

No. 14636

**UNITED STATES OF AMERICA
and
INTERNATIONAL TELECOMMUNICATION
UNION**

**Exchange of letters constituting an agreement relating
to reimbursement of income taxes. Geneva, 2 and
7 April 1975**

Authentic text: English.

Registered by the United States of America on 11 March 1976.

**ÉTATS-UNIS D'AMÉRIQUE
et
UNION INTERNATIONALE
DES TÉLÉCOMMUNICATIONS**

**Échange de lettres constituant un accord relatif au rem-
boursement de l'impôt sur le revenu. Genève, 2 et
7 avril 1975**

Texte authentique : anglais.

Enregistré par les États-Unis d'Amérique le 11 mars 1976.

EXCHANGE OF LETTERS CONSTITUTING AN AGREEMENT¹ BETWEEN THE UNITED STATES OF AMERICA AND THE INTERNATIONAL TELECOMMUNICATION UNION RELATING TO REIMBURSEMENT OF INCOME TAXES

I

April 2, 1975

Dear Mr. Mili:

I have been authorized to inform you that the United States Government can reimburse the International Telecommunication Union for the sums utilized to reimburse personnel subject to payment of U.S. income tax in order to equalize the remuneration between such personnel and staff members of the ITU not subject to national taxes. To do this, I propose below a formal agreement establishing the procedure:

“The United States Government understands that the International Telecommunication Union (ITU) will pay any tax reimbursements to U.S. citizens or others liable to pay U.S. income taxes who are staff members of the ITU through a special suspense account. The U.S. Government will be obligated to pay a tax equalization charge as part of its annual payment to the ITU to compensate this special suspense account. This charge will cover actual reimbursements made by the ITU to employees subject to U.S. income taxes. This Agreement does not cover ITU employees paid from voluntary funds.”

Your concurrence in the above paragraph by letter will constitute the agreement between the United States Government and the International Telecommunication Union formalizing the tax reimbursement procedure which will enter into force retroactively as of January 1, 1974.

Sincerely yours,

[Signed]

FRANCIS L. DALE

U.S. Permanent Representative to International Organizations

The Honorable Mohamed Mili
Secretary General
International Telecommunication Union
Geneva

¹ Came into force on 7 April 1975 by the exchange of the said letters, with retroactive effect from 1 January 1974, in accordance with their provisions.

II

UNION INTERNATIONALE DES TÉLÉCOMMUNICATIONS
INTERNATIONAL TELECOMMUNICATION UNION
UNIÓN INTERNACIONAL DE TELECOMUNICACIONES
SECRETARIAT GÉNÉRAL

Genève, le 7 avr. 1975

N° 3090

Dear Mr. Ambassador,

I wish to acknowledge the letter of 2 April 1975 in which you set forth the text proposed by the State Department to serve as a formal agreement to establish a procedure for the refund to I.T.U. of sums reimbursed by the Organization to its staff members in respect of United States Income Tax.

This letter will serve to indicate my concurrence with the text proposed by the State Department and this exchange of letters will constitute an agreement between the Government of the United States and I.T.U. regulating the tax reimbursement procedure.

May I take this opportunity to thank you for your attention to this matter and to express my satisfaction at the rapid and simple solution which your Government has found to this problem.

Yours sincerely,

[Signed]
M. MILI
Secretary-General

Mr. Francis L. Dale
U.S. Permanent Representative to International Organizations
Geneva
