

**FEDERAL RESERVE BANK
OF NEW YORK**
Fiscal Agent of the United States

Circular No. 8452
November 9, 1978

IMPLEMENTATION OF NEW TREASURY TAX AND LOAN INVESTMENT PROGRAM
Revision of Operating Circular No. 18

*To Banks and Others Concerned
in the Second Federal Reserve District:*

The United States Treasury's Treasury Tax and Loan Investment Program has been revised, effective November 2, 1978, to allow the Treasury to invest its operating cash in obligations of depositories maintaining Treasury Tax and Loan Accounts and provides for the payment of fees by the Treasury to financial institutions for certain services they provide.

In connection with the implementation of the new program, this Bank's Operating Circular No. 18 has been revised and retitled "Deposits of Federal Taxes and Other Public Monies with Depository Banks; Maintenance of Treasury Tax and Loan Account." The revised operating circular contains this Bank's procedures under the program, as well as instructions on the handling of Federal tax deposits. Specifically, the circular discusses the following topics:

- 1) Procedures for qualification of designated banks and other financial institutions as Depositories,
- 2) Procedures for handling deposits of Federal taxes,
- 3) Procedures for handling deposits from proceeds of U.S. Savings Bonds and deposits of other public monies, and
- 4) Procedures for maintaining Treasury Tax and Loan Accounts.

Enclosed is a copy of this Bank's Operating Circular No. 18, Revised effective November 2, 1978. The revised circular supersedes Operating Circular No. 18, Revised December 7, 1971, entitled "Deposits of Federal Taxes."

Additional details regarding the new investment program and related matters can be found in the following material:

- 1) Treasury Regulations 31 CFR Parts 203, 214, 226, 317, and 321, dated November 2, 1978;
- 2) Treasury Bulletin No. 78-03, Volume II, entitled "Treasury Final Requirements Manual for Guidance of Federal Reserve Banks and Depositories," dated May 2, 1978; and
- 3) This Bank's "Manual on the Treasury Tax and Loan Investment Program," dated October 1978.

Copies of these documents are available upon request directed to our Treasury Tax and Loan Section (Tel. No. 212-791-5442).

PAUL A. VOLCKER,
President.

**FEDERAL RESERVE BANK
OF NEW YORK**

Fiscal Agent of the United States

[Operating Circular No. 18
Revised effective November 2, 1978]

**DEPOSITS OF FEDERAL TAXES AND OTHER PUBLIC
MONIES WITH DEPOSITARY BANKS;
MAINTENANCE OF TREASURY TAX AND LOAN ACCOUNTS**

*To Banks and Others Concerned
in the Second Federal Reserve District:*

This circular contains information and instructions regarding the handling and processing of Federal tax deposits and other public monies by banks and certain other financial institutions that qualify as "Depositaries for Federal Taxes" and "Treasury Tax and Loan Depositaries." In order to accept Federal tax deposits, a depositary must be designated as *both* a "Depositary for Federal Taxes" and a "Treasury Tax and Loan Depositary." However, a depositary can be designated as a "Treasury Tax and Loan Depositary" without being designated as a "Depositary for Federal Taxes" if its intent is to maintain a Treasury Tax and Loan account the sole purpose of which is to reflect the deposit of public monies *other than* Federal taxes. For the purpose of this circular, "Federal taxes" includes (1) withheld income and FICA (Social Security) taxes, (2) corporation income taxes, (3) excise taxes, (4) Railroad Retirement taxes, (5) unemployment taxes, and (6) taxes withheld at source on nonresident aliens, foreign corporations, and tax-free covenant bonds. "Other public monies" includes (1) payments for the issuance of United States Savings Bonds, (2) payments for U.S. Government security subscriptions, and (3) direct investments of Treasury funds made from time to time by the Treasury Department.

The material in this circular is based on the regulations issued by the Treasury Department in 31 CFR Parts 203 and 214 (formerly, Treasury Circulars No. 92 and 1079, respectively). Reference should be made to these Treasury regulations for full information as to their provisions.

