

**DATE:** October 10, 2003

**SUBJECT:** Amendments to Regulation D, Reserve Requirements of Depository Institutions

**HIGHLIGHTS:** The Federal Reserve Board has amended Regulation D by:

- Increasing the amount of net transaction accounts to which the lowest reserve requirement (3 percent) will apply from \$42.1 million to \$45.4 million.
- Increasing the amount of reservable liabilities subject to a zero percentage reserve requirement from \$6.0 million to \$6.6 million.

These changes are effective with the maintenance periods beginning December 25, 2003, for weekly reporters of FR 2900 data, and January 15, 2004, for quarterly reporters.

In addition, the Board increased the deposit cutoff level that is used with the exemption level to determine the frequency and detail of deposit reporting. The Federal Register notice contains a description of the **new boundaries** for deposit reporting. This deposit cutoff level will be used to screen institutions in July of 2004 to determine the reporting frequency for the twelve-month period that begins in September 2004.

**DOCUMENT LOCATION:** The Federal Register Document dated October 1, 2003 is available under the "Press Releases" section of the Board of Governors web site, as follows:

<http://www.federalreserve.gov/boarddocs/press/bcreg/2003/20031001/>

**FURTHER INFORMATION:** Hillary Debenport, Assistant Vice President, 1-866-666-8316  
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