

BUREAU OF LABOR STATISTICS, DEPARTMENT STORE  
INVENTORY PRICE INDEXES BY DEPARTMENT GROUPS—Continued  
(January 1941 = 100, unless otherwise noted)

| Groups  | Sept.<br>1998 | Sept.<br>1999 | Percent Change<br>from Sept. 1998<br>to Sept. 1999 <sup>1</sup> |
|---|---------------|---------------|---|
| 20. Radio and Television .....                  | 71.0          | 64.6          | -9.0  |
| 21. Recreation and Education <sup>2</sup> ..... | 103.2         | 96.4          | -6.6  |
| 22. Home Improvements <sup>2</sup> .....        | 129.9         | 127.8         | -1.6  |
| 23. Auto Accessories <sup>2</sup> .....         | 107.5         | 107.1         | -0.4  |
| Groups 1 – 15: Soft Goods .....                 | 605.4         | 605.2         | 0.0   |
| Groups 16 – 20: Durable Goods .....             | 458.1         | 450.6         | -1.6  |
| Groups 21 – 23: Misc. Goods <sup>2</sup> .....  | 107.6         | 102.7         | -4.6  |
| Store Total <sup>3</sup> .....                  | 551.9         | 547.0         | -0.9  |

<sup>1</sup> Absence of a minus sign before percentage change in this column signifies price increase.

<sup>2</sup> Indexes on a January 1986=100 base.

<sup>3</sup> The store total index covers all departments, including some not listed separately, except for the following: candy, food, liquor, tobacco, and contract departments.

#### DRAFTING INFORMATION

The principal author of this revenue ruling is Richard C. Farley, Jr. of the Office of Assistant Chief Counsel (Income Tax and Accounting). For further information regarding this revenue ruling, contact Mr. Farley on (202) 622-4970 (not a toll-free call).

#### 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 November 1999. See Rev. Rul. 99-45 on this page.

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

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of November 1999. See Rev. Rul. 99-45 on this page.

#### 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 1999. See Rev. Rul. 99-45 on this page.

#### 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 1999. See Rev. Rul. 99-45 on this page.

#### 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 1999. See Rev. Rul. 99-45 on this page.

#### 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 1274, 1288, 382, and other sections of the Code, tables set forth rates for November 1999.

#### Rev. Rul. 99-45

This revenue ruling provides various prescribed rates for federal income tax purposes for November 1999 (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)(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.

REV. RUL. 99-45 TABLE 1

Applicable Federal Rates (AFR) for November 1999

*Period for Compounding*

|                   | <i>Annual</i> | <i>Semiannual</i> | <i>Quarterly</i> | <i>Monthly</i> |
|-------------------|---------------|-------------------|------------------|----------------|
| <i>Short-Term</i> |               |                   |                  |                |
| AFR               | 5.57%         | 5.49%             | 5.45%            | 5.43%          |
| 110% AFR          | 6.13%         | 6.04%             | 6.00%            | 5.97%          |
| 120% AFR          | 6.70%         | 6.59%             | 6.54%            | 6.50%          |
| 130% AFR          | 7.27%         | 7.14%             | 7.08%            | 7.04%          |
| <i>Mid-Term</i>   |               |                   |                  |                |
| AFR               | 6.08%         | 5.99%             | 5.95%            | 5.92%          |
| 110% AFR          | 6.70%         | 6.59%             | 6.54%            | 6.50%          |
| 120% AFR          | 7.32%         | 7.19%             | 7.13%            | 7.08%          |
| 130% AFR          | 7.94%         | 7.79%             | 7.72%            | 7.67%          |
| 150% AFR          | 9.19%         | 8.99%             | 8.89%            | 8.83%          |
| 175% AFR          | 10.75%        | 10.48%            | 10.35%           | 10.26%         |
| <i>Long-Term</i>  |               |                   |                  |                |
| AFR               | 6.39%         | 6.29%             | 6.24%            | 6.21%          |
| 110% AFR          | 7.04%         | 6.92%             | 6.86%            | 6.82%          |
| 120% AFR          | 7.69%         | 7.55%             | 7.48%            | 7.43%          |
| 130% AFR          | 8.35%         | 8.18%             | 8.10%            | 8.04%          |

REV. RUL. 99-45 TABLE 2

Adjusted AFR for November 1999

*Period for Compounding*

|                   | <i>Annual</i> | <i>Semiannual</i> | <i>Quarterly</i> | <i>Monthly</i> |
|-------------------|---------------|-------------------|------------------|----------------|
| <i>Short-term</i> |               |                   |                  |                |
| adjusted AFR      | 3.91%         | 3.87%             | 3.85%            | 3.84%          |
| <i>Mid-term</i>   |               |                   |                  |                |
| adjusted AFR      | 4.59%         | 4.54%             | 4.51%            | 4.50%          |
| <i>Long-term</i>  |               |                   |                  |                |
| adjusted AFR      | 5.52%         | 5.45%             | 5.41%            | 5.39%          |

REV. RUL. 99-45 TABLE 3

Rates Under Section 382 for November 1999

|  |       |
|--|-------|
| Adjusted federal long-term rate for the current month  | 5.52% |
| 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.) | 5.52% |

REV. RUL. 99-45 TABLE 4

Appropriate Percentages Under Section 42(b)(2) for November 1999

|  |       |
|--|-------|
| Appropriate percentage for the 70% present value low-income housing credit | 8.46% |
| Appropriate percentage for the 30% present value low-income housing credit | 3.63% |

REV. RUL. 99-45 TABLE 5

Rate Under Section 7520 for November 1999

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

7.4%

**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 1999. See Rev. Rul. 99-45, page 558.

**Section 3221.—Rate of Tax**

**Determination of Quarterly Rate of Excise Tax for Railroad Retirement Supplemental Annuity Program**

In accordance with directions in Section 3221(c) of the Railroad Retirement Tax Act (26 U.S.C., Section 3221(c)), the Railroad Retirement Board has determined that the excise tax imposed by such Section 3221(c) on every employer, with respect to having individuals in his employ, for each work-hour for which com-

pensation is paid by such employer for services rendered to him during the quarter beginning July 1, 1999, shall be at the rate of 27 cents.

In accordance with directions in Section 15(a) of the Railroad Retirement Act of 1974, the Railroad Retirement Board has determined that for the quarter beginning July 1, 1999, 35.8 percent of the taxes collected under Sections 3211(b) and 3221(c) of the Railroad Retirement Tax Act shall be credited to the Railroad Retirement Account and 64.2 percent of the taxes collected under such Sections 3211(b) and 3221(c) plus 100 percent of the taxes collected under Section 3221(d) of the Railroad Retirement Tax Act shall be credited to the Railroad Retirement Supplemental Account.

Dated July 21, 1999.

By Authority of the Board.

Beatrice Ezerski,  
*Secretary to the Board.*

(Filed by the Office of the Federal Register on June 29, 1999, 8:45 a.m., and published in the issue of the Federal Register for June 30, 1999, 64 F.R. 35221)

**Section 7520.—Valuation Tables**

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of November 1999. See Rev. Rul. 99-45, page 558.

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

The adjusted applicable federal short-term, mid-term, and long-term rates are set forth for the month of November 1999. See Rev. Rul. 99-45, page 558.