

INSTRUCTIONS

Selected Balance Sheet Items For Discount Window Borrowers FR 2046

Purpose of Report

The Federal Reserve System uses data from this report to ensure that discount window borrowing is appropriate.

Scope

The office coverage of this report and, as applicable, the consolidation basis, correspond to the reporting institution's condition report filed with a federal supervisory agency, as follows. (As noted later in these instructions, the definitions of items on the FR 2046 also correspond in general to definitions on the institution's condition report).

- (1) **For U.S. commercial banks (and Savings Associations),** the FR 2046 corresponds to the quarterly *Consolidated Reports of Condition and Income* ("Call Report") (FFIEC 031, 041, and 051).

The FR 2046 covers only the **domestic offices** of the reporting bank, that is, the bank's head office; all branches located in the 50 states of the U.S., in the District of Columbia, or at a U.S. military facility, wherever located; and subsidiaries (except Edge and Agreement corporations) located in the 50 states of the U.S. or the District of Columbia that are consolidated in the domestic-office Call Report. (Please note that International Banking Facilities (IBFs) are foreign, not domestic, offices of the reporting bank.) **For banks with domestic offices only,** the coverage of the FR 2046 is the same as the *Consolidated Reports of Condition and Income for a Bank with Domestic Offices Only* (FFIEC 041).

For banks with domestic offices only and total assets less than \$1 billion, the coverage of the FR 2046 is the same as the *Consolidated Reports*

of Condition and Income for a Bank with Domestic Offices Only and Total Assets Less than \$1 Billion (FFIEC 051).

For banks with foreign offices—that is, branches or subsidiaries located in Puerto Rico, U.S. territories or possessions, or in foreign countries; Edge or Agreement subsidiaries (including both their U.S. and their foreign offices); or an IBF—the coverage of the FR 2046 is the same as the **domestic-office part** of the *Consolidated Reports of Condition and Income for a Bank With Domestic and Foreign Offices* (FFIEC 031).

Please refer to the Call Report instructions for detailed information on consolidation. However, for purposes of the FR 2046, accounts of domestic subsidiaries that are not available on a timely basis may be consolidated with a lag, or amounts reported for such subsidiaries may be estimated for use in the process of consolidation. Also, where line-by-line exclusion of transactions with foreign offices is not possible within the given time schedule, amounts to be excluded may be estimated.

~~Note: The FR 2046 is also comparable to the *Weekly Report of Selected Assets and Liabilities of Domestically Chartered Commercial Banks and U.S. Branches and Agencies of Foreign Banks* (FR 2644).~~

- (2) **For U.S. branches and agencies of foreign (non-U.S.) banks,** the FR 2046 corresponds to the *Report of Assets and Liabilities of U.S. Branches and Agencies of Foreign Banks* (FFIEC 002), with one major difference: the FR 2046 collects data on the branch or agency excluding its own IBF. With the IBF exclusion, the FR 2046 is comparable to the *Weekly Report of Selected Assets and Liabilities of Domestically Chartered Commercial*

Instructions

Banks and U.S. Branches and Agencies of Foreign Banks (FR 2644).

- (3) **For credit unions**, the FR 2046 corresponds to the Financial and Statistical Report (NCUA 5300).

Any FR 2046 respondent that does not file one of the above condition reports should contact its Federal Reserve Bank for instructions.

Frequency

For primary and secondary credit borrowers, this report is filed as requested by the Federal Reserve Bank. Each weekly report covers five business days of data for the week ending on Wednesday.

For seasonal credit borrowers, this report is filed weekly for any two-week reporting period in which borrowing was outstanding on one or more days. The Federal Reserve Bank will indicate the dates for which the report is required. Each weekly report covers Wednesdays-only data.

Preparation of Reports

This report collects amounts outstanding, reported to the nearest thousand U.S. dollars, as of the close of business each day. For any day on which the reporting institution was closed, report the closing balance as of the preceding day.

Exceptions to Reporting

~~Seasonal credit borrowers that file the *Weekly Report of Selected Assets and Liabilities of Domestically Chartered Commercial Banks and U.S. Branches and Agencies of Foreign Banks* (FR 2644) with the Federal Reserve should not report Item 1, Total securities, Item 2, Federal funds sold and resale agreements, Item 3, Total loans, Item 4, Total assets, or Item 5, Total deposits on the FR 2046.~~

Item Definitions

In general, definitions of items on the FR 2046 correspond to item definitions on the institution's condition report cited above. A table that indicates the item-by-item relationships between the FR 2046 and the appropriate condition report accompanies these instructions.

