

**FEDERAL RESERVE BANK  
OF NEW YORK**

Circular No. 9667  
April 6, 1984

**DISCOUNT RATES**

*To All Depository Institutions  
in the Second Federal Reserve District:*

Effective April 9, 1984, the directors of this Bank, with the approval of the Board of Governors of the Federal Reserve System, have increased the Bank's basic discount rate to 9 percent from 8½ percent. The Bank's rates on advances of extended credit under section 10(b) of the Federal Reserve Act to institutions under sustained liquidity pressures, or for special circumstances, have also been increased ½ percentage point.

The following statement was issued today by the Board of Governors of the Federal Reserve System regarding the rate changes:

The Federal Reserve Board today announced an increase in the discount rate from 8½ percent to 9 percent, effective on Monday, April 9. The discount rate is the interest rate that is charged for borrowings from the District Federal Reserve Banks.

The change--the first since late 1982--was undertaken in the light of the relatively wide spread that has developed in recent weeks between short-term market rates and the discount rate.

In announcing the change, the Board voted on requests submitted by the Board of Directors of the Federal Reserve Banks of Boston, New York, Philadelphia, Richmond, Chicago, St. Louis, Minneapolis and Dallas.

A copy of this Bank's Operating Circular No. 13, regarding discount rates, will be sent to you shortly.

ANTHONY M. SOLOMON,  
*President.*

**FEDERAL RESERVE BANK  
OF NEW YORK**

[ **Operating Circular No. 13**  
Revised effective April 9, 1984 ]

**DISCOUNT RATES**

*To All Depository Institutions  
in the Second Federal Reserve District:*

1. This Bank has made the following changes in its rate schedule, effective April 9, 1984:

The rate on advances of adjustment and seasonal credit and discounts under sections 13, 13a, and 10(b) of the Federal Reserve Act has been increased from 8½ percent per annum to 9 percent per annum.

The rate on advances under section 10(b) of the Federal Reserve Act of extended credit (i) to institutions under sustained liquidity pressures, or (ii) for special circumstances, has been increased from 8½ percent per annum to 9 percent per annum; the rate on such credit outstanding for more than 60, but not more than 150, days has been increased from 9½ percent per annum to 10 percent per annum; and the rate on such credit outstanding for more than 150 days has been increased from 10½ percent per annum to 11 percent per annum.

Shown on the reverse side is the schedule of rates now in effect at this Bank on advances and discounts made under the Federal Reserve Act.

2. This circular supersedes our Operating Circular No. 13, Revised effective December 15, 1982.

ANTHONY M. SOLOMON,  
*President.*

[Ref. Cir. No. 9667]

(OVER)

## Rate Schedule Effective April 9, 1984

Percent  
Per Annum

### Advances to and discounts for depository institutions:

- (a) Advances of adjustment and seasonal credit and discounts under sections 13, 13a, and 10(b) of the Federal Reserve Act . . . . . 9
  
- (b) Advances under section 10(b) of the Federal Reserve Act of extended credit (i) to institutions under sustained liquidity pressures, or (ii) for special circumstances, where such Federal Reserve credit has been outstanding (including extensions and renewals) for:
  - Not more than 60 days . . . . . 9
  - More than 60, but not more than 150, days . . . . . 10
  - More than 150 days . . . . . 11