 5) does not apply to these regulations. For the applicability of the Regulatory Flexibility Act, please refer to the cross-reference notice of proposed rulemaking published elsewhere in this issue of the Bulletin. Pursuant to section 7805(f) of the Internal Revenue Code, these regulations were submitted to the Chief Counsel for Advocacy of the Small Business Administration for comment on their impact on small business.

### Drafting Information

The principal author of these regulations is Bruce A. Decker of the Office of the Associate Chief Counsel (Corporate).

\* \* \* \* \*

### Amendments to the Regulations

Accordingly, 26 CFR part 1 is amended as follows:

#### PART 1—INCOME TAXES

Paragraph 1. The authority citation for part 1 continues to read as follows:

Authority: 26 U.S.C. 7805 \* \* \*

Par. 2. Section 1.368-2T is amended by adding paragraph (l)(2)(iv) to read as follows:

*§1.368-2T Definition of terms (temporary).*

\* \* \* \* \*

(1) \* \* \*

(2) \* \* \*

(iv) *Exception.* Paragraph (l)(2) of this section does not apply to a transaction otherwise described in §1.358-6(b)(2) or section 368(a)(1)(G) by reason of section 368(a)(2)(D).

\* \* \* \* \*

Kevin M. Brown,  
*Deputy Commissioner for  
Services and Enforcement.*

Approved February 21, 2007.

Eric Solomon,  
*Assistant Secretary of  
the Treasury (Tax Policy).*

(Filed by the Office of the Federal Register on February 28, 2007, 8:45 a.m., and published in the issue of the Federal Register for March 1, 2007, 72 F.R. 9262)

### Section 472.—Last-in, First-out Inventories

*26 CFR 1.472-1: Last-in, first-out inventories.*

**LIFO; price indexes; department stores.** The January 2007 Bureau of Labor Statistics price indexes are accepted for use by department stores employing the retail inventory and last-in, first-out inventory methods for valuing inventories for tax years ended on, or with reference to, January 31, 2007.

### Rev. Rul. 2007-18

The following Department Store Inventory Price Indexes for January 2007 were issued by the Bureau of Labor Statistics. The indexes are accepted by the Inter-

nal Revenue Service, under § 1.472-1(k) of the Income Tax Regulations and Rev. Proc. 86-46, 1986-2 C.B. 739, for appropriate application to inventories of department stores employing the retail inventory and last-in, first-out inventory

methods for tax years ended on, or with reference to, January 31, 2007.

The Department Store Inventory Price Indexes are prepared on a national basis and include (a) 23 major groups of departments, (b) three special combinations of

the major groups — soft goods, durable goods, and miscellaneous goods, and (c) a store total, which covers all departments, including some not listed separately, except for the following: candy, food, liquor, tobacco, and contract departments.

BUREAU OF LABOR STATISTICS, DEPARTMENT STORE  
INVENTORY PRICE INDEXES BY DEPARTMENT GROUPS  
(January 1941 = 100, unless otherwise noted)

Groups	Jan. 2006	Jan. 2007	Percent Change From Jan. 2006 to Jan. 2007 <sup>1</sup>
1. Piece Goods .....	436.7	434.9	-0.4
2. Domestic and Draperies .....	506.9	475.2	-6.3
3. Women's and Children's Shoes .....	671.3	645.4	-3.9
4. Men's Shoes .....	868.1	875.2	0.8
5. Infants' Wear .....	555.2	558.2	0.5
6. Women's Underwear .....	545.6	551.7	1.1
7. Women's Hosiery .....	341.3	344.7	1.0
8. Women's and Girls' Accessories .....	555.4	537.2	-3.3
9. Women's Outerwear and Girls' Wear .....	325.7	338.1	3.8
10. Men's Clothing .....	516.8	514.5	-0.4
11. Men's Furnishings .....	555.5	559.2	0.7
12. Boys' Clothing and Furnishings .....	396.5	371.0	-6.4
13. Jewelry .....	868.9	909.5	4.7
14. Notions .....	794.2	817.1	2.9
15. Toilet Articles and Drugs .....	1010.7	1004.5	-0.6
16. Furniture and Bedding .....	603.9	597.1	-1.1
17. Floor Coverings .....	611.0	613.7	0.4
18. Housewares .....	699.4	689.4	-1.4
19. Major Appliances .....	204.3	210.2	2.9
20. Radio and Television .....	37.4	33.6	-10.2
21. Recreation and Education <sup>2</sup> .....	77.3	76.3	-1.3
22. Home Improvements <sup>2</sup> .....	138.0	141.3	2.4
23. Automotive Accessories <sup>2</sup> .....	117.2	122.4	4.4
Groups 1-15: Soft Goods .....	540.9	542.1	0.2
Groups 16-20: Durable Goods .....	375.6	370.6	-1.3
Groups 21-23: Misc. Goods <sup>2</sup> .....	93.1	93.9	0.9
Store Total <sup>3</sup> .....	482.8	482.8	0.0

<sup>1</sup>Absence of a minus sign before the percentage change in this column signifies a price increase.

<sup>2</sup>Indexes on a January 1986 = 100 base.

<sup>3</sup>The store total index covers all departments, including some not listed separately, except for the following: candy, food, liquor, tobacco, and contract departments.

**DRAFTING INFORMATION**

The principal author of this revenue ruling is John Roman Faron of the Office of Associate Chief Counsel (Income Tax and Accounting). For further information regarding this revenue ruling, contact Mr. Faron at (202) 622-4930 (not a toll-free call).

**Section 6621.—Determination of Rate of Interest**

*26 CFR 301.6621-1: Interest rate.*

**Interest rates; underpayments and overpayments.** The rate of interest determined under section 6621 of the Code for the calendar quarter beginning April 1, 2007, will be 8 percent for overpayments

(7 percent in the case of a corporation), 8 percent for underpayments, and 10 percent for large corporate underpayments. The rate of interest paid on the portion of a corporate overpayment exceeding \$10,000 will be 5.5 percent.

## Rev. Rul. 2007-16

Section 6621 of the Internal Revenue Code establishes the rates for interest on tax overpayments and tax underpayments. Under section 6621(a)(1), the overpayment rate is the sum of the federal short-term rate plus 3 percentage points (2 percentage points in the case of a corporation), except the rate for the portion of a corporate overpayment of tax exceeding \$10,000 for a taxable period is the sum of the federal short-term rate plus 0.5 of a percentage point for interest computations made after December 31, 1994. Under section 6621(a)(2), the underpayment rate is the sum of the federal short-term rate plus 3 percentage points.

Section 6621(c) provides that for purposes of interest payable under section 6601 on any large corporate underpayment, the underpayment rate under section 6621(a)(2) is determined by substituting "5 percentage points" for "3 percentage points." See section 6621(c) and section 301.6621-3 of the Regulations on Procedure and Administration for the definition of a large corporate underpayment and for the rules for determining the applicable date. Section 6621(c) and section 301.6621-3 are generally effective for periods after December 31, 1990.

Section 6621(b)(1) provides that the Secretary will determine the federal short-term rate for the first month in each calendar quarter.

Section 6621(b)(2)(A) provides that the federal short-term rate determined under

section 6621(b)(1) for any month applies during the first calendar quarter beginning after such month.

Section 6621(b)(2)(B) provides that in determining the addition to tax under section 6654 for failure to pay estimated tax for any taxable year, the federal short-term rate that applies during the third month following such taxable year also applies during the first 15 days of the fourth month following such taxable year.

Section 6621(b)(3) provides that the federal short-term rate for any month is the federal short-term rate determined during such month by the Secretary in accordance with § 1274(d), rounded to the nearest full percent (or, if a multiple of 1/2 of 1 percent, the rate is increased to the next highest full percent).

Notice 88-59, 1988-1 C.B. 546, announced that, in determining the quarterly interest rates to be used for overpayments and underpayments of tax under section 6621, the Internal Revenue Service will use the federal short-term rate based on daily compounding because that rate is most consistent with section 6621 which, pursuant to section 6622, is subject to daily compounding.

Rounded to the nearest full percent, the federal short-term rate based on daily compounding determined during the month of January 2007 is 5 percent. Accordingly, an overpayment rate of 8 percent (7 percent in the case of a corporation) and an underpayment rate of 8 percent are established for the calendar quarter beginning April 1,

2007. The overpayment rate for the portion of a corporate overpayment exceeding \$10,000 for the calendar quarter beginning April 1, 2007, is 5.5 percent. The underpayment rate for large corporate underpayments for the calendar quarter beginning April 1, 2007, is 10 percent. These rates apply to amounts bearing interest during that calendar quarter.

Under section 6621(b)(2)(B), the 8 percent rate that applies to estimated tax underpayments for the first calendar quarter in 2007, as provided in Rev. Rul. 2006-63, 2006-52 I.R.B. 1143, also applies to such underpayments for the first 15 days in April 2007.

Interest factors for daily compound interest for annual rates of 5.5 percent, 7 percent, 8 percent, and 10 percent are published in Tables 16, 19, 21, and 25 of Rev. Proc. 95-17, 1995-1 C.B. 556, 570, 573, 575, and 579.

Annual interest rates to be compounded daily pursuant to section 6622 that apply for prior periods are set forth in the tables accompanying this revenue ruling.

### DRAFTING INFORMATION

The principal author of this revenue ruling is Raymond Bailey of the Office of Associate Chief Counsel (Procedure & Administration). For further information regarding this revenue ruling, contact Mr. Bailey at (202) 622-4910 (not a toll-free call).

TABLE OF INTEREST RATES  
PERIODS BEFORE JUL. 1, 1975 — PERIODS ENDING DEC. 31, 1986  
OVERPAYMENTS AND UNDERPAYMENTS

PERIOD	RATE	In 1995-1 C.B. DAILY RATE TABLE
Before Jul. 1, 1975	6%	Table 2, pg. 557
Jul. 1, 1975—Jan. 31, 1976	9%	Table 4, pg. 559
Feb. 1, 1976—Jan. 31, 1978	7%	Table 3, pg. 558
Feb. 1, 1978—Jan. 31, 1980	6%	Table 2, pg. 557
Feb. 1, 1980—Jan. 31, 1982	12%	Table 5, pg. 560
Feb. 1, 1982—Dec. 31, 1982	20%	Table 6, pg. 560
Jan. 1, 1983—Jun. 30, 1983	16%	Table 37, pg. 591
Jul. 1, 1983—Dec. 31, 1983	11%	Table 27, pg. 581
Jan. 1, 1984—Jun. 30, 1984	11%	Table 75, pg. 629
Jul. 1, 1984—Dec. 31, 1984	11%	Table 75, pg. 629
Jan. 1, 1985—Jun. 30, 1985	13%	Table 31, pg. 585
Jul. 1, 1985—Dec. 31, 1985	11%	Table 27, pg. 581



TABLE OF INTEREST RATES  
PERIODS BEFORE JUL. 1, 1975 — PERIODS ENDING DEC. 31, 1986 — Continued  
OVERPAYMENTS AND UNDERPAYMENTS

PERIOD	RATE	In 1995-1 C.B. DAILY RATE TABLE
Jan. 1, 1986—Jun. 30, 1986	10%	Table 25, pg. 579
Jul. 1, 1986—Dec. 31, 1986	9%	Table 23, pg. 577

TABLE OF INTEREST RATES  
FROM JAN. 1, 1987 — DEC. 31, 1998

	OVERPAYMENTS			UNDERPAYMENTS		
	1995-1 C.B.			1995-1 C.B.		
	RATE	TABLE	PG	RATE	TABLE	PG
Jan. 1, 1987—Mar. 31, 1987	8%	21	575	9%	23	577
Apr. 1, 1987—Jun. 30, 1987	8%	21	575	9%	23	577
Jul. 1, 1987—Sep. 30, 1987	8%	21	575	9%	23	577
Oct. 1, 1987—Dec. 31, 1987	9%	23	577	10%	25	579
Jan. 1, 1988—Mar. 31, 1988	10%	73	627	11%	75	629
Apr. 1, 1988—Jun. 30, 1988	9%	71	625	10%	73	627
Jul. 1, 1988—Sep. 30, 1988	9%	71	625	10%	73	627
Oct. 1, 1988—Dec. 31, 1988	10%	73	627	11%	75	629
Jan. 1, 1989—Mar. 31, 1989	10%	25	579	11%	27	581
Apr. 1, 1989—Jun. 30, 1989	11%	27	581	12%	29	583
Jul. 1, 1989—Sep. 30, 1989	11%	27	581	12%	29	583
Oct. 1, 1989—Dec. 31, 1989	10%	25	579	11%	27	581
Jan. 1, 1990—Mar. 31, 1990	10%	25	579	11%	27	581
Apr. 1, 1990—Jun. 30, 1990	10%	25	579	11%	27	581
Jul. 1, 1990—Sep. 30, 1990	10%	25	579	11%	27	581
Oct. 1, 1990—Dec. 31, 1990	10%	25	579	11%	27	581
Jan. 1, 1991—Mar. 31, 1991	10%	25	579	11%	27	581
Apr. 1, 1991—Jun. 30, 1991	9%	23	577	10%	25	579
Jul. 1, 1991—Sep. 30, 1991	9%	23	577	10%	25	579
Oct. 1, 1991—Dec. 31, 1991	9%	23	577	10%	25	579
Jan. 1, 1992—Mar. 31, 1992	8%	69	623	9%	71	625
Apr. 1, 1992—Jun. 30, 1992	7%	67	621	8%	69	623
Jul. 1, 1992—Sep. 30, 1992	7%	67	621	8%	69	623
Oct. 1, 1992—Dec. 31, 1992	6%	65	619	7%	67	621
Jan. 1, 1993—Mar. 31, 1993	6%	17	571	7%	19	573
Apr. 1, 1993—Jun. 30, 1993	6%	17	571	7%	19	573
Jul. 1, 1993—Sep. 30, 1993	6%	17	571	7%	19	573
Oct. 1, 1993—Dec. 31, 1993	6%	17	571	7%	19	573
Jan. 1, 1994—Mar. 31, 1994	6%	17	571	7%	19	573
Apr. 1, 1994—Jun. 30, 1994	6%	17	571	7%	19	573
Jul. 1, 1994—Sep. 30, 1994	7%	19	573	8%	21	575
Oct. 1, 1994—Dec. 31, 1994	8%	21	575	9%	23	577
Jan. 1, 1995—Mar. 31, 1995	8%	21	575	9%	23	577
Apr. 1, 1995—Jun. 30, 1995	9%	23	577	10%	25	579
Jul. 1, 1995—Sep. 30, 1995	8%	21	575	9%	23	577
Oct. 1, 1995—Dec. 31, 1995	8%	21	575	9%	23	577
Jan. 1, 1996—Mar. 31, 1996	8%	69	623	9%	71	625
Apr. 1, 1996—Jun. 30, 1996	7%	67	621	8%	69	623
Jul. 1, 1996—Sep. 30, 1996	8%	69	623	9%	71	625
Oct. 1, 1996—Dec. 31, 1996	8%	69	623	9%	71	625
Jan. 1, 1997—Mar. 31, 1997	8%	21	575	9%	23	577
Apr. 1, 1997—Jun. 30, 1997	8%	21	575	9%	23	577
Jul. 1, 1997—Sep. 30, 1997	8%	21	575	9%	23	577
Oct. 1, 1997—Dec. 31, 1997	8%	21	575	9%	23	577

TABLE OF INTEREST RATES  
FROM JAN. 1, 1987 — DEC. 31, 1998 – Continued

	OVERPAYMENTS			UNDERPAYMENTS		
	1995-1 C.B.			1995-1 C.B.		
	RATE	TABLE	PG	RATE	TABLE	PG
Jan. 1, 1998—Mar. 31, 1998	8%	21	575	9%	23	577
Apr. 1, 1998—Jun. 30, 1998	7%	19	573	8%	21	575
Jul. 1, 1998—Sep. 30, 1998	7%	19	573	8%	21	575
Oct. 1, 1998—Dec. 31, 1998	7%	19	573	8%	21	575

TABLE OF INTEREST RATES  
FROM JANUARY 1, 1999 — PRESENT  
NONCORPORATE OVERPAYMENTS AND UNDERPAYMENTS

	RATE	1995-1 C.B. TABLE	PAGE
Jan. 1, 1999—Mar. 31, 1999	7%	19	573
Apr. 1, 1999—Jun. 30, 1999	8%	21	575
Jul. 1, 1999—Sep. 30, 1999	8%	21	575
Oct. 1, 1999—Dec. 31, 1999	8%	21	575
Jan. 1, 2000—Mar. 31, 2000	8%	69	623
Apr. 1, 2000—Jun. 30, 2000	9%	71	625
Jul. 1, 2000—Sep. 30, 2000	9%	71	625
Oct. 1, 2000—Dec. 31, 2000	9%	71	625
Jan. 1, 2001—Mar. 31, 2001	9%	23	577
Apr. 1, 2001—Jun. 30, 2001	8%	21	575
Jul. 1, 2001—Sep. 30, 2001	7%	19	573
Oct. 1, 2001—Dec. 31, 2001	7%	19	573
Jan. 1, 2002—Mar. 31, 2002	6%	17	571
Apr. 1, 2002—Jun. 30, 2002	6%	17	571
Jul. 1, 2002—Sep. 30, 2002	6%	17	571
Oct. 1, 2002—Dec. 31, 2002	6%	17	571
Jan. 1, 2003—Mar. 31, 2003	5%	15	569
Apr. 1, 2003—Jun. 30, 2003	5%	15	569
Jul. 1, 2003—Sep. 30, 2003	5%	15	569
Oct. 1, 2003—Dec. 31, 2003	4%	13	567
Jan. 1, 2004—Mar. 31, 2004	4%	61	615
Apr. 1, 2004—Jun. 30, 2004	5%	63	617
Jul. 1, 2004—Sep. 30, 2004	4%	61	615
Oct. 1, 2004—Dec. 31, 2004	5%	63	617
Jan. 1, 2005—Mar. 31, 2005	5%	15	569
Apr. 1, 2005—Jun. 30, 2005	6%	17	571
Jul. 1, 2005—Sep. 30, 2005	6%	17	571
Oct. 1, 2005—Dec. 31, 2005	7%	19	573
Jan. 1, 2006—Mar. 31, 2006	7%	19	573
Apr. 1, 2006—Jun. 30, 2006	7%	19	573
Jul. 1, 2006—Sep. 30, 2006	8%	21	575
Oct. 1, 2006—Dec. 31, 2006	8%	21	575
Jan. 1, 2007—Mar. 31, 2007	8%	21	575
Apr. 1, 2007—Jun. 30, 2007	8%	21	575

TABLE OF INTEREST RATES  
FROM JANUARY 1, 1999 — PRESENT  
CORPORATE OVERPAYMENTS AND UNDERPAYMENTS

	OVERPAYMENTS			UNDERPAYMENTS		
	1995-1 C.B.			1995-1 C.B.		
	RATE	TABLE	PG	RATE	TABLE	PG
Jan. 1, 1999—Mar. 31, 1999	6%	17	571	7%	19	573
Apr. 1, 1999—Jun. 30, 1999	7%	19	573	8%	21	575
Jul. 1, 1999—Sep. 30, 1999	7%	19	573	8%	21	575
Oct. 1, 1999—Dec. 31, 1999	7%	19	573	8%	21	575
Jan. 1, 2000—Mar. 31, 2000	7%	67	621	8%	69	623
Apr. 1, 2000—Jun. 30, 2000	8%	69	623	9%	71	625
Jul. 1, 2000—Sep. 30, 2000	8%	69	623	9%	71	625
Oct. 1, 2000—Dec. 31, 2000	8%	69	623	9%	71	625
Jan. 1, 2001—Mar. 31, 2001	8%	21	575	9%	23	577
Apr. 1, 2001—Jun. 30, 2001	7%	19	573	8%	21	575
Jul. 1, 2001—Sep. 30, 2001	6%	17	571	7%	19	573
Oct. 1, 2001—Dec. 31, 2001	6%	17	571	7%	19	573
Jan. 1, 2002—Mar. 31, 2002	5%	15	569	6%	17	571
Apr. 1, 2002—Jun. 30, 2002	5%	15	569	6%	17	571
Jul. 1, 2002—Sep. 30, 2002	5%	15	569	6%	17	571
Oct. 1, 2002—Dec. 31, 2002	5%	15	569	6%	17	571
Jan. 1, 2003—Mar. 31, 2003	4%	13	567	5%	15	569
Apr. 1, 2003—Jun. 30, 2003	4%	13	567	5%	15	569
Jul. 1, 2003—Sep. 30, 2003	4%	13	567	5%	15	569
Oct. 1, 2003—Dec. 31, 2003	3%	11	565	4%	13	567
Jan. 1, 2004—Mar. 31, 2004	3%	59	613	4%	61	615
Apr. 1, 2004—Jun. 30, 2004	4%	61	615	5%	63	617
Jul. 1, 2004—Sep. 30, 2004	3%	59	613	4%	61	615
Oct. 1, 2004—Dec. 31, 2004	4%	61	615	5%	63	617
Jan. 1, 2005—Mar. 31, 2005	4%	13	567	5%	15	569
Apr. 1, 2005—Jun. 30, 2005	5%	15	569	6%	17	571
Jul. 1, 2005—Sep. 30, 2005	5%	15	569	6%	17	571
Oct. 1, 2005—Dec. 31, 2005	6%	17	571	7%	19	573
Jan. 1, 2006—Mar. 31, 2006	6%	17	571	7%	19	573
Apr. 1, 2006—Jun. 30, 2006	6%	17	571	7%	19	573
Jul. 1, 2006—Sep. 30, 2006	7%	19	573	8%	21	575
Oct. 1, 2006—Dec. 31, 2006	7%	19	573	8%	21	575
Jan. 1, 2007—Mar. 31, 2007	7%	19	573	8%	21	575
Apr. 1, 2007—Jun. 30, 2007	7%	19	573	8%	21	575

TABLE OF INTEREST RATES FOR  
LARGE CORPORATE UNDERPAYMENTS  
FROM JANUARY 1, 1991 — PRESENT

	1995-1 C.B.		
	RATE	TABLE	PG
Jan. 1, 1991—Mar. 31, 1991	13%	31	585
Apr. 1, 1991—Jun. 30, 1991	12%	29	583
Jul. 1, 1991—Sep. 30, 1991	12%	29	583
Oct. 1, 1991—Dec. 31, 1991	12%	29	583
Jan. 1, 1992—Mar. 31, 1992	11%	75	629
Apr. 1, 1992—Jun. 30, 1992	10%	73	627
Jul. 1, 1992—Sep. 30, 1992	10%	73	627
Oct. 1, 1992—Dec. 31, 1992	9%	71	625
Jan. 1, 1993—Mar. 31, 1993	9%	23	577
Apr. 1, 1993—Jun. 30, 1993	9%	23	577