**Procedures for qualification of designated banks and
other financial institutions as Depositaries**

1. Every incorporated bank and trust company in the United States, Puerto Rico, the Virgin Islands, the Panama Canal Zone; every United States branch of a foreign banking corporation authorized by the State in which it is located to transact commercial banking business; every institution insured by the Federal Savings and Loan Insurance

Corporation; and every credit union insured by the Administrator of the National Credit Union Administration, is designated, subject to qualification, as a Depository for Federal Taxes or a Treasury Tax and Loan Depository (in either case hereinafter referred to as a "Depository"). In addition, savings and loan, building and loan, and homestead associations, credit unions and mutual savings banks, created under the laws of any State, the deposits or accounts of which are insured by a State or agency thereof, or by a corporation chartered by a State for the sole purpose of insuring deposits or accounts of such financial institutions, shall be eligible for designation as a Depository if and when the Secretary of the Treasury determines the adequacy of such insurance arrangements. Financial institutions whose insurance programs are determined by the Secretary of the Treasury to be inadequate will be eligible for designation provided they pledge collateral for the full amount of their note balance and the daily closing balance in their tax and loan account. For the purpose of all the aforementioned, financial institutions located in Puerto Rico, the Virgin Islands, and the Panama Canal Zone will be considered as being located in the Second Federal Reserve District.

2. Authority to act as a Depository is governed by regulations issued by the Treasury Department in 31 CFR Parts 203 and 214, respectively. The following steps must be taken by any designated bank or other financial institution in the Second Federal Reserve District in order for it to qualify as a Depository:

(a) A resolution must be adopted by its board of directors authorizing the execution of an application-agreement of the bank or financial institution to act as a Depository.

(b) An officer of the bank or financial institution, authorized in the resolution, must execute on its behalf an application-agreement to act as a Depository. This application-agreement must be attested to by another officer of the bank or financial institution, and the seal of the bank or financial institution must be affixed thereon.

(c) The resolution and the application-agreement must be on forms prescribed by the Treasury Department, which are available from this Bank. A duly executed copy of the application-agreement, together with a duly certified copy of the resolution, must be submitted to the Head Office of this Bank. This application-agreement and the resolution signifies that the submitting bank or financial institution is acting in accordance with all of the provisions of Treasury Regulations 31 CFR Parts 203 and 214.

In the case of an applying bank or other financial institution that has one or more branches, the resolution and application-agreement of the parent bank or financial institution will be construed as covering its branch or branches.

Other requirements

3. In order to qualify as a Depository, any bank or other financial institution seeking qualification must, in addition to filing an application-

agreement and resolution with this Bank, comply with the following Treasury Department requirements:

(a) Have the authority to maintain a Treasury Tax and Loan account the balance in which is payable on demand without previous notice of intended withdrawal, and in certain cases have the authority to participate in the acquisition of the Treasury's operating cash as provided for in 31 CFR Part 203.

(b) Administer its Treasury Tax and Loan account under either the Note Option or the Remittance Option as provided for in 31 CFR Part 203. Banks and other financial institutions may select their options by filing a duly executed Election of Option form with this Bank in the manner indicated in paragraph 2(b) above. Banks or other financial institutions that elect to administer their Treasury Tax and Loan account under the Note Option may voluntarily establish a maximum balance for their note account, subject to approval by this Bank. Any bank or other financial institution that does not exercise its choice of option will automatically be considered to have selected the Remittance Option as provided for in 31 CFR Part 203.

(c) Have the authority to pledge collateral to secure United States Treasury funds. (Types of collateral to be used for this purpose and collateral security requirements are provided for in 31 CFR Part 203.)

(d) Properly collateralize its Treasury Tax and Loan account balances. A Remittance Option depository must pledge collateral to cover the balance in its Treasury Tax and Loan account as recorded on its books at the close of business each day, less any applicable insurance coverage. A Note Option depository must pledge collateral to cover: (1) the full amount of the open-ended note account balance as recorded on the books of this Bank, and (2) the balance in its Treasury Tax and Loan account as recorded on its books at the close of business each day, less any applicable insurance coverage. The insurance coverage provided by the Federal Deposit Insurance Corporation to qualified financial institutions is \$40,000. Types of collateral that may be used to secure U.S. Treasury funds and collateral security requirements are provided for in 31 CFR Part 203, and are subject to acceptance by this Bank.