For those items that correspond exactly to items on the condition reports, definitions are not repeated in these instructions. For such definitions, please refer to the instructions for preparation of the appropriate condition report. For credit union filers of the NCUA 5300, Items 2 and 6 on the FR 2046 do not correspond to condition report items and specific instructions are provided below under "Supplementary Instructions." (These instructions also may be used as an overview by U.S. commercial banks and U.S. branches and agencies of foreign banks, with full details provided in the instructions for their respective condition reports.)

Supplementary Instructions (for credit union filers of the NCUA Form 5300)

Provided below are instructions for Item 2, Federal funds sold and resale agreements, and Item 6, Federal funds purchased and repurchase agreements. Definitions of certain terms used in these instructions follow.

Item 2. Federal funds sold and resale agreements (or "reverse repurchase agreements") (asset item). Report the dollar amount outstanding of:

- (1) Immediately-available funds *lent* under agreements or contracts that *have an original maturity of one business day or roll over under a continuing contract*, regardless of the nature of the transaction or the collateral involved (that is, whether unsecured, secured, or involving a resale agreement in securities, loans, or any other instruments), excluding overnight lending for commercial and industrial purposes.

This includes sales of "federal funds," securities purchased under agreements to resell, and other assets purchased under agreements to resell, that involve the receipt of immediately-available funds and mature in one business day or roll over under a continuing contract.

- (2) *Securities* purchased under agreements to resell that mature in more than one business day.
- (3) Purchases of participations in pools of securities, regardless of maturity.

Exclude from Item 2:

- (1) Sales of "term" federal funds, that is, those with maturities of more than one business day.

Instructions

- (2) Due bills representing purchases of securities or other assets by the reporting institution that have not yet been delivered and similar instruments, whether collateralized or uncollateralized.
- (3) Resale agreements that mature in more than one business day involving assets *other* than securities.
- (4) Yield maintenance dollar repurchase agreements (also called “dollar rolls”).
- (5) Sales of assets.
- (4) So-called yield maintenance dollar repurchase agreements (also called “dollar rolls”).
- (5) Purchases of assets.
- (6) Discount window borrowings and similar advances from a Federal Reserve Bank, advances from a Federal Home Loan Bank, and advances from the NCUA Central Liquidity Facility. (Please note, however, that repurchase agreements with these institutions are *included* in Item 6 if they meet the criteria stipulated in the inclusion list above.)

Item 6. Federal funds purchased and repurchase agreements (exclude Federal Reserve Bank (FRB) borrowings) (liability item).

Report the dollar amount outstanding of:

- (1) Immediately-available funds *borrowed* under agreements or contracts that *have an original maturity of one business day or roll over under a continuing contract*, regardless of the nature of the transaction or the collateral involved (that is, whether unsecured, secured, or involving a repurchase agreement in securities, loans, or any other instruments).

This includes purchases of so-called “federal funds,” securities sold under agreements to repurchase, and other assets sold under agreements to repurchase, that involve the receipt of immediately-available funds and mature in one business day or roll over under a continuing contract.

- (2) *Securities* sold under agreements to repurchase that mature in more than one business day.
- (3) Sales of participations in pools of securities, regardless of maturity.

Exclude from Item 6:

- (1) Purchases of “term” federal funds, that is, those with maturities of more than one business day.
- (2) Due bills created representing the reporting institution’s receipt of payment and similar instruments, whether collateralized or uncollateralized.
- (3) Repurchase agreements that mature in more than one business day involving assets other than securities.

Definitions of Terms

Federal funds transactions involve lending (federal funds sold) or borrowing (federal funds purchased) in domestic offices of immediately available funds under agreements that have an original maturity of one business day or rollover under a continuing contract.