TABLE OF INTEREST RATES FOR  
LARGE CORPORATE UNDERPAYMENTS  
FROM JANUARY 1, 1991 — PRESENT — Continued

	RATE	1995-1 C.B. TABLE	PG
Jul. 1, 1993—Sep. 30, 1993	9%	23	577
Oct. 1, 1993—Dec. 31, 1993	9%	23	577
Jan. 1, 1994—Mar. 31, 1994	9%	23	577
Apr. 1, 1994—Jun. 30, 1994	9%	23	577
Jul. 1, 1994—Sep. 30, 1994	10%	25	579
Oct. 1, 1994—Dec. 31, 1994	11%	27	581
Jan. 1, 1995—Mar. 31, 1995	11%	27	581
Apr. 1, 1995—Jun. 30, 1995	12%	29	583
Jul. 1, 1995—Sep. 30, 1995	11%	27	581
Oct. 1, 1995—Dec. 31, 1995	11%	27	581
Jan. 1, 1996—Mar. 31, 1996	11%	75	629
Apr. 1, 1996—Jun. 30, 1996	10%	73	627
Jul. 1, 1996—Sep. 30, 1996	11%	75	629
Oct. 1, 1996—Dec. 31, 1996	11%	75	629
Jan. 1, 1997—Mar. 31, 1997	11%	27	581
Apr. 1, 1997—Jun. 30, 1997	11%	27	581
Jul. 1, 1997—Sep. 30, 1997	11%	27	581
Oct. 1, 1997—Dec. 31, 1997	11%	27	581
Jan. 1, 1998—Mar. 31, 1998	11%	27	581
Apr. 1, 1998—Jun. 30, 1998	10%	25	579
Jul. 1, 1998—Sep. 30, 1998	10%	25	579
Oct. 1, 1998—Dec. 31, 1998	10%	25	579
Jan. 1, 1999—Mar. 31, 1999	9%	23	577
Apr. 1, 1999—Jun. 30, 1999	10%	25	579
Jul. 1, 1999—Sep. 30, 1999	10%	25	579
Oct. 1, 1999—Dec. 31, 1999	10%	25	579
Jan. 1, 2000—Mar. 31, 2000	10%	73	627
Apr. 1, 2000—Jun. 30, 2000	11%	75	629
Jul. 1, 2000—Sep. 30, 2000	11%	75	629
Oct. 1, 2000—Dec. 31, 2000	11%	75	629
Jan. 1, 2001—Mar. 31, 2001	11%	27	581
Apr. 1, 2001—Jun. 30, 2001	10%	25	579
Jul. 1, 2001—Sep. 30, 2001	9%	23	577
Oct. 1, 2001—Dec. 31, 2001	9%	23	577
Jan. 1, 2002—Mar. 31, 2002	8%	21	575
Apr. 1, 2002—Jun. 30, 2002	8%	21	575
Jul. 1, 2002—Sep. 30, 2002	8%	21	575
Oct. 1, 2002—Dec. 31, 2002	8%	21	575
Jan. 1, 2003—Mar. 31, 2003	7%	19	573
Apr. 1, 2003—Jun. 30, 2003	7%	19	573
Jul. 1, 2003—Sep. 30, 2003	7%	19	573
Oct. 1, 2003—Dec. 31, 2003	6%	17	571
Jan. 1, 2004—Mar. 31, 2004	6%	65	619
Apr. 1, 2004—Jun. 30, 2004	7%	67	621
Jul. 1, 2004—Sep. 30, 2004	6%	65	619
Oct. 1, 2004—Dec. 31, 2004	7%	67	621
Jan. 1, 2005—Mar. 31, 2005	7%	19	573
Apr. 1, 2005—Jun. 30, 2005	8%	21	575
Jul. 1, 2005—Sep. 30, 2005	8%	21	575
Oct. 1, 2005—Dec. 31, 2005	9%	23	577
Jan. 1, 2006—Mar. 31, 2006	9%	23	577
Apr. 1, 2006—Jun. 30, 2006	9%	23	577
Jul. 1, 2006—Sep. 30, 2006	10%	25	579
Oct. 1, 2006—Dec. 31, 2006	10%	25	579
Jan. 1, 2007—Mar. 31, 2007	10%	25	579
Apr. 1, 2007—Jun. 30, 2007	10%	25	579

TABLE OF INTEREST RATES FOR CORPORATE  
OVERPAYMENTS EXCEEDING \$10,000  
FROM JANUARY 1, 1995 — PRESENT

	RATE	1995-1 C.B. TABLE	PG
Jan. 1, 1995—Mar. 31, 1995	6.5%	18	572
Apr. 1, 1995—Jun. 30, 1995	7.5%	20	574
Jul. 1, 1995—Sep. 30, 1995	6.5%	18	572
Oct. 1, 1995—Dec. 31, 1995	6.5%	18	572
Jan. 1, 1996—Mar. 31, 1996	6.5%	66	620
Apr. 1, 1996—Jun. 30, 1996	5.5%	64	618
Jul. 1, 1996—Sep. 30, 1996	6.5%	66	620
Oct. 1, 1996—Dec. 31, 1996	6.5%	66	620
Jan. 1, 1997—Mar. 31, 1997	6.5%	18	572
Apr. 1, 1997—Jun. 30, 1997	6.5%	18	572
Jul. 1, 1997—Sep. 30, 1997	6.5%	18	572
Oct. 1, 1997—Dec. 31, 1997	6.5%	18	572
Jan. 1, 1998—Mar. 31, 1998	6.5%	18	572
Apr. 1, 1998—Jun. 30, 1998	5.5%	16	570
Jul. 1, 1998—Sep. 30, 1998	5.5%	16	570
Oct. 1, 1998—Dec. 31, 1998	5.5%	16	570
Jan. 1, 1999—Mar. 31, 1999	4.5%	14	568
Apr. 1, 1999—Jun. 30, 1999	5.5%	16	570
Jul. 1, 1999—Sep. 30, 1999	5.5%	16	570
Oct. 1, 1999—Dec. 31, 1999	5.5%	16	570
Jan. 1, 2000—Mar. 31, 2000	5.5%	64	618
Apr. 1, 2000—Jun. 30, 2000	6.5%	66	620
Jul. 1, 2000—Sep. 30, 2000	6.5%	66	620
Oct. 1, 2000—Dec. 31, 2000	6.5%	66	620
Jan. 1, 2001—Mar. 31, 2001	6.5%	18	572
Apr. 1, 2001—Jun. 30, 2001	5.5%	16	570
Jul. 1, 2001—Sep. 30, 2001	4.5%	14	568
Oct. 1, 2001—Dec. 31, 2001	4.5%	14	568
Jan. 1, 2002—Mar. 31, 2002	3.5%	12	566
Apr. 1, 2002—Jun. 30, 2002	3.5%	12	566
Jul. 1, 2002—Sep. 30, 2002	3.5%	12	566
Oct. 1, 2002—Dec. 31, 2002	3.5%	12	566
Jan. 1, 2003—Mar. 31, 2003	2.5%	10	564
Apr. 1, 2003—Jun. 30, 2003	2.5%	10	564
Jul. 1, 2003—Sep. 30, 2003	2.5%	10	564
Oct. 1, 2003—Dec. 31, 2003	1.5%	8	562
Jan. 1, 2004—Mar. 31, 2004	1.5%	56	610
Apr. 1, 2004—Jun. 30, 2004	2.5%	58	612
Jul. 1, 2004—Sep. 30, 2004	1.5%	56	610
Oct. 1, 2004—Dec. 31, 2004	2.5%	58	612
Jan. 1, 2005—Mar. 31, 2005	2.5%	10	564
Apr. 1, 2005—Jun. 30, 2005	3.5%	12	566
Jul. 1, 2005—Sep. 30, 2005	3.5%	12	566
Oct. 1, 2005—Dec. 31, 2005	4.5%	14	568
Jan. 1, 2006—Mar. 31, 2006	4.5%	14	568
Apr. 1, 2006—Jun. 30, 2006	4.5%	14	568
Jul. 1, 2006—Sep. 30, 2006	5.5%	16	570
Oct. 1, 2006—Dec. 31, 2006	5.5%	16	570
Jan. 1, 2007—Mar. 31, 2007	5.5%	16	570
Apr. 1, 2007—Jun. 30, 2007	5.5%	16	570

# Part III. Administrative, Procedural, and Miscellaneous

## Weighted Average Interest Rates Update

### Notice 2007-27

This notice provides guidance as to the corporate bond weighted average interest rate and the permissible range of interest rates specified under § 412(b)(5)(B)(ii)(II) of the Internal Revenue Code. In addition, it provides guidance as to the interest rate on 30-year Treasury securities under § 417(e)(3)(A)(ii)(II).

#### CORPORATE BOND WEIGHTED AVERAGE INTEREST RATE

Sections 412(b)(5)(B)(ii) and 412(l)(7)(C)(i), as amended by the Pension Funding

Equity Act of 2004 and by the Pension Protection Act of 2006, provide that the interest rates used to calculate current liability and to determine the required contribution under § 412(l) for plan years beginning in 2004 through 2007 must be within a permissible range based on the weighted average of the rates of interest on amounts invested conservatively in long term investment grade corporate bonds during the 4-year period ending on the last day before the beginning of the plan year.

Notice 2004-34, 2004-1 C.B. 848, provides guidelines for determining the corporate bond weighted average interest rate and the resulting permissible range of interest rates used to calculate current liability. That notice establishes that the corpo-

rate bond weighted average is based on the monthly composite corporate bond rate derived from designated corporate bond indices. The methodology for determining the monthly composite corporate bond rate as set forth in Notice 2004-34 continues to apply in determining that rate. See Notice 2006-75, 2006-36 I.R.B. 366.

The composite corporate bond rate for February 2007 is 5.85 percent. Pursuant to Notice 2004-34, the Service has determined this rate as the average of the monthly yields for the included corporate bond indices for that month.

The following corporate bond weighted average interest rate was determined for plan years beginning in the month shown below.

Month	For Plan Years Beginning in:	Year	Corporate Bond Weighted Average	90% to 100% Permissible Range
March		2007	5.80	5.22 to 5.80

#### 30-YEAR TREASURY SECURITIES INTEREST RATE

Section 417(e)(3)(A)(ii)(II) defines the applicable interest rate, which must be used for purposes of determining the minimum present value of a participant's benefit under § 417(e)(1) and (2), as the annual rate of interest on 30-year Treasury securities for the month before the date of distribution or such other time as the Secretary may by regulations prescribe. Section 1.417(e)-1(d)(3) of the Income Tax Regulations provides that the applicable interest rate for a month is the annual interest rate on 30-year Treasury securities as specified by the Commissioner for that month in revenue rulings, notices or other guidance published in the Internal Revenue Bulletin.

The rate of interest on 30-year Treasury securities for February 2007 is 4.82 percent. The Service has determined this rate as the average of the yield on the 30-year Treasury bond maturing in February 2036 determined each day through February 7, 2007, and the yield on the 30-year Treasury bond maturing in February 2037 de-

termined each day for the balance of the month.

#### Drafting Information

The principal authors of this notice are Paul Stern and Tony Montanaro of the Employee Plans, Tax Exempt and Government Entities Division. For further information regarding this notice, please contact the Employee Plans' taxpayer assistance telephone service at 877-829-5500 (a toll-free number), between the hours of 8:30 a.m. and 4:30 p.m. Eastern time, Monday through Friday. Mr. Stern may be reached at 202-283-9703. Mr. Montanaro may be reached at 202-283-9714. The telephone numbers in the two preceding sentences are not toll-free.

26 CFR 601.201: Rulings and determination letters. (Also: Part I, §§ 25, 103, 143.)

### Rev. Proc. 2007-26

#### SECTION 1. PURPOSE

This revenue procedure provides issuers of qualified mortgage bonds, as defined in section 143(a) of the Internal Revenue Code, and issuers of mortgage credit certificates, as defined in section 25(c), with (1) the nationwide average purchase price for residences located in the United States, and (2) average area purchase price safe harbors for residences located in statistical areas in each state, the District of Columbia, Puerto Rico, the Northern Mariana Islands, American Samoa, the Virgin Islands, and Guam.

#### SECTION 2. BACKGROUND

.01 Section 103(a) provides that, except as provided in section 103(b), gross income does not include interest on any state or local bond. Section 103(b)(1) provides that section 103(a) shall not apply to any private activity bond that is not a "qualified

bond” within the meaning of section 141. Section 141(e) provides, in part, that the term “qualified bond” means any private activity bond if such bond (1) is a qualified mortgage bond under section 143, (2) meets the volume cap requirements under section 146, and (3) meets the applicable requirements under section 147.

.02 Section 143(a)(1) provides that the term “qualified mortgage bond” means a bond that is issued as part of a qualified mortgage issue. Section 143(a)(2)(A) provides that the term “qualified mortgage issue” means an issue of one or more bonds by a state or political subdivision thereof, but only if: (i) all proceeds of the issue (exclusive of issuance costs and a reasonably required reserve) are to be used to finance owner-occupied residences; (ii) the issue meets the requirements of subsections (c), (d), (e), (f), (g), (h), (i), and (m)(7) of section 143; (iii) the issue does not meet the private business tests of paragraphs (1) and (2) of section 141(b); and (iv) with respect to amounts received more than 10 years after the date of issuance, repayments of \$250,000 or more of principal on mortgage financing provided by the issue are used by the close of the first semiannual period beginning after the date the prepayment (or complete repayment) is received to redeem bonds that are part of the issue.

#### *Average Area Purchase Price*

.03 Section 143(e)(1) provides that an issue of bonds meets the purchase price requirements of section 143(e) if the acquisition cost of each residence financed by the issue does not exceed 90 percent of the average area purchase price applicable to such residence. Section 143(e)(5) provides that, in the case of a targeted area residence (as defined in section 143(j)), section 143(e)(1) shall be applied by substituting 110 percent for 90 percent.

.04 Section 143(e)(2) provides that the term “average area purchase price” means, with respect to any residence, the average purchase price of single-family residences (in the statistical area in which the residence is located) that were purchased during the most recent 12-month period for which sufficient statistical information is available. Under sections 143(e)(3) and (4), respectively, separate determinations are to be made for new and existing resi-

dences, and for two-, three-, and four-family residences.

.05 Section 143(e)(2) provides that the determination of the average area purchase price for a statistical area shall be made as of the date on which the commitment to provide the financing is made or, if earlier, the date of the purchase of the residence.

.06 Section 143(k)(2)(A) provides that the term “statistical area” means (i) a metropolitan statistical area (MSA), and (ii) any county (or the portion thereof) that is not within an MSA. Section 143(k)(2)(C) further provides that if sufficient recent statistical information with respect to a county (or portion thereof) is unavailable, the Secretary may substitute another area for which there is sufficient recent statistical information for such county (or portion thereof). In the case of any portion of a State which is not within a county, section 143(k)(2)(D) provides that the Secretary may designate as a county any area that is the equivalent of a county. Section 6a.103A-1(b)(4)(i) of the Temporary Income Tax Regulations (issued under section 103A of the Internal Revenue Code of 1954, the predecessor of section 143) provides that the term “State” includes a possession of the United States and the District of Columbia.

.07 Section 6a.103A-2(f)(5)(i) provides that an issuer may rely upon the average area purchase price safe harbors published by the Department of the Treasury for the statistical area in which a residence is located. Section 6a.103A-2(f)(5)(i) further provides that an issuer may use an average area purchase price limitation different from the published safe harbor if the issuer has more accurate and comprehensive data for the statistical area.

#### *Qualified Mortgage Credit Certificate Program*

.08 Section 25(c) permits a state or political subdivision to establish a qualified mortgage credit certificate program. In general, a qualified mortgage credit certificate program is a program under which the issuing authority elects not to issue an amount of private activity bonds that it may otherwise issue during the calendar year under section 146, and in their place, issues mortgage credit certificates to taxpayers in connection with the acquisition of their principal residences.

Section 25(a)(1) provides, in general, that the holder of a mortgage credit certificate may claim a federal income tax credit equal to the product of the credit rate specified in the certificate and the interest paid or accrued during the tax year on the remaining principal of the indebtedness incurred to acquire the residence. Section 25(c)(2)(A)(iii)(III) generally provides that residences acquired in connection with the issuance of mortgage credit certificates must meet the purchase price requirements of section 143(e).

#### *Income Limitations for Qualified Mortgage Bonds and Mortgage Credit Certificates*

.09 Section 143(f) imposes limitations on the income of mortgagors for whom financing may be provided by qualified mortgage bonds. In addition, section 25(c)(2)(A)(iii)(IV) provides that holders of mortgage credit certificates must meet the income requirement of section 143(f). Generally, under sections 143(f)(1) and 25(c)(2)(A)(iii)(IV), the income requirement is met only if all owner-financing under a qualified mortgage bond and all mortgage credit certificates issued under a qualified mortgage credit certificate program are provided to mortgagors whose family income is 115 percent or less of the applicable median family income. Section 143(f)(5), however, generally provides for an upward adjustment to the percentage limitation in high housing cost areas. High housing cost areas are defined in section 143(f)(5)(C) as any statistical area for which the housing cost/income ratio is greater than 1.2.

.10 Under section 143(f)(5)(D), the housing cost/income ratio with respect to any statistical area is determined by dividing (a) the applicable housing price ratio for such area by (b) the ratio that the area median gross income for such area bears to the median gross income for the United States. The applicable housing price ratio is the new housing price ratio (new housing average area purchase price divided by the new housing average purchase price for the United States) or the existing housing price ratio (existing housing average area purchase price divided by the existing housing average purchase price for the United States), whichever results in the

housing cost/income ratio being closer to 1.

#### *Average Area and Nationwide Purchase Price Limitations*

.11 Average area purchase price safe harbors for each state, the District of Columbia, Puerto Rico, the Northern Mariana Islands, American Samoa, the Virgin Islands, and Guam were last published in Rev. Proc. 2006–17, 2006–14 I.R.B. 709.

.12 The nationwide average purchase price limitation was last published in section 4.02 of Rev. Proc. 2006–17. Guidance with respect to the United States and area median gross income figures that are to be used in computing the housing cost/income ratio described in section 143(f)(5) was last published in Rev. Proc. 2006–20, 2006–17 I.R.B. 841.

.13 This revenue procedure uses FHA loan limits for a given statistical area to calculate the average area purchase price safe harbor for that area. FHA sets limits on the dollar value of loans it will insure based on median home prices and conforming loan limits established by the Federal Home Loan Mortgage Corporation. In particular, FHA sets an area's loan limit at 95 percent of the median home sales price for the area, subject to certain floors and caps measured against conforming loan limits.

.14 To calculate the average area purchase price safe harbors in this revenue procedure, the FHA loan limits are adjusted to take into account the differences between average and median purchase prices. Because FHA loan limits do not differentiate between new and existing residences, this revenue procedure contains a single average area purchase price safe harbor for both new and existing residences in a statistical area. The Treasury Department and the Internal Revenue Service have determined that FHA loan limits provide a reasonable basis for determining average area purchase price safe harbors. If the Treasury Department and the Internal Revenue Service become aware of other sources of average purchase price data, including data that differentiate between new and existing residences, consideration will be given as to whether such data provide a more accurate method for calculating average area purchase price safe harbors.

.15 The average area purchase price safe harbors listed in section 4.01 of this revenue procedure are based on FHA loan limits released January 3, 2007. FHA loan limits are available for statistical areas in each state, the District of Columbia, Puerto Rico, the Northern Mariana Islands, American Samoa, the Virgin Islands, and Guam. See section 3.03 of this revenue procedure with respect to FHA loan limits revised after January 3, 2007.

.16 OMB Bulletin No. 03–04, dated and effective June 6, 2003, revised the definitions of the nation's metropolitan areas and recognized 49 new metropolitan statistical areas. The OMB bulletin no longer includes primary metropolitan statistical areas.

### SECTION 3. APPLICATION

#### *Average Area Purchase Price Safe Harbors*

.01 Average area purchase price safe harbors for statistical areas in each state, the District of Columbia, Puerto Rico, the Northern Mariana Islands, American Samoa, the Virgin Islands, and Guam are set forth in section 4.01 of this revenue procedure. Average area purchase price safe harbors are provided for single-family and two to four-family residences. For each type of residence, section 4.01 of this revenue procedure contains a single safe harbor that may be used for both new and existing residences. Issuers of qualified mortgage bonds and issuers of mortgage credit certificates may rely on these safe harbors to satisfy the requirements of sections 143(e) and (f). Section 4.01 of this revenue procedure provides safe harbors for MSAs and for certain counties and county equivalents. If no purchase price safe harbor is available for a statistical area, the safe harbor for "ALL OTHER AREAS" may be used for that statistical area (except for Alaska, for which a separate safe harbor is provided for statistical areas not listed).

.02 If a residence is in an MSA, the safe harbor applicable to it is the limitation of that MSA. If an MSA falls in more than one state, the MSA is listed in section 4.01 of this revenue procedure under each state.

.03 If the FHA revises the FHA loan limit for any statistical area after January 3, 2006, an issuer of qualified mortgage

bonds or mortgage credit certificates may use the revised FHA loan limit for that statistical area to compute (as provided in the next sentence) a revised average area purchase price safe harbor for the statistical area provided that the issuer maintains records evidencing the revised FHA loan limit. The revised average area purchase price safe harbor for that statistical area is computed by dividing the revised FHA loan limit by .76.

.04 If, pursuant to section 6a.103A–2(f)(5)(i), an issuer uses more accurate and comprehensive data to determine the average area purchase price for a statistical area, the issuer must make separate average area purchase price determinations for new and existing residences. Moreover, when computing the average area purchase price for a statistical area that is an MSA, as defined in OMB Bulletin No. 03–04, the issuer must make the computation for the entire applicable MSA. When computing the average area purchase price for a statistical area that is not an MSA, the issuer must make the computation for the entire statistical area and may not combine statistical areas. Thus, for example, the issuer may not combine two or more counties.

