

FEDERAL RESERVE BANK *of* NEW YORK

33 LIBERTY STREET, NEW YORK, NY 10045-0001

Scott Smentek
ASSISTANT VICE PRESIDENT

April 7, 2015

To: The Chief Executive Officer of Each State Member Bank Located in the Second Federal Reserve District

As part of the joint mailing with other supervisory agencies, state member banks received their Consolidated Report of Condition and Income (“Call Report”) materials for the March 31, 2015 report date from the Federal Financial Institutions Examinations Council (“FFIEC”). The agencies are not sending a sample set of the March 31, 2015 report forms to banks.

Please plan to complete the preparation, review, and submission of your Call Report data to the Central Data Repository (“CDR”) as early as possible. Starting your preparation early will aid you in identifying and resolving any edit exceptions prior to the submission deadline.

As the Federal Financial Institutions Examination Council (FFIEC) previously advised, the banking agencies are completing a two-stage implementation of revisions to Call Report Schedule RC-R, Regulatory Capital, this quarter (see FIL-8-2015, February 20, 2015). These reporting changes respond to the revised regulatory capital rules approved by the agencies in July 2013, which include revised definitions of the components of regulatory capital and the standardized approach for calculating risk-weighted assets. In anticipation of these changes to Schedule RC-R, the schedule was divided into two parts in March 2014, with Part I covering regulatory capital components and ratios and Part II applying to risk-weighted assets. Advanced approaches institutions (generally, institutions with \$250 billion or more in total assets) began to complete the revised version of Schedule RC-R, Part I, in March 2014. Starting in March 2015, all institutions will complete revised Part I of Schedule RC-R. Institutions not subject to the advanced approaches risk-based capital rules should note that they have the opportunity this quarter to make a one-time, permanent election to opt out of the requirement to include most components of accumulated other comprehensive income (AOCI) in regulatory capital. Each such institution should report its decision regarding this AOCI opt-out election in Item 3.a of Schedule RC-R, Part I. In addition, a revised version of Schedule RC-R, Part II, takes effect this quarter for all institutions and incorporates the standardized approach to risk weighting. The Call Report for this quarter also includes a related change to the reporting of securities borrowed in Schedule RC-L, Derivatives and Off-Balance Sheet Items.

Effective March 31, 2015, those institutions with \$1 billion or more in total assets that answer "Yes" to the question in Memorandum item 5 of Schedule RC-E, Deposit Liabilities, that asks whether the institution offers one or more consumer deposit account products will begin

April 7, 2015

2

reporting the year-to-date income earned from each of three categories of service charges on its consumer deposit account products in new Memorandum item 15 of Schedule RI, Income Statement (see FIL-3-2014, January 22, 2014). This income is included in the total year-to-date service charges on deposit accounts reported in item 5.b of Schedule RI.

An instruction book update for March 2015 is expected to be available on FFIEC's web site by April 3, 2015. The instruction book update will include the revised instructions for Schedule RC-R, as well as the instructions for this quarter's other new and revised items. Institutions should refer to this quarter's attached Supplemental Instructions for additional guidance on certain reporting issues. Report forms and instructional materials can be printed and downloaded from the FFIEC's and the FDIC's Web sites. Please notify the person responsible for preparing the Call Report at your institution about the electronic availability of the report forms and Supplemental Instructions for March 2015.

Report Submission

Except for certain banks with foreign offices, a completed Call Report must be submitted electronically to the CDR no later than Thursday, April 30, 2015. However, banks with more than one foreign office must electronically transmit its Call Report data to CDR no later than Tuesday, May 5, 2015. To be considered timely, the report must pass FFIEC published validity edits and quality edits, or where necessary, contain explanations for any quality edits that are not passed. Explanatory comments should be prepared consistent with the "Guidelines for Resolving Edits" that are published on the FFIEC's web site:

<http://www.ffiec.gov/find/documents/resolvingedits.pdf>

Please note that the timeliness of receipt of the Call Report will be monitored. Any report received at the CDR after 5:00 p.m. on April 30th will be considered late. The staff of this Bank will monitor whether banking organizations are meeting their basic reporting requirements through the use of validity edits.

Each bank must file its March 31, 2015, Call Report data in one of the following two ways:

- A bank may use computer software to prepare and edit its report data and then electronically submit the data directly to the CDR (<https://cdr.ffiec.gov/cdr/>).
- A bank may complete its report in paper form and arrange with a software vendor or another party to convert its paper report into the electronic format that can be processed by the CDR. The software vendor or other party then must electronically submit the bank's Call Report data file to the CDR.

FEDERAL RESERVE BANK *of* NEW YORK

April 7, 2015

3

Website

Report forms and instructions for the Call Report can be obtained from the FFIEC internet website at the following address: www.ffiec.gov/ffiec_report_forms.htm.

If there are any questions concerning this report, please contact Staff Director, Kenneth Aberbach, at (212) 720-8234, Lesley Chao, at (212) 720-5429, Morgan Norful (212) 720-8055, or Cheryl Skillman, at (212) 720-8739.

Sincerely,

Scott Smentek
Assistant Vice President