

Section 1274.—Determination of Issue Price in the Case of Certain Debt Instruments Issued for Property

(Also Sections 42, 280G, 382, 412, 467, 468, 482, 483, 642, 807, 846, 1288, 7520, 7872.)

Federal rates; adjusted federal rates; adjusted federal long-term rate and the long-term exempt rate. For purposes of sections 382, 642, 1274, 1288, and other sections of the Code, tables set forth the rates for November 2011.

Rev. Rul. 2011-25

This revenue ruling provides various prescribed rates for federal income tax

purposes for November 2011 (the current month). Table 1 contains the short-term, mid-term, and long-term applicable federal rates (AFR) for the current month for purposes of section 1274(d) of the Internal Revenue Code. Table 2 contains the short-term, mid-term, and long-term adjusted applicable federal rates (adjusted AFR) for the current month for purposes of section 1288(b). Table 3 sets forth the adjusted federal long-term rate and the long-term tax-exempt rate described in section 382(f). Table 4 contains the appropriate percentages for determining the low-income housing credit described in section 42(b)(1) for buildings placed in service during the current

month. However, under section 42(b)(2), the applicable percentage for non-federally subsidized new buildings placed in service after July 30, 2008, and before December 31, 2013, shall not be less than 9%. Finally, Table 5 contains the federal rate for determining the present value of an annuity, an interest for life or for a term of years, or a remainder or a reversionary interest for purposes of section 7520.

REV. RUL. 2011-25 TABLE 1
Applicable Federal Rates (AFR) for November 2011

	<i>Period for Compounding</i>	<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
<i>Short-term</i>					
AFR	.19%	.19%	.19%	.19%	.19%
110% AFR	.21%	.21%	.21%	.21%	.21%
120% AFR	.23%	.23%	.23%	.23%	.23%
130% AFR	.25%	.25%	.25%	.25%	.25%
<i>Mid-term</i>					
AFR	1.20%	1.20%	1.20%	1.20%	1.20%
110% AFR	1.32%	1.32%	1.32%	1.32%	1.32%
120% AFR	1.45%	1.44%	1.44%	1.44%	1.44%
130% AFR	1.57%	1.56%	1.56%	1.56%	1.55%
150% AFR	1.81%	1.80%	1.80%	1.80%	1.79%
175% AFR	2.11%	2.10%	2.09%	2.09%	2.09%
<i>Long-term</i>					
AFR	2.67%	2.65%	2.64%	2.64%	2.64%
110% AFR	2.94%	2.92%	2.91%	2.90%	2.90%
120% AFR	3.21%	3.18%	3.17%	3.16%	3.16%
130% AFR	3.48%	3.45%	3.44%	3.43%	3.43%

REV. RUL. 2011-25 TABLE 2
Adjusted AFR for November 2011

	<i>Period for Compounding</i>	<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
<i>Short-term adjusted AFR</i>					
Short-term adjusted AFR	.41%	.41%	.41%	.41%	.41%
Mid-term adjusted AFR	1.38%	1.38%	1.38%	1.38%	1.38%
Long-term adjusted AFR	3.41%	3.38%	3.37%	3.36%	3.36%

REV. RUL. 2011-25 TABLE 3

Rates Under Section 382 for November 2011

Adjusted federal long-term rate for the current month	3.41%
Long-term tax-exempt rate for ownership changes during the current month (the highest of the adjusted federal long-term rates for the current month and the prior two months.)	3.77%

REV. RUL. 2011-25 TABLE 4

Appropriate Percentages Under Section 42(b)(1) for November 2011

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

Appropriate percentage for the 70% present value low-income housing credit	7.44%
Appropriate percentage for the 30% present value low-income housing credit	3.19%

REV. RUL. 2011-25 TABLE 5

Rate Under Section 7520 for November 2011

Applicable federal rate for determining the present value of an annuity, an interest for life or a term of years, or a remainder or reversionary interest	1.4%
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Section 1288.—Treatment of Original Issue Discount on Tax-Exempt Obligations

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of November 2011. See Rev. Rul. 2011-25, page 695.

Section 2010.—Unified Credit Against Estate Tax

The Service provides an inflation adjustment to the amount of the unified credit against estate tax for the estate of a decedent dying in calendar year 2012. See Rev. Proc. 2011-52, page 701.

Section 2032A.—Valuation of Certain Farm, etc., Real Property

The Service provides an inflation adjustment to the maximum amount by which the value of certain farm and other qualified real property included in a decedent's gross estate may be decreased for purposes of valuing the estate of a decedent dying in calendar year 2012. See Rev. Proc. 2011-52, page 701.

Section 2503.—Taxable Gifts

The Service provides an inflation adjustment to the amount of gifts that may be made to a person in a calendar year without including the amount in taxable gifts for calendar year 2012. See Rev. Proc. 2011-52, page 701.

Section 2523.—Gift to Spouse

The Service provides an inflation adjustment to the amount of gifts that may be made in a calendar year to a spouse who is not a citizen of the United States without including the amount in taxable gifts for calendar year 2012. See Rev. Proc. 2011-52, page 701.

Section 4161.—Imposition of Tax

The Service provides an inflation adjustment to the amount of excise tax imposed for calendar year 2012 on the first sale by a manufacturer, producer, or importer of any shaft of a type used in the manufacture of certain arrows. See Rev. Proc. 2011-52, page 701.

Section 4261.—Imposition of Tax

The Service provides inflation adjustments for excise taxes on domestic and international passenger air

transportation for calendar year 2012. See Rev. Proc. 2011-52, page 701.

Section 6033.—Returns by Exempt Organizations

The Service provides an inflation adjustment to the amount of dues certain exempt organizations with nondeductible lobbying expenditures can charge and still be excepted from reporting requirements for taxable years beginning in 2012. See Rev. Proc. 2011-52, page 701.

Section 6039F.—Notice of Large Gifts Received From Foreign Persons

The Service provides an inflation adjustment to the amount of gifts received in a taxable year from foreign persons that triggers a reporting requirement for a United States person for taxable years beginning in 2012. See Rev. Proc. 2011-52, page 701.

Section 6323.—Validity and Priority Against Certain Persons

The Service provides inflation adjustments for calendar year 2012 to (1) the maximum amount of a casual sale of personal property below which a federal tax lien will not be valid against a purchaser of the property, and (2) the maximum amount of a contract for the repair or improvement of certain residential