.05 If an issuer receives a ruling permitting it to rely on an average area purchase price limitation that is higher than the applicable safe harbor in this revenue procedure, the issuer may rely on that higher limitation for the purpose of satisfying the requirements of section 143(e) and (f) for bonds sold, and mortgage credit certificates issued, not more than 30 months following the termination date of the 12-month period used by the issuer to compute the limitation.

#### *Nationwide Average Purchase Price*

.06 Section 4.02 of this revenue procedure sets forth a single nationwide average purchase price for purposes of computing the housing cost/income ratio under section 143(f)(5).

.07 Issuers must use the nationwide average purchase price set forth in section 4.02 of this revenue procedure when computing the housing cost/income ratio under section 143(f)(5) regardless of whether they are relying on the average area purchase price safe harbors contained in this revenue procedure or using more accurate



and comprehensive data to determine average area purchase prices for new and existing residences for a statistical area that are different from the published safe harbors in this revenue procedure.

.08 If, pursuant to section 6.02 of this revenue procedure, an issuer relies on the average area purchase price safe harbors contained in Rev. Proc. 2006–17, the issuer must use the nationwide average purchase price set forth in section 4.02 of Rev. Proc. 2006–17 in computing the housing

cost/income ratio under section 143(f)(5). Likewise, if, pursuant to section 6.05 of this revenue procedure, an issuer relies on the nationwide average purchase price published in Rev. Proc. 2006–17, the issuer may not rely on the average area purchase price safe harbors published in this revenue procedure.

#### SECTION 4. AVERAGE AREA AND NATIONWIDE AVERAGE PURCHASE PRICES

.01 Average area purchase prices for single-family and two to four-family residences in MSAs, and for certain counties and county equivalents are set forth below. The safe harbor for “ALL OTHER AREAS” (found at the end of the table below) may be used for a statistical area that is not listed below.

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
AK	ANCHORAGE, AK (MSA)	ANCHORAGE	\$335,592	\$377,982	\$459,276	\$529,934
	NON-METRO	DENALI	\$316,137	\$404,668	\$489,126	\$607,879
	JUNEAU, AK (MICRO)	JUNEAU	\$398,750	\$449,118	\$545,658	\$629,605
	ANCHORAGE, AK (MSA)	MATANUSKA-SUSIT	\$335,592	\$377,982	\$459,276	\$529,934
	NON-METRO	SITKA	\$431,250	\$485,724	\$590,132	\$680,921
	NON-METRO	YAKUTAT CITY	\$316,137	\$404,668	\$489,126	\$607,879
AZ	FLAGSTAFF, AZ (MSA)	COCONINO	\$437,500	\$492,763	\$598,684	\$690,789
	PAYSON, AZ (MICRO)	GILA	\$293,750	\$337,168	\$407,558	\$506,495
	PHOENIX-MESA-SCOTTSDALE, AZ (MSA)	MARICOPA	\$346,250	\$389,987	\$473,816	\$546,711
	LAKE HAVASU CITY-KINGMAN, AZ (MICRO)	MOHAVE	\$321,842	\$362,500	\$440,461	\$508,224
	NON-METRO	NAVAJO	\$265,000	\$337,168	\$407,558	\$506,495
	TUCSON, AZ (MSA)	PIMA	\$315,592	\$355,461	\$431,908	\$506,495
	PHOENIX-MESA-SCOTTSDALE, AZ (MSA)	PINAL	\$346,250	\$389,987	\$473,816	\$546,711
	PRESCOTT, AZ (MSA)	YAVAPAI	\$375,000	\$422,368	\$513,158	\$592,105
CA	OAKLAND-FREMONT-HAYWARD, CA METROPOLITAN	ALAMEDA	\$477,355	\$611,117	\$738,699	\$918,021
	NON-METRO	ALPINE	\$477,355	\$611,117	\$738,699	\$918,021
	NON-METRO	AMADOR	\$443,750	\$506,842	\$615,789	\$710,526
	CHICO, CA (MSA)	BUTTE	\$400,000	\$450,526	\$547,368	\$631,579
	NON-METRO	CALAVERAS	\$477,355	\$550,461	\$668,816	\$774,671
	NON-METRO	COLUSA	\$381,250	\$429,408	\$521,711	\$601,974
	OAKLAND-FREMONT-HAYWARD, CA METROPOLITAN	CONTRA COSTA	\$477,355	\$611,117	\$738,699	\$918,021
	CRESCENT CITY, CA (MICRO)	DEL NORTE	\$311,250	\$350,566	\$425,921	\$506,495
	SACRAMENTO-ARDEN-ARCADE-ROSEVILLE, CA	EL DORADO	\$477,355	\$587,092	\$713,289	\$823,026
	FRESNO, CA (MSA)	FRESNO	\$381,250	\$429,408	\$521,711	\$601,974
	NON-METRO	GLENN	\$283,750	\$337,168	\$407,558	\$506,495
	EUREKA-ARCATA-FORTUNA, CA (MICRO)	HUMBOLDT	\$393,750	\$443,487	\$538,816	\$621,711
	EL CENTRO, CA (MSA)	IMPERIAL	\$274,934	\$337,168	\$407,558	\$506,495
	BISHOP, CA (MICRO)	INYO	\$477,355	\$542,039	\$658,553	\$759,868

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	BAKERSFIELD, CA (MSA)	KERN	\$368,750	\$415,329	\$504,605	\$582,237
	HANFORD-CORCORAN, CA (MSA)	KINGS	\$312,316	\$351,766	\$427,379	\$506,495
	CLEARLAKE, CA (MICRO)	LAKE	\$401,250	\$451,934	\$549,079	\$633,553
	LOS ANGELES-LONG BEACH-GLENDALE, CA METROPOLITAN	LOS ANGELES	\$477,355	\$611,117	\$738,699	\$918,021
	MADERA, CA (MSA)	MADERA	\$425,000	\$478,684	\$581,579	\$671,053
	SAN FRANCISCO-SAN MATEO-REDWOOD CITY, CA	MARIN	\$477,355	\$611,117	\$738,699	\$918,021
	NON-METRO	MARIPOSA	\$411,704	\$464,605	\$564,474	\$651,316
	UKIAH, CA (MICRO)	MENDOCINO	\$477,355	\$563,158	\$684,211	\$789,474
	MERCED, CA (MSA)	MERCED	\$471,557	\$531,122	\$645,288	\$744,564
	NON-METRO	MONO	\$477,355	\$611,117	\$738,699	\$918,021
	SALINAS, CA (MSA)	MONTEREY	\$477,355	\$611,117	\$738,699	\$918,021
	NAPA, CA (MSA)	NAPA	\$477,355	\$611,117	\$738,699	\$918,021
	TRUCKEE-GRASS VALLEY, CA (MICRO)	NEVADA	\$477,355	\$611,117	\$738,699	\$918,021
	SANTA ANA-ANAHEIM-IRVINE, CA METROPOLITAN	ORANGE	\$477,355	\$611,117	\$738,699	\$918,021
	SACRAMENTO-ARDEN- ARCADE-ROSEVILLE, CA	PLACER	\$477,355	\$587,092	\$713,289	\$823,026
	NON-METRO	PLUMAS	\$410,000	\$461,789	\$561,053	\$647,368
	RIVERSIDE-SAN BERNARDINO-ONTARIO, CA (MSA)	RIVERSIDE	\$477,355	\$561,711	\$682,500	\$787,500
	SACRAMENTO-ARDEN- ARCADE-ROSEVILLE, CA	SACRAMENTO	\$477,355	\$587,092	\$713,289	\$823,026
	SAN JOSE-SUNNYVALE-SANTA CLARA, CA (MSA)	SAN BENITO	\$477,355	\$611,117	\$738,699	\$918,021
	RIVERSIDE-SAN BERNARDINO-ONTARIO, CA (MSA)	SAN BERNARDINO	\$477,355	\$561,711	\$682,500	\$787,500
	SAN DIEGO-CARLSBAD-SAN MARCOS, CA (MSA)	SAN DIEGO	\$477,355	\$611,117	\$738,699	\$918,021
	SAN FRANCISCO-SAN MATEO-REDWOOD CITY, CA	SAN FRANCISCO	\$477,355	\$611,117	\$738,699	\$918,021
	STOCKTON, CA (MSA)	SAN JOAQUIN	\$477,355	\$549,079	\$667,105	\$769,737
	SAN LUIS OBISPO-PASO ROBLES, CA (MSA)	SAN LUIS OBISPO	\$477,355	\$611,117	\$738,699	\$918,021
	SAN FRANCISCO-SAN MATEO-REDWOOD CITY, CA	SAN MATEO	\$477,355	\$611,117	\$738,699	\$918,021
	SANTA BARBARA-SANTA MARIA, CA (MSA)	SANTA BARBARA	\$477,355	\$611,117	\$738,699	\$918,021
	SAN JOSE-SUNNYVALE-SANTA CLARA, CA (MSA)	SANTA CLARA	\$477,355	\$611,117	\$738,699	\$918,021
	SANTA CRUZ-WATSONVILLE, CA (MSA)	SANTA CRUZ	\$477,355	\$611,117	\$738,699	\$918,021
	REDDING, CA (MSA)	SHASTA	\$423,625	\$477,136	\$579,697	\$668,882
	NON-METRO	SISKIYOU	\$293,750	\$337,168	\$407,558	\$506,495

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE				
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS	
CA	VALLEJO-FAIRFIELD, CA (MSA)	SOLANO	\$477,355	\$611,117	\$738,699	\$907,895	
	SANTA ROSA-PETALUMA, CA (MSA)	SONOMA	\$477,355	\$611,117	\$738,699	\$918,021	
	MODESTO, CA (MSA)	STANISLAUS	\$477,355	\$537,653	\$653,222	\$753,718	
	YUBA CITY, CA (MSA)	SUTTER	\$424,680	\$478,325	\$581,142	\$670,549	
	RED BLUFF, CA (MICRO)	TEHAMA	\$293,750	\$337,168	\$407,558	\$506,495	
	VISALIA-PORTERVILLE, CA (MSA)	TULARE	\$325,000	\$366,053	\$444,737	\$513,158	
	PHOENIX LAKE-CEDAR RIDGE, CA (MICRO)	TUOLUMNE	\$437,500	\$492,763	\$598,684	\$690,789	
	OXNARD-THOUSAND OAKS-VENTURA, CA (MSA)	VENTURA	\$477,355	\$611,117	\$738,699	\$918,021	
	SACRAMENTO-ARDEN-ARCADE-ROSEVILLE, CA (MSA)	YOLO	\$477,355	\$587,092	\$713,289	\$823,026	
	YUBA CITY, CA (MSA)	YUBA	\$424,680	\$478,325	\$581,142	\$670,549	
	CO	DENVER-AURORA, CO (MSA)	ADAMS	\$405,750	\$457,003	\$555,237	\$640,658
		DENVER-AURORA, CO (MSA)	ARAPAHOE	\$405,750	\$457,003	\$555,237	\$640,658
		NON-METRO	ARCHULETA	\$263,487	\$337,168	\$407,558	\$506,495
		BOULDER, CO (MSA)	BOULDER	\$458,500	\$516,416	\$627,421	\$723,947
		DENVER-AURORA, CO (MSA)	BROOMFIELD	\$405,750	\$457,003	\$555,237	\$640,658
DENVER-AURORA, CO (MSA)		CLEAR CREEK	\$405,750	\$457,003	\$555,237	\$640,658	
DENVER-AURORA, CO (MSA)		DENVER	\$405,750	\$457,003	\$555,237	\$640,658	
DENVER-AURORA, CO (MSA)		DOUGLAS	\$405,750	\$457,003	\$555,237	\$640,658	
EDWARDS, CO (MICRO)		EAGLE	\$477,355	\$537,653	\$653,222	\$753,718	
COLORADO SPRINGS, CO (MSA)		EL PASO	\$325,000	\$366,053	\$444,737	\$513,158	
DENVER-AURORA, CO (MSA)		ELBERT	\$405,750	\$457,003	\$555,237	\$640,658	
NON-METRO		GARFIELD	\$393,209	\$442,878	\$538,075	\$620,857	
DENVER-AURORA, CO (MSA)		GILPIN	\$405,750	\$457,003	\$555,237	\$640,658	
NON-METRO		GRAND	\$293,750	\$337,168	\$407,558	\$506,495	
DENVER-AURORA, CO (MSA)		JEFFERSON	\$405,750	\$457,003	\$555,237	\$640,658	
DURANGO, CO (MICRO)		LA PLATA	\$303,750	\$342,118	\$415,658	\$506,495	
EDWARDS, CO (MICRO)		LAKE	\$477,355	\$537,653	\$653,222	\$753,718	
FORT COLLINS-LOVELAND, CO (MSA)		LARIMER	\$312,500	\$351,974	\$427,632	\$506,495	
DENVER-AURORA, CO (MSA)		PARK	\$405,750	\$457,003	\$555,237	\$640,658	
NON-METRO		PITKIN	\$381,999	\$488,975	\$591,028	\$734,521	
NON-METRO		ROUTT	\$398,026	\$448,303	\$544,667	\$628,462	
NON-METRO		SAN MIGUEL	\$477,355	\$611,117	\$738,699	\$918,021	
SILVERTHORNE, CO (MICRO)		SUMMIT	\$431,250	\$485,724	\$590,132	\$680,921	
COLORADO SPRINGS, CO (MSA)		TELLER	\$325,000	\$366,053	\$444,737	\$513,158	
GREELEY, CO (MSA)		WELD	\$361,250	\$406,882	\$494,342	\$570,395	
CT		BRIDGEPORT-STAMFORD-NORWALK, CT (MSA)	FAIRFIELD	\$477,355	\$611,117	\$738,699	\$918,021
		HARTFORD-WEST HARTFORD-EAST HARTFORD, CT	HARTFORD	\$439,125	\$494,593	\$600,908	\$693,355
	TORRINGTON, CT (MICRO)	LITCHFIELD	\$375,000	\$422,368	\$513,158	\$592,105	

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	HARTFORD-WEST HARTFORD-EAST HARTFORD, CT	MIDDLESEX	\$439,125	\$494,593	\$600,908	\$693,355
	NEW HAVEN-MILFORD, CT (MSA)	NEW HAVEN	\$385,625	\$435,039	\$528,553	\$609,868
	NORWICH-NEW LONDON, CT (MSA)	NEW LONDON	\$398,750	\$449,118	\$545,658	\$629,605
	HARTFORD-WEST HARTFORD-EAST HARTFORD, CT	TOLLAND	\$439,125	\$494,593	\$600,908	\$693,355
DC	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA-MD	DISTRICT OF COL	\$477,355	\$611,117	\$738,699	\$888,158
DE	DOVER, DE (MSA)	KENT	\$350,395	\$394,655	\$479,487	\$553,255
	WILMINGTON, DE-MD-NJ METROPOLITAN DIVISION	NEW CASTLE	\$385,112	\$433,758	\$526,996	\$608,072
	SEAFORD, DE (MICRO)	SUSSEX	\$325,000	\$366,053	\$444,737	\$513,158
FL	GAINESVILLE, FL (MSA)	ALACHUA	\$269,000	\$337,168	\$407,558	\$506,495
	JACKSONVILLE, FL (MSA)	BAKER	\$387,500	\$436,447	\$530,263	\$611,842
	PANAMA CITY-LYNN HAVEN, FL (MSA)	BAY	\$331,250	\$373,092	\$453,289	\$523,026
	PALM BAY-MELBOURNE- TITUSVILLE, FL (MSA)	BREVARD	\$291,250	\$337,168	\$407,558	\$506,495
	FORT LAUDERDALE-POMPANO BEACH-DEERFIELD	BROWARD	\$477,355	\$544,336	\$661,343	\$763,088
	PUNTA GORDA, FL (MSA)	CHARLOTTE	\$295,012	\$337,168	\$407,558	\$506,495
	JACKSONVILLE, FL (MSA)	CLAY	\$387,500	\$436,447	\$530,263	\$611,842
	NAPLES-MARCO ISLAND, FL (MSA)	COLLIER	\$477,355	\$563,017	\$684,039	\$789,276
	JACKSONVILLE, FL (MSA)	DUVAL	\$387,500	\$436,447	\$530,263	\$611,842
	PALM COAST, FL (MICRO)	FLAGLER	\$287,500	\$337,168	\$407,558	\$506,495
	GAINESVILLE, FL (MSA)	GILCHRIST	\$269,000	\$337,168	\$407,558	\$506,495
	TAMPA-ST. PETERSBURG- CLEARWATER, FL (MSA)	HERNANDO	\$292,500	\$337,168	\$407,558	\$506,495
	TAMPA-ST. PETERSBURG- CLEARWATER, FL (MSA)	HILLSBOROUGH	\$292,500	\$337,168	\$407,558	\$506,495
	SEBASTIAN-VERO BEACH, FL (MSA)	INDIAN RIVER	\$281,250	\$337,168	\$407,558	\$506,495
	ORLANDO-KISSIMMEE, FL (MSA)	LAKE	\$338,750	\$381,539	\$463,553	\$534,868
	CAPE CORAL-FORT MYERS, FL (MSA)	LEE	\$356,250	\$401,250	\$487,500	\$562,500
	SARASOTA-BRADENTON- VENICE, FL (MSA)	MANATEE	\$442,237	\$498,097	\$605,166	\$698,268
	PORT ST. LUCIE-FORT PIERCE, FL (MSA)	MARTIN	\$364,000	\$409,979	\$498,105	\$574,737
	MIAMI-MIAMI BEACH- KENDALL, FL METROPOLITAN	MIAMI-DADE	\$477,355	\$544,336	\$661,343	\$763,088
	KEY WEST-MARATHON, FL (MICRO)	MONROE	\$477,355	\$611,117	\$738,699	\$918,021
	JACKSONVILLE, FL (MSA)	NASSAU	\$387,500	\$436,447	\$530,263	\$611,842

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	FORT WALTON BEACH- CRESTVIEW-DESTIN, FL (MSA)	OKALOOSA	\$312,375	\$351,833	\$427,461	\$506,495
	ORLANDO-KISSIMMEE, FL (MSA)	ORANGE	\$338,750	\$381,539	\$463,553	\$534,868
	ORLANDO-KISSIMMEE, FL (MSA)	OSCEOLA	\$338,750	\$381,539	\$463,553	\$534,868
	WEST PALM BEACH-BOCA RATON-BOYNTON BEACH	PALM BEACH	\$477,355	\$544,336	\$661,343	\$763,088
	TAMPA-ST. PETERSBURG- CLEARWATER, FL (MSA)	PASCO	\$292,500	\$337,168	\$407,558	\$506,495
	TAMPA-ST. PETERSBURG- CLEARWATER, FL (MSA)	PINELLAS	\$292,500	\$337,168	\$407,558	\$506,495
	LAKELAND, FL (MSA)	POLK	\$270,000	\$337,168	\$407,558	\$506,495
	SARASOTA-BRADENTON- VENICE, FL (MSA)	SARASOTA	\$442,237	\$498,097	\$605,166	\$698,268
	ORLANDO-KISSIMMEE, FL (MSA)	SEMINOLE	\$338,750	\$381,539	\$463,553	\$534,868
	JACKSONVILLE, FL (MSA)	ST. JOHNS	\$387,500	\$436,447	\$530,263	\$611,842
	PORT ST. LUCIE-FORT PIERCE, FL (MSA)	ST. LUCIE	\$364,000	\$409,979	\$498,105	\$574,737
	DELTONA-DAYTONA BEACH-ORMOND BEACH, FL (MSA)	VOLUSIA	\$302,864	\$341,121	\$414,446	\$506,495
	NON-METRO	WALTON	\$477,355	\$538,520	\$654,276	\$791,700
GA	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	BARROW	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	BARTOW	\$332,750	\$374,782	\$455,342	\$525,395
	BRUNSWICK, GA (MSA)	BRANTLEY	\$275,921	\$337,168	\$407,558	\$506,495
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	BUTTS	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	CARROLL	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	CHEROKEE	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	CLAYTON	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	COBB	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	COWETA	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	DAWSON	\$332,750	\$374,782	\$455,342	\$525,395

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	DEKALB	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	DOUGLAS	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	FAYETTE	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	FORSYTH	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	FULTON	\$332,750	\$374,782	\$455,342	\$525,395
	BRUNSWICK, GA (MSA)	GLYNN	\$275,921	\$337,168	\$407,558	\$506,495
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	GWINNETT	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	HARALSON	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	HEARD	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	HENRY	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	JASPER	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	LAMAR	\$332,750	\$374,782	\$455,342	\$525,395
	BRUNSWICK, GA (MSA)	MCINTOSH	\$275,921	\$337,168	\$407,558	\$506,495
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	MERIWETHER	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	NEWTON	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	PAULDING	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	PICKENS	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	PIKE	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	ROCKDALE	\$332,750	\$374,782	\$455,342	\$525,395

