

[Search Law School](#)[Search Cornell](#)**LII** / Legal Information Institute

## U.S. Code

[TITLE 12](#) > [CHAPTER 3](#) > [SUBCHAPTER XII](#) > § 411

### § 411. Issuance to reserve banks; nature of obligation; redemption

Federal reserve notes, to be issued at the discretion of the Board of Governors

of the Federal Reserve System for the purpose of making advances to Federal reserve banks through the Federal reserve agents as hereinafter set forth and for no other purpose, are authorized. **The said notes shall be obligations of the United States** and shall be receivable by all national and member banks and Federal reserve banks and for all taxes, customs, and other public dues. They shall be redeemed in lawful money on demand at the Treasury Department of the United States, in the city of Washington, District of Columbia, or at any Federal Reserve bank.

*LII has no control over and does not endorse any external Internet site that contains links to or references LII.*