

FEDERAL RESERVE BANK OF DALLAS

DALLAS, TEXAS 75222

Circular No. 78-116  
August 28, 1978

DELAY OF TREASURY TAX AND LOAN INVESTMENT PROGRAM

TO THE CHIEF EXECUTIVE OFFICER, EACH BANK  
IN THE ELEVENTH FEDERAL RESERVE DISTRICT:

We regret to inform you that the Treasury Department has again informed us of a delay in implementation of the Treasury Tax and Loan Program scheduled for September 7. The Congress has not passed the Treasury's supplemental fiscal year 1978 appropriations bill, nor has it passed the Treasury's fiscal year 1979 appropriations bill. We will advise you of the new start-up date when it is known with certainty that the necessary funds for fee payments have been appropriated by the Congress.

We have had numerous responses from our last circular concerning the investment program and have two areas which we feel warrant covering as they may be of general interest to all banks.

One question being asked quite frequently is: "Should banks who select the Remittance Option remit with a check when sending their Federal tax transmittal (Form 2284) to the Fed?" No matter what option, all banks will continue to submit the transmittal cards as they do now. Those cards belonging to Remittance Option depositaries will be processed through their Treasury Tax and Loan account and automatically withdrawn the same day. These withdrawals will be effected through your reserve account or your correspondent's reserve account thereby constituting immediate remittance.

Nonmember banks in Texas have questioned how to complete the Earnings and Dividends Report for the state in which they must somehow categorize their interest expense on the Note Option. Archie Clayton at the State Banking Board indicated that this expense should be in the category "Other Expense."

Should you have any questions regarding the subject matter above, please call:

Dallas Office	Jack A. Clymer or Trudy Lanphier	Ext. 6340 or 6341
El Paso Office	Jerry Silvey or Joel L. Koonce	(915) 544-4730
Houston Office	James Lockhart, Onezia Donaldson, or Sammie C. Clay	(713) 659-4433
San Antonio Office	Tony Valencia or Thomas C. Cole	(512) 224-2141

Additional copies of this circular may be obtained from the Fiscal Agency Department at the Dallas Office.

Sincerely yours,  
Robert H. Boykin  
First Vice President

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Banks and others are encouraged to use the following incoming WATS numbers in contacting this Bank:  
1-800-492-4403 (intrastate) and 1-800-527-4970 (interstate). For calls placed locally, please use 651 plus  
the extension referred to above.