

FEDERAL RESERVE BANK *of* NEW YORK

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ALEX SANTANA

Data Collection & Analysis
Services Division Head

April 22, 2024

To: The Officer Responsible for Filing the Financial Statements of U.S. Nonbank Subsidiaries Held by Foreign Banking Organizations (FR Y-7N)

Subject: FR Y-7N Reporting Requirements for March 31, 2024

The report forms and instructions for the Financial Statements of U.S. Nonbank Subsidiaries Held by Foreign Banking Organizations (FR Y-7N) for the quarter ending March 31, 2024, have been posted to the Federal Reserve Board's website at: <http://www.federalreserve.gov/apps/reportforms/default.aspx> under "Reporting Forms".

Foreign Banking Organizations file the FR Y-7N quarterly for each U.S. nonbank subsidiary with total assets greater than or equal to \$1 billion or with total off-balance sheet activities greater than or equal to \$5 billion. Foreign Banking Organizations file the FR Y-7N annually for each U.S. nonbank subsidiary that does not meet the criteria to file quarterly but has total assets greater than or equal to \$500 million (and less than \$1 billion). The FR Y-7N and the must be submitted for each legal entity subject to the reporting requirements. Therefore, consolidation of individual entities is not permitted.

The following section below provides an overview of the reporting changes for March 2024.

Summary of Reporting Changes for March 2024

Board staff are implementing revisions that were approved in March 2019¹ that are applicable to several Board reports as Financial Accounting Standards Board's Accounting Standards Update No. 2016-13, "Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments" (ASU 2016-13) is now effective for all institutions. ASU 2016-13 introduced the current expected credit loss methodology (CECL) for estimating allowances for credit losses and broadens the scope of financial assets for which allowances for credit losses must be estimated. These revisions primarily relate to changes in schedule titles or specific data item captions resulting from the change in nomenclature upon the adoption of ASU 2016-13.

¹ 84 FR 11783 (March 28, 2019).

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Confidentiality

One aspect of the transition to Reporting Central necessitates the Federal Reserve to modify its internal procedures for handling confidentiality requests for those holding companies that submit data electronically. Generally, the FR Y-7N reports are available to the public upon request on an individual basis. All data are published, with the exception of items deemed confidential per the report's instructions, unless the individual holding company from which the data were collected has been granted confidential treatment or has a request pending. A respondent may request confidential treatment for the entire report or for specific items on the report. To better facilitate confidentiality requests and ensure the data are properly handled during the review of the request, the Federal Reserve strongly encourages institutions that are of the opinion that disclosure of certain commercial or financial information in the report would likely result in unwarranted invasion of personal privacy to:

- (1) Notify their Reserve Bank of their intent to request confidential treatment in advance of the written request, and
- (2) Send the confidentiality request in writing prior to data submission.

For institutions that do not submit data electronically, written requests for confidentiality may be provided concurrently with the paper submission of the report.

For more information on confidentiality requests, please see the FR Y-7N General Instructions (page GEN-6).

The Federal Reserve developed Reporting Central to enhance the overall reporting functionality of the Federal Reserve Banks' data collection and processing activities. These enhancements will allow for a more secure, technically advanced, and efficient system that will encompass a single point of entry for electronic submission and file uploads. Financial and nonfinancial institutions will access Reporting Central via the FedLine® Web Access Solutions site to submit reports and gain access to electronic reporting applications, report forms, and instructions. Additional information about the Reporting Central application, including an online resource center, is available at: <https://www.frbervices.org/central-bank/reporting-central/index.html>. If you have any questions regarding Reporting Central, please contact your Reporting and Reserves District Contact.

Reports Submission

The submission deadline for the **FR Y-7N** is Thursday, May 30, 2024. Any report received after 5:00 p.m. on Thursday, May 30, 2024 will be considered late, unless postmarked by May 27, 2024 or sent by overnight service by May 29, 2024.

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Submission of initial data via facsimile, even if prior to this deadline does not constitute an official filing. In view of this, please be sure that completed reports are submitted on time to:

Federal Reserve Bank of New York
Data and Statistics Function
Administrative Support Staff
33 Liberty Street, 6th Floor
New York, NY 10045

Questions regarding the submission of this report should be addressed to Mabel Rosario Bautista, Regulatory Data Associate, at Mabel.RosarioBautista@ny.frb.org or (212) 720-5153 or Rob L. Braccia, Regulatory Data Manager, at Rob.L.Braccia@ny.frb.org or (212) 720-8540.

Questions regarding the reporting requirements of this report should be addressed to Sunny Chan, Regulatory Data Associate, at Sunny.Chan@ny.frb.org or (212) 720-1535 or Jessica Crawford, Regulatory Data Manager, at Jessica.Crawford@ny.frb.org or (212) 720-5862.

Sincerely,



Alex Santana
Data Collection & Analysis
Services Division Head

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ATTACHMENT 1

LISTING OF REVISIONS

Revisions to the FR Y-7N for March 2024:Report form changes:

- *Schedule IS, item 4* – Revised the line-item caption by replacing “loan and lease” with “credit” and revised the associated footnote.
- *Schedule IS-B*, – Deleted previous footnotes 1 and 2, renumbered footnote 3 to be new footnote 1, and revised new footnote 1.
- *Schedule BS, item 3(b)* – Revised the line-item caption by replacing “loan and lease losses” with “credit losses on loans and leases” and deleted the associated footnote.
- *Schedule BS, item 3(c)* – Revised the line-item caption by deleting “for loan and lease losses”.
- *Schedule BS* – Revised the language of footnote 1 and renumbered previous footnotes 4 and 5 as footnotes 3 and 4.
- *Schedule BS-A*, – Deleted footnote 1.

Instructions:

- *Page IS-1, General Instructions* – Updated the instructions pertaining to respondents that have adopted ASU 2016-13.
- *Page IS-1, item 1* – Updated the instructions pertaining to respondents that have adopted ASU 2016-13.
- *Page IS-2, item 4* – Revised the line-item caption by replacing “loan and lease” with “credit” and updated the instructions pertaining to respondents that have/have not adopted ASU 2016-13.
- *Page IS-5, item 6* – Updated the instructions pertaining to respondents that have adopted ASU 2016-13.
- *Page IS-6, item 7* – Updated the instructions pertaining to respondents that have adopted ASU 2016-13.
- *Page IS-B-1 through IS-B-2, General Instructions, items 1 through 6* – Updated the instructions pertaining to respondents that have/have not adopted ASU 2016-13.
- *Page BS-2, item 2(a)* – Updated the instructions pertaining to respondents that have adopted ASU 2016-13.
- *Page BS-2, item 2(c)* – Deleted the “Note” above item 2(c) regarding ASU 2016-01.
- *Page BS-3, item 3(b)* – Revised the line-item caption and updated the instructions pertaining to respondents that have adopted ASU 2016-13.

Edits:

No change this quarter.