

# Part I.

## 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, 1288, 7520, 7872.)

### Rev. Rul. 2019-12

This revenue ruling provides various prescribed rates for federal income

tax purposes for May 2019 (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 ap-

propriate 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, 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. 2019-12 TABLE 1				
Applicable Federal Rates (AFR) for May 2019				
	<i>Period for Compounding</i>			
	<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
		<i>Short-term</i>		
AFR	2.39%	2.38%	2.37%	2.37%
110% AFR	2.64%	2.62%	2.61%	2.61%
120% AFR	2.88%	2.86%	2.85%	2.84%
130% AFR	3.11%	3.09%	3.08%	3.07%
		<i>Mid-term</i>		
AFR	2.37%	2.36%	2.35%	2.35%
110% AFR	2.62%	2.60%	2.59%	2.59%
120% AFR	2.85%	2.83%	2.82%	2.81%
130% AFR	3.09%	3.07%	3.06%	3.05%
150% AFR	3.57%	3.54%	3.52%	3.51%
175% AFR	4.17%	4.13%	4.11%	4.09%
		<i>Long-term</i>		
AFR	2.74%	2.72%	2.71%	2.70%
110% AFR	3.01%	2.99%	2.98%	2.97%
120% AFR	3.29%	3.26%	3.25%	3.24%
130% AFR	3.57%	3.54%	3.52%	3.51%

REV. RUL. 2019-12 TABLE 2				
Adjusted AFR for May 2019				
	<i>Period for Compounding</i>			
	<i>Annual</i>	<i>Semiannual</i>	<i>Quarterly</i>	<i>Monthly</i>
Short-term adjusted AFR	1.82%	1.81%	1.81%	1.80%
Mid-term adjusted AFR	1.80%	1.79%	1.79%	1.78%
Long-term adjusted AFR	2.08%	2.07%	2.06%	2.06%

REV. RUL. 2019-12 TABLE 3  
Rates Under Section 382 for May 2019

Adjusted federal long-term rate for the current month	2.08%
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.)	2.20%

REV. RUL. 2019-12 TABLE 4  
Appropriate Percentages Under Section 42(b)(1) for May 2019

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	7.59%
Appropriate percentage for the 30% present value low-income housing credit	3.25%

REV. RUL. 2019-12 TABLE 5  
Rate Under Section 7520 for May 2019

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	2.8%
---	------

## Section 42.—Low-Income Housing Credit

The applicable federal short-term, mid-term, and long-term rates are set forth for the month of May 2019. See Rev. Rul. 2019-12, page 1081.

## Section 280G.—Golden Parachute Payments

The applicable federal short-term, mid-term, and long-term rates are set forth for the month of May 2019. See Rev. Rul. 2019-12, page 1081.

## 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 May 2019. See Rev. Rul. 2019-12, page 1081.

## 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 May 2019. See Rev. Rul. 2019-12, page 1081.

## 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 May 2019. See Rev. Rul. 2019-12, page 1081.

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

The applicable federal short-term, mid-term, and long-term rates are set forth for the month of May 2019. See Rev. Rul. 2019-12, page 1081.

## 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 May 2019. See Rev. Rul. 2019-12, page 1081.

## 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 May 2019. See Rev. Rul. 2019-12, page 1081.

## Section 7520.—Valuation Tables

The applicable federal short-term, mid-term, and long-term rates are set forth for the month of May 2019. See Rev. Rul. 2019-12, page 1081.

## 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 May 2019. See Rev. Rul. 2019-12, page 1081.