



BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
WASHINGTON

259

R-851

ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

June 26, 1941

Dear Sir:

There is attached a copy of a resolution adopted by the Board of Governors of the Federal Reserve System levying an assessment upon the various Federal Reserve Banks in an amount equal to three hundred and eighty-seven thousandths of one per cent (.00387) of the total paid-in capital stock and surplus (Section 7 and Section 13b) of the Federal Reserve Banks as of the close of business June 30, 1941, to defray the estimated expenses and salaries of the members and employees of the Board from July 1 to December 31, 1941.

The resolution also contains instructions with regard to the manner in which the payments on the assessment shall be deposited with the Federal Reserve Bank of Richmond.

It will be noted from paragraph (2) of the resolution that of the assessment 34-1/2% is to be paid on July 1, 34-1/2% on September 2, and the remainder, 31%, at such times and in such amounts as the Board may call for the payment thereof during the second half of 1941. Provision for payments is made in this manner for the reason that the total assessment includes an estimate of \$387,067 (in addition to obligations already incurred for architect's fees and incidental expenses) to cover expenditures which may be required during the second half of this year for construction of the proposed addition on the Board's existing property, which was discussed at the last conference of the Presidents. Payments on this portion of the assessment will not be required, however, unless and until the Board decides that a contract should be let for the construction of the building.

Very truly yours,

O. E. Foulk,
Fiscal Agent.

Enclosure

RESOLUTION LEVYING ASSESSMENT

WHEREAS, Section 10 of the Federal Reserve Act, as amended, provides, among other things, that the Board of Governors of the Federal Reserve System shall have power to levy semiannually upon the Federal Reserve Banks, in proportion to their capital stock and surplus, an assessment sufficient to pay its estimated expenses and the salaries of its members and employees for the half year succeeding the levying of such assessment, together with any deficit carried forward from the preceding half year, and

WHEREAS, it appears from a consideration of the estimated expenses of the Board of Governors of the Federal Reserve System that for the six months' period beginning July 1, 1941, it is necessary that a fund equal to three hundred and eighty-seven thousandths of one per cent (.00387) of the total paid-in capital stock and surplus (Section 7 and section 13b) of the Federal Reserve Banks be created for such purposes, exclusive of the cost of printing, issuing and redeeming Federal Reserve notes:

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM, THAT:

(1) There is hereby levied upon the several Federal Reserve Banks an assessment in an amount equal to three hundred and eighty-seven thousandths of one per cent (.00387) of the total paid-in capital and surplus (Section 7 and Section 13b) of each such Bank at the close of business June 30, 1941.

(2) Thirty-four and a half per cent (34-1/2%) of such assessment shall be paid on July 1, 1941; thirty-four and a half per cent (34-1/2%) thereof shall be paid on September 2, 1941; and the remainder, thirty-one per cent (31%), shall be paid at such times and in such amounts as the Board may call for the payment thereof during the six months' period ending December 31, 1941.

(3) Every Federal Reserve Bank except the Federal Reserve Bank of Richmond shall pay such assessment by transferring the amount thereof on the dates as above provided through the Interdistrict Settlement Fund to the Federal Reserve Bank of Richmond for credit to the account of the Board of Governors of the Federal Reserve System on the books of that Bank, with telegraphic advice to Richmond of the purpose and amount of the credit, and the Federal Reserve Bank of Richmond shall pay its assessment by crediting the amount thereof on its books to the Board of Governors of the Federal Reserve System on the dates as above provided.