

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

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

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

### Rev. Rul. 2017-07

This revenue ruling provides various prescribed rates for federal income tax

purposes for March 2017 (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 de-

termining 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, 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. 2017-07 TABLE 1**  
Applicable Federal Rates (AFR) for March 2017  
*Period for Compounding*

	<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
		<i>Short-term</i>		
AFR	1.01%	1.01%	1.01%	1.01%
110% AFR	1.11%	1.11%	1.11%	1.11%
120% AFR	1.21%	1.21%	1.21%	1.21%
130% AFR	1.31%	1.31%	1.31%	1.31%
		<i>Mid-term</i>		
AFR	2.05%	2.04%	2.03%	2.03%
110% AFR	2.25%	2.24%	2.23%	2.23%
120% AFR	2.47%	2.45%	2.44%	2.44%
130% AFR	2.67%	2.65%	2.64%	2.64%
150% AFR	3.08%	3.06%	3.05%	3.04%
175% AFR	3.60%	3.57%	3.55%	3.54%
		<i>Long-term</i>		
AFR	2.78%	2.76%	2.75%	2.74%
110% AFR	3.06%	3.04%	3.03%	3.02%
120% AFR	3.34%	3.31%	3.30%	3.29%
130% AFR	3.62%	3.59%	3.57%	3.56%

**REV. RUL. 2017-07 TABLE 2**  
Adjusted AFR for March 2017  
*Period for Compounding*

	<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
Short-term adjusted AFR	.75%	.75%	.75%	.75%
Mid-term adjusted AFR	1.53%	1.52%	1.52%	1.52%
Long-term adjusted AFR	2.06%	2.05%	2.04%	2.04%

**REV. RUL. 2017-07 TABLE 3**  
Rates Under Section 382 for March 2017

Adjusted federal long-term rate for the current month	2.06%
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.)	2.09%

**REV. RUL. 2017-07 TABLE 4**  
Appropriate Percentages Under Section 42(b)(1) for March 2017

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

Appropriate percentage for the 70% present value low-income housing credit	7.56%
Appropriate percentage for the 30% present value low-income housing credit	3.24%

**REV. RUL. 2017-07 TABLE 5**  
Rate Under Section 7520 for March 2017

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	2.4%
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### **Section 42.—Low-Income Housing Credit**

The applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2017. See Rev. Rul. 2017-07, page 1007.

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### **Section 280G.—Golden Parachute Payments**

Federal short-term, mid-term, and long-term rates are set forth for the month of March 2017. See Rev. Rul. 2017-07, page 1007.

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### **Section 382.—Limitation on Net Operating Loss Carryforwards and Certain Built-In Losses Following Ownership Change**

The adjusted applicable federal long-term rate is set forth for the month of March 2017. See Rev. Rul. 2017-07, page 1007.

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### **Section 467.—Certain Payments for the Use of Property or Services**

The applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2017. See Rev. Rul. 2017-07, page 1007.

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### **Section 468.—Special Rules for Mining and Solid Waste Reclamation and Closing Costs**

The applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2017. See Rev. Rul. 2017-07, page 1007.

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### **Section 482.—Allocation of Income and Deductions Among Taxpayers**

Federal short-term, mid-term, and long-term rates are set forth for the month of March 2017. See Rev. Rul. 2017-07, page 1007.

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### **Section 483.—Interest on Certain Deferred Payments**

The applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2017. See Rev. Rul. 2017-07, page 1007.

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### **Section 642.—Special Rules for Credits and Deductions**

Federal short-term, mid-term, and long-term rates are set forth for the month of March 2017. See Rev. Rul. 2017-07, page 1007.

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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 March 2017. See Rev. Rul. 2017-07, page 1007.

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### **Section 7520.—Valuation Tables**

The applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2017. See Rev. Rul. 2017-07, page 1007.

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### **Section 7872.—Treatment of Loans With Below-Market Interest Rates**

The applicable federal short-term, mid-term, and long-term rates are set forth for the month of March 2017. See Rev. Rul. 2017-07, page 1007.