

FEDERAL RESERVE BANK OF DALLAS
DALLAS, TEXAS 75222

Circular No. 70-54
March 5, 1970

REPRINT OF SUPPLEMENT TO REGULATION Q

To All Member Banks
in the Eleventh Federal Reserve District:

On March 3, 1970, the Board of Governors of the Federal Reserve System announced that it was amending Regulation Q to increase the maximum rates member banks may pay on multiple maturity time deposits of one year or more.

Enclosed is a copy of the Supplement to Regulation Q as amended February 26, 1970, effective January 21, 1970. The revised Supplement should be inserted in the ring binder containing the Regulations of the Board of Governors and the Bulletins of this Bank. The Supplement effective January 21, 1970, should be destroyed.

Yours very truly,

P. E. Coldwell

President

Enclosure

BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM

SUPPLEMENT TO REGULATION Q

Effective January 21, 1970
(as amended February 26, 1970)

SECTION 217.7—MAXIMUM RATES OF INTEREST PAYABLE
BY MEMBER BANKS ON TIME AND SAVINGS DEPOSITS

Pursuant to the provisions of section 19 of the Federal Reserve Act and § 217.3, the Board of Governors of the Federal Reserve System hereby prescribes the following maximum rates¹ of interest per annum payable by member banks of the Federal Reserve System on time and savings deposits:

(a) **Single maturity time deposits.**

(1) **Deposits of \$100,000 or more.** No member bank shall pay interest on any single maturity time deposit of \$100,000 or more at a rate in excess of the applicable rate under the following schedule:

<i>Maturity</i>	<i>Maximum per cent</i>
30-59 days	6¼
60-89 days	6½
90-179 days	6¾
180 days or more but less than 1 year	7
1 year or more	7½

(2) **Deposits of less than \$100,000.** No member bank shall pay interest on any single maturity deposit of less than \$100,000 at a rate in excess of the applicable rate under the following schedule:

<i>Maturity</i>	<i>Maximum per cent</i>
30 days or more but less than 1 year	5
1 year or more but less than 2 years	5½
2 years or more	5¾

(b) **Multiple maturity time deposits.** No member bank shall pay interest on a multiple maturity time deposit at a rate in excess of the applicable rate under the following schedule:

<i>Maturity Intervals</i>	<i>Maximum per cent</i>
30 days or more but less than 90 days	4½
90 days or more but less than 1 year	5
1 year or more but less than 2 years	5½
2 years or more	5¾

(c) **Savings deposits.** No member bank shall pay interest at a rate in excess of 4½ per cent on any savings deposit.

¹ The limitations on rates of interest payable by member banks of the Federal Reserve System on time and savings deposits, as prescribed herein, are not applicable to any deposit which is payable only at an office of a member bank located outside the States of the United States and the District of Columbia.