#### FEDERAL RESERVE BANK OF NEW YORK

Fiscal Agent of the United States

[Circular No. 5163] March 13, 1962

# Offering of \$1,800,000,000 of 182-Day Tax Anticipation Treasury Bills Dated March 23, 1962 Maturing September 21, 1962

To All Incorporated Banks and Trust Companies, and Others Concerned, in the Second Federal Reserve District:

Following is the text of a notice issued by the Treasury Department, released for publication today:

The Treasury Department, by this public notice, invites tenders for \$1,800,000,000, or thereabouts, of 182-day Treasury bills, for cash and in exchange for Treasury Tax Anticipation Series bills maturing March 23, 1962 in the amount of \$3,502,886,000. The bills will be issued on a discount basis under competitive and noncompetitive bidding as hereinafter provided. The bills of this series will be designated Tax Anticipation Series, they will be dated March 23, 1962, and they will mature September 21, 1962. They will be accepted at face value in payment of income and profits taxes due on September 15, 1962, and to the extent they are not presented for this purpose the face amount of these bills will be payable without interest at maturity. Taxpayers desiring to apply these bills in payment of September 15, 1962, income and profits taxes have the privilege of surrendering them to any Federal Reserve Bank or Branch or to the Office of the Treasurer of the United States, Washington, not more than fifteen days before September 15, 1962, and receiving receipts therefor showing the face amount of the bills so surrendered. These receipts may be submitted in lieu of the bills on or before September 15, 1962, to the District Director of Internal Revenue for the District in which such taxes are payable. The bills will be issued in bearer form only, and in denominations of \$1,000, \$5,000, \$10,000, \$50,000, \$100,000, \$500,000 and \$1,000,000 (maturity value).

Tenders will be received at Federal Reserve Banks and Branches up to the closing hour, one-thirty p.m., Eastern Standard time, Tuesday, March 20, 1962. Tenders will not be received at the Treasury Department, Washington. Each tender must be for an even multiple of \$1,000, and in the case of competitive tenders the price offered must be expressed on the basis of 100, with not more than three decimals, e.g., 99.925. Fractions may not be used. It is urged that tenders be made on the printed forms and forwarded in the special envelopes which will be supplied by Federal Reserve Banks or Branches on application therefor.

Banking institutions generally may submit tenders for account of customers provided the names of the customers are set forth in such tenders. Others than banking institutions will not be permitted to submit tenders except for their own account. Tenders will be received without deposit from incorporated banks and trust companies and from responsible and recognized dealers in investment securities. Tenders from others must be accompanied by payment of 2 percent of the face amount of Treasury bills applied for, unless the tenders are accompanied by an express guaranty of payment by an incorporated bank or trust company.

Immediately after the closing hour, tenders will be opened at the Federal Reserve Banks and Branches, following which public announcement will be made by the Treasury Department of the amount and price range of accepted bids. Those submitting tenders will be advised of the acceptance or rejection thereof. The Secretary of the Treasury expressly reserves the right to accept or reject any or all tenders, in whole or in part, and his action in any such respect shall be final. Subject to these reservations, noncompetitive tenders for \$400,000 or less without stated price from any one bidder will be accepted in full at the average price (in three decimals) of accepted competitive bids. Settlement for accepted tenders in accordance with the bids must be made or completed at the Federal Reserve Bank on March 23, 1962, in cash or other immediately available funds or in a like face amount of Tax Anticipation Series bills maturing on March 23, 1962. Cash and exchange tenders will receive equal treatment. Cash adjustments will be made for differences between the par value of maturing bills accepted in exchange and the issue price of the new bills.

The income derived from Treasury bills, whether interest or gain from the sale or other disposition of the bills, does not have any exemption, as such, and loss from the sale or other disposition of Treasury bills does not have any special treatment, as such, under the Internal Revenue Code of 1954. The bills are subject to estate, inheritance, gift or other excise taxes, whether Federal or State, but are exempt from all taxation now or hereafter imposed on the principal or interest thereof by any State, or any of the possessions of the United States, or by any local taxing authority. For purposes of taxation the amount of discount at which Treasury bills are originally sold by the United States is considered to be interest. Under Sections 454(b) and 1221(5) of the Internal Revenue Code of 1954 the amount of discount at which bills issued hereunder are sold is not considered to accrue until such bills are sold, redeemed or otherwise disposed of, and such bills are excluded from consideration as capital assets. Accordingly, the owner of Treasury bills (other than life insurance companies) issued hereunder need include in his income tax return only the difference between the price paid for such bills, whether on original issue or on subsequent purchase, and the amount actually received either upon sale or redemption at maturity during the taxable year for which the return is made, as ordinary gain or loss.