(e) Comply with all of the other provisions specified in 31 CFR Parts 203 and 214.

4. Formal notification of qualification as a Depository will be forwarded to the applicant upon approval of the application-agreement by the Federal Reserve Bank as Fiscal Agent of the United States. Receipt of the notification completes the depository's qualification and creates an agreement between it and the Treasury Department under which the depository agrees to be bound by all of the terms and provisions of 31 CFR Parts 203 and 214. Banks and other financial institutions may not accept deposits of Federal taxes or other public monies until the formal notification of qualification is received, and only for so long as the qualification and application-agreement remain in force.

Procedures for handling deposits of Federal taxes

5. A Depository shall accept a deposit of Federal taxes only when it is accompanied by the appropriate pre-punched and pre-inscribed tax deposit form on which the amount of the deposit has been entered properly in the space provided. Such forms are:

- Form 501 "Federal Tax Deposit—Withheld Income and FICA Taxes"
- Form 503 "Federal Tax Deposit—Corporation Income Taxes"
- Form 504 "Federal Tax Deposit—Excise Taxes"
- Form 507 "Federal Tax Deposit—Railroad Retirement Taxes"
- Form 508 "Federal Tax Deposit—Unemployment Taxes"
- Form 511 "Federal Tax Deposit—FICA Taxes (Employer and Employee Taxes) for Agricultural Workers"
- Form 512 "Federal Tax Deposit—Tax Withheld at Source on Nonresident Aliens, Foreign Corporation, Tax-Free Covenant Bonds"

6. Depositories should advise any taxpayer who inquires that supplies of the pre-inscribed forms are available only from the Internal Revenue Service Center or district IRS office at which the taxpayer's tax returns are filed. Depositories should advise taxpayers that do not have the required forms (a) to mail their remittances directly to the Internal Revenue Service Center or district IRS office at which they file their tax returns, together with a letter stating the taxpayer's name and address, taxpayer identification number, type of tax, tax period ending date, and amount of remittance, and (b) to request the IRS to furnish a supply of the prescribed forms for the taxpayer's use in making subsequent deposits, indicating the quantity needed. Should a taxpayer require a taxpayer identification number, it may be obtained from the Internal Revenue Service Center of the taxpayer's region or to the Director of Internal Revenue for the taxpayer's district.

7. A Depository may accept from itself deposits of Federal taxes and treat such deposits in the same manner as deposits from others as herein provided.

8. Depositories must indicate on each tax deposit form, in the space provided, the name and location of the depository and the date on which the deposit was received—this date determines the timeliness of the tax payment by the taxpayer. Depositories should also verify each tax deposit form to determine that the amount of the taxes inscribed on the form agrees with the amount of the taxes deposited. Depositories will not, however, be responsible for determining the correctness of amounts of Federal taxes deposited, or otherwise determining whether taxpayers have complied with the law or regulations relating to funds deposited by them as Federal taxes.

9. Depositories shall accept from a taxpayer cash or a postal money order, check, or draft drawn on and to the order of the depository covering the amount to be deposited as Federal taxes; they shall not accept checks payable to the Secretary of the Treasury, Director of Internal Revenue, Federal Reserve Bank or other Federal official, for the purpose

of making deposits of Federal taxes. A depository may at its discretion accept a check, in payment of Federal taxes, drawn on another financial institution, but it does so purely on a voluntary basis and absorbs for its own account any float involved. When requested to do so by a taxpayer who makes a deposit of Federal taxes in cash over the counter, the depository shall issue a counter receipt. Depositories shall not accept from taxpayers public debt securities of the United States in payment of Federal taxes.

