



XII. Initiation of Measures to Implement Board Resolution Respecting Elimination or Equalization of Burden of National Taxes upon Salaries and Allowances Paid by the Fund

Articles of Agreement: Art. IX, Sec. 9 (b)

No tax shall be levied on or in respect of salaries and emoluments paid by the Fund to executive directors, alternates, officers or employees of the Fund who are not local citizens, local subjects, or other local nationals.

By-Laws: Sec. 14 (b)

Pending the necessary action being taken by members to exempt from national taxation salaries and allowances paid out of the budget of the Fund, the Governors and the Executive Directors, and their Alternates, the Managing Director and the staff members shall be reimbursed by the Fund for the taxes which they are required to pay on such salaries and allowances.

In computing the amount of tax adjustment to be made with respect to any individual, it shall be presumed for the purposes of the computation that the income received from the Fund is his total income. All salary scales and expense allowances prescribed by this section are stated as net on the above basis.

Resolution No. 11

Concerning National Taxes on Salaries and Allowances

Whereas, appropriate measures for the elimination or equalization of the burden of national taxes upon salaries and allowances paid by the International Monetary Fund are indispensable to the achievement of equity among its members and equality among its personnel.

Therefore, the Board of Governors of the International Monetary Fund recommends to the members of the Fund that necessary action be taken by them to exempt from national taxation salaries and allowances paid out of the budget of the Fund to the Managing Director, the Executive Directors and their Alternates, and to the staff of the Fund.