

FEDERAL RESERVE BANK OF NEW YORK

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KENNETH LAMAR
VICE PRESIDENT

September 29, 2006

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 September 30, 2006 report date from the Federal Financial Institutions Examination Council.

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 Examinations Council (FFIEC) previously advised you, the agencies are implementing a number of revisions to the Call Report this quarter as part of a series of revisions being phased in through March 2008 (see FIL-7-2006, dated January 27, 2006). The agencies also have revised the officer signature requirement this quarter so that a bank's chief financial officer (or the individual performing an equivalent function), rather than any authorized officer of the bank, must sign the Call Report. For the September 30, 2006 report date only, banks may report a reasonable estimate for any of the new or revised items for which the requested information is not readily available.

The reporting changes taking effect as of September 30, 2006 include the following:

- Federal Home Loan Bank advances and Other borrowings were revised (Schedule RC-M, items 5a(1)a through 5b(1)d), and certain secured borrowings (Schedule RC-M, items 10a and 10b) were added;
- New items were added to Schedule RC-N. RC-N Memo 7, "Additions to nonaccrual assets during the quarter" and RC-N Memo 8, "Nonaccrual assets sold during the quarter.";
- A new Schedule P was added to collect data on closed-end 1-4 family residential mortgage banking activities. This new schedule must be completed by all banks with \$1 billion or more in total assets and by banks with less than \$1 billion in total assets whose closed end 1-4 family residential mortgage banking activities exceed a specified level.

For further information on which banks must complete Schedule RC-P, please refer to the enclosed update to your Call Report instruction book, which covers all of the reporting changes being implemented this quarter.

Report Submission

Except for certain banks with foreign offices, a completed Call Report must be submitted electronically to the CDR no later than October 30, 2006. However, banks with more than one foreign office must electronically transmit its Call Report data to CDR no later than November 4, 2006. 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 October 30 will be considered late.

September 29, 2006

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 September 30, 2006, 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.

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 Nader Attalla, Reports Analyst in the Regulatory Reports Division at (212) 720-6525 or Monica Posen, Team Leader of that Division at (212) 720-8239.

Sincerely,

-- Signed by Kenneth Lamar --

Kenneth Lamar
Vice President
Domestic Financial Reports