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UNITED STATES OF AMERICA
and
INTERNATIONAL COTTON ADVISORY COMMITTEE

Exchange of notes constituting an agreement relating to a procedure for U.S. income tax reimbursement. Washington, 17 and 19 November 1981

Authentic text: English.

Registered by the United States of America on 19 December 1989.

ÉTATS-UNIS D'AMÉRIQUE
et
COMITÉ CONSULTATIF INTERNATIONAL DU COTON

Échange de notes constituant un accord relatif à une procédure de remboursement de l'impôt sur le revenu par les Etats-Unis. Washington, 17 et 19 novembre 1981

Texte authentique : anglais.

Enregistré par les États-Unis d'Amérique le 19 décembre 1989.

EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT[1] BETWEEN THE UNITED STATES OF AMERICA AND THE INTERNATIONAL COTTON ADVISORY COMMITTEE RELATING TO A PROCEDURE FOR U.S. INCOME TAX REIMBURSEMENT

I

DEPARTMENT OF STATE
WASHINGTON

November 17, 1981

SIR:

I refer to my letter of October 9, 1981, indicating the willingness of the Government of the United States to conclude a Tax Reimbursement Agreement with the International Cotton Advisory Committee (ICAC) in accordance with which ICAC will reimburse its staff members who are United States citizens, or who are otherwise liable to pay United States Federal income tax, for those United States Federal income taxes that these staff members have paid on ICAC income as specified below. An advance payment made by ICAC relating to the estimated tax liability of a staff member during a current year will be treated as a reimbursement, provided that such payment is effected by an instrument jointly payable to the Internal Revenue Service and the staff member.

An income tax reimbursement charge will be payable by the Government of the United States, subject to the availability of funds, to compensate ICAC for the expenditure it has made. This charge will cover reimbursements made by ICAC for United States Federal income taxes on the following categories of ICAC income:

basic salary; post allowance that is based on the cost of living; travel on appointment or on separation; installation allowance; removal, shipment or storage of household effects; education allowance and education travel grant; home leave travel; travel on annual leave from designated duty station: family visit travel; representation; language allowance; dependency grant; payments made specifically to compensate a staff member for the United States Federal income tax for which the staff member is liable or has paid.

[1] Came into force by the exchange of notes, with effect from 1 January 1982, in accordance with the provisions of the said notes.