

Harvard Law School
Cambridge, Massachusetts

July 19, 1937

Mr. Marriner S. Eccles
Chairman of the Federal Reserve Board
Washington, D. C.

Dear Mr. Eccles:

I agree with your view as reported in the New York Times for July 15 that aliens should be taxed at the same rate as citizens on income derived from sources within the United States. It seems to me that the sole basis for taxing income should be the source of the income regardless of citizenship or residence of the recipient. This would include abandonment of the attempt to tax citizens on income derived from foreign sources since this usually means double taxation of the recipient. For elaboration of these views see my book, "Jurisdiction and Power of Taxation" and an article in the June issue of the Cornell Law Quarterly, "Jurisdiction to Tax Income".

Sincerely yours,

Edward Stimson

EDWARD STIMSON

July 22, 1937

Mr. Edward Stimson
Harvard Law School
Cambridge, Massachusetts

Dear Mr. Stimson:

This will acknowledge your letter of July 19th in which you comment on my views respecting the taxation of foreign capital. I am glad to have your support for my views and I am passing your letter on to Mr. Malcolm H. Bryan of the Board's Division of Research and Statistics, who is following the entire problem of income tax legislation.

Yours sincerely,

(Signed) M. S. Eccles

M. S. Eccles
Chairman

LC/fgr

