



FEDERAL RESERVE BANK
OF DALLAS

WILLIAM H. WALLACE
FIRST VICE PRESIDENT

DALLAS, TEXAS 75222

April 28, 1986

Circular 86-41

TO: The Chief Executive Officer of all member banks and others concerned in the Eleventh Federal Reserve District

SUBJECT

Extension of comment period: proposed rulemaking of Regulation Y

DETAILS

In March 1986, through our Circular 86-23, the Federal Reserve Board requested comment on the guidelines for minimum and appropriate levels of capital for bank holding companies and state member banks. The comment period has been extended from April 25 to May 23, 1986, because of the significance of the Board's proposal and of the similar proposals subsequently issued by the Federal Deposit Insurance Corporation and the Office of the Comptroller of the Currency.

All comments should be submitted in writing to William W. Wiles, Secretary, Board of Governors of the Federal Reserve System, 20th and Constitution Avenue, N.W., Washington, D.C. 20551. All correspondence should refer to Docket No. R-0567 and must be received by May 23, 1986.

ATTACHMENTS

The Board's press releases and Federal Register document are attached.

MORE INFORMATION

For further information about various types of applications such as mergers and acquisitions by bank holding companies, contact Gayle Teague at (214) 651-6481.

Questions pertaining to the Board's capital maintenance supplemental adjusted capital measure should be directed to the following Supervision and Regulation personnel:

State Member Banks: Marvin C. McCoy, (214) 651-6657

Bank Holding Companies: Ann Worthy, (214) 651-6259.

Sincerely yours,

A handwritten signature in cursive script that reads "William H. Wallace". The signature is written in dark ink and is positioned to the right of the typed name "William H. Wallace".

ACTION: Extension of Time To Comment on Proposed Rulemaking.

SUMMARY: On January 24, 1986, the Board announced a proposed modification of its Guidelines for minimum and appropriate levels of capital for bank holding companies and state chartered banks that are members of the Federal Reserve System. [51 FR 3976 (January 31, 1986)] This proposed amendment to the Board's Guidelines, contained in Appendix A to the Board's Regulation Y, 12 CFR Part 225, was designed to make the Board's capital policies more systematically and explicitly sensitive to the risk exposure of individual banking organizations by providing for an additional supplemental adjusted capital measure to be considered by the Board in conjunction with existing primary and total capital-to-total assets ratios already contained in the Guidelines. The Board indicated that it would consider comments on this proposal received by April 25, 1986.

Since publication of the Board's supplemental adjusted capital proposal, the Federal Deposit Insurance Corporation and the Office of the Comptroller of the Currency have published for comment proposals for similar capital measures to be applied to state chartered banks that are not members of the Federal Reserve System and to national banks, respectively. Because of the significance of these proposals for the banking system and the important issues they raise, the Board is extending the comment period for its supplemental adjusted capital proposal (Docket R-0567) until May 23, 1986. The Board believes such an extension of the comment period will allow it to receive additional and more complete responses to its proposal.

DATE: All comments should be received by May 23, 1986.

ADDRESS: All comments, which should refer to Docket No. R-0567, should be mailed to William W. Wiles, Secretary, Board of Governors of the Federal Reserve System, 20th and Constitution Ave., NW., Washington, DC 20551, or should be delivered to the courtyard entrance, Eccles Building, 20th Street, NW., between "C" Street and Constitution Avenue, NW., between the hours of 8:45 a.m. and 5:15 p.m. weekdays. Comments may be inspected in Room 1122, Eccles Building, between 8:45 a.m. and 5:15 p.m. weekdays.

FOR FURTHER INFORMATION CONTACT: Richard Spillenkothen, Deputy Associate Director (202/452-2594), Anthony G. Cornyn, Assistant Director (202/452-3354), or Catherine Piché,

Financial Analyst (202/728-5871), Division of Banking Supervision and Regulation or James E. Scott, Senior Counsel, Legal Division (202/452-3513) of the Board's staff; or Andrew Spindler, Vice President, Federal Reserve Bank of New York (212/791-5846).

Board of Governors of the Federal Reserve System, April 10, 1986.

William W. Wiles,
Secretary of the Board.

[FR Doc. 86-8431 Filed 4-15-86; 8:45 am]

BILLING CODE 6210-01-M

FEDERAL RESERVE SYSTEM

12 CFR Part 225

[Reg. Y; Docket No. R-0567]

Bank Holding Companies and Change in Bank Control; Capital Maintenance; Supplemental Adjusted Capital Measure

AGENCY: Board of Governors of the Federal Reserve System.