

**FEDERAL RESERVE BANK  
OF NEW YORK**

[Circular No. **4598**  
May 7, 1958]

**Return of Unpaid Checks and Other Cash Items**

*To the Member and Nonmember Clearing Banks  
of the Second Federal Reserve District:*

Under changes, effective May 12, 1958, in the rules and regulations of The New York Clearing House Association, the time for the return of unpaid checks and other cash items presented to Clearing House banks through the Clearing House has been extended so that such items may be returned not later than 11 p.m. of the next business day after presentment, instead of not later than 2 a.m. of that day, as at present.

Under changes which will also become effective on the same date under the collection arrangement (commonly known as the Manhattan, Bronx and Brooklyn collection arrangement) pursuant to which we make presentment to certain banks located in New York City which are not members of The New York Clearing House Association, the time for the return of unpaid checks and other cash items presented to those banks through that collection arrangement has also been extended so that such items may be returned not later than 3 p.m. of the next business day after presentment, instead of not later than 11 p.m. of the business day of presentment, as at present.

Although we shall continue to give credit, in accordance with the provisions of our currently effective time schedules, for cash items drawn on or payable at banks located in New York City, you should consider the effect of these changes in allowing time for the return of unpaid items and receipt of notices of nonpayment in the case of such checks and other cash items.

Additional copies of this circular will be furnished upon request.

**ALFRED HAYES,**  
*President.*