

Section 472.—Last-in, First-out Inventories

26 CFR 1.472-1: Last-in, first-out inventories.

LIFO; price indexes; department stores. The March 2002 Bureau of Labor Statistics price indexes are accepted for use by department stores employing the retail inventory and last-in, first-out inventory methods for valuing inventories for tax years ended on, or with reference to, March 31, 2002.

Rev. Rul. 2002-29

The following Department Store Inventory Price Indexes for March 2002 were issued by the Bureau of Labor Statistics. The indexes are accepted by the Internal Revenue Service, under § 1.472-1(k) of the Income Tax Regulations and Rev. Proc. 86-46 (1986-2 C.B. 739) for appropriate application to inventories of department stores employing the retail inventory and last-in, first-out inventory methods for tax years ended on, or with reference to, March 31, 2002.

The Department Store Inventory Price Indexes are prepared on a national basis and include (a) 23 major groups of departments, (b) three special combinations of the major groups — soft goods, durable goods, and miscellaneous goods, and (c) a store total, which covers all departments, including some not listed separately, except for the following: candy, food, liquor, tobacco, and contract departments.

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

Groups	Mar. 2001	Mar. 2002	Percent Change from Mar. 2001 to Mar. 2002 ¹
1. Piece Goods -----	492.1	490.6	-0.3
2. Domestics and Draperies -----	597.8	583.6	-2.4
3. Women's and Children's Shoes -----	667.2	647.4	-3.0
4. Men's Shoes -----	887.5	903.0	1.7
5. Infants' Wear -----	632.5	624.2	-1.3
6. Women's Underwear -----	563.5	563.7	0.0
7. Women's Hosiery -----	347.0	355.7	2.5
8. Women's and Girls' Accessories -----	560.3	563.4	0.6
9. Women's Outerwear and Girls' Wear -----	419.5	401.0	-4.4
10. Men's Clothing -----	589.2	594.6	0.9
11. Men's Furnishings -----	619.4	607.3	-2.0
12. Boys' Clothing and Furnishings -----	484.9	482.6	-0.5
13. Jewelry -----	939.5	905.5	-3.6
14. Notions -----	782.8	800.4	2.2
15. Toilet Articles and Drugs -----	989.4	972.7	-1.7
16. Furniture and Bedding -----	646.4	630.0	-2.5
17. Floor Coverings -----	630.7	616.3	-2.3
18. Housewares -----	771.7	756.2	-2.0
19. Major Appliances -----	225.2	223.2	-0.9
20. Radio and Television -----	55.5	51.1	-7.9
21. Recreation and Education ² -----	90.3	87.5	-3.1
22. Home Improvements ² -----	128.2	125.6	-2.0
23. Auto Accessories ² -----	109.2	110.8	1.5
Groups 1 — 15: Soft Goods -----	604.7	591.8	-2.1
Groups 16 — 20: Durable Goods -----	426.0	414.6	-2.7
Groups 21 — 23: Misc. Goods ² -----	99.0	97.2	-1.8
Store Total ³ -----	538.3	526.5	-2.2

¹ Absence of a minus sign before the percentage change in this column signifies a price increase.

² Indexes on a January 1986=100 base.

³ 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 Michael Burkom of the Office of Associate Chief Counsel (Income Tax and Accounting). For further information regarding this revenue ruling, contact Mr. Burkom at (202) 622-7718 (not a toll-free call).

Section 507.—Private Foundation Transfers of Assets

26 CFR 1.507-1, 1.507-3, 1.507-4, 1.507-7, 1.507-8: Special rules; transferee foundations; liability in case of transfers.
(Also §§ 4940, 4941, 4942, 4943, 4944, 4945, 6033, 6043; 53.4940-1, 53.4941(a)-1, 53.4942(a)-3, 53.4943-3, 53.4944-1, 53.4945-5, and 1.6033-2, 1.6043-3(a)(1)).

Private foundation transfer of assets; notification, filing, and other implications. This ruling addresses a private foundation's responsibilities relating to sections 507 and 4940 through 4945 of the Code and its tax return filing obligations in sections 6033 and 6043 when it transfers all of its assets to one or more effectively controlled private foundations.