

DRAFTING INFORMATION

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(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 1274, 1288, 382, and other sections of the Code, tables set forth the rates for August 2000.

Table 3 sets forth the adjusted federal long-term rate and the long-term tax-exempt rate described in section 382(f). Table 4 contains the appropriate percentages for determining the low-income housing credit described in section 42(b)(2) for buildings placed in service during the current month. Finally, Table 5 contains the federal rate for determining the present value of an annuity, an interest for life or for a term of years, or a remainder or a reversionary interest for purposes of section 7520.

Section 846.—Discounted Unpaid Losses Defined

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of August 2000. See Rev. Rul. 2000-38, on this page.

Rev. Rul. 2000-38

This revenue ruling provides various prescribed rates for federal income tax purposes for August 2000 (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).

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

REV. RUL. 2000-38 TABLE 1
Applicable Federal Rates (AFR) for August 2000

		<i>Period for Compounding</i>			
		<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
<i>Short-Term</i>					
	AFR	6.37%	6.27%	6.22%	6.19%
110%	AFR	7.02%	6.90%	6.84%	6.80%
120%	AFR	7.66%	7.52%	7.45%	7.40%
130%	AFR	8.32%	8.15%	8.07%	8.01%
<i>Mid-Term</i>					
	AFR	6.33%	6.23%	6.18%	6.15%
110%	AFR	6.97%	6.85%	6.79%	6.75%
120%	AFR	7.62%	7.48%	7.41%	7.37%
130%	AFR	8.26%	8.10%	8.02%	7.97%
150%	AFR	9.57%	9.35%	9.24%	9.17%
175%	AFR	11.20%	10.90%	10.76%	10.66%
<i>Long-Term</i>					
	AFR	6.22%	6.13%	6.08%	6.05%
110%	AFR	6.85%	6.74%	6.68%	6.65%
120%	AFR	7.50%	7.36%	7.29%	7.25%
130%	AFR	8.13%	7.97%	7.89%	7.84%

REV. RUL. 2000-38 TABLE 2

Adjusted AFR for August 2000

Period for Compounding

	<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
Short-term adjusted AFR	4.63%	4.58%	4.55%	4.54%
Mid-term adjusted AFR	4.84%	4.78%	4.75%	4.73%
Long-term adjusted AFR	5.53%	5.46%	5.42%	5.40%

REV. RUL. 2000-38 TABLE 3

Rates Under Section 382 for August 2000

Adjusted federal long-term rate for the current month	5.53%
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.)	5.79%

REV. RUL. 2000-38 TABLE 4

Appropriate Percentages Under Section 42(b)(2)
for August 2000

Appropriate percentage for the 70% present value low-income housing credit	8.47%
Appropriate percentage for the 30% present value low-income housing credit	3.63%

REV. RUL. 2000-38 TABLE 5

Rate Under Section 7520 for August 2000

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	7.6%
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Section 1288.—Treatment of Original Issue Discounts on Tax-Exempt Obligations

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of August 2000. See Rev. Rul. 2000-38, page 157.

Section 6061.—Signing of Returns and Other Documents

26 CFR 1.6061-2T: *Signing of returns by voice signature (temporary).*

T.D. 8892

DEPARTMENT OF THE TREASURY
Internal Revenue Service
26 CFR Parts 1 and 602

TeleFile Voice Signature Test

AGENCY: Internal Revenue Service (IRS), Treasury.

ACTION: Removal of temporary regulations.

SUMMARY: This document removes temporary regulations that provide that an individual Federal income tax return completed as part of the Telefile Voice Signature test will be treated as a return that is signed, authenticated, verified and filed by the taxpayer as required by the Internal Revenue Code. The temporary regulations were published in the Federal Register on December 27, 1993. Because the temporary regulations applied only to 1992 and 1993 calendar year returns, the IRS is removing them.

EFFECTIVE DATE: These regulations are effective July 18, 2000.

FOR FURTHER INFORMATION CONTACT: Beverly A. Baughman (202) 622-4940 (not a toll-free number).

SUPPLEMENTARY INFORMATION:

Background

On December 27, 1993, the IRS issued temporary regulations (T.D. 8510, 1994-1 C.B. 280) in the Federal Register (58 F.R. 68295) under sections 6012, 6061, and 6065 relating to the TeleFile Voice Signature test. Because the temporary regulations applied only to 1992 and 1993 calendar year returns, the IRS has decided to remove them. Therefore, temporary regulations §§ 1.6012-7T, 1.6061-2T, and 1.6065-2T are being removed.