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	SPALDING	\$332,750	\$374,782	\$455,342	\$525,395
	ATLANTA-SANDY SPRINGS-MARIETTA, GA (MSA)	WALTON	\$332,750	\$374,782	\$455,342	\$525,395
HI	HILO, HI (MICRO)	HAWAII	\$593,750	\$668,750	\$812,500	\$937,500
	HONOLULU, HI (MSA)	HONOLULU	\$716,033	\$865,929	\$1,052,063	\$1,213,918
	KAPAA, HI (MICRO)	KAUAI	\$716,033	\$851,776	\$1,034,868	\$1,194,079
	KAHULUI-WAILUKU, HI (MICRO)	MAUI	\$716,033	\$840,461	\$1,021,184	\$1,178,289
ID	BOISE CITY-NAMPA, ID (MSA)	ADA	\$296,250	\$337,168	\$407,558	\$506,495
	NON-METRO	BLAINE	\$477,355	\$584,276	\$709,868	\$819,079
	BOISE CITY-NAMPA, ID (MSA)	BOISE	\$296,250	\$337,168	\$407,558	\$506,495
	BOISE CITY-NAMPA, ID (MSA)	CANYON	\$296,250	\$337,168	\$407,558	\$506,495
	BOISE CITY-NAMPA, ID (MSA)	GEM	\$296,250	\$337,168	\$407,558	\$506,495
	COEUR D'ALENE, ID (MSA)	KOOTENAI	\$286,250	\$337,168	\$407,558	\$506,495
	BOISE CITY-NAMPA, ID (MSA)	OWYHEE	\$296,250	\$337,168	\$407,558	\$506,495
	JACKSON, WY-ID (MICRO)	TETON	\$477,355	\$611,117	\$738,699	\$918,021
	NON-METRO	VALLEY	\$416,842	\$469,495	\$570,461	\$658,224
IL	ST. LOUIS, MO-IL (MSA)	BOND	\$281,250	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	CALHOUN	\$281,250	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	CLINTON	\$281,250	\$337,168	\$407,558	\$506,495
	CHICAGO-NAPERVILLE-JOLIET, IL METROPOLITAN	COOK	\$362,105	\$407,845	\$495,512	\$571,745
	CHICAGO-NAPERVILLE-JOLIET, IL METROPOLITAN	DEKALB	\$362,105	\$407,845	\$495,512	\$571,745
	CHICAGO-NAPERVILLE-JOLIET, IL METROPOLITAN	DUPAGE	\$362,105	\$407,845	\$495,512	\$571,745
	CHICAGO-NAPERVILLE-JOLIET, IL METROPOLITAN	GRUNDY	\$362,105	\$407,845	\$495,512	\$571,745
	ST. LOUIS, MO-IL (MSA)	JERSEY	\$281,250	\$337,168	\$407,558	\$506,495
	CHICAGO-NAPERVILLE-JOLIET, IL METROPOLITAN	KANE	\$362,105	\$407,845	\$495,512	\$571,745
	CHICAGO-NAPERVILLE-JOLIET, IL METROPOLITAN	KENDALL	\$362,105	\$407,845	\$495,512	\$571,745
	LAKE COUNTY-KENOSHA COUNTY, IL-WI METROP	LAKE	\$362,105	\$407,845	\$495,512	\$571,745
	ST. LOUIS, MO-IL (MSA)	MACOUPIN	\$281,250	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	MADISON	\$281,250	\$337,168	\$407,558	\$506,495
	CHICAGO-NAPERVILLE-JOLIET, IL METROPOLITAN	MCHENRY	\$362,105	\$407,845	\$495,512	\$571,745
	ST. LOUIS, MO-IL (MSA)	MONROE	\$281,250	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	ST. CLAIR	\$281,250	\$337,168	\$407,558	\$506,495
	CHICAGO-NAPERVILLE-JOLIET, IL METROPOLITAN	WILL	\$362,105	\$407,845	\$495,512	\$571,745

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
IN	LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	CLARK	\$281,125	\$337,168	\$407,558	\$506,495
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	DEARBORN	\$332,500	\$374,500	\$455,000	\$525,000
	LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	FLOYD	\$281,125	\$337,168	\$407,558	\$506,495
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	FRANKLIN	\$332,500	\$374,500	\$455,000	\$525,000
	LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	HARRISON	\$281,125	\$337,168	\$407,558	\$506,495
	GARY, IN METROPOLITAN DIVISION	JASPER	\$362,105	\$407,845	\$495,512	\$571,745
	GARY, IN METROPOLITAN DIVISION	LAKE	\$362,105	\$407,845	\$495,512	\$571,745
	GARY, IN METROPOLITAN DIVISION	NEWTON	\$362,105	\$407,845	\$495,512	\$571,745
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	OHIO	\$332,500	\$374,500	\$455,000	\$525,000
	GARY, IN METROPOLITAN DIVISION	PORTER	\$362,105	\$407,845	\$495,512	\$571,745
LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	WASHINGTON	\$281,125	\$337,168	\$407,558	\$506,495	
KS	KANSAS CITY, MO-KS (MSA)	FRANKLIN	\$268,750	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	JOHNSON	\$268,750	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	LEAVENWORTH	\$268,750	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	LINN	\$268,750	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	MIAMI	\$268,750	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	WYANDOTTE	\$268,750	\$337,168	\$407,558	\$506,495
KY	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	BOONE	\$332,500	\$374,500	\$455,000	\$525,000
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	BRACKEN	\$332,500	\$374,500	\$455,000	\$525,000
	LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	BULLITT	\$281,125	\$337,168	\$407,558	\$506,495
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	CAMPBELL	\$332,500	\$374,500	\$455,000	\$525,000
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	GALLATIN	\$332,500	\$374,500	\$455,000	\$525,000
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	GRANT	\$332,500	\$374,500	\$455,000	\$525,000
	LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	HENRY	\$281,125	\$337,168	\$407,558	\$506,495
	LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	JEFFERSON	\$281,125	\$337,168	\$407,558	\$506,495
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	KENTON	\$332,500	\$374,500	\$455,000	\$525,000
	LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	MEADE	\$281,125	\$337,168	\$407,558	\$506,495
LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	NELSON	\$281,125	\$337,168	\$407,558	\$506,495	



STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	OLDHAM	\$281,125	\$337,168	\$407,558	\$506,495
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	PENDLETON	\$332,500	\$374,500	\$455,000	\$525,000
	LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	SHELBY	\$281,125	\$337,168	\$407,558	\$506,495
	LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	SPENCER	\$281,125	\$337,168	\$407,558	\$506,495
	LOUISVILLE-JEFFERON COUNTY, KY-IN (MSA)	TRIMBLE	\$281,125	\$337,168	\$407,558	\$506,495
MA	BARNSTABLE TOWN, MA (MSA)	BARNSTABLE	\$477,355	\$577,237	\$701,316	\$809,211
	PROVIDENCE-NEW BEDFORD-FALL RIVER, RI-MA	BRISTOL	\$416,250	\$472,891	\$571,567	\$710,309
	NON-METRO ESSEX COUNTY, MA	DUKES	\$477,355	\$611,117	\$738,699	\$918,021
	METROPOLITAN DIVISION SPRINGFIELD, MA (MSA)	ESSEX	\$477,355	\$606,728	\$737,146	\$850,554
	SPRINGFIELD, MA (MSA)	FRANKLIN	\$273,500	\$337,168	\$407,558	\$506,495
	SPRINGFIELD, MA (MSA)	HAMPDEN	\$273,500	\$337,168	\$407,558	\$506,495
	SPRINGFIELD, MA (MSA)	HAMPSHIRE	\$273,500	\$337,168	\$407,558	\$506,495
	CAMBRIDGE-NEWTON- FRAMINGHAM, MA					
	METROPOLITAN NON-METRO	MIDDLESEX	\$477,355	\$606,728	\$737,146	\$850,554
	BOSTON-QUINCY, MA	NANTUCKET	\$477,355	\$611,117	\$738,699	\$918,021
	METROPOLITAN DIVISION BOSTON-QUINCY, MA	NORFOLK	\$477,355	\$606,728	\$737,146	\$850,554
	METROPOLITAN DIVISION BOSTON-QUINCY, MA	PLYMOUTH	\$477,355	\$606,728	\$737,146	\$850,554
	METROPOLITAN DIVISION WORCESTER, MA (MSA)	SUFFOLK	\$477,355	\$606,728	\$737,146	\$850,554
		WORCESTER	\$385,000	\$488,975	\$591,028	\$734,521
MD	BALTIMORE-TOWSON, MD (MSA)	ANNE ARUNDEL	\$477,355	\$537,653	\$653,222	\$753,718
	BALTIMORE-TOWSON, MD (MSA)	BALTIMORE	\$477,355	\$537,653	\$653,222	\$753,718
	BALTIMORE-TOWSON, MD (MSA)	BALTIMORE CITY	\$477,355	\$537,653	\$653,222	\$753,718
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA-					
	METROPOLITAN BALTIMORE-TOWSON, MD (MSA)	CALVERT	\$477,355	\$611,117	\$738,699	\$888,158
	WILMINGTON, DE-MD-NJ	CARROLL	\$477,355	\$537,653	\$653,222	\$753,718
	METROPOLITAN DIVISION WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA-	CECIL	\$385,112	\$433,758	\$526,996	\$608,072
	METROPOLITAN BETHESDA-GAITHERSBURG- FREDERICK, MD	CHARLES	\$477,355	\$611,117	\$738,699	\$888,158
	METROPOLITAN NON-METRO	FREDERICK	\$477,355	\$611,117	\$738,699	\$888,158
		GARRETT	\$437,500	\$492,763	\$598,684	\$690,789

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	BALTIMORE-TOWSON, MD (MSA)	HARFORD	\$477,355	\$537,653	\$653,222	\$753,718
	BALTIMORE-TOWSON, MD (MSA)	HOWARD	\$477,355	\$537,653	\$653,222	\$753,718
	NON-METRO BETHESDA-GAITHERSBURG-FREDERICK, MD	KENT	\$327,089	\$368,405	\$447,596	\$516,457
	METROPOLITAN WASHINGTON-ARLINGTON-ALEXANDRIA, DC-VA-	MONTGOMERY	\$477,355	\$611,117	\$738,699	\$888,158
	METROPOLITAN BALTIMORE-TOWSON, MD (MSA)	PRINCE GEORGE'S	\$477,355	\$611,117	\$738,699	\$888,158
	SALISBURY, MD (MSA)	QUEEN ANNE'S	\$477,355	\$537,653	\$653,222	\$753,718
	LEXINGTON PARK, MD (MICRO)	SOMERSET	\$296,250	\$337,168	\$407,558	\$506,495
	EASTON, MD (MICRO)	ST. MARY'S	\$371,053	\$417,922	\$507,755	\$585,872
	HAGERSTOWN-MARTINSBURG, MD-WV (MSA)	TALBOT	\$371,250	\$418,145	\$508,026	\$599,342
	SALISBURY, MD (MSA)	WASHINGTON	\$362,500	\$408,289	\$496,053	\$572,368
	OCEAN PINES, MD (MICRO)	WICOMICO	\$296,250	\$337,168	\$407,558	\$506,495
		WORCESTER	\$437,499	\$492,761	\$598,682	\$690,787
ME	PORTLAND-SOUTH PORTLAND-BIDDEFORD, ME (MSA)	CUMBERLAND	\$336,875	\$379,428	\$460,987	\$531,908
	NON-METRO	HANCOCK	\$272,500	\$337,168	\$407,558	\$506,495
	NON-METRO	LINCOLN	\$317,625	\$357,746	\$434,645	\$506,495
	PORTLAND-SOUTH PORTLAND-BIDDEFORD, ME (MSA)	SAGadahoc	\$336,875	\$379,428	\$460,987	\$531,908
	PORTLAND-SOUTH PORTLAND-BIDDEFORD, ME (MSA)	YORK	\$336,875	\$379,428	\$460,987	\$531,908
MI	NILES-BENTON HARBOR, MI (MSA)	BERRIEN	\$298,750	\$337,168	\$408,816	\$506,495
	KALAMAZOO-PORTAGE, MI (MSA)	KALAMAZOO	\$285,625	\$337,168	\$407,558	\$506,495
	WARREN-TROY-FARMINGTON HILLS, MI METROPOLITAN	LAPEER	\$297,500	\$337,168	\$407,558	\$506,495
	ADRIAN, MI (MICRO)	LENAAWEE	\$297,500	\$337,168	\$407,558	\$506,495
	WARREN-TROY-FARMINGTON HILLS, MI METROPOLITAN	LIVINGSTON	\$297,500	\$337,168	\$407,558	\$506,495
	WARREN-TROY-FARMINGTON HILLS, MI METROPOLITAN	MACOMB	\$297,500	\$337,168	\$407,558	\$506,495
	MONROE, MI (MSA)	MONROE	\$297,500	\$337,168	\$407,558	\$506,495
	WARREN-TROY-FARMINGTON HILLS, MI METROPOLITAN	OAKLAND	\$297,500	\$337,168	\$407,558	\$506,495
	WARREN-TROY-FARMINGTON HILLS, MI METROPOLITAN	ST. CLAIR	\$297,500	\$337,168	\$407,558	\$506,495
	KALAMAZOO-PORTAGE, MI (MSA)	VAN BUREN	\$285,625	\$337,168	\$407,558	\$506,495
	ANN ARBOR, MI (MSA)	WASHTENAW	\$344,875	\$388,438	\$471,934	\$544,539

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	DETROIT-LIVONIA-DEARBORN, MI METROPOLITAN	WAYNE	\$297,500	\$337,168	\$407,558	\$506,495
MN	MINNEAPOLIS-ST. PAUL-BLOOMINGTON, MN-WI MINNEAPOLIS-ST.	ANOKA	\$331,250	\$373,092	\$453,289	\$523,026
	PAUL-BLOOMINGTON, MN-WI MINNEAPOLIS-ST.	CARVER	\$331,250	\$373,092	\$453,289	\$523,026
	PAUL-BLOOMINGTON, MN-WI MINNEAPOLIS-ST.	CHISAGO	\$331,250	\$373,092	\$453,289	\$523,026
	PAUL-BLOOMINGTON, MN-WI MINNEAPOLIS-ST.	DAKOTA	\$331,250	\$373,092	\$453,289	\$523,026
	PAUL-BLOOMINGTON, MN-WI MINNEAPOLIS-ST.	HENNEPIN	\$331,250	\$373,092	\$453,289	\$523,026
	PAUL-BLOOMINGTON, MN-WI MINNEAPOLIS-ST.	ISANTI	\$331,250	\$373,092	\$453,289	\$523,026
	PAUL-BLOOMINGTON, MN-WI MINNEAPOLIS-ST.	RAMSEY	\$331,250	\$373,092	\$453,289	\$523,026
	PAUL-BLOOMINGTON, MN-WI MINNEAPOLIS-ST.	SCOTT	\$331,250	\$373,092	\$453,289	\$523,026
	PAUL-BLOOMINGTON, MN-WI MINNEAPOLIS-ST.	SHERBURNE	\$331,250	\$373,092	\$453,289	\$523,026
	PAUL-BLOOMINGTON, MN-WI MINNEAPOLIS-ST.	WASHINGTON	\$331,250	\$373,092	\$453,289	\$523,026
	PAUL-BLOOMINGTON, MN-WI	WRIGHT	\$331,250	\$373,092	\$453,289	\$523,026
MO	KANSAS CITY, MO-KS (MSA)	BATES	\$268,750	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	CALDWELL	\$268,750	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	CASS	\$268,750	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	CLAY	\$268,750	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	CLINTON	\$268,750	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	CRAWFORD	\$281,250	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	FRANKLIN	\$281,250	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	JACKSON	\$268,750	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	JEFFERSON	\$281,250	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	LAFAYETTE	\$268,750	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	LINCOLN	\$281,250	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	PLATTE	\$268,750	\$337,168	\$407,558	\$506,495
	KANSAS CITY, MO-KS (MSA)	RAY	\$268,750	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	ST. CHARLES	\$281,250	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	ST. LOUIS	\$281,250	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	ST. LOUIS CITY	\$281,250	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	WARREN	\$281,250	\$337,168	\$407,558	\$506,495
	ST. LOUIS, MO-IL (MSA)	WASHINGTON	\$281,250	\$337,168	\$407,558	\$506,495
MT	MISSOULA, MT (MSA)	MISSOULA	\$290,625	\$337,168	\$407,558	\$506,495
NC	WILMINGTON, NC (MSA)	BRUNSWICK	\$303,125	\$341,414	\$414,803	\$506,495
	VIRGINIA BEACH-NORFOLK- NEWPORT NEWS, VA-NC (MSA)	CURRITUCK	\$412,500	\$464,605	\$564,474	\$651,316
	RALEIGH-CARY, NC (MSA)	FRANKLIN	\$266,875	\$337,168	\$407,558	\$506,495

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	RALEIGH-CARY, NC (MSA)	JOHNSTON	\$266,875	\$337,168	\$407,558	\$506,495
	WILMINGTON, NC (MSA)	NEW HANOVER	\$303,125	\$341,414	\$414,803	\$506,495
	JACKSONVILLE, NC (MSA)	ONSLow	\$306,250	\$344,934	\$419,079	\$506,495
	WILMINGTON, NC (MSA)	PENDER	\$303,125	\$341,414	\$414,803	\$506,495
	RALEIGH-CARY, NC (MSA)	WAKE	\$266,875	\$337,168	\$407,558	\$506,495
NH	MANCHESTER-NASHUA, NH (MSA)	HILLSBOROUGH	\$401,875	\$488,975	\$591,028	\$734,521
	CONCORD, NH (MICRO)	MERRIMACK	\$277,500	\$337,168	\$407,558	\$506,495
	ROCKINGHAM COUNTY- STRAFFORD COUNTY, NH METROPOLITAN	ROCKINGHAM	\$477,355	\$606,728	\$737,146	\$850,554
	ROCKINGHAM COUNTY- STRAFFORD COUNTY, NH METROPOLITAN	STRAFFORD	\$477,355	\$606,728	\$737,146	\$850,554
NJ	ATLANTIC CITY, NJ (MSA)	ATLANTIC	\$425,000	\$478,684	\$581,579	\$671,053
	NEW YORK-WHITE PLAINS-WAYNE, NY-NJ METROPOLITAN	BERGEN	\$477,355	\$611,117	\$738,699	\$918,021
	CAMDEN, NJ METROPOLITAN DIVISION	BURLINGTON	\$385,112	\$433,758	\$526,996	\$608,072
	CAMDEN, NJ METROPOLITAN DIVISION	CAMDEN	\$385,112	\$433,758	\$526,996	\$608,072
	OCEAN CITY, NJ (MSA)	CAPE MAY	\$477,355	\$558,934	\$679,079	\$783,553
	VINELAND-MILLVILLE- BRIDGETON, NJ (MSA)	CUMBERLAND	\$405,000	\$456,158	\$554,211	\$639,474
	NEWARK-UNION, NJ-PA METROPOLITAN DIVISION	ESSEX	\$477,355	\$611,117	\$738,699	\$918,021
	CAMDEN, NJ METROPOLITAN DIVISION	GLOUCESTER	\$385,112	\$433,758	\$526,996	\$608,072
	NEW YORK-WHITE PLAINS-WAYNE, NY-NJ METROPOLITAN	HUDSON	\$477,355	\$611,117	\$738,699	\$918,021
	NEWARK-UNION, NJ-PA METROPOLITAN DIVISION	HUNTERDON	\$477,355	\$611,117	\$738,699	\$918,021
	TRENTON-EWING, NJ (MSA)	MERCER	\$439,550	\$495,071	\$601,489	\$694,026
	EDISON, NJ METROPOLITAN DIVISION	MIDDLESEX	\$477,355	\$611,117	\$738,699	\$918,021
	EDISON, NJ METROPOLITAN DIVISION	MONMOUTH	\$477,355	\$611,117	\$738,699	\$918,021
	NEWARK-UNION, NJ-PA METROPOLITAN DIVISION	MORRIS	\$477,355	\$611,117	\$738,699	\$918,021
	EDISON, NJ METROPOLITAN DIVISION	OCEAN	\$477,355	\$611,117	\$738,699	\$918,021
	NEW YORK-WHITE PLAINS-WAYNE, NY-NJ METROPOLITAN	PASSAIC	\$477,355	\$611,117	\$738,699	\$918,021
	WILMINGTON, DE-MD-NJ METROPOLITAN DIVISION	SALEM	\$385,112	\$433,758	\$526,996	\$608,072
	EDISON, NJ METROPOLITAN DIVISION	SOMERSET	\$477,355	\$611,117	\$738,699	\$918,021

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	NEWARK-UNION, NJ-PA METROPOLITAN DIVISION	SUSSEX	\$477,355	\$611,117	\$738,699	\$918,021
	NEWARK-UNION, NJ-PA METROPOLITAN DIVISION	UNION	\$477,355	\$611,117	\$738,699	\$918,021
	ALLENTOWN-BETHLEHEM- EASTON, PA-NJ (MSA)	WARREN	\$402,192	\$459,255	\$557,974	\$643,816
NM	LOS ALAMOS, NM (MICRO)	LOS ALAMOS	\$318,750	\$359,013	\$436,184	\$506,495
	FARMINGTON, NM (MSA)	SAN JUAN	\$281,250	\$337,168	\$407,558	\$506,495
	SANTA FE, NM (MSA)	SANTA FE	\$381,999	\$449,471	\$546,086	\$630,099
NV	CARSON CITY, NV (MSA)	CARSON CITY	\$398,750	\$449,118	\$545,658	\$629,605
	LAS VEGAS-PARADISE, NV (MSA)	CLARK	\$400,000	\$450,526	\$547,368	\$631,579
	GARDNERVILLE RANCHOS, NV (MICRO)	DOUGLAS	\$477,355	\$582,829	\$708,158	\$817,105
	ELKO, NV (MICRO)	ELKO	\$325,000	\$366,053	\$444,737	\$513,158
	ELKO, NV (MICRO)	EUREKA	\$325,000	\$366,053	\$444,737	\$513,158
	FERNLEY, NV (MICRO)	LYON	\$331,250	\$373,092	\$453,289	\$523,026
	PAHRUMP, NV (MICRO)	NYE	\$325,000	\$366,053	\$444,737	\$513,158
	RENO-SPARKS, NV (MSA)	STOREY	\$477,355	\$537,653	\$653,222	\$753,718
	RENO-SPARKS, NV (MSA)	WASHOE	\$477,355	\$537,653	\$653,222	\$753,718
NY	ALBANY-SCHENECTADY- TROY, NY (MSA)	ALBANY	\$300,000	\$337,895	\$410,526	\$506,495
	NEW YORK-WHITE PLAINS-WAYNE, NY-NJ METRO	BRONX	\$477,355	\$611,117	\$738,699	\$918,021
	POUGHKEEPSIE-NEWBURGH- MIDDLETOWN, NY (MSA)	DUTCHESS	\$443,750	\$499,803	\$607,237	\$700,658
	BUFFALO-NIAGARA FALLS, NY (MSA)	ERIE	\$275,075	\$337,168	\$407,558	\$506,495
	NEW YORK-WHITE PLAINS-WAYNE, NY-NJ METROPOLITAN	KINGS	\$477,355	\$611,117	\$738,699	\$918,021
	ROCHESTER, NY (MSA)	LIVINGSTON	\$268,750	\$337,168	\$407,558	\$506,495
	SYRACUSE, NY (MSA)	MADISON	\$267,500	\$337,168	\$407,558	\$506,495
	ROCHESTER, NY (MSA)	MONROE	\$268,750	\$337,168	\$407,558	\$506,495
	NASSAU-SUFFOLK, NY METROPOLITAN DIVISION	NASSAU	\$477,355	\$611,117	\$738,699	\$918,021
	NEW YORK-WHITE PLAINS-WAYNE, NY-NJ METROPOLITAN	NEW YORK	\$477,355	\$611,117	\$738,699	\$918,021
	BUFFALO-NIAGARA FALLS, NY (MSA)	NIAGARA	\$275,075	\$337,168	\$407,558	\$506,495
	SYRACUSE, NY (MSA)	ONONDAGA	\$267,500	\$337,168	\$407,558	\$506,495
	ROCHESTER, NY (MSA)	ONTARIO	\$268,750	\$337,168	\$407,558	\$506,495
	POUGHKEEPSIE-NEWBURGH- MIDDLETOWN, NY (MSA)	ORANGE	\$443,750	\$499,803	\$607,237	\$700,658
	ROCHESTER, NY (MSA)	ORLEANS	\$268,750	\$337,168	\$407,558	\$506,495
	SYRACUSE, NY (MSA)	OSWEGO	\$267,500	\$337,168	\$407,558	\$506,495
	NEW YORK-WHITE PLAINS-WAYNE, NY-NJ METRO	PUTNAM	\$477,355	\$611,117	\$738,699	\$918,021

