

**FEDERAL RESERVE BANK
OF DALLAS**

Dallas, Texas, July 17, 1942

**TAX ON DIVIDENDS RECEIVED ON STOCK IN
FEDERAL RESERVE BANK OF DALLAS**

**To the Member Banks of the
Eleventh Federal Reserve District:**

For your information, the Public Debt Act of 1942 amended the law so that dividends on stock in the Federal Reserve Bank of Dallas issued on and after March 28, 1942, became taxable. In a ruling of the Office of the Commissioner of Internal Revenue made subsequent to the passage of the Public Debt Act of 1942, it is held that dividends paid on stock of the Federal Reserve Bank of Dallas issued prior to March 28, 1942, are not taxable, but that dividends paid on stock issued on and after March 28, 1942, are taxable. Under this ruling the date stock is paid for determines the date of issue.

Yours very truly,

R. R. GILBERT

President

