June 30, 2005

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

As part of a joint mailing with other supervisory agencies, state member banks received their Report of Condition and Income materials for the June 30, 2005 report date from the Federal Financial Institutions Examination Council.

As the Federal Financial Institutions Examination Council (FFIEC) advised you, certain revisions to the Call Report are scheduled to take effect this quarter (see FIL-53-2005, dated June 28, 2005). The principal changes involve four new items have been added to the Call Report this quarter.

Three of the new items pertain to “purchased impaired loans”, which are loans purchased by a bank that fall within the scope of, and must be accounted for in accordance with, AICPA Statement of Position 0303. These three items are Schedule RC-C, part I, Loans and Leases, Memorandum items 7.a and 7.b, and Schedule RI-B, Part II, Changes in Allowance for Loans and Lease Losses, Memorandum item 4. The fourth new item is for banks that are servicers of U.S. Government-guaranteed or insured mortgages that back Government National Mortgage Association (GNMA) mortgage-backed securities. Item 10.b has been added to Schedule RC-N, Past Due and Nonaccrual Loans, Leases, and Other Assets for separately reporting certain delinquent GNMA mortgages.

Please note that approval of these changes is pending from the U.S. Office of Management and Budget (OMB). Banks should complete these new items as part of the June 30, 2005 Call Report. Should OMB not approve some or all of these changes, the agencies will notify banks accordingly.
Report Submission

A completed Call Report must be electronically submitted no later than July 30, 2005. Earlier submission would aid the Federal Reserve in reviewing and processing the report and is encouraged.

Please note that the timeliness of receipt of the Call Report will be monitored. Any report received after 5:00 p.m. on July 30 will be considered late. Submission of initial data will only be accepted electronically.

The staff of this bank will monitor whether banking organizations are meeting their basic reporting requirements through the use of validity edits.

Accelerated Filing Deadline

A bank with more than one foreign office is permitted an additional 10 calendar days to complete its Call Report. Such a bank is required to electronically transmit its report to EDS no later than August 9, 2005. Please note that the agencies have postponed for one year the reduction in the filing period for banks with more than one foreign office that had been scheduled to take effect June 30, 2005. The reduction in the filing period from 40 to 35 calendar days will now become effective June 30, 2006.

Website

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

Copies of this letter and its enclosures have been sent to the report liaison designated by your institution. Any questions about this report may be directed to Gloria Scott, Senior Reports Analyst in the Regulatory Reports Division at (212) 720-7348 or Monica Posen, Team Leader of that Division at (212) 720-8239.

Sincerely,

-- Signed by Kenneth Lamar --

Kenneth Lamar
Vice President
Financial Reports Division