

FEDERAL RESERVE BANK
OF NEW YORK

Fiscal Agent of the United States

Government Bond and
Safekeeping Department

[Circular No. 821]
[November 17, 1927]

SPECIAL DEPOSITS OF PUBLIC MONEYS

To all Member Banks, State Banks and Trust Companies
in the Second Federal Reserve District:

Attached will be found a copy of Treasury Department Circular No. 92 revised November 1, 1927 containing the provisions governing special deposits of public moneys under the direction of the Secretary of the Treasury. The circular includes the Treasury Department's regulations brought down to date with respect to the qualification of incorporated banks and trust companies as depositaries of public moneys, including a description of the collateral acceptable as security for the deposits, how the deposits are made, and other details incident to the operation of the accounts, which are known as "War Loan Deposit Accounts". Particular attention is directed to the following:

1. Banking institutions which have already qualified and are now designated as depositaries will not be required to file new applications or resolutions.
2. All banking institutions which have qualified as depositaries, whether or not now holding deposits, will be required to notify the Federal Reserve Bank of New York prior to December 1, 1927, of their intention to have such designations continued. *A form of notification is enclosed for the convenience of each banking institution desiring to have its designation continued, which it is requested be signed and returned promptly.*
3. The designations of all special depositaries which have been wholly inactive for a period of two years preceding November 1, 1927 will be automatically cancelled.
4. Hereafter the designations of any depositaries which have not applied for deposits under the terms of the circular for a period of two years will be automatically cancelled.
5. Minor changes which have been made in the classes of securities eligible as collateral.

The attention of banking institutions which have previously qualified as depositaries, whether or not now holding deposits, is particularly directed to paragraphs 2 and 3 above.

While this circular is of special interest to those banking institutions which have already qualified as depositaries for special deposits of public moneys, it is being sent to all member banks, State banks and trust companies in this district for their information.

Very truly yours,

BENJ. STRONG,
Governor.