

To: Assessing Officials

From: Barry Wood, Assessment Division Director

RE: Present Value of Personal Property Leases

Date: January 2, 2026

Pursuant to 50 IAC 4.2-15-14(6), the Department of Local Government Finance (“Department”) has published the following interest rates to be used in the computation of the present value of the leased personal property when no interest rate is noted in the lease.

If no interest rate is stated in the lease, the rate to be used in the computation shall be the prime commercial bank loan rate on January 1 nearest to the effective date of the lease.

The interest rates to be used for January 1 of certain years are as follows:

<u>Year</u>	<u>Interest Rate</u>	<u>Year</u>	<u>Interest Rate</u>
2025	6.75%	2018	4.50%
2024	7.50%	2017	3.75%
2023	8.50%	2016	3.50%
2022	7.50%	2015	3.25%
2021	3.25%	2014	3.25%
2020	4.75%	2013	3.25%
2019	5.50%	2012	3.25%

The Department will publish subsequent rates annually.

Contact Information

Questions may be directed to your [Assessment Division Field Representative](#).