

## Section 512.—Unrelated Business Taxable Income

The Service provides an inflation adjustment to the maximum amount of annual dues that can be paid to certain agricultural or horticultural organizations without any portion being treated as unrelated trade or business income by reason of any benefits or privileges available to members for taxable years beginning in 2013. See Rev. Proc. 2012-41, page 539.

## Section 513.—Unrelated Trade or Business

The Service provides an inflation adjustment to the maximum cost of a low cost article for taxable years beginning in 2013. Funds raised through a charity's distribution of low cost articles will not be treated as unrelated business income to the charity. See Rev. Proc. 2012-41, page 539.

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

Federal short-term, mid-term, and long-term rates are set forth for the month of November 2012. See Rev. Rul. 2012-30, page 534.

## Section 807.—Rules for Certain Reserves

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of November 2012. See Rev. Rul. 2012-30, page 534.

## 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 November 2012. See Rev. Rul. 2012-30, page 534.

## Section 877.—Expatriation to Avoid Tax

The Service provides an inflation adjustment to the amount used for calendar year 2013 to determine whether an individual's loss of United States citizenship had the avoidance of United States tax as one of its principal purposes. See Rev. Proc. 2012-41, page 539.

## Section 877A.—Tax Responsibilities of Expatriation

The Service provides an inflation adjustment to the amount that reduces the amount that would be includible in the gross income of a covered expatriate for taxable years beginning in 2013. See Rev. Proc. 2012-41, page 539.

## Section 911.—Citizens or Residents of the United States Living Abroad

The Service provides an inflation adjustment to the amount of foreign earned income that may be excluded from gross income for taxable years beginning in 2013. See Rev. Proc. 2012-41, page 539.

## 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 October 2012.

## Rev. Rul. 2012-30

This revenue ruling provides various prescribed rates for federal income tax purposes for November 2012 (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. 2012-30 TABLE 1  
Applicable Federal Rates (AFR) for November 2012

	<i>Period for Compounding</i>			
	<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
<i>Short-term</i>				
AFR	.22%	.22%	.22%	.22%
110% AFR	.24%	.24%	.24%	.24%
120% AFR	.26%	.26%	.26%	.26%
130% AFR	.29%	.29%	.29%	.29%
<i>Mid-term</i>				
AFR	.89%	.89%	.89%	.89%
110% AFR	.98%	.98%	.98%	.98%
120% AFR	1.07%	1.07%	1.07%	1.07%
130% AFR	1.16%	1.16%	1.16%	1.16%
150% AFR	1.34%	1.34%	1.34%	1.34%
175% AFR	1.57%	1.56%	1.56%	1.55%
<i>Long-term</i>				
AFR	2.40%	2.39%	2.38%	2.38%
110% AFR	2.65%	2.63%	2.62%	2.62%
120% AFR	2.89%	2.87%	2.86%	2.85%
130% AFR	3.13%	3.11%	3.10%	3.09%

REV. RUL. 2012-30 TABLE 2  
Adjusted AFR for November 2012

	<i>Period for Compounding</i>			
	<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
<i>Short-term</i>				
adjusted AFR	.24%	.24%	.24%	.24%
<i>Mid-term</i>				
adjusted AFR	.98%	.98%	.98%	.98%
<i>Long-term</i>				
adjusted AFR	2.84%	2.82%	2.81%	2.80%

REV. RUL. 2012-30 TABLE 3  
Rates Under Section 382 for November 2012

Adjusted federal long-term rate for the current month	2.84%
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.)	2.87%

REV. RUL. 2012-30 TABLE 4

Appropriate Percentages Under Section 42(b)(1) for November 2012

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	7.38%
Appropriate percentage for the 30% present value low-income housing credit	3.16%

REV. RUL. 2012-30 TABLE 5

Rate Under Section 7520 for November 2012

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	1.0%
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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 2012. See Rev. Rul. 2012-30, page 534.

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### 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 2013. See Rev. Proc. 2012-41, page 539.

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### 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 2013. See Rev. Proc. 2012-41, page 539.

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### 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 2013. See Rev. Proc. 2012-41, page 539.

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### Section 4161.—Imposition of Tax

The Service provides an inflation adjustment to the amount of excise tax imposed for calendar year 2013 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. 2012-41, page 539.

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### Section 4261.—Passenger Air Transportation Excise Tax

The Service provides inflation adjustments for excise taxes on domestic and international passenger air transportation for calendar year 2013. See Rev. Proc. 2012-41, page 539.

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### 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 2013. See Rev. Proc. 2012-41, page 539.

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### 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 2013. See Rev. Proc. 2012-41, page 539.

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### Section 6323.—Validity and Priority Against Certain Persons

The Service provides inflation adjustments for calendar year 2013 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 property at or below which a federal tax lien will not be valid against a mechanic's lienor. See Rev. Proc. 2012-41, page 539.

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### Section 6334.—Property Exempt From Levy

The Service provides inflation adjustments to the value of certain property exempt from levy (fuel, provisions, furniture, household personal effects, arms for personal use, livestock, poultry, and books and tools of a trade, business, or profession) for calendar year 2013. See Rev. Proc. 2012-41, page 539.

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### Section 6601.—Interest on Underpayment, Nonpayment or Extension of Time for Payment, of Tax

The Service provides an inflation adjustment to the amount used to determine the amount of interest charged on a certain portion of the estate tax payable in installments for the estate of a decedent dying in calendar year 2013. See Rev. Proc. 2012-41, page 539.

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### Section 7430.—Awarding of Costs and Certain Fees

The Service provides an inflation adjustment to the hourly limit on attorney fees incurred in calendar year 2013 that may be awarded in a judgment or settlement