10. The acceptance of a check drawn to the order of the depository, whether drawn on the depository or on another bank, is without risk to the depository. If subsequently the check is uncollectable, depositories are expected to make reasonable efforts to contact the taxpayer and obtain restitution. If the depository is unsuccessful, a request for refund should be forwarded to this Bank as promptly as possible, together with (a) a copy of the check with a statement of the reason why it failed to clear and a statement of the collection efforts made, (b) the taxpayer identification number, (c) the amount of the tax deposit involved, as described in the Advice of Credit (Form 2284) with which the deposit was forwarded to the Internal Revenue Service Center, and (d) the serial number, date and dollar total of that Advice of Credit.

11. Each depository in the Second Federal Reserve District must forward *daily* to the New York City Office (hereinafter referred to as the "Head Office") of the Federal Reserve Bank of New York a properly completed original Advice of Credit (Form 2284) which must contain the depository's current nine-digit routing number, its title and address, the date of deposit, number of Federal Tax Deposit (FTD) forms covered and the total amount of deposits to the Treasury Tax and Loan account. Advices of Credit must be received by the Head Office of this Bank *no later than 12:00 noon* of the business day following the date inscribed on the Advice of Credit. However, depositories that consolidate and recapitulate deposits of Federal taxes received by all their branches may deliver such consolidated Advices of Credit to the Head Office of this Bank *up to 3:00 p.m.* of the business day following the date inscribed on the Advice of Credit.

12. As a convenience to depositories, and without recourse to this Bank, Advices of Credit may also be *delivered* to certain Reserve offices as specified below. No advices should be *mailed* to any of these offices. When delivering Advices of Credit to a Reserve office other than the Head Office of this Bank, special address labels should be used. Supplies of these labels will be furnished to the main office of each depository upon written request to the Treasury Tax and Loan Section of the Federal Reserve Bank of New York. All depositories that are branches of a bank or financial institution must obtain these labels from their own main office. Deliveries of Advices of Credit to these designated Reserve offices must be made *prior* to the time indicated below on the same day that the deposits are received by the depositories:

<i>Designated Offices</i>	<i>Addresses</i>	<i>Deadlines</i>
Buffalo Branch	160 Delaware Ave., Buffalo, NY	9:00 p.m.
Utica Office	Oneida County Airport, Oriskany, NY	Midnight
Cranford Office	2 Jackson Drive, Cranford, NJ	Midnight
Jericho Office	113 South Service Road, Jericho, NY	Midnight
Windsor Locks Office (Federal Reserve Bank of Boston)	75 Turnpike Road, Windsor Locks, CT	10:30 p.m.

13. The depository must forward the yellow copy of the Advice of Credit along with the taxpayer's Federal Tax Deposit forms to the Internal Revenue Service Center indicated on the mailing labels furnished to you by the IRS. Additional information and instructions are printed on the reverse side of each Advice of Credit.

14. Requests for additional supplies of Advices of Credit and IRS mailing labels should be addressed to the Internal Revenue Service Center in sufficient time to allow printing and shipment without affecting daily operations. The Internal Revenue Service Center will not accept telephone requests. Should a depository deplete its supply of Advices of Credit, it should use instead a letter on official stationery, in triplicate, stating all information normally included on the Advice of Credit, i.e., ABA number, Service Center code, branch code, deposit date, number of FTD's total amount of deposit, depository title and address, a listing of each FTD, and the signature of an authorized official. (A transmittal serial number will be assigned by the Federal Reserve Bank.) Finally, the letter should include a request for additional forms. Only one letter a day covering all FTD's received by the depository that day should be prepared. The original of the letter, *together with the FTD's*, should be sent to the Federal Reserve Bank; one copy should be sent to the IRS Service Center, and the other copy retained as a depository record.

15. Depositories will be expected to maintain adequate records of all deposits of Federal taxes to enable them to identify and reconstruct such deposits in the event that tax deposit forms are lost in transit. For this purpose, the depository must maintain a record for each deposit showing the date of deposit, the taxpayer identification number, the amount of the deposit, the type of tax deposited, and the tax-period ending date. When notified by the Internal Revenue Service or the Federal Reserve Bank that a deposit is missing or has been lost in transit, the depository must provide the Federal Reserve Bank *within two weeks* with the pertinent information concerning the deposit or the shipment.

