

BE IT ENACTED BY THE SENATE AND HOUSE OF REPRESENTATIVES
OF THE UNITED STATES OF AMERICA IN CONGRESS ASSEMBLED.

"That every bank, banking association, and trust company authorized by the laws of the United States or of any State to receive money on deposit subject to check shall pay an annual tax of one-tenth of one per cent on the aggregate amount of checks paid by it during each fiscal year which bear the indorsement of or which are collected through any other bank, banking association, trust company, or private banker located outside of the State in which such checks are made payable, and every bank, banking association, and trust company shall make a return at the end of each quarterly period to the Collector of Internal Revenue showing the aggregate amount of such checks paid during that quarter, such return being verified by the oath of at least two of its officers, PROVIDED, however, That this tax shall not apply to any Federal reserve bank or member bank of any Federal reserve bank, or to any nonmember bank or trust company which carries and maintains a collection or exchange account with any Federal reserve bank under authority of Section 2 of this Act.

"Section 2. Any Federal reserve bank, solely for the purposes of exchange or of collection, may receive from any nonmember bank or trust company deposits of current funds in lawful money, national bank notes, Federal reserve notes, checks and drafts payable upon presentation, or maturing notes and bills: Provided, such nonmember bank or trust company maintains with the Federal reserve bank of its district, under such rules and regulations as the Federal reserve board may prescribe, a balance in an amount to be determined by such Board, but in no event to exceed the amount of reserves which it would be required to maintain with its Federal reserve bank if it were a member bank, and, Provided, further, That such nonmember bank or trust company agrees to comply with the provisions of law and the regulations of the Federal Reserve Board relating to the collection or clearance of checks, drafts, notes, and bills through Federal reserve banks."

4/4/17