Repurchase/resale agreements. A **repurchase agreement** is a transaction involving the “sale” of financial assets by one party to another, subject to an agreement by the seller to repurchase the assets at a specified date or in specified circumstances. A **resale agreement** (also known as a reverse repurchase agreement) is a transaction involving the purchase of financial assets by one party from another, subject to an agreement by the purchaser to resell the assets at a specified date or in specified circumstances. Repurchase/resale agreements can involve U.S. government and federal agency securities, other securities, loans, and other assets.

Immediately-available funds are funds that the purchaser can either use or dispose of on the same business day that the transaction giving rise to the receipt or disposal of the funds is executed.

The borrowing or lending of immediately-available funds is for **one business day** if the funds borrowed on one business day are to be repaid or the transaction reversed on the next business day—that is, if immediately-available funds borrowed today are to be repaid tomorrow (in tomorrow’s immediately-available funds). Such transactions include those made on a Friday to mature or be reversed the following Monday and those made on the last business day prior to a holiday (for either or both parties to the transaction) to

Instructions

mature or be reversed on the first business day following the holiday.

A **continuing contract** is a contract or agreement that remains in effect for more than one business day but

has no specified maturity and does not require advance notice of either party to terminate. Such contracts may also be known as rollovers or as open-ended agreements.

DRAFT

Instructions

Comparison Table for U.S. Commercial Banks and Savings Associations
(and other institutions filing the FFIEC 031, 041 and 051.)

FR 2046 item	Consolidated Reports of Condition and Income		
	FFIEC 031	FFIEC 041	FFIEC 051
1. Total securities	Schedule RC – Balance Sheet, Assets, Domestic office part of: + Held-to-maturity securities, Item 2.a + Available-for-sale securities, Item 2.b + Equity securities with readily determinable fair values not held for trading, Item 2.c + Trading assets, Item 5	Schedule RC – Balance Sheet, Assets: + Held-to-maturity securities, Item 2.a + Available-for-sale securities, Item 2.b + Equity securities with readily determinable fair values not held for trading, item 2.c + Trading assets, Item 5	Schedule RC – Balance Sheet, Assets: + Held-to-maturity securities, Item 2.a + Available-for-sale securities, Item 2.b + Equity securities with readily determinable fair values not held for trading, Item 2.c + Trading assets, Item 5
2. Federal funds sold and resale agreements	Assets: + Schedule RC – Balance Sheet, Federal funds sold in domestic offices, Item 3.a + Schedule RC-H – Selected Balance Sheet Items for Domestic Offices, Securities purchased under agreements to resell, Item 3	Schedule RC – Balance Sheet, Assets: + Federal funds sold, Item 3.a + Securities purchased under agreements to resell, Item 3.b	Schedule RC – Balance Sheet, Assets: + Federal funds sold, Item 3.a + Securities purchased under agreements to resell, Item 3.b
3. Total loans¹	Schedule RC-C – Assets, Loans and Lease Financing Receivables, Part I. Loans and Leases. Total loans and leases, held for investment and held for sale, Column B, Item 12	Schedule RC-C – Assets, Loans and Lease Financing Receivables, Part I. Loans and Leases. Total loans and leases, held for investment and held for sale, Column B, Item 12	Schedule RC-C – Loans and Lease Financing Receivables, Part I. Loans and Leases. Total loans and leases, held for investment and held for sale, Item 12

Instructions

FR 2046 item	Consolidated Reports of Condition and Income		
	FFIEC 031	FFIEC 041	FFIEC 051
4. Total assets	Schedule RC-H – Assets, Selected Balance Sheet Items for Domestic Offices: + Net due from own foreign offices, Edge and agreement subsidiaries, and IBFs, Item 6 + Total assets (excludes net due from own foreign offices, Edge and agreement subsidiaries and IBFs), Item 8	Schedule RC – Balance Sheet, Assets, Total assets, Item 12	Schedule RC – Balance Sheet, Assets, Total Assets, Item 12
5. Total deposits	Schedule RC – Balance Sheet, Liabilities, Deposits in domestic offices, Item 13.a	Schedule RC – Balance Sheet, Liabilities, Deposits in domestic offices, Item 13.a	Schedule RC – Balance Sheet, Liabilities, Deposits in domestic offices, Item 13.a
6. Federal funds purchased and repurchase agreements (exclude Federal Reserve Bank borrowings)	Liabilities: + Schedule RC – Balance Sheet, Federal funds purchased in domestic offices, Item 14.a + Schedule RC-H – Selected Balance Sheet Items for Domestic Offices, Securities sold under agreements to repurchase, Item 4	Schedule RC – Balance Sheet, Liabilities: + Federal funds purchased, Item 14.a + Securities sold under agreement to repurchase, Item 14.b	Schedule RC – Balance Sheet, Liabilities: + Federal funds purchased, Item 14.a + Securities sold under agreement to repurchase, Item 14.b

