

Jan. 11, 1868. CHAP. III. — *An Act to prevent Frauds in the Collection of the Tax on distilled Spirits.*

Full tax to be paid on distilled spirits, before they are taken from warehouse, for any purpose.

See ch. 73, *Post*, p. 78.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That from and after the passage of this act no distilled spirits shall be withdrawn or removed from any warehouse for the purpose of transportation, redistillation, rectification, change of package, exportation, or for any other purpose whatever, until the full tax on such spirits shall have been duly paid to the collector of the proper district. And all acts and parts of acts inconsistent with the provisions of this act be, and they are hereby, repealed.

APPROVED, January 11, 1868.

Feb. 3, 1868.

CHAP. V. — *An Act to provide for the Exemption of Cotton from internal Tax.*

Cotton exempt from internal tax after, &c.; imported, to be free of duty, after, &c.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That all cotton grown in the United States after the year eighteen hundred and sixty-seven shall be exempt from internal tax; and cotton imported from foreign countries on and after November first, eighteen hundred and sixty-eight, shall be exempt from duty.

APPROVED, February 3, 1868.

Feb. 4, 1868.

CHAP. VI. — *An Act to suspend further Reduction of the Currency.*

Power of Secretary of Treasury to reduce currency by, &c. suspended. Mutilated United States notes, may be replaced.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That from and after the passage of this act, the authority of the Secretary of the Treasury to make any reduction of the currency, by retiring or cancelling United States notes, shall be, and is hereby, suspended; but nothing herein contained shall prevent the cancellation and destruction of mutilated United States notes, and the replacing of the same with notes of the same character and amount.

SCHUYLER COLFAX,

*Speaker of the House of Representatives.*

B. F. WADE,

*President of the Senate pro tempore.*

Indorsed by the President: "Received January 23, 1868."

[NOTE BY THE DEPARTMENT OF STATE. — The foregoing act having been presented to the President of the United States for his approval, and not having been returned by him to the House of Congress in which it originated within the time prescribed by the Constitution of the United States, has become a law without his approval.]

Feb. 10, 1868.

CHAP. VII. — *An Act in Relation to taxing Shares in national Banks.*

Shares in national banks to be taxed where; 1864, ch. 106, § 41. Vol. xiii. p. 111. how to be taxed.

Shares of non-residents.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That the words "place where the bank is located, and not elsewhere," in section forty-one of the "act to provide a national currency," approved June third, eighteen hundred and sixty-four, shall be construed and held to mean the State within which the bank is located; and the legislature of each State may determine and direct the manner and place of taxing all the shares of national banks located within said State, subject to the restriction that the taxation shall not be at a greater rate than is assessed upon other moneyed capital in the hands of individual citizens of such State: *And provided always,* That the shares of any national bank owned by non-residents of any State shall be taxed in the city or town where said bank is located, and not elsewhere.

APPROVED, February 10, 1868.