



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

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REVENUE ADMINISTRATIVE BULLETIN 2009-4

Approved: May 4, 2009

INTEREST RATE

For period: July 1, 2009 – December 31, 2009

(Replaces Revenue Administrative Bulletin 2008-5)

RAB 2009-4.This Revenue Administrative Bulletin (RAB) establishes the annual rate of interest due on underpayments and overpayments for the period beginning on July 1, 2009, and ending on December 31, 2009.

A daily rate of interest .0001288 based on an adjusted annual rate of 4.7% will be added to a tax deficiency or an excessive claim for the period stated above. The effective annual rate of 4.7% was established pursuant to section 23(2) of the Revenue Act, MCL 205.23(2), at one percentage point above the “adjusted prime rate” charged by three commercial banks to large businesses.

The rates of interest as announced in this RAB also apply to overpayments as added under MCL 205.30(1) for periods after March 31, 1993. The rate of interest for periods prior to April 1, 1993, remains at the annual rate of 9%.

The following annual and corresponding daily rates of interest are in effect and will accrue during these periods:

Period	Rate
July 1, 2009 - December 31, 2009	4.7% (.0001288)
January 1, 2009 - June 30, 2009	6.0% (.0001644)
July 1, 2008 - December 31, 2008	7.9% (.0002151)
January 1, 2008 - June 30, 2008	9.2% (.0002514)
July 1, 2007 - December 31, 2007	9.25% (.0002534)
January 1, 2007 - June 30, 2007	9.1% (.0002493)
July 1, 2006 - December 31, 2006	8.2% (.0002245)
January 1, 2006 - June 30, 2006	7.2% (.0001973)
July 1, 2005 - December 31, 2005	6.2% (.0001699)
January 1, 2005 - June 30, 2005	5.2% (.0001428)
July 1, 2004 - December 31, 2004	5.0% (.0001366)
January 1, 2004 - June 30, 2004	5.0% (.0001366)
July 1, 2003 - December 31, 2003	5.4% (.0001479)
January 1, 2003 - June 30, 2003	5.8% (.0001589)
July 1, 2002 - December 31, 2002	6.0% (.0001644)
January 1, 2002 - June 30, 2002	8.0% (.0002192)
July 1, 2001 - December 31, 2001	10.1% (.0002767)
January 1, 2001 - June 30, 2001	10.4% (.0002849)
July 1, 2000 - December 31, 2000	9.5% (.0002596)

January 1, 2000	-	June 30, 2000	8.9%	(.0002432)
July 1, 1999	-	December 31, 1999	8.8%	(.0002411)
January 1, 1999	-	June 30, 1999	9.5%	(.0002603)
July 1, 1998	-	December 31, 1998	9.5%	(.0002603)
January 1, 1998	-	June 30, 1998	9.5%	(.0002603)
July 1, 1997	-	December 31, 1997	9.3%	(.0002548)
January 1, 1997	-	June 30, 1997	9.25%	(.0002534)
July 1, 1996	-	December 31, 1996	9.5%	(.0002596)
January 1, 1996	-	June 30, 1996	9.9%	(.0002705)
July 1, 1995	-	December 31, 1995	9.5%	(.0002603)
January 1, 1995	-	June 30, 1995	8.2%	(.0002247)
July 1, 1994	-	December 31, 1994	7.0%	(.0001918)
January 1, 1994	-	June 30, 1994	7.0%	(.0001918)
July 1, 1993	-	December 31, 1993	7.0%	(.0001918)
January 1, 1993	-	June 30, 1993	7.3%	(.0002000)
July 1, 1992	-	December 31, 1992	8.1%	(.0002213)
January 1, 1992	-	June 30, 1992	9.5%	(.0002596)
July 1, 1991	-	December 31, 1991	10.6%	(.0002904)
January 1, 1991	-	June 30, 1991	11.0%	(.0003014)
July 1, 1990	-	December 31, 1990	11.3%	(.0003096)
January 1, 1990	-	June 30, 1990	12.0%	(.0003288)
July 1, 1989	-	December 31, 1989	11.6%	(.0003178)
January 1, 1989	-	June 30, 1989	10.2%	(.0002795)
July 1, 1988	-	December 31, 1988	9.7%	(.0002650)
January 1, 1988	-	June 30, 1988	9.2%	(.0002514)
July 1, 1987	-	December 31, 1987	8.5%	(.0002329)
January 1, 1987	-	June 30, 1987	9.2%	(.0002521)
July 1, 1986	-	December 31, 1986	10.4%	(.0002849)
October 1, 1967	-	June 30, 1986	9.0%	(.0002466)

Example: Taxpayer A, who files on a calendar year basis, filed a MI-1040 return for 2006 showing tax due of \$1,500.00. If the tax is not paid until July 10, 2009 the amount of interest calculated due from April 17, 2007 through July 10, 2009, is as follows:

Period	Calculation	Interest
April 16, 2007 - June 30, 2007	75 days x .0002493 x \$1,500	28.05
July 1, 2007 - December 30, 2007	184 days x .0002534 x \$1,500	69.94
January 1, 2008 - June 30, 2008	182 days x .0002514 x \$1,500	68.63
July 1, 2008 - December 31, 2008	184 days x .0002151 x \$1,500	59.37
January 1, 2009 - June 30, 2009	181 days x .0001644 x \$1,500	44.63
July 1, 2009 - July 10, 2009	10 days x .0001288 x \$1,500	1.93
Total Interest:		272.55
Tax Due:		<u>1,500.00</u>
Total Due:		<u><u>1,772.55</u></u>