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	NEW YORK-WHITE PLAINS-WAYNE, NY-NJ METRO	QUEENS	\$477,355	\$611,117	\$738,699	\$918,021
	ALBANY-SCHENECTADY- TROY, NY (MSA)	RENSSELAER	\$300,000	\$337,895	\$410,526	\$506,495
	NEW YORK-WHITE PLAINS-WAYNE, NY-NJ METRO	RICHMOND	\$477,355	\$611,117	\$738,699	\$918,021
	NEW YORK-WHITE PLAINS-WAYNE, NY-NJ METRO	ROCKLAND	\$477,355	\$611,117	\$738,699	\$918,021
	ALBANY-SCHENECTADY- TROY, NY (MSA)	SARATOGA	\$300,000	\$337,895	\$410,526	\$506,495
	ALBANY-SCHENECTADY- TROY, NY (MSA)	SCHENECTADY	\$300,000	\$337,895	\$410,526	\$506,495
	ALBANY-SCHENECTADY- TROY, NY (MSA)	SCHOHARIE	\$300,000	\$337,895	\$410,526	\$506,495
	NASSAU-SUFFOLK, NY METROPOLITAN DIVISION	SUFFOLK	\$477,355	\$611,117	\$738,699	\$918,021
	KINGSTON, NY (MSA)	ULSTER	\$406,250	\$457,566	\$555,921	\$641,447
	ROCHESTER, NY (MSA)	WAYNE	\$268,750	\$337,168	\$407,558	\$506,495
	NEW YORK-WHITE PLAINS-WAYNE, NY-NJ METRO	WESTCHESTER	\$477,355	\$611,117	\$738,699	\$918,021
OH	ASHTABULA, OH (MICRO)	ASHTABULA	\$290,797	\$337,168	\$407,558	\$506,495
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	BROWN	\$332,500	\$374,500	\$455,000	\$525,000
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	BUTLER	\$332,500	\$374,500	\$455,000	\$525,000
	CANTON-MASSILLON, OH (MSA)	CARROLL	\$277,500	\$337,168	\$407,558	\$506,495
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	CLERMONT	\$332,500	\$374,500	\$455,000	\$525,000
	CLEVELAND-ELYRIA-MENTOR, OH (MSA)	CUYAHOGA	\$297,550	\$337,168	\$407,558	\$506,495
	COLUMBUS, OH (MSA)	DELAWARE	\$307,500	\$346,342	\$420,789	\$506,495
	COLUMBUS, OH (MSA)	FAIRFIELD	\$307,500	\$346,342	\$420,789	\$506,495
	COLUMBUS, OH (MSA)	FRANKLIN	\$307,500	\$346,342	\$420,789	\$506,495
	CLEVELAND-ELYRIA-MENTOR, OH (MSA)	GEAUGA	\$297,550	\$337,168	\$407,558	\$506,495
	DAYTON, OH (MSA)	GREENE	\$271,250	\$337,168	\$407,558	\$506,495
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	HAMILTON	\$332,500	\$374,500	\$455,000	\$525,000
	CLEVELAND-ELYRIA-MENTOR, OH (MSA)	LAKE	\$297,550	\$337,168	\$407,558	\$506,495
	COLUMBUS, OH (MSA)	LICKING	\$307,500	\$346,342	\$420,789	\$506,495
	CLEVELAND-ELYRIA-MENTOR, OH (MSA)	LORAIN	\$297,550	\$337,168	\$407,558	\$506,495
	COLUMBUS, OH (MSA)	MADISON	\$307,500	\$346,342	\$420,789	\$506,495
	CLEVELAND-ELYRIA-MENTOR, OH (MSA)	MEDINA	\$297,550	\$337,168	\$407,558	\$506,495
	DAYTON, OH (MSA)	MIAMI	\$271,250	\$337,168	\$407,558	\$506,495
	DAYTON, OH (MSA)	MONTGOMERY	\$271,250	\$337,168	\$407,558	\$506,495
	COLUMBUS, OH (MSA)	MORROW	\$307,500	\$346,342	\$420,789	\$506,495
	COLUMBUS, OH (MSA)	PICKAWAY	\$307,500	\$346,342	\$420,789	\$506,495

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	AKRON, OH (MSA)	PORTAGE	\$330,000	\$371,684	\$451,579	\$521,053
	DAYTON, OH (MSA)	PREBLE	\$271,250	\$337,168	\$407,558	\$506,495
	CANTON-MASSILLON, OH (MSA)	STARK	\$277,500	\$337,168	\$407,558	\$506,495
	AKRON, OH (MSA)	SUMMIT	\$330,000	\$371,684	\$451,579	\$521,053
	COLUMBUS, OH (MSA)	UNION	\$307,500	\$346,342	\$420,789	\$506,495
	CINCINNATI-MIDDLETOWN, OH-KY-IN (MSA)	WARREN	\$332,500	\$374,500	\$455,000	\$525,000
OR	CORVALLIS, OR (MSA)	BENTON	\$307,500	\$346,342	\$420,789	\$506,495
	PORTLAND-VANCOUVER- BEAVERTON, OR-WA (MSA)	CLACKAMAS	\$374,474	\$421,776	\$512,437	\$591,316
	ASTORIA, OR (MICRO)	CLATSOP	\$287,500	\$337,168	\$407,558	\$506,495
	PORTLAND-VANCOUVER- BEAVERTON, OR-WA (MSA)	COLUMBIA	\$374,474	\$421,776	\$512,437	\$591,316
	BEND, OR (MSA)	DESCHUTES	\$427,250	\$481,218	\$584,658	\$674,605
	MEDFORD, OR (MSA)	JACKSON	\$422,500	\$475,868	\$578,158	\$667,105
	GRANTS PASS, OR (MICRO)	JOSEPHINE	\$324,868	\$365,904	\$444,557	\$512,961
	EUGENE-SPRINGFIELD, OR (MSA)	LANE	\$331,250	\$373,092	\$453,289	\$523,026
	NON-METRO	LINCOLN	\$277,500	\$337,168	\$407,558	\$506,495
	SALEM, OR (MSA)	MARION	\$285,000	\$337,168	\$407,558	\$506,495
	PORTLAND-VANCOUVER- BEAVERTON, OR-WA (MSA)	MULTNOMAH	\$374,474	\$421,776	\$512,437	\$591,316
	SALEM, OR (MSA)	POLK	\$285,000	\$337,168	\$407,558	\$506,495
	NON-METRO	TILLAMOOK	\$297,500	\$337,168	\$407,558	\$506,495
	PORTLAND-VANCOUVER- BEAVERTON, OR-WA (MSA)	WASHINGTON	\$374,474	\$421,776	\$512,437	\$591,316
	PORTLAND-VANCOUVER- BEAVERTON, OR-WA (MSA)	YAMHILL	\$374,474	\$421,776	\$512,437	\$591,316
PA	PITTSBURGH, PA (MSA)	ALLEGHENY	\$327,500	\$368,868	\$448,158	\$517,105
	PITTSBURGH, PA (MSA)	ARMSTRONG	\$327,500	\$368,868	\$448,158	\$517,105
	PITTSBURGH, PA (MSA)	BEAVER	\$327,500	\$368,868	\$448,158	\$517,105
	READING, PA (MSA)	BERKS	\$300,000	\$337,895	\$410,526	\$506,495
	PHILADELPHIA, PA METROPOLITAN DIVISION	BUCKS	\$385,112	\$433,758	\$526,996	\$608,072
	PITTSBURGH, PA (MSA)	BUTLER	\$327,500	\$368,868	\$448,158	\$517,105
	ALLENTOWN-BETHLEHEM- EASTON, PA-NJ (MSA)	CARBON	\$402,192	\$459,255	\$557,974	\$643,816
	STATE COLLEGE, PA (MSA)	CENTRE	\$279,375	\$337,168	\$407,558	\$506,495
	PHILADELPHIA, PA METROPOLITAN DIVISION	CHESTER	\$385,112	\$433,758	\$526,996	\$608,072
	PHILADELPHIA, PA METROPOLITAN DIVISION	DELAWARE	\$385,112	\$433,758	\$526,996	\$608,072
	PITTSBURGH, PA (MSA)	FAYETTE	\$327,500	\$368,868	\$448,158	\$517,105
	LANCASTER, PA (MSA)	LANCASTER	\$383,250	\$431,661	\$524,447	\$605,132
	ALLENTOWN-BETHLEHEM- EASTON, PA-NJ (MSA)	LEHIGH	\$402,192	\$459,255	\$557,974	\$643,816
	PHILADELPHIA, PA METROPOLITAN DIVISION	MONTGOMERY	\$385,112	\$433,758	\$526,996	\$608,072

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	ALLENTOWN-BETHLEHEM- EASTON, PA-NJ (MSA)	NORTHAMPTON	\$402,192	\$459,255	\$557,974	\$643,816
	PHILADELPHIA, PA METROPOLITAN DIVISION	PHILADELPHIA	\$385,112	\$433,758	\$526,996	\$608,072
	NEWARK-UNION, NJ-PA METROPOLITAN DIVISION	PIKE	\$477,355	\$611,117	\$738,699	\$918,021
	PITTSBURGH, PA (MSA)	WASHINGTON	\$327,500	\$368,868	\$448,158	\$517,105
	PITTSBURGH, PA (MSA)	WESTMORELAND	\$327,500	\$368,868	\$448,158	\$517,105
	YORK-HANOVER, PA (MSA)	YORK	\$424,587	\$478,218	\$581,014	\$670,401
PR	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	AGUAS BUENAS	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	AIBONITO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	ARECIBO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	BARCELONETA	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	BARRANQUITAS	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	BAYAMON	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	CAGUAS	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	CAMUY	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	CANOVANAS	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	CAROLINA	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	CATANO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	CAYEY	\$325,000	\$366,053	\$444,737	\$513,158
	FAJARDO, PR (MSA)	CEIBA	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	CIALES	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	CIDRA	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	COMERIO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	COROZAL	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	DORADO	\$325,000	\$366,053	\$444,737	\$513,158
	FAJARDO, PR (MSA)	FAJARDO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	FLORIDA	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	GUAYNABO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS- GUAYNABO, PR (MSA)	GURABO	\$325,000	\$366,053	\$444,737	\$513,158



STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	HATILLO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	HUMACAO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	JUNCOS	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	LAS PIEDRAS	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	LOIZA	\$325,000	\$366,053	\$444,737	\$513,158
	FAJARDO, PR (MSA)	LUQUILLO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	MANATI	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	MAUNABO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	MOROVIS	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	NAGUABO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	NARANJITO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	OROCOVIS	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	QUEBRADILLAS	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	RIO GRANDE	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	SAN JUAN	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	SAN LORENZO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	TOA ALTA	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	TOA BAJA	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	TRUJILLO ALTO	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	VEGA ALTA	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	VEGA BAJA	\$325,000	\$366,053	\$444,737	\$513,158
	SAN JUAN-CAGUAS-GUAYNABO, PR (MSA)	YABUCOA	\$325,000	\$366,053	\$444,737	\$513,158
RI	PROVIDENCE-NEW BEDFORD-FALL RIVER, RI-MA	BRISTOL	\$416,250	\$472,891	\$571,567	\$710,309
	PROVIDENCE-NEW BEDFORD-FALL RIVER, RI-MA	KENT	\$416,250	\$472,891	\$571,567	\$710,309
	PROVIDENCE-NEW BEDFORD-FALL RIVER, RI-MA	NEWPORT	\$416,250	\$472,891	\$571,567	\$710,309
	PROVIDENCE-NEW BEDFORD-FALL RIVER, RI-MA	PROVIDENCE	\$416,250	\$472,891	\$571,567	\$710,309
	PROVIDENCE-NEW BEDFORD-FALL RIVER, RI-MA	WASHINGTON	\$416,250	\$472,891	\$571,567	\$710,309

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
SC	HILTON HEAD ISLAND- BEAUFORT, SC (MICRO)	BEAUFORT	\$373,750	\$420,961	\$511,447	\$590,132
	CHARLESTON-NORTH CHARLESTON, SC (MSA)	BERKELEY	\$334,375	\$376,612	\$457,566	\$527,961
	CHARLESTON-NORTH CHARLESTON, SC (MSA)	CHARLESTON	\$334,375	\$376,612	\$457,566	\$527,961
	CHARLESTON-NORTH CHARLESTON, SC (MSA)	DORCHESTER	\$334,375	\$376,612	\$457,566	\$527,961
	HILTON HEAD ISLAND- BEAUFORT, SC (MICRO)	JASPER	\$373,750	\$420,961	\$511,447	\$590,132
TN	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	CANNON	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	CHEATHAM	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	DAVIDSON	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	DICKSON	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	HICKMAN	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	MACON	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	ROBERTSON	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	RUTHERFORD	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	SMITH	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	SUMNER	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	TROUSDALE	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	WILLIAMSON	\$297,500	\$337,168	\$407,558	\$506,495
	NASHVILLE-DAVID- SON—MURFREESBORO, TN (MSA)	WILSON	\$297,500	\$337,168	\$407,558	\$506,495
	UT	PROVO-OREM, UT (MSA)	JUAB	\$273,750	\$337,168	\$407,558
NON-METRO		KANE	\$268,750	\$337,168	\$407,558	\$506,495

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	SALT LAKE CITY, UT (MSA)	SALT LAKE	\$306,250	\$344,934	\$419,079	\$506,495
	SALT LAKE CITY, UT (MSA)	SUMMIT	\$306,250	\$344,934	\$419,079	\$506,495
	SALT LAKE CITY, UT (MSA)	TOOELE	\$306,250	\$344,934	\$419,079	\$506,495
	PROVO-OREM, UT (MSA)	UTAH	\$273,750	\$337,168	\$407,558	\$506,495
	ST. GEORGE, UT (MSA)	WASHINGTON	\$366,875	\$413,217	\$502,039	\$579,276
VA	CHARLOTTESVILLE, VA (MSA)	ALBEMARLE	\$399,375	\$449,822	\$546,513	\$630,592
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	ALEXANDRIA	\$477,355	\$611,117	\$738,699	\$888,158
	RICHMOND, VA (MSA)	AMELIA	\$344,375	\$387,875	\$471,250	\$543,750
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	ARLINGTON	\$477,355	\$611,117	\$738,699	\$888,158
	RICHMOND, VA (MSA)	CAROLINE	\$344,375	\$387,875	\$471,250	\$543,750
	RICHMOND, VA (MSA)	CHARLES CITY	\$344,375	\$387,875	\$471,250	\$543,750
	CHARLOTTESVILLE, VA (MSA)	CHARLOTTESVILLE	\$399,375	\$449,822	\$546,513	\$630,592
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	CHESAPEAKE	\$412,500	\$464,605	\$564,474	\$651,316
	RICHMOND, VA (MSA)	CHESTERFIELD	\$344,375	\$387,875	\$471,250	\$543,750
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	CLARKE	\$477,355	\$611,117	\$738,699	\$888,158
	RICHMOND, VA (MSA)	COLONIAL HEIGHT	\$344,375	\$387,875	\$471,250	\$543,750
	CULPEPER, VA (MICRO)	CULPEPER	\$381,999	\$448,442	\$544,837	\$628,658
	RICHMOND, VA (MSA)	CUMBERLAND	\$344,375	\$387,875	\$471,250	\$543,750
	RICHMOND, VA (MSA)	DINWIDDIE	\$344,375	\$387,875	\$471,250	\$543,750
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	FAIRFAX	\$477,355	\$611,117	\$738,699	\$888,158
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	FAIRFAX IND	\$477,355	\$611,117	\$738,699	\$888,158
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	FALLS CHURCH	\$477,355	\$611,117	\$738,699	\$888,158
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	FAUQUIER	\$477,355	\$611,117	\$738,699	\$888,158
	CHARLOTTESVILLE, VA (MSA)	FLUVANNA	\$399,375	\$449,822	\$546,513	\$630,592
	WINCHESTER, VA-WV (MSA)	FREDERICK	\$475,000	\$535,000	\$650,000	\$750,000
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	FREDERICKSBURG	\$477,355	\$611,117	\$738,699	\$888,158
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	GLOUCESTER	\$412,500	\$464,605	\$564,474	\$651,316
	RICHMOND, VA (MSA)	GOOCHLAND	\$344,375	\$387,875	\$471,250	\$543,750
	CHARLOTTESVILLE, VA (MSA)	GREENE	\$399,375	\$449,822	\$546,513	\$630,592

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	HAMPTON	\$412,500	\$464,605	\$564,474	\$651,316
	RICHMOND, VA (MSA)	HANOVER	\$344,375	\$387,875	\$471,250	\$543,750
	RICHMOND, VA (MSA)	HENRICO	\$344,375	\$387,875	\$471,250	\$543,750
	RICHMOND, VA (MSA)	HOPEWELL	\$344,375	\$387,875	\$471,250	\$543,750
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	ISLE OF WIGHT	\$412,500	\$464,605	\$564,474	\$651,316
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	JAMES CITY	\$412,500	\$464,605	\$564,474	\$651,316
	RICHMOND, VA (MSA)	KING AND QUEEN	\$344,375	\$387,875	\$471,250	\$543,750
	NON-METRO	KING GEORGE	\$381,999	\$448,442	\$544,837	\$628,658
	RICHMOND, VA (MSA)	KING WILLIAM	\$344,375	\$387,875	\$471,250	\$543,750
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	LOUDOUN	\$477,355	\$611,117	\$738,699	\$888,158
	RICHMOND, VA (MSA)	LOUISA	\$344,375	\$387,875	\$471,250	\$543,750
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	MANASSAS	\$477,355	\$611,117	\$738,699	\$888,158
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	MANASSAS PARK	\$477,355	\$611,117	\$738,699	\$888,158
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	MATHEWS	\$412,500	\$464,605	\$564,474	\$651,316
	CHARLOTTESVILLE, VA (MSA)	NELSON	\$399,375	\$449,822	\$546,513	\$630,592
	RICHMOND, VA (MSA)	NEW KENT	\$344,375	\$387,875	\$471,250	\$543,750
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	NEWPORT NEWS	\$412,500	\$464,605	\$564,474	\$651,316
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	NORFOLK	\$412,500	\$464,605	\$564,474	\$651,316
	RICHMOND, VA (MSA)	PETERSBURG	\$344,375	\$387,875	\$471,250	\$543,750
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	POQUOSON	\$412,500	\$464,605	\$564,474	\$651,316
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	PORTSMOUTH	\$412,500	\$464,605	\$564,474	\$651,316
	RICHMOND, VA (MSA)	POWHATAN	\$344,375	\$387,875	\$471,250	\$543,750
	RICHMOND, VA (MSA)	PRINCE GEORGE	\$344,375	\$387,875	\$471,250	\$543,750
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	PRINCE WILLIAM	\$477,355	\$611,117	\$738,699	\$888,158
	RICHMOND, VA (MSA)	RICHMOND IND	\$344,375	\$387,875	\$471,250	\$543,750
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	SPOTSYLVANIA	\$477,355	\$611,117	\$738,699	\$888,158

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	STAFFORD	\$477,355	\$611,117	\$738,699	\$888,158
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	SUFFOLK	\$412,500	\$464,605	\$564,474	\$651,316
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	SURRY	\$412,500	\$464,605	\$564,474	\$651,316
	RICHMOND, VA (MSA)	SUSSEX	\$344,375	\$387,875	\$471,250	\$543,750
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	VIRGINIA BEACH	\$412,500	\$464,605	\$564,474	\$651,316
	WASHINGTON-ARLINGTON- ALEXANDRIA, DC-VA- METROPOLITAN	WARREN	\$477,355	\$611,117	\$738,699	\$888,158
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	WILLIAMSBURG	\$412,500	\$464,605	\$564,474	\$651,316
	WINCHESTER, VA-WV (MSA)	WINCHESTER	\$475,000	\$535,000	\$650,000	\$750,000
	VIRGINIA BEACH- NORFOLK-NEWPORT NEWS, VA-METROPOLITAN	YORK	\$412,500	\$464,605	\$564,474	\$651,316
VI	NON-METRO	ST. CROIX	\$287,500	\$337,168	\$407,558	\$506,495
	NON-METRO	ST. THOMAS	\$318,750	\$359,013	\$436,184	\$506,495
VT	BURLINGTON-SOUTH BURLINGTON, VT (MSA)	CHITTENDEN	\$318,750	\$359,013	\$436,184	\$506,495
	BURLINGTON-SOUTH BURLINGTON, VT (MSA)	FRANKLIN	\$318,750	\$359,013	\$436,184	\$506,495
	BURLINGTON-SOUTH BURLINGTON, VT (MSA)	GRAND ISLE	\$318,750	\$359,013	\$436,184	\$506,495
WA	WENATCHEE, WA (MSA)	CHELAN	\$281,250	\$337,168	\$407,558	\$506,495
	PORT ANGELES, WA (MICRO)	CLALLAM	\$296,250	\$337,168	\$407,558	\$506,495
	PORTLAND-VANCOUVER- BEAVERTON, OR-WA (MSA)	CLARK	\$374,474	\$421,776	\$512,437	\$591,316
	WENATCHEE, WA (MSA)	DOUGLAS	\$281,250	\$337,168	\$407,558	\$506,495
	OAK HARBOR, WA (MICRO)	ISLAND	\$366,842	\$413,179	\$502,039	\$579,276
	NON-METRO	JEFFERSON	\$420,000	\$473,053	\$574,737	\$663,158
	SEATTLE-BELLEVUE-EVERETT, WA METROPOLITAN	KING	\$477,355	\$542,039	\$658,553	\$759,868
	BREMERTON-SILVERDALE, WA (MSA)	KITSAP	\$475,000	\$535,000	\$650,000	\$750,000
	TACOMA, WA METROPOLITAN DIVISION	PIERCE	\$477,355	\$542,039	\$658,553	\$759,868
	NON-METRO	SAN JUAN	\$477,355	\$598,355	\$726,974	\$838,816
	MOUNT VERNON-ANACORTES, WA (MSA)	SKAGIT	\$373,662	\$420,862	\$511,328	\$589,993
	PORTLAND-VANCOUVER- BEAVERTON, OR-WA (MSA)	SKAMANIA	\$374,474	\$421,776	\$512,437	\$591,316

