

FEDERAL RESERVE BANK  
OF NEW YORK

[Circular No. 8702]  
December 11, 1979]

Processing of \$1-Denomination Currency Deposits

*To All Banks in the Head Office Territory  
of the Second Federal Reserve District:*

It has been the practice of this Bank to process and reconcile differences in currency shipments separately for each strap (of 100 notes) for all denominations. A review of our records reveals that almost 40 percent of all currency differences are in the \$1 denomination with the vast majority consisting of one or two note errors.

To facilitate currency processing and reduce the time required to provide you with currency deposit reconciliation data, beginning January 1, 1980 the Head Office of this Bank will process and reconcile deposits of \$1 notes on a bundle (1,000 note unit) basis. In the case of an adjustment, we will return to you the green bundle front card document (form Mon. 200.1) provided by us for currency deposits. Processing and reconciliation of deposits of the \$2 denomination and higher will continue to be done on a strap basis at the Head Office; at the Buffalo Branch, deposits of all currency denominations will continue to be handled on a strap basis.

If you have any questions on this matter, please contact David S. Slackman, Manager, Currency Processing Department (Tel. No. 212-791-7959) or Hildon G. James, Chief, Currency Processing Division (Tel. No. 212-791-5052).

THOMAS M. TIMLEN,  
*First Vice President.*