16. In the event that a depository has occasion to inquire of the IRS or the Federal Reserve Bank about the status of a deposit of Federal taxes, (or a taxpayer, about the status of a payment of such taxes), the information described in paragraph 15 above, along with the serial number, date, and total amount shown on the Advice of Credit if a depository is inquiring (or a copy of the cancelled check, postal money

order stub, or cash receipt if a taxpayer is inquiring), should be furnished in order that the IRS or the Federal Reserve Bank may respond to the inquiry.

Procedures for handling deposits from proceeds of U.S.

Savings Bonds and deposits of other public monies

17. The issuance and redemption of United States Savings Bonds and the acceptance of proceeds therefrom are governed by 31 CFR Parts 315 and 316 (formerly, Treasury Circulars No. 530 and 653, respectively). Reference should be made to these Regulations and to this Bank's Operating Circular No. 20, entitled "United States Savings Bonds, Series E," for procedures to be followed by banks and other financial institutions wishing to qualify as issuing and paying agents for U.S. Savings Bonds and for information and instructions regarding the handling and processing of U.S. Savings Bonds and deposits and proceeds therefrom. Also, reference should be made to 31 CFR Part 203 and 31 CFR Parts 317 and 321 for additional information and regulations governing deposits of U.S. Savings Bonds.

18. Treasury Regulation 31 CFR Part 203 also provides that a *Note Option Treasury Tax and Loan Depository* has the option of adding other public monies directly to its note account. Public monies include payments made by or through the depository for allotments on tenders and subscriptions for United States securities whenever payments through Treasury Tax and Loan accounts are provided for under the terms of the Treasury's offering circulars. Also, public monies include other funds from Treasury operating cash, called direct investments (formerly redeposits), which may be offered to certain *Note Option Treasury Tax and Loan Depositories* that have previously indicated their willingness to accept such additional funds. Acquisitions of such funds will be added directly to the depository's note account.

Procedures for maintaining Treasury

Tax and Loan accounts

19. Any bank or other financial institution whose application-agreement has been approved by this Bank and which thereby has been qualified as a depository, shall be deemed to have agreed to have its reserve account charged for the payment of withdrawals (calls) from its Treasury Tax and Loan account unless arrangements have been made to charge the reserve account of a designated correspondent member bank located in the Second Federal Reserve District. These charges may also include payments for the withdrawal of deposits that exceed pre-arranged maximum balances (ceilings) and deposits exceeding collateral requirements (pre-payments) as well as payments for interest or penalty charges due to the Treasury. Depositories that do not maintain a reserve account with this Bank will be required to arrange for the payment of withdrawals through the account of a designated correspondent member

bank. To initiate such an arrangement, a depository must submit to this Bank a completed and duly executed Correspondent-Agreement form (Form 233), which is available from this Bank.

20. For depositories selecting the Remittance Option, this Bank will effect automatic payment for the total amount of funds credited by a depository to its Treasury Tax and Loan account on the day that Advices of Credit supporting such deposits are received by this Bank. For Note Option depositories, the amount of the Treasury Tax and Loan note account, in part or in total, will be payable upon demand without previous notice.

21. Treasury Regulations 31 CFR Parts 203 and 214 provide that the Treasury Department will compensate depositories, in the form of fee payments, for the handling of tax and loan accounts, acceptance and processing of tax deposits, and the issuance of savings bonds. These regulations also provide that the Treasury Department will collect interest from Note Option depositories maintaining balances in tax and loan note accounts. In addition, provisions are made for the Treasury Department to assess late charges (penalties) and analysis credits (deductions from fee payments) against Remittance Option depositories that do not remit Advices of Credit on a timely basis. Except for credits for fees due for the issuance of savings bonds, credits and debits referred to herein representing payments for fees, net of late charges and charges for interest payments to the Treasury, shall be made on a monthly basis to a depository's reserve account or to the reserve account of its designated correspondent member bank located in the Second Federal Reserve District. Reference should be made to 31 CFR Parts 203 and 214 for details of these provisions. Fee payments for the issuance of savings bonds will continue to be made by the Bureau of the Public Debt.

