



FEDERAL RESERVE BANK
OF DALLAS

TONY J. SALVAGGIO
FIRST VICE PRESIDENT

DALLAS, TEXAS
75265-5906

December 9, 1993

Notice 93-133

TO: The Chief Operating Officer of
each financial institution in the
Eleventh Federal Reserve District

SUBJECT

**1994 Price and Structure Changes
for Noncash Collection**

DETAILS

During the past decade, the municipal bond and coupon collection business has undergone dramatic restructuring due to rapid declines in volume industrywide. The Federal Reserve has reacted to these volume declines by increasing operating efficiencies of the noncash service as well as consolidating the service at four Reserve Banks: Cleveland, Atlanta - Jacksonville Branch, Chicago, and New York.

The Federal Reserve's noncash business will undergo further changes in 1994 to support our consolidated environment and to move us in the direction of a uniform national service. These changes are also being made to better match fees with costs while we provide a stabilizing presence in this market. Effective January 3, 1994, the Federal Reserve will:

- Adopt a single national price structure to include cash letter fees and coupon envelope fees.
- Eliminate the use of local fees by adopting two sets of fees for use by the four noncash processing sites. (This is an important step in the transition towards a standard set of national fees.)
- Implement a national coupon credit availability schedule.

The Federal Reserve is committed to providing high quality service nationwide throughout the continued natural decline of this collection service. These changes will provide added value to our customers during the remaining years of the business.

ATTACHMENTS

The attached chart includes the 1994 price structure, fees, and coupon envelope availability schedule for the Federal Reserve Bank of Atlanta - Jacksonville Branch. In addition, attached is a map showing the region serviced by each Bank.

MORE INFORMATION

For more information on the Federal Reserve's noncash service, please contact Dan Maslaney, Federal Reserve Bank of Atlanta, Jacksonville Office, (904) 632-1003; or, if you prefer, contact Bob Feil, (214) 922-6787, at the Dallas Office; Luke Richards, (713) 652-1544, at the Houston Office; Richard Gutierrez, (210) 978-1401, at the San Antonio Office; or Javier Jimenez, (915) 521-8201, at the El Paso Office.

For additional copies of this Bank's notice, please contact the Public Affairs Department at (214) 922-5254.

Sincerely,

A handwritten signature in cursive script, reading "Tony J. Saluzzo". The signature is written in black ink and is positioned below the word "Sincerely,".

**Noncash Collection 1994 Fee Structure
Federal Reserve Bank of Atlanta - Jacksonville Branch**

Coupon Fees			
Cash Letters with 5 and Under Coupon Envelopes in a Package			Cash Letters with 6 to 50 Coupon Envelopes in a Package
Cash Letter Fee	\$ 7.50		Cash Letter Fee
Coupon Envelopes Paid In-Region	4.75		Coupon Envelopes Paid In-Region
Coupon Envelopes Paid Out-of-Region	6.75		Coupon Envelopes Paid Out-of-Region
			\$15.00
			3.00
			5.00

Other Fees	
Bond Collections ²	\$40.00
Return Items	25.00

Availability Schedule	
	Number of Business Days Credit will be Passed
Past Due Coupon Envelopes:	
In-Region Payables	Five
Out-of-Region Payables	Eight
Twelfth District Payables	Eighteen
Future Due Coupon Envelopes:	
All Payables	One Day After Maturity ³

