



American Revolution Bicentennial

FEDERAL RESERVE BANK OF DALLAS

DALLAS, TEXAS 75222

Circular No. 76-95

July 8, 1976

REVISION TO PAGE 3 OF BULLETIN 6

**TO ALL MEMBER BANKS IN THE
ELEVENTH FEDERAL RESERVE DISTRICT:**

There is enclosed a copy of revised page 3 of Bulletin 6 entitled "Transfers of Funds" which is now in effect. The page has been revised in order to update the section on Advice of Credit in regard to the telephone notification of the transfers of funds. Member banks are encouraged to telephone the Manager of the appropriate Federal Reserve Accounting Department collect whenever they receive a telephone notification of an incoming transfer of funds that is unusual or potentially questionable in any manner.

The new page should be substituted immediately for the corresponding page in your current issue of Bulletin 6, dated February 6, 1976. All other related pages should be retained. The superseded page 3 should be destroyed. Questions regarding this revision should be directed to Allan Y. Neale at (214) 651-6334 or C. L. Vick at (214) 651-6333, or the Accounting Department at our El Paso, Houston, or San Antonio Branches.

Additional copies of Bulletin 6 or revised page 3 will be furnished upon request to the Secretary's Office (214) 651-6267.

Sincerely yours,

T. W. Plant

First Vice President

Enclosure

4.10 Requests after closing hours

Requests received after closing hours may be transmitted, at our discretion, on the day of receipt; however, consummation of the transfer is discretionary with the Federal Reserve Bank to which the transfer is transmitted. Such transmittals and consummations will be limited to transfers to clear overdrafts and other emergency situations.

Section 5, MAIL ADVICES

5.00 Advice of credit

Mail advice of credit for all telegraphic transfers of funds will be given by the Federal Reserve office receiving the transfer to the member bank or nonmember clearing bank receiving credit therefor. In addition, immediate advice of credit by telephone* or otherwise will be given when the bank receiving credit or the bank requesting the transfer has asked for such immediate advice, or where the nature of the transaction, or the amount involved, indicates that the additional expense is justified as to which the receiving Federal Reserve office will exercise its discretion. Mail advice will not be given to banks that use terminals connected to our District Switch, since those banks automatically receive an advice of credit as part of their use of these facilities.

5.05 Advice of charge

We will confirm each transfer of funds requested by forwarding a copy of the transfer document to the requesting member bank, except in those cases where requests are received by us directly from banks that use terminals connected to our District Switch. Each advice should be examined carefully and immediately upon receipt for correctness. Any exceptions noted should be reported to us promptly.

*A bank receiving and acting on any telephone notification runs the risk that it is invalid or unauthorized. At any time during normal business hours we are prepared to corroborate any transfer of funds for which telephone notification has been given by us and received by a member bank; a collect telephone call from the receiving member bank to the Manager of the Accounting Department at the numbers shown in Section 2.00 will be promptly handled. Receiving member banks are encouraged to utilize this service whenever a telephone notification is unusual or potentially questionable in any manner, e.g., an unusually large or a third party transfer.

Section 6, CHARGE AND PAYMENT

6.00 Authority to charge

Requests to transfer funds will be construed as authority to charge the adequate collected balance for the amount of the funds transferred in the reserve account of the requesting member bank.

6.05 Statements of account

Transfers of funds functioned by us will be included on the daily Reserve Account Statement which we prepare. These statements will be dispatched to each member bank after the close of business on each business day. It is the responsibility of each member bank to carefully examine the entries relating to its transfers of funds as set forth in such statement of account immediately upon receipt and to promptly report any exceptions to us.

Section 7, OUR LIABILITY

We will use due diligence and care in the transfer of funds to the receiving Federal Reserve Bank for credit to the account of the payee bank and in the transfer of funds made on our books for banks within this District, but we will not be responsible for errors or delays caused by circumstances beyond our control. We reserve the right to decline to handle any transfer which, in our opinion, is an abuse of the transfer facilities, or which involves the fulfillment of unusual or extraordinary conditions.

Section 8, CONTRACT

Any bank requesting, making, or receiving a transfer of funds through the Federal Reserve Bank of Dallas shall by such action be deemed to have agreed to the terms and conditions of this bulletin.