

FEDERAL RESERVE BANK *of* NEW YORK

33 LIBERTY STREET, NEW YORK, NY 10045-0001

PATRICIA SELVAGGI
STATISTICS OFFICER

October 1, 2010

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 September 30, 2010 report date from the Federal Financial Institutions Examination Council (“FFIEC”). The agencies are not sending a sample set of the September 30, 2010 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.

For banks participating in the Federal Deposit Insurance Corporation's (“FDIC”) Transaction Account Guarantee (“TAG”) Program, the basis for calculating assessments has changed from quarter-end balances in TAG-eligible accounts to average daily balances in such accounts, effective July 1, 2010. Thus, participating banks must report the total dollar amount and number of TAG-eligible accounts as average daily balances in Schedule RC-O, Memorandum items 4.a and 4.b, in this quarter's Call Report and in the report for December 31, 2010. Further information on these revised TAG Program reporting requirements is available on the FDIC's Web site:

<http://www.fdic.gov/regulations/resources/TLGP/tagp-programReportingGuidance.pdf>

In addition, revised instructions for Schedule RC O, Memorandum items 4.a and 4.b, are included in this quarter's Call Report instruction book update.

Section 343 of the Dodd-Frank Wall Street Reform and Consumer Protection Act (“Dodd-Frank Act”) amended the Federal Deposit Insurance Act to provide temporary unlimited insurance coverage to noninterest-bearing transaction accounts. This amendment will be in effect from December 31, 2010, through December 31, 2012, and it will replace the FDIC's TAG program. However, the Dodd-Frank Act defines the noninterest-bearing transaction accounts eligible for this unlimited insurance protection more narrowly than under the FDIC's TAG program regulations. The Dodd-Frank Act also provides this unlimited insurance coverage to noninterest bearing

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transaction accounts at all FDIC-insured institutions. To support the FDIC's administration of the Deposit Insurance Fund in response to Section 343, all banks, including those that had not elected to participate in the FDIC's TAG program, must begin to report the quarter-end dollar amount and number of noninterest-bearing transaction accounts (as defined in the Dodd-Frank Act) of more than \$250,000 in new Memorandum items 5.a and 5.b of Schedule RC-O, beginning December 31, 2010. The instructions for reporting estimated uninsured deposits in Schedule RC O, Memorandum item 2, will also be revised as of that date to reflect the temporary change in insurance coverage resulting from Section 343. These December 2010 reporting changes are subject to approval by the U.S. Office of Management and Budget. Draft instructions for Schedule RC O, Memorandum items 5.a and 5.b, and draft revised instructions for Memorandum item 2, will be available on the FFIEC's Web site: http://www.ffiec.gov/ffiec_report_forms.htm by October 1, 2010.

Report Submission

Except for certain banks with foreign offices, a completed Call Report must be submitted electronically to the CDR no later than **Saturday, October 30, 2010**. However, banks with more than one foreign office must electronically transmit its Call Report data to CDR no later than **Thursday, November 4, 2010**. 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.ffeic.gov/find/documents/resolvingedits.pdf>

Please note that the timeliness of receipt of the Call Report will be monitored. Any report at the CDR after 5:00 p.m. on October 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 September 30, 2010, 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.

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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. In addition, we have enclosed a copy of the supplemental instructions for your review.

Any questions about this report may be directed to Oscar Torres, Reports Analyst in the Regulatory Reports Division at (212) 720-6796 or Vadim Tovshteyn, Team Leader of that Division at (212) 720-8465.

Sincerely,

- *Signed by Patricia Selvaggi* -

Patricia Selvaggi
Statistics Officer

Enclosure