

**FEDERAL RESERVE BANK
OF DALLAS**

Dallas, Texas, October 6, 1944

**METHOD OF REPORTING REDEEMED UNITED STATES SAVINGS
BONDS IN RENDERING REPORTS OF DEPOSITS AND
CONDITION REPORTS**

**To Member Banks in the
Eleventh Federal Reserve District:**

This refers to Treasury Department Circular No. 750 and related documents regarding the redemption of United States savings bonds on and after October 2, 1944. Inquiries have been received as to how member banks should report bonds redeemed in reports of condition, whether the redemption will affect net demand deposits subject to reserve, and how reimbursements received for services in paying bonds should be shown in reports of earnings and dividends.

If the banks' practice is to forward the bonds daily or every other day, the redeemed bonds should be reported as cash items in process of collection in weekly and semimonthly reports of deposits submitted for reserve purposes and in call reports of condition. If the banks' practice is to hold the bonds for a longer period, the redeemed bonds should be reported as cash items not in process of collection, Schedule H, item 4, in call reports of condition, until such time as they are forwarded for collection, when, as described above, they should be reported as cash items in process of collection.

The reimbursements received for services in paying savings bonds should be reported in earnings and dividends reports against item 1(e), other service charges, commissions, fees, collection and exchange charges, etc.

Yours very truly,

R. R. GILBERT

President

