

whose interest deduction would be disallowed solely by reason of section 163(f)(1).

(6) *Date of Issuance.* (i) For obligations intended to be offered to the public, the term “date of issuance” means the date the obligation is first sold to the public at the issue price.

(ii) For an obligation which is privately placed, the term “date of issuance” is the date the obligation is first sold by the issuer.

(7) *Issue price.* See section 1273 (b) and the regulations thereunder for the definition of “issue price”.

(c) *Rate and computation of tax.* The tax under section 4701(a) is imposed in an amount equal to the product of—

(1) 1 percent of the principal amount of the obligation, multiplied by

(2) The number of calendar years (or portions thereof) during the period beginning on the date of issuance of the obligation and ending on the date of maturity.

For purposes of this paragraph, the term “principal amount” for a discounted obligation is the issue price, and for all other obligations, including obligations sold at a premium, the term “principal amount” is the stated redemption price at maturity.

(d) *Payment of tax.* Every person who incurs liability for the tax imposed by section 4701 is required to file a return in accordance with section 6011 and §46.6011(a)-1 relating to the general requirement of a return, statement or list.

(e) *Effective date.* The provisions of this section shall apply to obligations issued after December 31, 1982, unless issued on the exercise of a warrant or the conversion of a convertible obligation if the warrant or obligation was offered or sold outside the United States without registration under the Securities Act of 1933 and was issued before August 10, 1982. See section 310(d)(3) of the Tax Equity and Fiscal Responsibility Act of 1982.

[T.D. 8102, 51 FR 33594, Sept. 22, 1986; 51 FR 36392, Oct. 10, 1986, as amended by T.D. 8300, 55 FR 19627, May 10, 1990]

PART 47—DESIGNATED DRUGS EXCISE TAX REGULATIONS

Sec.

47.5000D-0 Table of contents.

47.5000D-1 Introduction.

47.5000D-2—47.5000D-4 [Reserved]

AUTHORITY: 26 U.S.C. 7805.

SOURCE: T.D. 10003, 89 FR 55511, July 5, 2024, unless otherwise noted.

Section 47.5000D-1 also issued under 26 U.S.C. 5000D.

§ 47.5000D-0 Table of contents.

This section lists the table of contents for §§ 47.5000D-1 through 47.5000D-4.

§ 47.5000D-1 Introduction.

(a) In general.

(b) Applicability date.

§§ 47.5000D-2—47.5000D-4 [Reserved]

§ 47.5000D-1 Introduction.

(a) *In general.* The regulations in this part are designated the *Designated Drugs Excise Tax Regulations*. The regulations in this part relate to the tax imposed by section 5000D of the Internal Revenue Code. See part 40 of this chapter for regulations relating to returns, payments, and other procedural rules applicable to this part.

(b) *Applicability date.* This section applies to returns filed for calendar quarters beginning on or after October 1, 2023.

§§ 47.5000D-2—47.5000D-4 [Reserved]

PART 48—MANUFACTURERS AND RETAILERS EXCISE TAXES

Subpart A—Introduction

Sec.

48.0-1 Introduction.

48.0-2 General definitions and attachment of tax.

48.0-3 Exemption certificates.

Subparts B-E [Reserved]

Subpart F—Special Fuels

48.4041-0 Applicability of regulations relating to diesel fuel after December 31, 1993.

48.4041-3 Application of tax on sales of special motor fuel for use in motor vehicles and motorboats.