22. The Internal Revenue Service Center will notify this Bank of any error of *over* \$5 that it discovers on Advices of Credit or Federal Tax Deposits. Upon receiving such notification, this Bank will make the appropriate adjustments to the depository's tax and loan account. A depository must request, by letter, any adjustment for less than \$5. For the purpose of calculating interest, late charges (penalties) and analysis credits for the current period, this Bank will process all adjustments. However, should such adjustments affect prior periods, they will not be processed if they: (a) are for \$1,000 or less and (b) do not affect an entry that extends beyond the second prior reporting cycle.

23. The Federal Reserve Bank, as Fiscal Agent of the United States, is required to perform certain monitoring functions pertaining to the maintenance of Treasury Tax and Loan accounts. These functions include monitoring: (1) the flow of deposits to a Remittance Option—Class 2 depository's TT&L account to determine if that depository should

retain its Class 2 status, (2) the timeliness of Advices of Credit for Remittance Option—Class 1 depositaries, and (3) the adequacy of collateral to secure both TT&L and Note account balances. Should it be determined by this Bank that a Remittance Option—Class 2 depositary must change its status, or that a depositary is in violation of its agreement with the Treasury concerning the timely remittance of Advices of Credit or collateral security requirements, this Bank will so notify that depositary, indicating the terms of its agreement with the Treasury and any action that may be taken by this Bank on behalf of the Treasury.

24. Upon written request to this Bank, a depositary may elect to change the option under which it administers its Treasury Tax and Loan account. A Note Option depositary may also make changes with respect to its maximum balance or its participation in the direct investment program. However, frequent changes should not be made. (CFR Part 203.12).

25. This Bank will provide depositaries with a daily statement of all transactions entered in the tax and loan account maintained by this Bank. This statement should be used by the depositary to reconcile its Treasury Tax and Loan account. This Bank should be informed immediately of any discrepancies. In addition, this Bank will provide depositaries with a monthly statement of fee payments (other than fees related to the issuance of U.S. Savings Bonds), interest, late charges (penalties), analysis credits, and prior period adjustments. Any discrepancies or inquires pertaining to these statements should be referred to this Bank.

26. Depositaries will be informed of deposits that do not comply with the provisions of paragraph 8 of this circular and with 31 CFR Parts 203 and 214. Repeated failure of a depositary to comply with these provisions may result in the termination of the agreement between the depositary and the Treasury and, therefore, the disqualification of the financial institution as a depositary, pursuant to 31 CFR § 203.17 and 31 CFR § 214.5.

Inquiries

27. Questions relating to the handling and processing of Federal tax deposits, and requests for copies of Treasury Regulation 31 CFR Parts 203 and 214 and copies of this Circular, should be referred to the Treasury Tax and Loan Section, Federal Reserve Bank of New York.

Effect of this circular on previous circular

28. This circular supersedes our Operating Circular No. 18, revised December 7, 1971.

PAUL A. VOLCKER,
President.

FEDERAL RESERVE BANK
OF NEW YORK

Fifth Supplement to
Operating Circular No. 1
(Revised February 1, 1978)

October 30, 1978

CHANGES IN AUTHORIZED SIGNATURES

Notice is hereby given of the changes indicated below in the list of persons authorized to sign on behalf of the Federal Reserve Bank of New York, as contained in our Operating Circular No. 1, Revised February 1, 1978, herein referred to as the signature circular, and the First, Second, Third, and Fourth Supplements thereto, dated March 1, April 24, June 20, and September 14, 1978, respectively.

OFFICERS

STUART M. FEDER, Manager, formerly assigned to the Statistics Department, has been assigned to the Research Support Department. A facsimile of his signature appears on page 27 of the signature circular.