STATE	MSA NAME	COUNTY NAME	SAFE HARBOR AVERAGE PRICE			
			1 LIVING UNIT	2 LIVING UNITS	3 LIVING UNITS	4 LIVING UNITS
	SEATTLE-BELLEVUE-EVERETT, WA METROPOLITAN	SNOHOMISH	\$477,355	\$542,039	\$658,553	\$759,868
	OLYMPIA, WA (MSA)	THURSTON	\$344,505	\$388,022	\$471,429	\$543,957
	BELLINGHAM, WA (MSA)	WHATCOM	\$375,000	\$422,368	\$513,158	\$592,105
WI	MADISON, WI (MSA)	COLUMBIA	\$284,625	\$337,168	\$407,558	\$506,495
	MADISON, WI (MSA)	DANE	\$284,625	\$337,168	\$407,558	\$506,495
	MADISON, WI (MSA)	IOWA	\$284,625	\$337,168	\$407,558	\$506,495
	LAKE COUNTY-KENOSHA COUNTY, IL-WI METROPOLITAN	KENOSHA	\$362,105	\$407,845	\$495,512	\$571,745
	MILWAUKEE-WAUKESHA- WEST ALLIS, WI (MSA)	MILWAUKEE	\$287,375	\$337,168	\$407,558	\$506,495
	MILWAUKEE-WAUKESHA- WEST ALLIS, WI (MSA)	OZAUKEE	\$287,375	\$337,168	\$407,558	\$506,495
	MINNEAPOLIS-ST. PAUL-BLOOMINGTON, MN-WI	PIERCE	\$331,250	\$373,092	\$453,289	\$523,026
	MINNEAPOLIS-ST. PAUL-BLOOMINGTON, MN-WI	ST. CROIX	\$331,250	\$373,092	\$453,289	\$523,026
	MILWAUKEE-WAUKESHA- WEST ALLIS, WI (MSA)	WASHINGTON	\$287,375	\$337,168	\$407,558	\$506,495
	MILWAUKEE-WAUKESHA- WEST ALLIS, WI (MSA)	WAUKESHA	\$287,375	\$337,168	\$407,558	\$506,495
WV	HAGERSTOWN-MARTINSBURG, MD-WV (MSA)	BERKELEY	\$362,500	\$408,289	\$496,053	\$572,368
	WINCHESTER, VA-WV (MSA)	HAMPSHIRE	\$475,000	\$535,000	\$650,000	\$750,000
	HAGERSTOWN-MARTINSBURG, MD-WV (MSA)	JEFFERSON	\$477,355	\$611,117	\$738,699	\$888,158
	HAGERSTOWN-MARTINSBURG, MD-WV (MSA)	MORGAN	\$362,500	\$408,289	\$496,053	\$572,368
WY	JACKSON, WY-ID (MICRO)	TETON	\$477,355	\$611,117	\$738,699	\$918,021
ALL OTHER AREAS			\$263,368	\$337,168	\$407,558	\$506,495

.02 The nationwide average purchase price (for use in the housing cost/income ratio for new and existing residences) is \$269,600.

#### SECTION 5. EFFECT ON OTHER DOCUMENTS

Rev. Proc. 2006-17 is obsolete except as provided in section 6 of this revenue procedure.

#### SECTION 6. EFFECTIVE DATES

.01 Issuers may rely on this revenue procedure to determine average area pur-

chase price safe harbors for commitments to provide financing or issue mortgage credit certificates that are made, or (if the purchase precedes the commitment) for residences that are purchased, in the period that begins on March 8, 2007, and ends on the date as of which the safe harbors contained in section 4.01 of this revenue procedure are rendered obsolete by a new revenue procedure.

.02 Notwithstanding section 5 of this revenue procedure, issuers may continue to rely on the average area purchase price safe harbors contained in Rev. Proc. 2006-17, with respect to bonds sold, or

for mortgage credit certificates issued with respect to bond authority exchanged, before April 7, 2007, if the commitments to provide financing or issue mortgage credit certificates are made on or before May 7, 2007.

.03 Except as provided in section 6.04, issuers must use the nationwide average purchase price limitation contained in this revenue procedure for commitments to provide financing or issue mortgage credit certificates that are made, or (if the purchase precedes the commitment) for residences that are purchased, in the period that begins on March 8, 2007, and

ends on the date when the nationwide average purchase price limitation is rendered obsolete by a new revenue procedure.

.04 Notwithstanding sections 5 and 6.03 of this revenue procedure, issuers may continue to rely on the nationwide average purchase price set forth in Rev. Proc. 2006–17 with respect to bonds sold, or for mortgage credit certificates issued with respect to bond authority exchanged, before April 7, 2007, if the commitments to provide financing or issue mortgage credit certificates are made on or before May 7, 2007.

#### SECTION 7. PAPERWORK REDUCTION ACT

The collection of information contained in this revenue procedure has been reviewed and approved by the Office of Management and Budget in accordance with the Paperwork Reduction Act (44 U.S.C. 3507) under control number 1545–1877.

An agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless the collection of information displays a valid OMB control number.

This revenue procedure contains a collection of information requirement in section 3.03. The purpose of the collection of information is to verify the applicable FHA loan limit that issuers of qualified mortgage bonds and qualified mortgage certificates have used to calculate the average area purchase price for a given metropolitan statistical area for purposes of section 143(e) and 25(c). The collection of information is required to obtain the benefit of using revisions to FHA loan limits to determine average area purchase prices. The likely respondents are state and local governments.

The estimated total annual reporting and/or recordkeeping burden is: 15 hours.

The estimated annual burden per respondent and/or recordkeeper: 15 minutes.

The estimated number of respondents and/or recordkeepers: 60.

Books or records relating to a collection of information must be retained as long as their contents may become material in the administration of any internal revenue law. Generally tax returns and tax return information are confidential, as required by 26 U.S.C. 6103.

#### SECTION 8. DRAFTING INFORMATION

The principal authors of this revenue procedure are David E. White and Timothy L. Jones of the Office of Division Counsel/Associate Chief Counsel (Tax Exempt & Government Entities). For further information regarding this revenue procedure, contact David E. White at (202) 622–3980 (not a toll-free call).

# Part IV. Items of General Interest

## Notice of Proposed Rulemaking by Cross-Reference to Temporary Regulations

### Corporate Reorganizations; Additional Guidance on Distributions Under Sections 368(a)(1)(D) and 354(b)(1)(B)

#### REG-157834-06

AGENCY: Internal Revenue Service (IRS), Treasury.

ACTION: Notice of proposed rulemaking by cross-reference to temporary regulations.

SUMMARY: In this issue of the Bulletin, the IRS is issuing temporary regulations (T.D. 9313) that amend §1.368-2T(l), which provides guidance regarding the qualification of certain transactions as reorganizations described in section 368(a)(1)(D) where no stock and/or securities of the acquiring corporation are issued and distributed in the transaction. These regulations clarify that the rules in §1.368-2T(l) are not intended to affect the qualification of related party triangular asset acquisitions as reorganizations described in section 368. These regulations affect corporations engaging in such transactions and their shareholders. The text of those regulations also serves as the text of these proposed regulations.

DATES: Written or electronic comments and requests for a public hearing must be received by May 30, 2007.

ADDRESSES: Send submissions to: CC:PA:LPD:PR (REG-157834-06), Internal Revenue Service, PO Box 7604, Ben Franklin Station, Washington, DC 20044. Submissions may be hand delivered to CC:PA:LPD:PR (REG-157834-06), Courier Desk, Internal Revenue Service, 1111 Constitution Avenue, NW, Washington, DC, or sent electronically, via the IRS Internet site at [www.irs.gov/reg](http://www.irs.gov/reg) or via the Federal eRulemaking Portal at [www.regulations.gov](http://www.regulations.gov) (IRS REG-157834-06).

FOR FURTHER INFORMATION CONTACT: Concerning the proposed regulations, Bruce A. Decker, (202) 622-7550; concerning submission of comments, requests for a public hearing, and/or a publication and regulations specialist, Kelly Banks, (202) 622-7180.

#### SUPPLEMENTARY INFORMATION:

##### Background

Temporary regulations in this issue of the Bulletin amend 26 CFR part 1. The temporary regulations amend §1.368-2T(l), which provides guidance regarding the qualification of certain transactions as reorganizations described in section 368(a)(1)(D) where no stock and/or securities of the acquiring corporation are issued and distributed in the transaction. The text of those regulations also serves as the text of these proposed regulations. The preamble to the temporary regulations explains the amendments.

##### Explanation of Provisions

These regulations clarify that the rules in §1.368-2T(l) are not intended to affect the qualification of related party triangular asset acquisitions as reorganizations described in section 368.

##### Special Analyses

It has been determined that this notice of proposed rulemaking is not a significant regulatory action as defined in Executive Order 12866. Therefore, a regulatory assessment is not required. It also has been determined that section 553(b) of the Administrative Procedure Act (5 U.S.C. chapter 5) does not apply to these regulations, and because the regulations do not impose a collection of information on small entities, the Regulatory Flexibility Act (5 U.S.C. chapter 6) does not apply. Pursuant to section 7805(f) of the Internal Revenue Code, this notice of proposed rulemaking will be submitted to the Chief Counsel for Advocacy of the Small Business Administration for comment on its impact on small business.

## Comments and Requests for a Public Hearing

Before these proposed regulations are adopted as final regulations, consideration will be given to any written (a signed original and eight (8) copies) or electronic comments that are submitted timely to the IRS. The IRS and Treasury Department request comments on the clarity of the proposed rules and how they can be made easier to understand. All comments will be available for public inspection and copying. A public hearing will be scheduled if requested in writing by any person that timely submits written comments. If a public hearing is scheduled, notice of the date, time, and place for the public hearing will be published in the **Federal Register**.

## Drafting Information

The principal author of these regulations is Bruce A. Decker, Office of Associate Chief Counsel (Corporate).

\* \* \* \* \*

## Proposed Amendments to the Regulations

Accordingly, 26 CFR part 1 is proposed to be amended as follows:

### PART 1—INCOME TAXES

Paragraph 1. The authority citation for part 1 continues to read as follows:

Authority: 26 U.S.C. 7805 \* \* \*

Par. 2. Section 1.368-2 is amended by adding paragraph (l)(2)(iv) to read as follows:

*§1.368-2 Definition of terms.*

\* \* \* \* \*

[The text of this proposed amendment to §1.368-2(l)(2)(iv) is the same as the text of §1.368-2T(l)(2)(iv) published elsewhere in this issue of the Bulletin.

Kevin M. Brown,  
*Deputy Commissioner for  
Services and Enforcement.*

(Filed by the Office of the Federal Register on February 28, 2007, 8:45 a.m., and published in the issue of the Federal Register for March 1, 2007, 72 F.R. 9284)



## Foundations Status of Certain Organizations

### Announcement 2007-33

The following organizations have failed to establish or have been unable to maintain their status as public charities or as operating foundations. Accordingly, grantors and contributors may not, after this date, rely on previous rulings or designations in the Cumulative List of Organizations (Publication 78), or on the presumption arising from the filing of notices under section 508(b) of the Code. This listing does *not* indicate that the organizations have lost their status as organizations described in section 501(c)(3), eligible to receive deductible contributions.

*Former Public Charities.* The following organizations (which have been treated as organizations that are not private foundations described in section 509(a) of the Code) are now classified as private foundations:

7 Cord Ministries, Waco, TX  
Abundant Life Family Services, Inc.,  
Los Angeles, CA  
Acting Out Foundation, Beachwood, OH  
Ada A. Grant, Inc., Chicago, IL  
Adelante Now Foundation,  
Albuquerque, NM  
Agape Mission and Community Service  
Group, Inc., Birmingham, AL  
Alta-Pasa Debutante Association,  
Fontana, CA  
Amateur Division of the International Log  
Rolling Association, Onalaska, WI  
American Academy of Continuing  
Medical Education, Inc., Skillman, NJ  
Animal Lovers for Infinity, Inc.,  
Boston, MA  
Anishinabe Miiikana Project, Inc.,  
Red Lake, MN  
Association of Iu Mien, San Jose, CA  
Better World Services, Inc.,  
Centreville, VA  
B.G.B.B. Foundation, Inc. (bridging Gaps  
and Breaking Barriers), Nashville, TN  
Bible Mission, La Quinta, CA  
Biobehavioral Institute of Boston, Inc.,  
Boston, MA  
Black Hills Coalition of Standing Rock  
Enrollees, Rapid City, SD  
Burningbush Pastoral Care Services, Inc.,  
Plano, TX

Center for Community Stabilization,  
Rogers, AR  
Changing Directions, Far Hills, NJ  
Chesapeake Institutes for Behavioral  
Research, Glenn Allen, VA  
Chuckie Goodnight Foundation, Inc.,  
Brewster, KY  
Civil War Landscapes Association,  
Chicago, IL  
Claudine Carew Scholarship Fund,  
Williamsburg, VA  
Community Education Network, Inc.,  
Bethesda, MD  
Computers for Kids, Inc.,  
Bloomington, MN  
Concerned Black Men of Cape Cod &  
The Islands, Inc., Provincetown, MA  
Cooper Foundation, Elm City, NC  
Counseling Ministries International, Inc.,  
Ada, OK  
Cross Atlantic Foundation, Inc.,  
Lynbrook, NY  
Dedicated Helper, Inglewood, CA  
Divine Destiny, Inc., Chesapeake, VA  
Dry Branch Community Life Center, Inc.,  
Dry Branch, GA  
Dunbar Township Science Center,  
Leisenring, PA  
Education Sports Plus Foundation, Inc.,  
Newton, NJ  
Educational Opportunities, Inc.,  
Chicago, IL  
Family and Youth Achievement Center,  
Durham, NC  
FATA Foundation, Coral Springs, FL  
For This Cause, Oceano, CA  
Fort Wayne Music Fest, Inc.,  
Fort Wayne, IN  
Foundation in Memory of Suel,  
Walnut, CA  
Friends of Rain Forests in Myannar,  
Aberdeen, MD  
Front Forty Productions, Inc., Verona, WI  
Full Gospel Ministries, Ltd.,  
Joshua Tree, CA  
Genesis Protected Animal Refuge, Inc.,  
Pikesville, MD  
Georgia Motorcyclists Association, Inc.,  
Atlanta, GA  
Gloary, Inc., Delray Beach, FL  
Global Information Freedom, Inc.,  
Cary, NC  
Global Vision Alliance, Orinda, CA  
Good Shepherd International Miracle  
Center, Inc., Virginia Beach, VA  
Greater Hope Community Development,  
Houston, TX

Greater Rome Chamber of Commerce  
Foundation, Rome, GA  
Helen E. Popa Masters in Nursing Loan  
Fund, Austintown, OH  
Hellenic American Education Foundation,  
Inc., Bayside, NY  
Holographic Ecology, Inc.,  
Santa Barbara, CA  
IGBO Union of St. Louis, Inc.,  
St. Louis, MO  
Incredible Dreams Childcare and Learning  
Center, Incorporated, Chicago, IL  
Indo-American Social Service Partners,  
Brooklyn, NY  
Inspiration Community Service Center,  
Solon, OH  
Institute of Modern Test Theory,  
Chicago, IL  
Intercare Housing, Inc., Indianapolis, IN  
Interfaith Partnership for Advocacy  
Reconciliation, Winston-Salem, NC  
International Terrorism Awareness  
Coalition, Highstown, NJ  
Joe Stephens Foundation, Houston, TX  
Kidron Brook Ministries, Inc.,  
Kernersville, NC  
Kollet Ari Yerucham, New York, NY  
Lakeland Cardinals Booster Club,  
Fox Lake, IL  
Latino Cultural Center of Napa Valley,  
Napa, CA  
Lincoln Park Youth in Touch,  
Incorporated, Hampton, VA  
Mahoning Valley Renaissance Institute,  
Mineral Ridge, OH  
Manjui Foundation, Inc., Baltimore, MD  
Masjidullah Economic Community  
Corporation of America (M.E.C.C.A.),  
Philadelphia, PA  
Mending Hoop Ranch & Reserve,  
Peebles, OH  
Mental Health Alliance, Inc.,  
Louisville, KY  
Minor League Players Institute,  
Chicago, IL  
Mirabal Sister Culture and Community  
Center, Inc., New York, NY  
Montana Wildlife Recovery, Inc.,  
Bozeman, MT  
Museo Eduardo Carillo, Santa Cruz, CA  
Natomas Education Foundation,  
Sacramento, CA  
NBBJ Training Academy, Inc.,  
Columbus, OH  
Nerih, Inc., Aliquippa, PA  
Night Hawk Foundation, Greenville, MS  
Nursing Assistance Home Care Serv, Inc.,  
Randallstown, MD

Passport for Godly Ling, Inc.,  
Sante Fe, TX  
Piscataway Township Education  
Foundation, Piscataway, NJ  
Pizza Family Ministries, Deltona, FL  
Pneuma Ministries Community  
Development, Inc., Meridianville, AL  
Polish American Leadership Initiative,  
Chicago, IL  
Positive Strokes, Inc., Norman, OK  
Quest Ministries International,  
Hervey, LA  
Restore Hope, Inc., Bronson, MI  
Ronald J. Weiss Memorial Foundation,  
Lagrangeville, NY  
Self-Sufficient Families, Los Angeles, CA  
Share the Love Center, Simi Valley, CA  
Solutions Benefiting Life Institute, Ltd.,  
Sudbury, MA  
Sound Touches, Jefferson, GA  
Southern California Indian Health  
Coalition, Inc., Banning, CA  
Talam, Inc., Silver Spring, MD  
Thomasville Boxing Association,  
Thomasville, GA  
Tower Educational Consulting Group,  
Inc., Elyria, OH  
Triune Project, Inc., Newport Beach, CA  
Turning Point for Women and Children,  
Goldsboro, NC  
Underwater Learning Institute, Ltd.,  
Baltimore, MD  
US Chamber Foundation for Legal  
Reform, Washington, DC  
Victory Community Development, Inc.,  
Bessemer, AL  
Willoughby Hills Lions Club Scholarship  
Fund, Willoughby Hills, OH

Wolf Point Development Corporation,  
Wolf Point, MT  
Women of Vision, Redondo Beach, CA

If an organization listed above submits information that warrants the renewal of its classification as a public charity or as a private operating foundation, the Internal Revenue Service will issue a ruling or determination letter with the revised classification as to foundation status. Grantors and contributors may thereafter rely upon such ruling or determination letter as provided in section 1.509(a)-7 of the Income Tax Regulations. It is not the practice of the Service to announce such revised classification of foundation status in the Internal Revenue Bulletin.

---

### **Deletions From Cumulative List of Organizations Contributions to Which are Deductible Under Section 170 of the Code**

#### **Announcement 2007-34**

The names of organizations that no longer qualify as organizations described in section 170(c)(2) of the Internal Revenue Code of 1986 are listed below.

Generally, the Service will not disallow deductions for contributions made to a listed organization on or before the date of announcement in the Internal Revenue Bulletin that an organization no longer

qualifies. However, the Service is not precluded from disallowing a deduction for any contributions made after an organization ceases to qualify under section 170(c)(2) if the organization has not timely filed a suit for declaratory judgment under section 7428 and if the contributor (1) had knowledge of the revocation of the ruling or determination letter, (2) was aware that such revocation was imminent, or (3) was in part responsible for or was aware of the activities or omissions of the organization that brought about this revocation.

If on the other hand a suit for declaratory judgment has been timely filed, contributions from individuals and organizations described in section 170(c)(2) that are otherwise allowable will continue to be deductible. Protection under section 7428(c) would begin on March 26, 2007, and would end on the date the court first determines that the organization is not described in section 170(c)(2) as more particularly set forth in section 7428(c)(1). For individual contributors, the maximum deduction protected is \$1,000, with a husband and wife treated as one contributor. This benefit is not extended to any individual, in whole or in part, for the acts or omissions of the organization that were the basis for revocation.

American Education  
Foundation International  
San Francisco, CA  
Ladder 12 Firefighters Fund, Inc.  
New York, NY

# Definition of Terms

*Revenue rulings and revenue procedures (hereinafter referred to as “rulings”) that have an effect on previous rulings use the following defined terms to describe the effect:*

*Amplified* describes a situation where no change is being made in a prior published position, but the prior position is being extended to apply to a variation of the fact situation set forth therein. Thus, if an earlier ruling held that a principle applied to A, and the new ruling holds that the same principle also applies to B, the earlier ruling is amplified. (Compare with *modified*, below).

*Clarified* is used in those instances where the language in a prior ruling is being made clear because the language has caused, or may cause, some confusion. It is not used where a position in a prior ruling is being changed.

*Distinguished* describes a situation where a ruling mentions a previously published ruling and points out an essential difference between them.

*Modified* is used where the substance of a previously published position is being changed. Thus, if a prior ruling held that a principle applied to A but not to B, and the new ruling holds that it applies to both A

and B, the prior ruling is modified because it corrects a published position. (Compare with *amplified* and *clarified*, above).

*Obsoleted* describes a previously published ruling that is not considered determinative with respect to future transactions. This term is most commonly used in a ruling that lists previously published rulings that are obsoleted because of changes in laws or regulations. A ruling may also be obsoleted because the substance has been included in regulations subsequently adopted.

*Revoked* describes situations where the position in the previously published ruling is not correct and the correct position is being stated in a new ruling.