Treasury Department Circular No. 418 (current revision) and this notice prescribe the terms of the Treasury bills and govern the conditions of their issue. Copies of the circular may be obtained from any Federal Reserve Bank or Branch.

This Bank will receive tenders up to 1:30 p.m., Eastern Standard time, Tuesday, March 20, 1962, at the Securities Department of its Head Office and at its Buffalo Branch. Please use the form on the reverse side of this circular to submit a tender, and return it in the enclosed blue envelope marked "Tender for Treasury Bills—Tax Anticipation Series." Tenders may be submitted by telegraph, subject to written confirmation; they may not be submitted by telephone. Payment for the Treasury bills cannot be made by credit through the Treasury Tax and Loan Account. Settlement must be made in cash or other immediately available funds or in Tax Anticipation Series bills maturing March 23, 1962.

ALFRED HAYES,

President.

Payment by credit through Treasury Tax and Loan Account will not be permitted.

(OVER)

	*10
TENDER FOR 182-DAY TI	REASURY BILLS
TO BE DESIGNATED "TAX AND	TICIPATION SERIES"
arch 23, 1962	Maturing September 21, 1962
BANK OF NEW YORK, United States.	Dated at
notice issued by the Treasury Departm offers to purchase the above described	Circular No. 418 (current revision) and to the nent and printed on the reverse side of this tend of the Treasury bills in the amount indicated belowfore the issue date at the price indicated below

provis the ur	sions of the pub idersigned here	olic notice issued be by offers to purc	by the Treasury Dehase the above de	epartment and print scribed Treasury b	418 (current revision) and to the ted on the reverse side of this tender, oills in the amount indicated below, e date at the price indicated below:
C	OMPETITIVI	E TENDER		h Competitive and nders on one form	NONCOMPETITIVE TENDER
\$ or any	lesser amount	that may be awa	aturity value), rded.	\$(Not to exceed \$40	(maturity value).
Price:	(Price must be	expressed with not for example, 99.925		At the average p	price of accepted competitive bids.
Subje	ect to allotment	t, please issue, de	liver, and accept	payment for the bi	lls as indicated below:
Pieces	Denomination	Maturity value		er the counter to the	Payment will be made as follows:
	\$ 1,000		undersigne  2. Ship to th	ed e undersigned	☐ By charge to our reserve account
	5,000		3. Hold in s count of n	afekeeping (for ac- nember bank only)	☐ By cash or check in immediately available funds
	10,000		4. Allotment attached)	transfer (see list	☐ By surrender of \$
	50,000		☐ 5. Special ins	structions:	(maturity value) of maturing Tax Anticipation Series bills. Pay cash adjustment, if any—
	100,000				☐ By check
	500,000		B COLUMN		☐ By credit to our reserve account
	1,000,000		(No changes in	delivery instructions	(Payment cannot be made through

The undersigned (if a bank or trust company) hereby certifies that the Treasury bills which you are hereby instructed to dispose of in the manner indicated in item 3 above are owned solely by the undersigned.

Insert this tender	
in blue envelope	
marked "Tender for	
Treasury Bills—Tax	
Anticipation Series"	

Dated M

To Federal Reserve 1 Fiscal Agent of the

Name of subscriber (Please print)
By, By
Title, Title
Address

(Banking institutions submitting tenders for customer account must list customers' names on lines below or on an attached rider)

### INSTRUCTIONS:

1. No tender for less than \$1,000 will be considered, and each tender must be for an even multiple of \$1,000 (maturity value).