PATRICIA H. KUWAYAMA, formerly Special Assistant, Research and Statistics Function, has been appointed an officer of the Bank with the title of Research Officer and Senior Economist, and has been assigned to the International Research Department. A facsimile of her signature follows:

Patricia Kuwayama

OTHER SIGNERS—HEAD OFFICE

Paragraph 1 (page 23) of the signature circular has been amended to include the following persons, who now have authority to sign correspondence relating to the work of the departments indicated after their respective names:

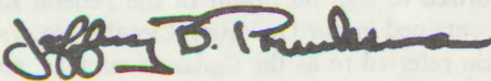
MARY ANNE BANEVICIUS, Chief, Check Adjustment Division,
Check Adjustment and Return Items Department,
(current authority under paragraphs 1 and 10 is terminated)

will sign: (facsimiles of signature appear on pages 23 and 63
of the signature circular)

JOSEPH J. GRIMSHAW, Chief, Government Bond Division,
Government Bond and Safekeeping Department,
(current authority under paragraphs 1 and 10 is terminated; authority under paragraph 22 is continued)

will sign: (facsimiles of signature appear on pages 27, 70, and 93
of the signature circular)

JEFFREY B. PRUIKSMA, Special Assistant, Check Processing Department,

will sign: 

Paragraph 2 (page 36) of the signature circular has been amended to include the following persons, who now have authority to sign correspondence relating to the work of the divisions indicated after their respective names:

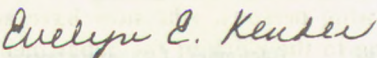
ANDREW HEIKAUS, Chief, Check Processing Division (Day),
Check Processing Department,
(current authority under paragraphs 1 and 10 is terminated)

will sign: (facsimiles of signature appear on pages 28 and 71
of the signature circular)

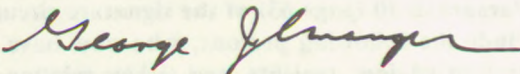
MICHAEL HELLER, Chief, Technical Services Division,
Computer Operations Department,

will sign: 

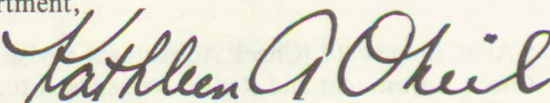
EVELYN E. KENDER, College Relations Representative,
Career Development Division, Personnel Department,

will sign: 

GEORGE J. MANGER, Special Assistant, Central Operations Division,
User Operations Department,

will sign: 

KATHLEEN A. O'NEIL, Assistant Chief, Accounting Control Division,
Accounting Department,

will sign: 

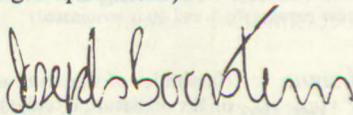
VIRGINIA L. P'AN, Assistant Chief, Accounting Operations Division,
Accounting Department,
(current authority under paragraphs 2 and 9 is terminated)

will sign: (facsimiles of signature appear on pages 47 and 60
of the signature circular)

Paragraph 9 (page 56) of the signature circular has been amended to include the following persons, who now have authority to sign per procurement advices, receipts and tickets, and checks drawn on this Bank, relating to the routine operations of the departments or divisions indicated after their respective names:

JOSEPH BOORSTEIN (Accounting Department)

will sign:
per pro



KATHLEEN A. O'NEIL (Accounting Control Division of the
Accounting Department)

will sign: (facsimile of signature appears above)
per pro

**VIRGINIA L. P'AN (Accounting Operations Division of the
Accounting Department)**

(current authority under paragraphs 2 and 9 is terminated)

will sign: (facsimiles of signature appear on pages 47 and 60
per pro of the signature circular)

Paragraph 10 (page 63) of the signature circular has been amended to include the following persons, who now have authority to sign per procurement advices, receipts, and tickets relating to the routine operations of the departments or divisions indicated after their respective names:

**MARY ANNE BANEVICIUS (Check Adjustment Division of the
Check Adjustment and Return Items Department)**

(current authority under paragraphs 1 and 10 is terminated)

will sign: (facsimiles of signature appear on pages 23 and 63
per pro of the signature circular)

JOSEPH A. DE PRIMO (Check Processing Division (Day))

(current authority under paragraph 10 is terminated)

will sign: (facsimile of signature appears on page 67
per pro of the signature circular)

WILLIAM G. FITCH (Accounting Department)

