



March 10, 2004

**REGULATION CC: PROPOSED AMENDMENT
TO IMPLEMENT CHECK 21**

To All Depository Institutions
in the Twelve Federal Reserve District

**Proposed Amendment to Regulation CC to Implement Check Clearing for the 21st Century Act
(Docket R-1176)**

The Federal Reserve Board has asked for comments on proposed amendments to Reg. CC that would add a new subpart D, with commentary, to implement the recently enacted Check Clearing for the 21st Century Act (Check 21). This letter summarizes the Board's proposal by providing 1) an overview of the proposed amendment, and 2) a description of selected provision of the proposed Reg. CC.

The proposed amendments would clarify some existing provisions of the rule and commentary and also would detail the following:

- Describe the requirements of the Act that apply to banks
- Provide a model disclosure and model notices relating to substitute checks
- Set forth endorsement requirements and truncating bank and reconvert bank identification requirements for substitute checks

Comments must reach the Board by March 12, 2004. Comments should refer to docket number R-1176 and should be addressed to Ms. Jennifer J. Johnson, Secretary, Board of Governors of the Federal Reserve System. Comments may be mailed to 20th Street and Constitution Avenue, N.W., Washington, D.C., 20551; faxed to the Office of the Secretary at (202) 452-3819 or (202) 452-3102; or emailed to: regs.comments@federalreserve.gov.

The Board's Press Release and proposed amendments can be found at: <http://www.federalreserve.gov/BoardDocs/Press/bcreg/2003/20031222/default.htm>.

The attached summary is derived from the Board's Press Release and a section-by-section analysis prepared by the American Banker's Association.

Additional Information

If you need additional information, please contact Jon Nakamura, Asst. General Counsel, at jon.nakamura@sf.frb.org.

JON NAKAMURA
Assistant General Counsel

[Attachment](#)