

FEDERAL RESERVE BANK OF DALLAS

DALLAS, TEXAS 75222

Circular No. 83-103
August 29, 1983

REGULATION Q

INTEREST ON DEPOSITS

(Temporary Suspension of Early Withdrawal
Penalty--Hurricane Alicia)

TO ALL MEMBER BANKS
AND OTHERS CONCERNED IN THE
ELEVENTH FEDERAL RESERVE DISTRICT:

On August 19, 1983, the Board of Governors granted a temporary suspension of the Regulation Q early withdrawal penalty for depositors who incurred losses in certain counties in Texas as a result of Hurricane Alicia. The Board's action permits any member bank to pay a time deposit before maturity for depositors suffering hurricane-related losses in Brazoria, Chambers, Fort Bend, Galveston, Harris and Matagorda counties. A member bank should obtain a signed statement describing the loss from a depositor seeking to withdraw a time deposit pursuant to this action. The depositor's statement should fully describe the disaster-related property or financial loss and be approved and certified by an officer of the Bank.

The Board's action suspending the Regulation Q penalty will be retroactive to August 19, 1983, and will remain in effect until 12 midnight, February 18, 1984 to aid in providing additional assistance to victims of Hurricane Alicia.

Questions regarding this circular should be directed to the Legal Department, Extension 6171.

Additional copies of this circular will be furnished upon request to the Public Affairs Department, Extension 6289.

Sincerely yours,



William H. Wallace
First Vice President