(current authority under paragraph 11 is terminated)

will sign: (facsimile of signature appears on page 84
per pro of the signature circular)

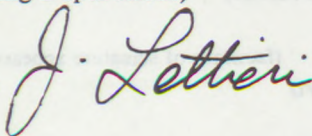
ANDREW HEIKAUS (Check Processing Division (Day))

(current authority under paragraphs 1 and 10 is terminated)

will sign: (facsimiles of signature appear on pages 28 and 71
per pro of the signature circular)

**JEREMIAH LETTIERI (Government Bond Division of the Government
Bond and Safekeeping Department)**


will sign:
per pro



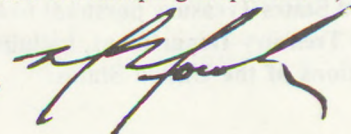
GEORGE J. MANGER (Central Operations Division of the User
Operations Department)

will sign: (facsimile of signature appears above)
per pro

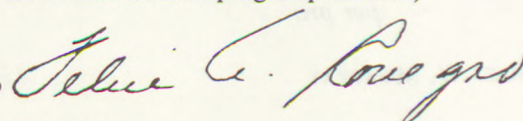
ETHEL E. MORTON (Check Processing Division (Night))

will sign:
per pro 

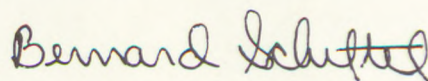
MICHAEL W. MOWBRAY (Government Bond Division of the
Government Bond and Safekeeping Department)

will sign:
per pro 

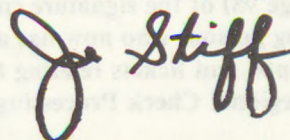
FELICE A. ROVEGNO (Securities Clearance Division
of the Government Bond and Safekeeping Department)

will sign:
per pro 

BERNARD J. SCHEFTEL (Collection Division)

will sign:
per pro 

JULIA E. STIFF (Check Processing Division (Day))

will sign:
per pro 

RUBIE TIMMONS (Check Processing Division (Night))

will sign: (facsimile of signature appears on page 82
per pro of the signature circular)

Paragraph 16 (page 87) of the signature circular has been amended to include the following person, who now has authority to sign per procurement checks drawn as indicated in paragraph 16, and advices, receipts and tickets, and checks drawn on this Bank, relating to the routine operations of the Government Bond and Safekeeping Department:

JOSEPH J. GRIMSHAW

(current authority under paragraphs 1 and 10 is terminated; authority under paragraph 22 is continued)

will sign: (facsimiles of signature appear on pages 27, 70, and 93
per pro of the signature circular)

Paragraph 18 (page 89) of the signature circular has been amended to include the following persons, who now have authority to sign per procurement checks drawn by this Bank as fiscal agent of the United States on the United States Treasury pursuant to instructions received by the Bank from the Treasury Department, including checks so drawn in payment of obligations of the United States:

JEREMIAH LETTIERI

will sign: (facsimile of signature appears above)
per pro

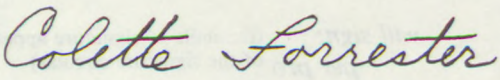
MICHAEL W. MOWBRAY

will sign: (facsimile of signature appears above)
per pro

OTHER SIGNERS—CRANFORD OFFICE

Paragraph 32 (page 98) of the signature circular has been amended to include the following person, who now has authority to sign per procurement advices, receipts, and tickets relating to the routine operations of the North Jersey Regional Check Processing Division:

COLETTE A. FORRESTER

will sign: 
per pro

TERMINATION OF SIGNING AUTHORITY

The authority of the following persons to sign on behalf of the Bank as indicated in the paragraphs of the signature circular referred to below have been terminated:

MARGARET E. BRUSH (paragraph 7)
ROBERT C. BUCKLEY (paragraph 2)
DORIS GREVIOUS (paragraph 7)
ROBERT G. KRAUS (paragraphs 1 and 10)
RUTBERT D. REISCH (paragraph 2)

Accordingly, their names should be removed from the list of persons authorized to sign on behalf of the Bank.

PAUL A. VOLCKER,
President.