

MEMO# 2707

April 23, 1991

POSSIBLE LEGISLATION OF SHAREHOLDER BASIS INFORMATION REPORTING

April 23, 1991 TO: OPERATIONS COMMITTEE NO. 12-91 TRANSFER AGENT ADVISORY COMMITTEE NO. 21-91 RE: POSSIBLE LEGISLATION OF SHAREHOLDER BASIS INFORMATION REPORTING _____ On February 6, 1991, a memorandum was faxed to the Transfer Agent Advisory Committee (see attached No. 4-91) requesting information on providing mutual fund basis information to shareholders. Congressional staff members have again contacted the Institute and have requested a meeting in the very near future to discuss their plans for the possible inclusion of a shareholder basis proposal in a tax bill addressing "simplification" issues. Therefore, we are asking each of you to provide selected information to us for these discussions by completing the enclosed survey. We have repeated most of the questions included in the last memorandum in addition to several new questions which relate to issues raised by the congressional staff in recent discussions. If your mutual fund group has representatives on both committees, we are requesting that you please coordinate your responses. Please fax your response to the enclosed survey by Tuesday morning, April 30th to Kathleen Joaquin (FAX No. 202/293- 1058). It is extremely important that everyone responds to this memo so that we may accurately assess the industry's ability to comply with any shareholder basis information reporting proposal. We recognize that this is a short time period to respond to this survey. However, your input is essential and, if necessary, estimates are acceptable where you are unable to calculate actual response data. Please contact either myself (202/955-3550) or Kathleen Joaquin (202/955-3583) at the Institute should you have any questions. Donald E. O'Connor Vice President - Operations Attachment Enclosure