

**FEDERAL RESERVE BANK
OF NEW YORK**

At-let. No. 10559
July 30, 1992

**DISCONTINUANCE OF
CERTAIN NONCASH COLLECTION SERVICES**

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

Effective October 1, 1992, this Bank will no longer process for collection non-security time and demand items, except for certain time items in accordance with the noncash collection rules set forth in Appendix D of Operating Circular No. 6. The items that will no longer be processed include maturing acceptances or bankers' acceptances drawn on a depositor of a Reserve Bank, and checks or other demand items with documents attached, which have been traditionally handled as part of our noncash service. These items are further described in paragraphs 4(a) (i), 4(b), 4(c), and 9-15 of Operating Circular No. 6, "Collection of Noncash Items." The Operating Circular will be revised shortly to reflect this change. This change does not affect the collection of municipal coupons and bonds.

The decision not to process for collection non-security time and demand items was based on the very small number of these items received in recent years by Federal Reserve Banks for collection. If you have any questions on the collection or payment procedures for a non-security item, you should contact the designated payor directly. Questions concerning the discontinuance of this service may also be directed to Steve Bernatowicz, Chief, Safekeeping Department (Tel No. 212-720-5081).

E. GERALD CORRIGAN,
President.