

FEDERAL RESERVE BANK  
OF NEW YORK

[ Circular No. 4820 ]  
December 3, 1959 ]

AMENDMENTS TO REGULATION D

*To All Member Banks  
of the Second Federal Reserve District:*

Our Circular No. 4817, dated November 30, 1959, informed you of the statement made public that day by the Board of Governors of the Federal Reserve System on the amendments to Regulation D permitting member banks to count part of vault cash for reserve purposes.

As indicated in the statement, the Board of Governors also adopted amendments to certain technical provisions of Regulation D. Pending the receipt of the revised Regulation D and its Supplement, we wish to inform you that the amendments, effective December 1, 1959, (1) define currency and coin to include currency and coin in transit to or from a Federal Reserve Bank; (2) require currency and coin to be counted as of the beginning of each business day; and (3) exclude drafts drawn on a member bank's reserve account or other authorizations to charge such account from the definition of gross demand deposits.

As to the Board's amendment (effective December 31, 1959) changing the reserve computation period for country banks to biweekly instead of semimonthly, country member banks are requested to submit their semimonthly report of deposits for reserve purposes for the second December period to cover December 16 through December 30, 1959.

Additional copies of this circular will be furnished upon request.

ALFRED HAYES,  
*President.*