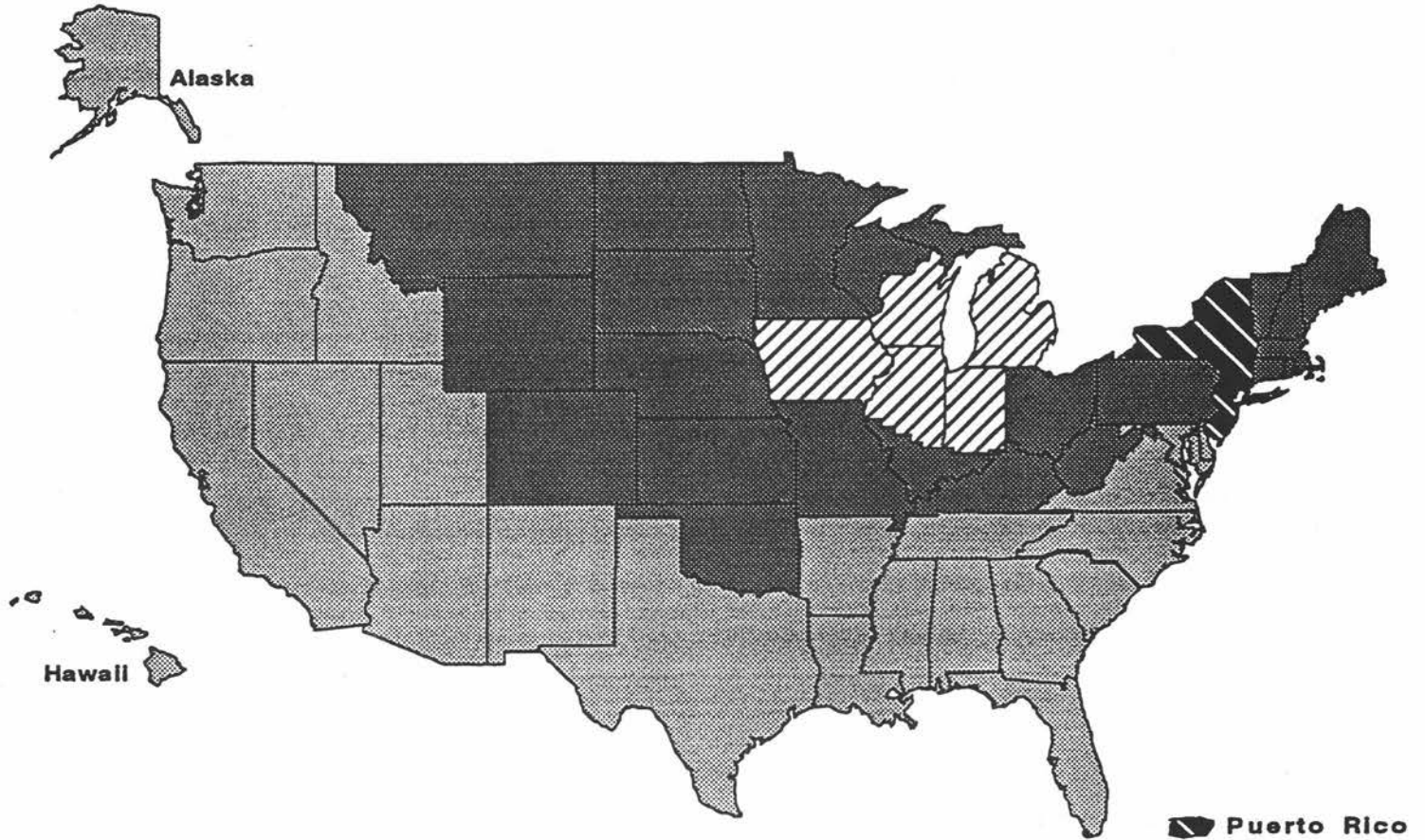
² Plus actual shipping expense.

³ In order to receive credit one business day after maturity, noncash coupon envelopes must be presented to Reserve Banks the following number of business days before maturity:

- In-Region Payables Four
- Out-of-Region Payables Seven
- Twelfth District Payables Seventeen

FEDERAL RESERVE SYSTEM

Municipal Coupon and Bond Collection Contact List



 **Atlanta Region**
(Jacksonville Branch)
Dan Maslaney, AVP
FRB Jacksonville
(904) 632-1003

 **Chicago Region**
Ron Piatek, Manager
Safekeeping Division
FRB Chicago
(312) 322-5510

 **Cleveland Region**
Lee Andres, Manager
(216) 579-2801
Christine Dorsey, Supervisor
(216) 579-2479
Securities Operations
FRB Cleveland

 **New York Region**
Christina Ryan, Manager
(212) 720-7726
Steve Bernatowicz, Chief
(212) 720-5081
Coupon and Safekeeping Dept.
FRB New York

Note: Fairfield County, Connecticut is in the New York Region.