

FEDERAL RESERVE BANK OF SAN FRANCISCO
101 MARKET STREET, SAN FRANCISCO, CALIFORNIA 94105

June 17, 2002

**REGULATION A:
PROPOSED RESTRUCTURING OF
FEDERAL RESERVE CREDIT PROGRAMS**

To All Depository Institutions
in the Twelfth Federal Reserve District

Proposed Restructuring of Federal Reserve Credit Programs (Docket R-1123)

The Board of Governors of the Federal Reserve System is soliciting comments by August 22, 2002, on a proposal to restructure the Federal Reserve credit programs. The proposal does not represent a change in the stance of monetary policy.

The proposed amendment to Regulation A would replace the adjustment and extended credit facilities with primary and secondary credit, respectively. Currently, the rate charged for adjustment credit is below short-term market rates; the rate charged for primary credit would be above short-term market rates. Furthermore, the proposal requests comments on the continuation of the seasonal loan program.

Additional Information

You can view and print a copy of the proposal from the Board of Governors' web site at <http://www.federalreserve.gov/boarddocs/press/bcreg/2002/20020517/attachment.pdf>. The proposal includes information on who to contact at the Board of Governors if you have questions about the proposal, or if you wish to submit comments.

If you have a question about the current Regulation A, please contact Mr. Rick Miller, Director, Credit and Risk Management, at (415) 974-2974, or e-mail at Rick.Miller@SF.FRB.ORG.

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