



FEDERAL RESERVE BANK  
OF DALLAS

WILLIAM H. WALLACE  
FIRST VICE PRESIDENT

October 3, 1985

DALLAS, TEXAS 75222

Circular 85-125

**TO:** The Chief Executive Officer of all  
depository institutions in the  
Eleventh Federal Reserve District

**SUBJECT**

**Amendment to the large-dollar return item notification requirement**

**DETAILS**

The Board of Governors has adopted an interim amendment to Regulation J relating to the large-dollar return item notification requirement that became effective October 1, 1985. The amendment specifies that Saturdays, Sundays and standard holidays are excluded in computing the paying bank's deadline for notification. Comments on the amendment, which is effective immediately on an interim basis, will be accepted until November 1, 1985.

The amendment adds a new paragraph to 210.12(c), as follows:

"(10) The following days shall not be considered banking days for purposes of the deadline for notice of nonpayment: Saturdays and Sundays, January 1, the third Monday in January, the third Monday in February, the last Monday in May, July 4, the first Monday in September, the second Monday in October, November 11, the fourth Thursday in November, and December 25. If January 1, July 4, November 11, or December 25 fall on a Saturday, the previous Friday shall not be considered a banking day for purposes of this subsection.

If January 1, July 4, November 11 or December 25 fall on a Sunday, the next following Monday shall not be considered a banking day for purposes of this subsection."

Accordingly, the following two sentences are added, effective immediately, to paragraph (42) of the "Collection of Cash Items" bulletin sent to you recently:

"If January 1, July 4, November 11 or December 25 fall on a Saturday, that day and the previous Friday shall not be considered a banking day for purposes of the deadline for notice of nonpayment. If January 1, July 4, November 11, or December 25 fall on a Sunday, that day and the next following Monday shall not be considered a banking day for purposes of the deadline for notice of nonpayment."

For additional copies of any circular please contact the Public Affairs Department at (214) 651-6289. Banks and others are encouraged to use the following incoming WATS numbers in contacting this Bank (800) 442-7140 (intrastate) and (800) 527-9200 (interstate).

Please submit any comments, with reference to Docket No. R-0552, to the Board of Governors of the Federal Reserve System, 20th & C Sts., N.W., Washington, D.C. 20551, attention Mr. William W. Wiles, Secretary."

**MORE INFORMATION**

For further information, please contact Jack A. Clymer at (214) 651-6337.

Sincerely yours,

*William H. Wallace*