

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Circular No. 4428]
February 19, 1957]

Deposits of March Tax Collections in Treasury Tax and Loan Accounts

*To all Treasury Tax and Loan Depositaries
in the Second Federal Reserve District :*

The Treasury Department has announced that Directors of Internal Revenue will be instructed to make special deposits with Federal Reserve Banks, during the period March 1 through April 5, 1957, of checks of \$10,000 or more, representing payments of corporation and individual income taxes. The Treasury has also announced that drawee banks qualified as Special Depositaries of Public Moneys may receive 50 per cent of these remittances for deposit in Treasury Tax and Loan Accounts, subject, however, to the condition that the Treasury may find it necessary either to increase or decrease the percentage amount of the checks for credit to the Tax and Loan Accounts from time to time during the period, if such action is required to prevent undue fluctuations in the amount of the balances in the accounts of the Treasurer of the United States with Federal Reserve Banks.

We will prepare daily a special form of cash letter, with an attached certificate form, for the March tax checks included in the special deposits of the Directors of Internal Revenue during the period. The amount shown in the certificate will be for 50 per cent of the amount of those checks eligible for credit to Treasury Tax and Loan Accounts or for such other percentage of the amount of the checks as the Treasury may subsequently specify. Special depositaries wishing to accept for deposit in Tax and Loan Accounts the amount shown in the certificate attached to the cash letter should execute and return the certificate, in accordance with the instructions contained in the cash letter.

Additional copies of this circular will be furnished upon request.

ALFRED HAYES,
President.