

Federal Reserve Notes

Federal Reserve Bank of San Francisco • November 1984

Serving Alaska, Arizona, California, Hawaii, Idaho, Nevada, Oregon, Utah, & Washington

REGULATIONS AND OPERATIONS UPDATE

Check Collection Service and Fee Schedules

All Federal Reserve Banks have revised their fee schedules for commercial check services, effective **December 27, 1984**. The new deposit prices are expected to remain in effect through the end of 1985. Four exhibits, available from the Reserve Bank, detail the deposit options and deadlines available to interterritory depositors through the use of the Federal Reserve System's direct send and consolidated deposit services:

- Exhibit I, Consolidated Shipment of Interterritory Deposits
- Exhibit II, Basic Check Collection Service and Fee Schedule
- Exhibit III, Premium Availability Check Collection Service and Fee Schedule
- Exhibit IV, Summary of Deposit Deadlines at Federal Reserve Offices

The exhibits also contain information on improvements in services, including new Group Sorts and Premium Availabilities. Changes in service and fees include the following:

Portland, Salt Lake City, Seattle — a modest increase in the fee for Mixed items.

Los Angeles — (1) extension of the Basic City deposit deadline to 8:00 a.m. for immediate availability; (2) a City Group Sort product with a deposit deadline of 8:30 a.m. for immediate availability to replace the City Premium product; (3) a modest increase in fees for Basic City and Mixed items.

San Francisco — (1) an extension of the Basic City deposit deadline until 7:30 a.m. for immediate availability; (2) a City Group Sort product with a deposit deadline of 8:00 a.m. for immediate availability to replace the City Premium product; (3) a modest increase in fees for Basic City and Mixed items.

For additional information and copies of the exhibits, please call the Check Services Officer in your area.

Revised Currency Packaging Standards

The Board of Governors of the Federal Reserve System has approved a policy for Uniform Standards for FRB Cash Services. When fully implemented by July 1, 1987, all Reserve Banks will be operating under uniform cash service policies for the first time. The standards relate to two major policy areas: revised currency packaging standards and uniform access by all offices of depository institutions to FRB Cash Services.

The Twelfth District plans to begin implementing the revised currency packaging standards on January 2, 1985 and the open access policy in 1986.

Currently, the Reserve Bank ships currency to and accepts deposits in standard units of packages of 100 notes of the same denomination. Under the revised standards, all Cash Services Departments within the District will provide standard units in both full bundles (1000 notes of the same denomination in ten equal packages) and full packages depending on the frequency of a depository institution's or office's ordering or depositing pattern. This change will allow the Reserve Bank greater flexibility in meeting cash needs, particularly the needs of smaller depository institutions.

For further information, please contact the Cash Services Department at your local Federal Reserve Office.

REGULATIONS AND OPERATIONS UPDATE (continued)

Regulation D Reserve Requirements The Federal Reserve Board has announced an increase from \$28.9 million to \$29.8 million in the amount of net transaction accounts to which the lowest — 3 percent — reserve requirement will apply in 1985. The Board also increased the amount of reservable liabilities in depository institutions that are subject to a zero percentage reserve requirement from \$2.2 million to \$2.4 million. The adjustments take effect **January 1, 1985.**

Copies of the Federal Register document concerning these amendments are available from Corporate Services at (415) 974-2752. For further information, please contact Ells Lund at (415) 974-3149.

Regulation Q Interest on Deposits The \$2500 minimum balance requirements for "Super NOW" accounts, 7-to-31 day time deposits, and Money Market Deposit Accounts will be reduced to \$1000 effective **January 1, 1985.**

For further information, please contact Robert Mulford in our Law Department at (415) 974-2256.

POLICY DEVELOPMENTS

Revised PSAF The Federal Reserve Board approved an increase of \$2.3 million in the private sector adjustment factor (PSAF) for 1985 to \$61.1 million. The amount represents a four-percent rise from the 1984 target PSAF.

The PSAF is an allowance for the taxes that would have been paid and the return on capital that would have been provided had all of the Federal Reserve's priced services been furnished by a private business firm.

TWELFTH DISTRICT 1985 HOLIDAY SCHEDULE

All Twelfth District offices will observe the following holidays in 1985. Local holidays will no longer be observed.

January 1	New Year's Day	September 2	Labor Day
February 18	Washington's Birthday	October 14	Columbus Day
May 27	Memorial Day	November 11	Veteran's Day
July 4	Independence Day	November 28	Thanksgiving Day
	December 25	Christmas Day	