2. Others than banking institutions will not be permitted to submit tenders except for their own account. Banking institutions submitting tenders for customer account may consolidate competitive tenders at the same price and may consolidate noncompetitive tenders, provided a list is attached showing the name of each bidder, the amount bid for his account, and method of payment. Forms for this purpose will be furnished upon request.

3. If the person making the tender is a corporation, the tender should be signed by an officer of the corporation authorized to make the tender, and the signing of the tender by an officer of the corporation will be construed as a representation by him that he has been so authorized. If the tender is made by a partnership, it should be signed by a member of the firm, who should sign in the form "......, a copartnership, by ......, a member of the firm."

4. Tenders will be received without deposit from incorporated banks and trust companies and from responsible and recognized dealers in investment securities. Tenders from others must be accompanied by payment of 2 percent of the face amount of Treasury bills applied for, unless the tenders are accompanied by an express guaranty of payment by an incorporated banks are trusted by the security of payment by an incorporated banks and trust companies and from responsible and recognized dealers in investment securities. porated bank or trust company.

If the language of this tender is changed in any respect, which, in the opinion of the Secretary of the Treasury, is material, the tender may be disregarded.

## Federal Reserve Bank of New York

Securities Department (9th Floor)

33 Liberty Street

New York 45, N.Y.

TENDER FOR TREASURY BILLS
TAX ANTICIPATION SERIES
(DO NOT USE THIS ENVELOPE FOR OTHER PURPOSES)

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## NOTICE OF ALLOTMENT

## OF UNITED STATES OF AMERICA TREASURY BILLS TAX ANTICIPATION SERIES

March 21, 1962.

Your □ competitive □ noncompetitive tender for—	
	EASURY BILLS—TAX ANTICIPATION SERIES DUE SEPTEMBER 21, 1962
has been accepted at the price of	(per 100), in the amount of—
\$	(maturity value)

Settlement therefor must be made in cash or other immediately available funds or in a like face amount of tax anticipation Treasury bills maturing March 23, 1962, at the Federal Reserve Bank of New York on or before March 23, 1962. If settlement is to be made by check on a bank other than the Federal Reserve Bank of New York, such check should be received by us in time for collection on March 23, 1962; otherwise it will be necessary for the bidder to pay for the securities allotted at the accepted price plus interest to the date of collection at the equivalent rate of discount.

Delivery of the Treasury bills will be made in accordance with instructions submitted with your tender, and your reserve account will be charged on March 23, 1962 if you so indicated. If you did not submit such instructions, a Letter of Instructions form is enclosed; please complete the letter in duplicate and return it promptly to this Bank.

FEDERAL RESERVE BANK OF NEW YORK Fiscal Agent of the United States

Checked	by				
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Fisca	RAL RESERVE BANK al Agent of the Uni ederal Reserve P. ( New York 45, N.	ted States, D. Station,		tion: G	overnment Bond D	ivision—2nd Floor Dated at	
						19	62
On o	ur competitive UNITED ST.	ATES OF AME	RICA 182-D	AY TRE	ASURY BILLS—TA DUE SEPTEMBER 2	X ANTICIPATION SERIES	
a	ecepted at the price	e of			(per 3	100), in the amount of—	
			\$			(maturity value)	
lease is	ssue and make deliv	very of the bills	as instruct	ted below	₩:		
Pieces	Denomination	Maturity V	Talue		PLEASE I	DO NOT USE THIS SPACE	
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	10,000						
	50,000						
	100,000						
1	500,000						
	1,000,000						
	Totals—			A STATE			
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Tl pose o	ne undersigned (if a f in the manner indic	bank or trust cated in item nu	ompany) her mbered 3 abo	reby ceri	tifies that the Treasu owned solely by the t	ary bills which you are hereby instructed undersigned.	to
ficially	er of instructions me in the space pr immediately to	ovided and				(Please print) , By signature(s) required)	6337
	al Reserve Bank of scal Agent of the Unit					. Title	
		(Spaces below as	re for the use	e of the	Federal Reserve Banl	k of New York)	
	With the state of	Government Bon	d Division	E PAGE		Safekeeping Division	
	received					Checked	
liver ag	ainst payment of \$		NAME OF TAXABLE PARTY.	A POST OFFI	STATE OF THE PARTY OF	Delivered	-
			DE	LIVERY	RECEIPT		

Received from Federal Reserve Bank of New York, Fiscal Agent of the United States, the above described securities allotted in the amount indicated above.

