

FEDERAL RESERVE BANK OF DALLAS

DALLAS, TEXAS 75222

Circular No. 81-131

July 2, 1981

FEDERAL RESERVE REGULATORY SERVICE

TO ALL DEPOSITORY INSTITUTIONS,  
AND OTHERS CONCERNED IN THE  
ELEVENTH FEDERAL RESERVE DISTRICT:

In our Circular No. 81-50 dated March 5, 1981, you were furnished the text of a press release announcing the Board of Governors' new Federal Reserve Regulatory Service.

Enclosed is a brochure describing the complete Regulatory Service, which may be subscribed to from the Board of Governors. As noted in the brochure, the complete Service includes all statutes, regulations, interpretations, Board rulings, staff opinions, and procedural rules under which the Federal Reserve operates. The complete Service also includes handbooks on (1) Monetary Policy and Reserve Requirements, (2) Securities Credit Transactions, and (3) Consumer and Community Affairs. In view of the complete Service any one or all of the handbooks may be subscribed to separately.

All orders should be addressed to Publications Services, Federal Reserve Board, Washington, D.C. 20551. Questions should be directed to the Board's Publications Services section at (202) 452-3244 or to this Bank's Department of Communications, Financial, and Community Affairs, Ext. 6166.

Sincerely yours,



William H. Wallace  
First Vice President

Enclosure

---

Banks and others are encouraged to use the following incoming WATS numbers in contacting this Bank: 1-800-442-7140 (intrastate) and 1-800-527-9200 (interstate). For calls placed locally, please use 651 plus the extension referred to above.

**Regulation Y  
Bank Holding Companies and Change in Bank Control**  
12 CFR 225; as amended effective January 7, 1981

be taken by a bank holding company or other  
shall mean either the Federal  
Reserve District

Section	Authority
225.1	Determina
225.2	Acquisiti
225.3	shares or
225.4	Nonbank
225.5	Adminis
225.6	Corpora
225.7	Change

**SECTION  
Definitions**

(a) Author  
by the Boa  
serve Syst  
Holding  
(12 USC  
the Fede  
ed by t  
1978  
1817(j)  
of this  
225.7

**NONTRANSFER**

Definition and App

Q1. What does "no

A. "Not transfer  
posit may not be  
depositor except

- a change in  
the books of
- a pledge as
- a transac  
stances a  
marriage  
wise by

In other  
transfers  
that is re  
(thus gi  
reclassifi  
al/non  
es) is  
legene  
used

(b) part  
"con  
"Bo  
en  
22  
m

**Questions and Answers About Regulation D**

2-300.1

difference between "nontrans-

**Board Interpretations of Regulation H**

- Accounting practices
- Advertising
- Applications for membership
- Banking practices
- Branches
- Conditions of membership
- Effective date of membership
- Eligibility
- Reports
- Withdrawal from membership

3-409

**ACCOUNTING PRACTICES—Profits and Losses on Sales of Securities**

A number of inquiries have been received by the Federal Reserve and the other federal bank supervisory agencies concerning the proposed practice of certain banks of deferring and amortizing profits and losses on sales of securities. The proposed practice of certain banks of converting tax-exempt revenues to a fully taxable basis in the preparation of income reports required by the bank regulatory agencies has also been brought to the attention of the supervisory agencies.

Accordingly, on behalf of the Board of Governors of the Federal Reserve System, we are informing all state member banks of the Federal Reserve System in this District (1) the deferring and amortizing of profits and losses on securities sales and (2) the version

letter is being sent to all member banks by the Federal Department of the Treasury and to national bank controller of the Currency.

A reexamination and evaluation of current bank accounting programs and reporting practices and of new accounting areas is being conducted by a committee consisting of representatives of the bank supervisory agencies. All banks will be promptly notified if any changes in reporting of items in bank financial statements are adopted.

Your continued cooperation in providing current reporting instructions on the pending a thorough review of the issue will be greatly appreciated. May 16, 1967.

**ADVERTISING—Using Names of Honorary Directors and Advisory Board Members**

It has been brought to the attention of the Board of Governors that some banks having an advisory board of honorary directors are using a practice of listing the names of honorary directors in their advertising materials.

**Federal Reserve  
Regulatory  
Service**



... a new looseleaf service of  
the Federal Reserve Board

## Federal Reserve Regulatory Service Handbooks

The Handbooks are parts of the complete Regulatory Service published separately to meet the needs of those interested only in particular regulatory subjects.

### Each Handbook:

- Completely covers its subject area
- Contains its own comprehensive, cross-referenced subject matter and citation indexes
- Is in looseleaf style
- Is updated at least monthly
- Will have special updates issued as needed

### Available now:

- **Securities Credit Transactions Handbook**  
(Includes Regulations G, T, U, and X, and OTC Margin Stocks)
- **Monetary Policy and Reserve Requirements Handbook**  
(Includes Regulations A, D, and Q, and DIDC Rules)

### Available June 1981:

- **Consumer and Community Affairs Handbook**  
(Includes Regulations B, C, E, M, Z, AA and BB)

**Subscription Price for  
Each Handbook  
Fifty Dollars per year.**

# Federal Reserve Regulatory Service

(Available June 1981)

An authoritative and complete publication including:

- All statutes, regulations, interpretations, Board rulings, staff opinions, and procedural rules under which the Federal Reserve Board operates
- Only available comprehensive, cross-referenced subject matter and citation indexes
- Looseleaf style, two volumes
- Automatic updating monthly
- Additional updates issued as needed

### Summary Table of Contents:

- Part 1. **Federal Reserve Act and Related Statutes**
- Part 2.\* **Monetary Policy and Reserve Requirements (Regulations A, D, Q, and DIDC Rules)**
- Part 3. **Banks and Banking (Regulations F, H, I, K, L, O, P, R, S, and Section 23A, Federal Reserve Act)**
- Part 4. **Bank Holding Companies (Regulation Y and Index of Bank Holding Company Orders)**
- Part 5\* **Securities Credit Transactions (Regulations G, T, U, X, and OTC Margin Stocks)**
- Part 6.\* **Consumer and Community Affairs (Regulations B, C, E, M, Z, AA and BB)**
- Part 7. **Federal Reserve Bank Activities (Regulations J, N, V, and Pricing Policies)**
- Part 8. **Procedural and Organizational Rules**

**Subscription Price  
One Hundred and Fifty Dollars  
per year.**

\*Also available as separate Handbooks

## Order Form (Please complete all information)

	Annual Subscription Price	No. of Copies	Total Amount
Federal Reserve Regulatory Service	\$150	_____	_____
Securities Credit Transactions Handbook	\$50	_____	_____
Monetary Policy and Reserve Requirements Handbook	\$50	_____	_____
Consumer and Community Affairs Hand- book	\$50	_____	_____
	<b>TOTAL</b>	_____	_____

Name of Subscriber: \_\_\_\_\_

Name of Organization \_\_\_\_\_

Address: Street \_\_\_\_\_

(Please do not use P.O. Box address)

City \_\_\_\_\_ State \_\_\_\_\_

Zip Code \_\_\_\_\_ Country (If foreign) \_\_\_\_\_

All subscription requests must be accompanied by a check or money order payable to "Board of Governors of the Federal Reserve System" before they can be filled.

(Subscribers outside North America should include an additional \$10 for each publication ordered to cover extra mailing costs.)

Orders should be addressed to:

Publications Services  
Federal Reserve Board  
20th & Constitution Avenue, NW  
Washington, D.C. 20551