

**FEDERAL RESERVE BANK
OF NEW YORK**

[Circular No. 9172]
[October 26, 1981]

**Further Deferral of
Reserve Requirements for Certain Depository Institutions**

*To All Depository Institutions, and Others Concerned,
in the Second Federal Reserve District:*

The following is quoted from the text of a statement issued by the Board of Governors of the Federal Reserve System:

The Federal Reserve Board has extended for six months the deferral of reserve and reporting requirements for nonmember depository institutions with less than \$2 million total deposits.

The Monetary Control Act of 1980 made certain deposits of nonmember as well as member depository institutions subject to Federal reserve requirements. To lessen the burden for very small institutions and in view of operational considerations, the Board has previously deferred until November 1981 reserve requirements for institutions with less than \$2 million total deposits, as of December 31, 1979. This deferral will now extend through April 1982. The Board extended the deferral period in view of legislation under consideration in Congress that would provide a permanent exemption from reserve requirements for smaller depository institutions.

The deferral affects nearly 18,000 depository institutions, including approximately 17,000 credit unions. These institutions are estimated to hold ½ of 1 percent of all deposits. Those offering transaction accounts or nonpersonal time deposits are subject to reserve requirements.

Questions on this matter may be directed to our Deposit Reports Division (Tel. No. 212-791-5794).

ANTHONY M. SOLOMON,
President.