*Superseded* describes a situation where the new ruling does nothing more than restate the substance and situation of a previously published ruling (or rulings). Thus, the term is used to republish under the 1986 Code and regulations the same position published under the 1939 Code and regulations. The term is also used when it is desired to republish in a single ruling a series of situations, names, etc., that were previously published over a period of time in separate rulings. If the new ruling does more than restate the substance

of a prior ruling, a combination of terms is used. For example, *modified* and *superseded* describes a situation where the substance of a previously published ruling is being changed in part and is continued without change in part and it is desired to restate the valid portion of the previously published ruling in a new ruling that is self contained. In this case, the previously published ruling is first modified and then, as modified, is superseded.

*Supplemented* is used in situations in which a list, such as a list of the names of countries, is published in a ruling and that list is expanded by adding further names in subsequent rulings. After the original ruling has been supplemented several times, a new ruling may be published that includes the list in the original ruling and the additions, and supersedes all prior rulings in the series.

*Suspended* is used in rare situations to show that the previous published rulings will not be applied pending some future action such as the issuance of new or amended regulations, the outcome of cases in litigation, or the outcome of a Service study.

## Abbreviations

*The following abbreviations in current use and formerly used will appear in material published in the Bulletin.*

A—Individual.  
Acq.—Acquiescence.  
B—Individual.  
BE—Beneficiary.  
BK—Bank.  
B.T.A.—Board of Tax Appeals.  
C—Individual.  
C.B.—Cumulative Bulletin.  
CFR—Code of Federal Regulations.  
CI—City.  
COOP—Cooperative.  
Ct.D.—Court Decision.  
CY—County.  
D—Decedent.  
DC—Dummy Corporation.  
DE—Donee.  
Del. Order—Delegation Order.  
DISC—Domestic International Sales Corporation.  
DR—Donor.  
E—Estate.  
EE—Employee.  
E.O.—Executive Order.

ER—Employer.  
ERISA—Employee Retirement Income Security Act.  
EX—Executor.  
F—Fiduciary.  
FC—Foreign Country.  
FICA—Federal Insurance Contributions Act.  
FISC—Foreign International Sales Company.  
FPH—Foreign Personal Holding Company.  
F.R.—Federal Register.  
FUTA—Federal Unemployment Tax Act.  
FX—Foreign corporation.  
G.C.M.—Chief Counsel’s Memorandum.  
GE—Grantee.  
GP—General Partner.  
GR—Grantor.  
IC—Insurance Company.  
I.R.B.—Internal Revenue Bulletin.  
LE—Lessee.  
LP—Limited Partner.  
LR—Lessor.  
M—Minor.  
Nonacq.—Nonacquiescence.  
O—Organization.  
P—Parent Corporation.  
PHC—Personal Holding Company.  
PO—Possession of the U.S.  
PR—Partner.

PRS—Partnership.  
PTE—Prohibited Transaction Exemption.  
Pub. L.—Public Law.  
REIT—Real Estate Investment Trust.  
Rev. Proc.—Revenue Procedure.  
Rev. Rul.—Revenue Ruling.  
S—Subsidiary.  
S.P.R.—Statement of Procedural Rules.  
Stat.—Statutes at Large.  
T—Target Corporation.  
T.C.—Tax Court.  
T.D.—Treasury Decision.  
TFE—Transferee.  
TFR—Transferor.  
T.I.R.—Technical Information Release.  
TP—Taxpayer.  
TR—Trust.  
TT—Trustee.  
U.S.C.—United States Code.  
X—Corporation.  
Y—Corporation.  
Z—Corporation.

## Numerical Finding List<sup>1</sup>

Bulletins 2007–1 through 2007–13

### Announcements:

2007-1, 2007-1 I.R.B. 243  
2007-2, 2007-2 I.R.B. 263  
2007-3, 2007-4 I.R.B. 376  
2007-4, 2007-7 I.R.B. 518  
2007-5, 2007-4 I.R.B. 376  
2007-6, 2007-4 I.R.B. 376  
2007-7, 2007-4 I.R.B. 377  
2007-8, 2007-5 I.R.B. 416  
2007-9, 2007-5 I.R.B. 417  
2007-10, 2007-6 I.R.B. 464  
2007-11, 2007-6 I.R.B. 464  
2007-12, 2007-6 I.R.B. 465  
2007-13, 2007-7 I.R.B. 519  
2007-14, 2007-7 I.R.B. 519  
2007-15, 2007-8 I.R.B. 596  
2007-16, 2007-8 I.R.B. 597  
2007-17, 2007-8 I.R.B. 597  
2007-18, 2007-9 I.R.B. 625  
2007-19, 2007-7 I.R.B. 521  
2007-20, 2007-8 I.R.B. 599  
2007-21, 2007-9 I.R.B. 630  
2007-22, 2007-9 I.R.B. 631  
2007-23, 2007-10 I.R.B. 665  
2007-24, 2007-10 I.R.B. 681  
2007-25, 2007-10 I.R.B. 682  
2007-26, 2007-10 I.R.B. 682  
2007-27, 2007-11 I.R.B. 733  
2007-28, 2007-10 I.R.B. 683  
2007-29, 2007-11 I.R.B. 733  
2007-30, 2007-11 I.R.B. 734  
2007-31, 2007-12 I.R.B. 769  
2007-32, 2007-11 I.R.B. 734  
2007-33, 2007-13 I.R.B. 841  
2007-34, 2007-13 I.R.B. 842

### Notices:

2007-1, 2007-2 I.R.B. 254  
2007-2, 2007-2 I.R.B. 254  
2007-3, 2007-2 I.R.B. 255  
2007-4, 2007-2 I.R.B. 260  
2007-5, 2007-3 I.R.B. 269  
2007-6, 2007-3 I.R.B. 272  
2007-7, 2007-5 I.R.B. 395  
2007-8, 2007-3 I.R.B. 276  
2007-9, 2007-5 I.R.B. 401  
2007-10, 2007-4 I.R.B. 354  
2007-11, 2007-5 I.R.B. 405  
2007-12, 2007-5 I.R.B. 409  
2007-13, 2007-5 I.R.B. 410  
2007-14, 2007-7 I.R.B. 501  
2007-15, 2007-7 I.R.B. 503

### Notices— Continued:

2007-16, 2007-8 I.R.B. 536  
2007-17, 2007-12 I.R.B. 748  
2007-18, 2007-9 I.R.B. 608  
2007-19, 2007-11 I.R.B. 689  
2007-20, 2007-9 I.R.B. 610  
2007-21, 2007-9 I.R.B. 611  
2007-22, 2007-10 I.R.B. 670  
2007-23, 2007-11 I.R.B. 690  
2007-24, 2007-12 I.R.B. 750  
2007-25, 2007-12 I.R.B. 760  
2007-27, 2007-13 I.R.B. 814

### Proposed Regulations:

REG-100841-97, 2007-12 I.R.B. 763  
REG-157711-02, 2007-8 I.R.B. 537  
REG-159444-04, 2007-9 I.R.B. 618  
REG-115403-05, 2007-12 I.R.B. 767  
REG-152043-05, 2007-2 I.R.B. 263  
REG-161919-05, 2007-6 I.R.B. 463  
REG-125632-06, 2007-5 I.R.B. 415  
REG-147144-06, 2007-10 I.R.B. 680  
REG-157834-06, 2007-13 I.R.B. 840

### Revenue Procedures:

2007-1, 2007-1 I.R.B. 1  
2007-2, 2007-1 I.R.B. 88  
2007-3, 2007-1 I.R.B. 108  
2007-4, 2007-1 I.R.B. 118  
2007-5, 2007-1 I.R.B. 161  
2007-6, 2007-1 I.R.B. 189  
2007-7, 2007-1 I.R.B. 227  
2007-8, 2007-1 I.R.B. 230  
2007-9, 2007-3 I.R.B. 278  
2007-10, 2007-3 I.R.B. 289  
2007-11, 2007-2 I.R.B. 261  
2007-12, 2007-4 I.R.B. 354  
2007-13, 2007-3 I.R.B. 295  
2007-14, 2007-4 I.R.B. 357  
2007-15, 2007-3 I.R.B. 300  
2007-16, 2007-4 I.R.B. 358  
2007-17, 2007-4 I.R.B. 368  
2007-18, 2007-5 I.R.B. 413  
2007-19, 2007-7 I.R.B. 515  
2007-20, 2007-7 I.R.B. 517  
2007-21, 2007-9 I.R.B. 613  
2007-22, 2007-10 I.R.B. 675  
2007-23, 2007-10 I.R.B. 675  
2007-24, 2007-11 I.R.B. 692  
2007-25, 2007-12 I.R.B. 761  
2007-26, 2007-13 I.R.B. 814

### Revenue Rulings:

2007-1, 2007-3 I.R.B. 265  
2007-2, 2007-3 I.R.B. 266  
2007-3, 2007-4 I.R.B. 350

### Revenue Rulings— Continued:

2007-4, 2007-4 I.R.B. 351  
2007-5, 2007-5 I.R.B. 378  
2007-6, 2007-5 I.R.B. 393  
2007-7, 2007-7 I.R.B. 468  
2007-8, 2007-7 I.R.B. 469  
2007-9, 2007-6 I.R.B. 422  
2007-10, 2007-10 I.R.B. 660  
2007-11, 2007-9 I.R.B. 606  
2007-12, 2007-11 I.R.B. 685  
2007-13, 2007-11 I.R.B. 684  
2007-14, 2007-12 I.R.B. 747  
2007-15, 2007-11 I.R.B. 687  
2007-16, 2007-13 I.R.B. 807  
2007-17, 2007-13 I.R.B. 805  
2007-18, 2007-13 I.R.B. 806

### Tax Conventions:

2007-23, 2007-10 I.R.B. 665

### Treasury Decisions:

9298, 2007-6 I.R.B. 434  
9299, 2007-6 I.R.B. 460  
9300, 2007-2 I.R.B. 246  
9301, 2007-2 I.R.B. 244  
9302, 2007-5 I.R.B. 382  
9303, 2007-5 I.R.B. 379  
9304, 2007-6 I.R.B. 423  
9305, 2007-7 I.R.B. 479  
9306, 2007-6 I.R.B. 420  
9307, 2007-7 I.R.B. 470  
9308, 2007-8 I.R.B. 523  
9309, 2007-7 I.R.B. 497  
9310, 2007-9 I.R.B. 601  
9311, 2007-10 I.R.B. 635  
9312, 2007-12 I.R.B. 736  
9313, 2007-13 I.R.B. 805

<sup>1</sup> A cumulative list of all revenue rulings, revenue procedures, Treasury decisions, etc., published in Internal Revenue Bulletins 2006–27 through 2006–52 is in Internal Revenue Bulletin 2006–52, dated December 26, 2006.

## Finding List of Current Actions on Previously Published Items<sup>1</sup>

Bulletins 2007–1 through 2007–13

### Notices:

#### 2002-45

Modified by  
Notice 2007-22, 2007-10 I.R.B. 670

#### 2005-29

Modified and superseded by  
Notice 2007-4, 2007-2 I.R.B. 260

#### 2005-86

Modified by  
Notice 2007-22, 2007-10 I.R.B. 670

#### 2006-2

Modified and superseded by  
Notice 2007-4, 2007-2 I.R.B. 260

#### 2006-50

Amplified, clarified, and modified by  
Notice 2007-11, 2007-5 I.R.B. 405

#### 2006-87

Modified and supplemented by  
Notice 2007-25, 2007-12 I.R.B. 760

### Proposed Regulations:

#### REG-208270-86

Corrected by  
Ann. 2007-4, 2007-7 I.R.B. 518

#### REG-121509-00

Corrected by  
Ann. 2007-17, 2007-8 I.R.B. 597

#### REG-141901-05

Corrected by  
Ann. 2007-7, 2007-4 I.R.B. 377

#### REG-142270-05

Corrected by  
Ann. 2007-2, 2007-2 I.R.B. 263

#### REG-125632-06

Corrected by  
Ann. 2007-26, 2007-10 I.R.B. 682

#### REG-127819-06

Corrected by  
Ann. 2007-5, 2007-4 I.R.B. 376

#### REG-136806-06

Corrected by  
Ann. 2007-6, 2007-4 I.R.B. 376  
Hearing cancelled by  
Ann. 2007-19, 2007-7 I.R.B. 521

### Revenue Procedures:

#### 98-20

Superseded by  
Rev. Proc. 2007-12, 2007-4 I.R.B. 354

#### 2000-38

Modified by  
Rev. Proc. 2007-16, 2007-4 I.R.B. 358

#### 2000-50

Modified by  
Rev. Proc. 2007-16, 2007-4 I.R.B. 358

#### 2001-42

Modified and amplified by  
Rev. Proc. 2007-19, 2007-7 I.R.B. 515

#### 2002-9

Modified and amplified by  
Rev. Proc. 2007-14, 2007-4 I.R.B. 357

Modified by

Rev. Proc. 2007-16, 2007-4 I.R.B. 358

#### 2004-11

Superseded by  
Rev. Proc. 2007-16, 2007-4 I.R.B. 358

#### 2004-65

Modified and superseded by  
Rev. Proc. 2007-20, 2007-7 I.R.B. 517

#### 2005-12

Superseded by  
Rev. Proc. 2007-17, 2007-4 I.R.B. 368

#### 2005-51

Amplified by  
Rev. Proc. 2007-25, 2007-12 I.R.B. 761

#### 2005-69

Superseded by  
Rev. Proc. 2007-15, 2007-3 I.R.B. 300

#### 2005-74

Superseded by  
Rev. Proc. 2007-24, 2007-11 I.R.B. 692

#### 2006-1

Superseded by  
Rev. Proc. 2007-1, 2007-1 I.R.B. 1

#### 2006-2

Superseded by  
Rev. Proc. 2007-2, 2007-1 I.R.B. 88

#### 2006-3

Superseded by  
Rev. Proc. 2007-3, 2007-1 I.R.B. 108

#### 2006-4

Superseded by  
Rev. Proc. 2007-4, 2007-1 I.R.B. 118

### Revenue Procedures— Continued:

#### 2006-5

Superseded by  
Rev. Proc. 2007-5, 2007-1 I.R.B. 161

#### 2006-6

Superseded by  
Rev. Proc. 2007-6, 2007-1 I.R.B. 189

#### 2006-7

Superseded by  
Rev. Proc. 2007-7, 2007-1 I.R.B. 227

#### 2006-8

Superseded by  
Rev. Proc. 2007-8, 2007-1 I.R.B. 230

#### 2006-17

Obsoleted in part by  
Rev. Proc. 2007-26, 2007-13 I.R.B. 814

#### 2006-35

Modified by  
Rev. Proc. 2007-22, 2007-10 I.R.B. 675

### Revenue Rulings:

#### 54-19

Obsoleted in part by  
Rev. Rul. 2007-14, 2007-12 I.R.B. 747

#### 55-132

Obsoleted by  
Rev. Rul. 2007-14, 2007-12 I.R.B. 747

#### 56-462

Obsoleted by  
Rev. Rul. 2007-14, 2007-12 I.R.B. 747

#### 56-518

Obsoleted by  
Rev. Rul. 2007-14, 2007-12 I.R.B. 747

#### 57-505

Obsoleted by  
Rev. Rul. 2007-14, 2007-12 I.R.B. 747

#### 58-370

Obsoleted by  
Rev. Rul. 2007-14, 2007-12 I.R.B. 747

#### 58-500

Obsoleted by  
Rev. Rul. 2007-14, 2007-12 I.R.B. 747

#### 69-141

Modified by  
Notice 2007-22, 2007-10 I.R.B. 670

#### 69-212

Obsoleted by  
Rev. Rul. 2007-14, 2007-12 I.R.B. 747

#### 69-587

Revoked by  
Rev. Rul. 2007-12, 2007-11 I.R.B. 685

<sup>1</sup> A cumulative list of current actions on previously published items in Internal Revenue Bulletins 2006–27 through 2006–52 is in Internal Revenue Bulletin 2006–52, dated December 26, 2006.

**Revenue Rulings— Continued:**

**71-477**

Obsoleted by  
Rev. Rul. 2007-14, 2007-12 I.R.B. 747

**75-161**

Obsoleted by  
Rev. Rul. 2007-8, 2007-7 I.R.B. 469

**76-188**

Obsoleted by  
Rev. Rul. 2007-8, 2007-7 I.R.B. 469

**78-330**

Modified by  
Rev. Rul. 2007-8, 2007-7 I.R.B. 469

**81-225**

Clarified and amplified by  
Rev. Rul. 2007-7, 2007-7 I.R.B. 468

**92-19**

Supplemented in part by  
Rev. Rul. 2007-10, 2007-10 I.R.B. 660

**96-51**

Amplified by  
Rev. Rul. 2007-12, 2007-11 I.R.B. 685

**2002-41**

Modified by  
Notice 2007-22, 2007-10 I.R.B. 670

**2003-43**

Modified by  
Notice 2007-2, 2007-2 I.R.B. 254

**2003-92**

Clarified and amplified by  
Rev. Rul. 2007-7, 2007-7 I.R.B. 468

**2003-102**

Modified by  
Notice 2007-22, 2007-10 I.R.B. 670

**2005-24**

Modified by  
Notice 2007-22, 2007-10 I.R.B. 670

**2005-76**

Supplemented and superseded by  
Rev. Rul. 2007-4, 2007-4 I.R.B. 351

**2006-36**

Modified by  
Notice 2007-22, 2007-10 I.R.B. 670

**Treasury Decisions:**

**9263**

Corrected by  
Ann. 2007-22, 2007-9 I.R.B. 631

**9276**

Corrected by  
Ann. 2007-20, 2007-8 I.R.B. 599  
Ann. 2007-21, 2007-9 I.R.B. 630

**Treasury Decisions— Continued:**

**9278**

Corrected by  
Ann. 2007-9, 2007-5 I.R.B. 417  
Ann. 2007-10, 2007-6 I.R.B. 464

**9286**

Corrected by  
Ann. 2007-8, 2007-5 I.R.B. 416

**9298**

Corrected by  
Ann. 2007-32, 2007-11 I.R.B. 734

**9303**

Corrected by  
Ann. 2007-25, 2007-10 I.R.B. 682

# INDEX

## Internal Revenue Bulletins 2007–1 through 2007–13

The abbreviation and number in parenthesis following the index entry refer to the specific item; numbers in roman and italic type following the parenthesis refers to the Internal Revenue Bulletin in which the item may be found and the page number on which it appears.

### Key to Abbreviations:

Ann	Announcement
CD	Court Decision
DO	Delegation Order
EO	Executive Order
PL	Public Law
PTE	Prohibited Transaction Exemption
RP	Revenue Procedure
RR	Revenue Ruling
SPR	Statement of Procedural Rules
TC	Tax Convention
TD	Treasury Decision
TDO	Treasury Department Order

## EMPLOYEE PLANS

- Corporations, prohibited allocations of securities in an S corporation (TD 9302) 5, 382
- Definition of party and allocation of net income or proceeds for purposes of section 4965 (Notice 18) 9, 608
- Determination letters, issuing procedures (RP 6) 1, 189
- Full funding limitations, weighted average interest rate for:
  - January 2007 (Notice 12) 5, 409
  - February 2007 (Notice 20) 9, 610
  - March 2007 (Notice 27) 13, 814
- Health Insurance Portability and Accountability Act of 1996 (HIPAA):
  - Health plan nondiscrimination requirements:
    - For certain grandfathered church plans (TD 9299) 6, 460
    - For group health plans (TD 9298) 6, 434; correction (Ann 32) 11, 734
- Letter rulings:
  - And determination letters, areas which will not be issued from:
    - Associates Chief Counsel and Division Counsel (TE/GE) (RP 3) 1, 108
    - Associate Chief Counsel (International) (RP 7) 1, 227
  - And general information letters, procedures (RP 4) 1, 118
  - User fees, request for letter rulings (RP 8) 1, 230
- Mortality tables for determining current liability, updated (TD 9310) 9, 601
- Qualified retirement plans:
  - Defined benefit pension plans:
    - Cash balance and other hybrid plans (Notice 6) 3, 272
    - Permitted benefits (Notice 14) 7, 501
  - Distribution issues, multiple issues (Notice 7) 5, 395
  - Pension plans, in-service distributions (Notice 8) 3, 276
  - Remedial amendment period (Notice 3) 2, 255

## EMPLOYEE PLANS—Cont.

### Regulations:

- 26 CFR 1.402(c)–2, revised; 1.409(p)–1, added; prohibited allocations of securities in an S corporation (TD 9302) 5, 382
- 26 CFR 1.412(l)(7)–1, added; updated mortality tables for determining current liability (TD 9310) 9, 601
- 26 CFR 54.9801–1, –2, amended; 54.9802–2, added; 54.9831–1, amended; exception to the HIPAA nondiscrimination requirements for certain grandfathered church plans (TD 9299) 6, 460
- 26 CFR 54.9802–1, revised; 54.9802–1T, removed; nondiscrimination and wellness programs in health coverage in the group market (TD 9298) 6, 434; correction (Ann 32) 11, 734

Technical advice to IRS employees (RP 5) 1, 161

## EMPLOYMENT TAX

- Installment agreements, payment of tax liabilities (REG–100841–97) 12, 763
- Letter rulings and information letters issued by Associate Offices, determination letters issued by Operating Divisions (RP 1) 1, 1
- Penalties, disclosure on reports filed with Securities and Exchange Commission (SEC) (RP 25) 12, 761
- Proposed Regulations:
  - 26 CFR 301.6159–0, added; 301.6159–1, revised; 301.6331–4, revised; agreements for payment of tax liabilities in installments (REG–100841–97) 12, 763
- Regulations:
  - 26 CFR 31.3402(g)–1(a)(8), revised; flat rate supplemental wage withholding, correction to TD 9276 (Ann 20) 8, 599; additional correction (Ann 21) 9, 630
- Supplemental wages, withholding, correction to TD 9276 (Ann 20) 8, 599; additional correction (Ann 21) 9, 630
- Technical Advice Memoranda (TAMs) (RP 2) 1, 88

## ESTATE TAX

- Installment agreements, payment of tax liabilities (REG–100841–97) 12, 763
- Letter rulings and information letters issued by Associate Offices, determination letters issued by Operating Divisions (RP 1) 1, 1
- Proposed Regulations:
  - 26 CFR 301.6159–0, added; 301.6159–1, revised; 301.6331–4, revised; agreements for payment of tax liabilities in installments (REG–100841–97) 12, 763
- Technical Advice Memoranda (TAMs) (RP 2) 1, 88

## EXCISE TAX

- Communications excise tax (Notice 11) 5, 405

## EXCISE TAX—Cont.

Health Insurance Portability and Accountability Act of 1996 (HIPAA):