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http://fraser.stlouisfed.org/ Federal Reserve Bank of St

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Subscriber.....

By.

Fisca	ERAL RESERVE BANK al Agent of the Un Vederal Reserve P. New York 45, N.	ited States, O. Station,	Attention	n: Government Bond D	Division—2nd Floor
					Dated at
					1962
On o	ur  competitive UNITED ST	ATES OF AMER	ICA 182-DAY		X ANTICIPATION SERIES 21, 1962
a	ccepted at the price	e of		(per	100), in the amount of—
			\$		(maturity value)
lease is	ssue and make deli	very of the bills	as instructed	below:	
Pieces	Denomination	Maturity Va	alue	PLEASE	Do Not Use This Space
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	Totals—				
2. S. 3. H on 4. A 5. S.	eliver over the cou hip to the undersig fold in safekeeping aly) llotment transfer pecial instructions changes in delivery	gned (for account of (see list attached	member bank	☐ By charge to ☐ By cash or o ☐ By surrender of maturing cash adjustn ☐ By check ☐ By credit	be made as follows: o our reserve account other immediately available funds or of \$
Tl pose o	ne undersigned (if a f in the manner indi	bank or trust co	mpany) hereby bered 3 above	certifies that the Treass are owned solely by the	ury bills which you are hereby instructed to undersigned.
icially urned Feder	er of instructions mediately to al Reserve Bank of seal Agent of the Unit	f New York, The States.	By	(Authorized	(Please print) , By signature(s) required) . Title
		(Spaces below are	for the use of	the Federal Reserve Ban	k of New York)
		Government Bond	Division		Safekeeping Division
	received				Checked
iver ag	ainst payment of \$	***************************************			Delivered
			DELIV:	ERY RECEIPT	

Received from Federal Reserve Bank of New York, Fiscal Agent of the United States, the above described securities allotted in the amount Digitized to FRASER http://fraser.stlouisfed.org/

Th off ret

Federat Reserve Bank of St. Louis Subscriber....

PRINCIPAL  MASTER  MATURITY VALUE  PRINCIPAL  PRINCIPAL  PRINCIPAL  METHOD OF PAYMENT  Reserve Account  Check or Cash  Delivery Teller  Foreign Oper. Div.  Form 12	which has been accepted at the pr	rice of				(per	r 100),	in the amount of—
MASTER  MATURITY VALUE  PRINCIPAL  DISPOSITION SPLIT DISPOSITION METHOD OF PAYMENT Reserve Account Check or Cash Delivery Teller Foreign Oper. Div. Form 12		\$						
DISPOSITION SPLIT DISPOSITION  Over the Counter  Safekeeping Ship Treasury Tax & Loan  METHOD OF PAYMENT  Reserve Account Check or Cash Delivery Teller Foreign Oper. Div.		PRINCIPAL						
DISPOSITION SPLIT DISPOSITION  Over the Counter  Safekeeping Ship Treasury Tax & Loan  METHOD OF PAYMENT  Reserve Account Check or Cash Delivery Teller Foreign Oper. Div.								
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DISPOSITION   SPLIT DISPOSITION   METHOD OF PAYMENT     Over the Counter     Reserve Account   Check or Cash     Ship   Delivery Teller   Foreign Oper. Div.     Form 12		MATURITY	VALUE					
□ Over the Counter □ Safekeeping □ Check or Cash □ Delivery Teller □ Treasury Tax & Loan □ Form 12		PRINCIPAL						
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Digitized for FRASER http://fraser.stlouisfed.org/ Federal Reserve Bank of St. Louis competitive noncompetitive

UNITED STATES OF AMERICA 182-DAY TREASURY BILLS—TAX ANTICIPATION SERIES DATED MARCH 23, 1962, DUE SEPTEMBER 21, 1962

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competitive noncompetitive

UNITED STATES OF AMERICA 182-DAY TREASURY BILLS—TAX ANTICIPATION SERIES DATED MARCH 23, 1962, DUE SEPTEMBER 21, 1962

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