Health plan nondiscrimination requirements:

For certain grandfathered church plans (TD 9299) 6, 460

For group health plans (TD 9298) 6, 434; correction (Ann 32) 11, 734

Installment agreements, payment of tax liabilities (REG-100841-97) 12, 763

Letter rulings and information letters issued by Associate Offices, determination letters issued by Operating Divisions (RP 1) 1, 1

Penalties, disclosure on reports filed with Securities and Exchange Commission (SEC) (RP 25) 12, 761

Proposed Regulations:

26 CFR 301.6159-0, added; 301.6159-1, revised; 301.6331-4, revised; agreements for payment of tax liabilities in installments (REG-100841-97) 12, 763

Regulations:

26 CFR 54.9801-1, -2, amended; 54.9802-2, added; 54.9831-1, amended; exception to the HIPAA nondiscrimination requirements for certain grandfathered church plans (TD 9299) 6, 460

26 CFR 54.9802-1, revised; 54.9802-1T, removed; nondiscrimination and wellness programs in health coverage in the group market (TD 9298) 6, 434; correction (Ann 32) 11, 734

Technical Advice Memoranda (TAMs) (RP 2) 1, 88

## EXEMPT ORGANIZATIONS

Annual notice to donors regarding pending and settled declaratory judgment suits (Ann 1) 1, 243

Definition of party and allocation of net income or proceeds for purposes of section 4965 (Notice 18) 9, 608

Letter rulings:

And determination letters, areas which will not be issued from Associates Chief Counsel and Division Counsel (TE/GE) (RP 3) 1, 108

And general information letters, procedures (RP 4) 1, 118

User fees, request for letter rulings (RP 8) 1, 230

List of organizations classified as private foundations (Ann 14) 7, 519; (Ann 33) 13, 841

Revocations (Ann 3) 4, 376; (Ann 13) 7, 519; (Ann 34) 13, 842

Technical advice to IRS employees (RP 5) 1, 161

## GIFT TAX

Installment agreements, payment of tax liabilities (REG-100841-97) 12, 763

Letter rulings and information letters issued by Associate Offices, determination letters issued by Operating Divisions (RP 1) 1, 1

## GIFT TAX—Cont.

Proposed Regulations:

26 CFR 301.6159-0, added; 301.6159-1, revised; 301.6331-4, revised; agreements for payment of tax liabilities in installments (REG-100841-97) 12, 763

Technical Advice Memoranda (TAMs) (RP 2) 1, 88

## INCOME TAX

Accounting methods:

Automatic consent to change accounting method for executory contract liabilities (RP 14) 4, 357

Changes in accounting methods (RP 16) 4, 358

Changes in computing depreciation (TD 9307) 7, 470

Executory contract liabilities (RR 3) 4, 350

Payroll taxes on deferred compensation (RR 12) 11, 685

Advance Pricing Agreement (APA) Program, annual report to the public, 2006 (Ann 31) 12, 769

Annual notice to donors regarding pending and settled declaratory judgment suits (Ann 1) 1, 243

Annuities, exchanges of property for an annuity contract, change in hearing location for REG-141901-05 (Ann 7) 4, 377

Archer Medical Savings Accounts (MSAs), reporting obligation for accounts established between January 1, 2005, and June 30, 2005, and January 1, 2006, and June 30, 2006 (Ann 24) 10, 681

Charitable contributions, study on donor advised funds and supporting organizations (Notice 21) 9, 611

Communications excise tax (Notice 11) 5, 405

Compliance resolution program for employees other than corporate insiders for additional 2006 taxes arising under section 409A due to exercise of stock rights (Ann 18) 9, 625

Consumer Price Index (CPI) adjustments, certain loans under section 1274A for 2007 (RR 4) 4, 351

Contractual protection filter under regulations section 1.6011-4, exceptions (RP 20) 7, 517

Controlled services transactions under section 482, treatment, allocation of income and deductions from intangibles, and stewardship expense, correction to TD 9278 (Ann 9) 5, 417; additional corrections (Ann 10) 6, 464; correction to REG-146893-02 (Ann 11) 6, 464

Corporations:

Bulgarian per se entity (Notice 10) 4, 354

Consolidated returns, unified rule for loss on subsidiary stock (REG-157711-02) 8, 537

Controlled foreign corporation (CFC):

Subpart F income (Notice 9) 5, 401

Substantial assistance, shipping income (Notice 13) 5, 410

Corporate reorganizations:

Additional guidance on distributions under sections 368(a)(1)(D) and 354(b)(1)(B) (TD 9313) 13, 805; (REG-157834-06) 13, 840

Distributions under sections 368(a)(1)(D) and 354(b)(1)(B) (TD 9303) 5, 379; correction (Ann 25) 10, 682; (REG-125632-06) 5, 415; correction (Ann 26) 10, 682



## INCOME TAX—Cont.

- Liabilities in excess of basis, transfers to controlled corporations (RR 8) 7, 469
- Exclusion from gross income of previously taxed earnings and profits and related basis adjustments, correction to REG-121509-00 (Ann 17) 8, 597
- Foreign corporation interest expense allocations, branch profits tax, election for liability reduction (Notice 1) 2, 254
- Look-through treatment of dividends from noncontrolled section 902 corporation, correction to TD 9260 (Ann 12) 6, 465
- Transfers by U.S. persons of stock or securities to foreign corporations (TD 9311) 10, 635; (REG-147144-06) 10, 680
- Credits:
  - Low-income housing credit:
    - 2007 population figures used for calculation (Notice 23) 11, 690
    - Satisfactory bond, “bond factor” amounts for the period:
      - January through March 2007 (RR 5) 5, 378
    - Railroad track maintenance credit, hearing cancellation for REG-142270-05 (Ann 2) 2, 263; correction to TD 9286 (Ann 8) 5, 416
  - Cross licensing arrangements, guidance on tax treatment (RP 23) 10, 675
  - Disaster relief, reduction in taxable income for housing Hurricane Katrina displaced individuals (TD 9301) 2, 244; (REG-152043-05) 2, 263
  - Disclosure of reportable transactions by:
    - List maintenance rules under section 6112 for material advisors, hearing scheduled for REG-103043-05 (Ann 27) 11, 733
    - Material advisors under section 6111, hearing scheduled for REG-103039-05 (Ann 30) 11, 734
    - Taxpayers under section 6011, hearing scheduled for REG-103038-05 (Ann 29) 11, 733
  - Domestic production activities, income attributable, correction to TD 9263 (Ann 22) 9, 631
  - Electronic filing:
    - Electronic payment option for user fee charges for Form 8802 (RP 22) 10, 675
    - Elimination of regulatory impediments to filing certain business income tax returns and other forms (TD 9300) 2, 246
    - Guidance necessary to facilitate business electronic filing under section 1561 (TD 9304) 6, 423; (REG-161919-05) 6, 463
  - Employer-provided vehicles, cents-per-mile valuation rule, maximum vehicle values (RP 11) 2, 261
  - Estimated tax penalty, waiver for citizens or residents of the U.S. living abroad (Notice 16) 8, 536
  - Extensions:
    - Extension of time taxpayers have until April 17, 2007, to file 2006 returns and pay any taxes due, Emancipation Day Holiday in the District of Columbia (Ann 16) 8, 597
    - Extension of deadline for settlement offered to certain foreign embassy staff (Ann 28) 10, 683
  - Federal tax lien, procedures for obtaining release or discharge (REG-159444-04) 9, 618

## INCOME TAX—Cont.

- Film and television production, deduction for qualified costs (TD 9312) 12, 736; (REG-115403-05) 12, 767
- Forms:
  - 1096, 1098, 1099, 5498, W-2G, and 1042-S, substitute form specifications (RP 15) 3, 300
  - 8802, electronic payment option for user fee charges (RP 22) 10, 675
  - 8851, Summary of Archer MSAs, specifications for filing electronically (Ann 15) 8, 596
  - 8921, Transactions Involving a Pool of Applicable Insurance Contracts, comments requested on draft form (Notice 24) 12, 750
  - 8922, Applicable Insurance Contract Information Return (For Tax-Exempt Organizations and Government Entities under Section 6050V), comments requested on draft form (Notice 24) 12, 750
- Health Reimbursement Arrangements (HRAs), debit cards (Notice 2) 2, 254
- Health Savings Accounts (HSAs), rollovers to (Notice 22) 10, 670
- Housing cost amount eligible for exclusion or deduction, revised (Notice 25) 12, 760
- Income and currency gain or loss with respect to a section 987 qualified business unit (QBU), correction to REG-208270-86 (Ann 4) 7, 518
- Information reporting:
  - Requirements, exclusion of the sale or exchange of a principle residence (RP 12) 4, 354
  - Under section 6050V, comments requested on draft Forms 8921, Transactions Involving a Pool of Applicable Insurance Contracts, and Form 8922, Applicable Insurance Contract Information Return (For Tax-Exempt Organizations and Government Entities under Section 6050V) (Notice 24) 12, 750
- Installment agreements:
  - Payment of tax liabilities (REG-100841-97) 12, 763
  - User fees (TD 9306) 6, 420
- Insurance companies:
  - Comments requested on closing agreements for life insurance and annuity contracts (Notice 15) 7, 503
  - Indices and electronic submission of information, Rev. Proc. 2001-42 updated (RP 19) 7, 515
  - Investor control and general public (RR 7) 7, 468
  - Loss payment patterns and discount factors for the 2006 accident year (RP 9) 3, 278
  - Prevailing state assumed interest rate tables, 2007 (RR 10) 10, 660
  - Salvage discount factors for the 2006 accident year (RP 10) 3, 289
- Interest:
  - Investment:
    - Federal short-term, mid-term, and long-term rates for:
      - January 2007 (RR 2) 3, 266
      - February 2007 (RR 9) 6, 422
      - March 2007 (RR 15) 11, 687

## INCOME TAX—Cont.

- Rates:  
Underpayments and overpayments, quarter beginning, April 1, 2007 (RR 16) 13, 807
- Inventory:  
LIFO, price indexes used by department stores for:  
November 2006 (RR 6) 5, 393  
December 2006 (RR 11) 9, 606  
January 2007 (RR 18) 13, 806
- Leases, tax-exempt use property (Notice 4) 2, 260
- Letter rulings:  
And determination letters, areas which will not be issued from:  
Associates Chief Counsel and Division Counsel (TE/GE) (RP 3) 1, 108  
Associate Chief Counsel (International) (RP 7) 1, 227  
And information letters issued by Associate Offices, determination letters issued by Operating Divisions (RP 1) 1, 1
- Life insurance, transfer of value and grantor trusts (RR 13) 11, 684
- Nonsufficient funds (NSF) fees, accounting for credit card NSF fees that are not interest (RR 1) 3, 265
- Penalties:  
Disclosure on reports filed with Securities and Exchange Commission (SEC) (RP 25) 12, 761  
Under sections 6707 or 6707A, rescission (RP 21) 9, 613
- Pre-Filing Agreement (PFA) program, continued (RP 17) 4, 368
- Private foundations, organizations now classified as (Ann 14) 7, 519; (Ann 33) 13, 841
- Proposed Regulations:  
26 CFR 1.45G-0, -1, added; railroad track maintenance credit, hearing cancellation for REG-142270-05 (Ann 2) 2, 263  
26 CFR 1.181-0 thru -6, added; deduction for qualified film and television production costs (REG-115403-05) 12, 767  
26 CFR 1.337(d)-1, -2, removed; 1.358-6, amended; 1.1502-13, -19, -21, -30 thru -33, -35, -80, -91, amended; 1.1502-20, -35T, removed; 1.1502-36, added; unified rule for loss on subsidiary stock (REG-157711-02) 8, 537  
26 CFR 1.367(a)-3, amended; 1.367(a)-8, revised; certain transfers of stock or securities by U.S. persons to foreign corporations (REG-147144-06) 10, 680  
26 CFR 1.368-2, amended; corporate reorganizations, distributions under sections 368(a)(1)(D) and 354(b)(1)(B) (REG-125632-06) 5, 415; correction (Ann 26) 10, 682; additional guidance (REG-157834-06) 13, 840  
26 CFR 1.482-1, -8, -9, amended; 1.861-8, amended; allocation of income and deductions from intangibles, stewardship expense, correction to REG-146893-02 (Ann 11) 6, 464  
26 CFR 1.959-1, -2, -3, revised; 1.961-2, -3, revised; exclusion from gross income of previously taxed earnings and profits and adjustments to basis of stock in controlled foreign corporations and of other property, correction to REG-121509-00 (Ann 17) 8, 597

## INCOME TAX—Cont.

- 26 CFR 1.987-1 thru -3, -6, amended; income and currency gain or loss with respect to a section 987 QBU, correction to REG-208270-86 (Ann 4) 7, 518
- 26 CFR 1.1502-43, -47, amended; 1.1561-1, -3, added; 1.1561-2, amended; 1.1563-1, added; guidance necessary to facilitate business electronic filing under section 1561 (REG-161919-05) 6, 463
- 26 CFR 1.9300-1, added; reduction in taxable income for housing Hurricane Katrina displaced individuals (REG-152043-05) 2, 263
- 26 CFR 301.6159-0, added; 301.6159-1, revised; 301.6331-4, revised; agreements for payment of tax liabilities in installments (REG-100841-97) 12, 763
- 26 CFR 301.6325-1, amended; 301.6503(f)-1, revised; 301.7426-1, revised; release of lien or discharge of property (REG-159444-04) 9, 618
- Publications:  
1167, General Rules and Specifications for Substitute Forms and Schedules (RP 24) 11, 692
- Qualified amended returns (TD 9309) 7, 497
- Qualified mortgage bonds (QMBs) and mortgage credit certificates (MCCs), average area housing purchase prices for 2007 (RP 26) 13, 814
- Qualified Zone Academy Bonds, allocations for years 2006 and 2007 (RP 18) 5, 413
- Real estate mortgage investment conduit (REMIC), modifications of commercial loans held by a REMIC (Notice 17) 12, 748
- Regulations:  
26 CFR 1.45G-0T, -1T, added; railroad track maintenance credit; correction to TD 9286 (Ann 8) 5, 416  
26 CFR 1.108-1, removed and reserved; 1.342-1, removed; 1.371-1, -2, removed; 1.372-1, removed; 1.374-1 thru -4, removed; 1.924(a)-1T, amended; 1.1018-1, removed; 1.1502-43, -47, -47T, -90, amended; 1.1502-43T, added; 1.1561-0, -1, -3, removed; 1.1561-1T, -2T, -3T, added; 1.1561-2, amended; 1.1562-0 thru -7, removed; 1.1563-1, removed; 1.1563-1T, -3, amended; 1.1564-1, removed; 5.1561-1, removed; guidance necessary to facilitate business electronic filing under section 1561 (TD 9304) 6, 423  
26 CFR 1.167(e)-1, amended; 1.167(e)-1T, removed; 1.168(i)-4, -6T, amended; 1.446-1, amended; 1.446-1T, removed; 1.1016-3, amended; 1.1016-3T, removed; changes in computing depreciation (TD 9307) 7, 470  
26 CFR 1.170A-11, amended; 1.170A-11T, removed; 1.556-2, amended; 1.556-2T, removed; 1.565-1, amended; 1.565-1T, removed; 1.936-7, amended; 1.936-7T, removed; 1.1017-1, amended; 1.1017-1T, removed; 1.1368-1, amended; 1.1368-1T, removed; 1.1377-1, amended; 1.1377-1T, removed; 1.1502-21, amended; 1.1502-21T, amended; 1.1502-75, amended; 1.1502-75T, removed; 1.1503-2, amended; 1.1503-2T, removed; 1.6038B-1, amended; 1.6038B-1T, amended; 301.7701-3, amended; 301.7701-3T, removed; 602.101, amended; guidance necessary to facilitate business electronic filing (TD 9300) 2, 246

## INCOME TAX—Cont.

- 26 CFR 1.181–0T thru –6T, added; 602.101, amended; deduction for qualified film and television production costs (TD 9312) 12, 736
- 26 CFR 1.199–1 thru –4, –6 thru –9, amended; income attributable to domestic production activities, correction to TD 9263 (Ann 22) 9, 631
- 26 CFR 1.367(a)–3, –8, amended; 1.367(a)–3T, –8T, added; 602.101, amended; certain transfers of stock or securities by U.S. persons to foreign corporations (TD 9311) 10, 635
- 26 CFR 1.368–2, amended; 1.368–2T, added; corporate reorganizations, distributions under sections 368(a)(1)(D) and 354(b)(1)(B) (TD 9303) 5, 379; correction (Ann 25) 10, 682
- 26 CFR 1.368–2T, amended; corporate reorganizations, additional guidance on distributions under sections 368(a)(1)(D) and 354(b)(1)(B) (TD 9313) 13, 805
- 26 CFR 1.482; 1.861; 1.6038; 1.6038A; 1.6662; treatment of services under section 482, allocation of income and deductions from intangibles, stewardship expense, correction to TD 9278 (Ann 9) 5, 417; additional corrections (Ann 10) 6, 464
- 26 CFR 1.671–5, amended; 1.671–5T, removed; reporting rules for widely held fixed investment trusts (TD 9308) 8, 523
- 26 CFR 1.863–3, amended; 1.863–8, –9, added; 602.101, amended; source of income from certain space and ocean activities, source of communications income (TD 9305) 7, 479
- 26 CFR 1.902–1, –1T, –2, amended; 1.904–0, –4, –5, amended; 1.904(f)–12T, amended; 1.964–1, –1T, amended; application of separate limitations to dividends from non-controlled section 902 corporations, correction to TD 9260 (Ann 12) 6, 465
- 26 CFR 1.6664–0, –1, amended; 1.6664–1T, –2T, removed; 1.6664–2(c), revised; qualified amended returns (TD 9309) 7, 497
- 26 CFR 1.9300–1T, added; reduction in taxable income for housing Hurricane Katrina displaced individuals (TD 9301) 2, 244
- 26 CFR 300.0, amended; 300.1, amended; 300.2, amended; user fees for processing installment agreements (TD 9306) 6, 420
- Reporting rules for widely held fixed investment trusts (WHFITs) (TD 9308) 8, 523
- Revocations, exempt organizations (Ann 3) 4, 376; (Ann 13) 7, 519; (Ann 34) 13, 842
- Rulings, obsolete (RR 14) 12, 747
- Services cost method:
- And other issues under section 482 temporary regulations, partial modification of effective date and clarification (Notice 5) 3, 269
  - Under section 482 regulations, specified covered services eligible (RP 13) 3, 295
- Space and ocean activities, source of income, source of communications income (TD 9305) 7, 479
- Standard Industry Fare Level (SIFL) formula (RR 17) 13, 805

## INCOME TAX—Cont.

- Statute of limitations on assessment for bona fide residents of the U.S. Virgin Islands (Notice 19) 11, 689
- Substitute forms:
- 1096, 1098, 1099, 5498, W-2G, and 1042-S, rules and specifications (RP 15) 3, 300
  - And schedules, general rules and specifications (RP 24) 11, 692
- Tax conventions, reciprocal exemption agreement, Bailiwick of Jersey (Ann 23) 10, 665
- Tax Increase Prevention and Reconciliation Act of 2005 (TIPRA) amendments to section 199, change in hearing location for REG–127819–06 (Ann 5) 4, 376
- Technical Advice Memoranda (TAMs) (RP 2) 1, 88
- Treatment of payments in lieu of taxes under section 141, change in hearing location for REG–136806–06 (Ann 6) 4, 376; cancellation of hearing on REG–136806–06 (Ann 19) 7, 521
- User fees:
- Electronic payment option for user fee charges for Form 8802 (RP 22) 10, 675
  - Installment agreements (TD 9306) 6, 420
- Waiver of estimated tax penalty for citizens or residents of the U.S. living abroad (Notice 16) 8, 536

## SELF-EMPLOYMENT TAX

- Letter rulings and information letters issued by Associate Offices, determination letters issued by Operating Divisions (RP 1) 1, 1
- Technical Advice Memoranda (TAMs) (RP 2) 1, 88









# INTERNAL REVENUE BULLETIN

The Introduction at the beginning of this issue describes the purpose and content of this publication. The weekly Internal Revenue Bulletin is sold on a yearly subscription basis by the Superintendent of Documents. Current subscribers are notified by the Superintendent of Documents when their subscriptions must be renewed.

## CUMULATIVE BULLETINS

The contents of this weekly Bulletin are consolidated semiannually into a permanent, indexed, Cumulative Bulletin. These are sold on a single copy basis and *are not* included as part of the subscription to the Internal Revenue Bulletin. Subscribers to the weekly Bulletin are notified when copies of the Cumulative Bulletin are available. Certain issues of Cumulative Bulletins are out of print and are not available. Persons desiring available Cumulative Bulletins, which are listed on the reverse, may purchase them from the Superintendent of Documents.

---

## ACCESS THE INTERNAL REVENUE BULLETIN ON THE INTERNET

You may view the Internal Revenue Bulletin on the Internet at [www.irs.gov](http://www.irs.gov). Under information for: select Businesses. Under related topics, select More Topics. Then select Internal Revenue Bulletins.

---

## INTERNAL REVENUE BULLETINS ON CD-ROM

Internal Revenue Bulletins are available annually as part of Publication 1796 (Tax Products CD-ROM). The CD-ROM can be purchased from National Technical Information Service (NTIS) on the Internet at [www.irs.gov/cdorders](http://www.irs.gov/cdorders) (discount for online orders) or by calling 1-877-233-6767. The first release is available in mid-December and the final release is available in late January.

---

## HOW TO ORDER

Check the publications and/or subscription(s) desired on the reverse, complete the order blank, enclose the proper remittance, detach entire page, and mail to the Superintendent of Documents, P.O. Box 371954, Pittsburgh PA, 15250-7954. Please allow two to six weeks, plus mailing time, for delivery.

---

## WE WELCOME COMMENTS ABOUT THE INTERNAL REVENUE BULLETIN

If you have comments concerning the format or production of the Internal Revenue Bulletin or suggestions for improving it, we would be pleased to hear from you. You can e-mail us your suggestions or comments through the IRS Internet Home Page ([www.irs.gov](http://www.irs.gov)) or write to the IRS Bulletin Unit, SE:W:CAR:MP:T:T:SP, Washington, DC 20224

---

**Internal Revenue Service**  
**Washington, DC 20224**

Official Business  
Penalty for Private Use, \$300