¹ This item corresponds to the treatment of loans on the Call Report and excludes federal funds sold and securities purchased under agreements to resell that mature in one business day or that roll over under continuing contract. Such funds are reported separately in Item 2 of this report. However, Item 3 does include sales of so-called “term” federal funds (that is, federal funds with a maturity of more than one day).

Instructions

Comparison Table for U.S. Branches and Agencies of Foreign Banks

Exclude transactions of the reporting institution's own IBF(s) with nonrelated parties and related depository institutions

FR 2046 item	Report of Assets and Liabilities of U.S. Branches and Agencies of Foreign Banks (FFIEC 002) (excluding IBFs as noted above) Schedule RAL – Assets and Liabilities
1. Total securities	<p>Assets, Claims on nonrelated parties:</p> <p>Claims on nonrelated parties:</p> <ul style="list-style-type: none">+ U.S. Treasury securities, Item 1.b.(1)+ U.S. government agency obligations, Item 1.b.(2)+ Securities of foreign governments and official institutions, Item 1.c.(1), Column A minus Column B+ Mortgage-backed securities issued or guaranteed by U.S. government agencies, Item 1.c.(2)(a), Column A minus Column B+ Other mortgage-backed securities, Item 1.c.(2)(b), Column A minus Column B+ Other asset-backed securities, Item 1.c.(3), Column A minus Column B+ All other bonds, notes, debentures, and corporate stock (including state and local securities), Item 1.c.(4), Column A minus Column B <p>Trading Assets:</p> <ul style="list-style-type: none">+ U.S. Treasury and Agency securities, Item 1.f.(1), Column A minus Column B+ Mortgage-backed securities issued or guaranteed by U.S. government agencies, Item 1.f.(2)(a), Column A minus Column B+ Other mortgage-backed securities, Item 1.f.(2)(b), Column A minus Column B+ Other asset-backed securities, Item 1.f.(3), Column A minus Column B+ Other securities, Item 1.f.(4), Column A minus Column B+ Other trading assets, Item 1.f.(5), Column A minus Column B
2. Federal funds sold and resale agreements	<p>Assets, Claims on nonrelated parties, Federal Funds sold, and securities purchased under agreements to resell:</p> <ul style="list-style-type: none">+ Federal funds sold with commercial banks in the U.S., Item 1.d.(1)(a), Column A minus Column B+ Federal funds sold with nonbank brokers and dealers in securities, Item 1.d.(1)(b)+ Federal funds sold with others, Item 1.d.(1)(c), Column A minus Column B+ Securities purchased under agreements to resell with commercial banks in the U.S., Item 1.d.(2)(a), Column A minus Column B+ Securities purchased with nonbank brokers and dealers in securities, Item 1.d.(2)(b)+ Securities purchased under agreements to resell with others, Item 1.d.(2)(c), Column A minus Column B

Instructions

FR 2046 item	Report of Assets and Liabilities of U.S. Branches and Agencies of Foreign Banks (FFIEC 002) (excluding IBFs as noted above) Schedule RAL – Assets and Liabilities
3. Total loans	Assets, Loans and leases, held for investment and held for sale, Item 1.e, Column A minus Column B
4. Total assets	Assets, Total assets, Item 3, Column A minus Column B
5. Total deposits	Liabilities, Liabilities to unrelated parties, Total deposits and credit balances, Item 4.a, Column A minus Column B
6. Federal funds purchased and repurchase agreements (exclude Federal Reserve Bank borrowings)	Liabilities, Liabilities to nonrelated parties, Federal Funds purchased and securities sold under agreements to repurchase: + Federal funds purchased with commercial banks in the U.S., Item 4.b.(1)(a), Column A minus Column B + Federal funds purchased with others, Item 4.b.(1)(b), Column A minus Column B + Securities sold under agreements to repurchase with commercial banks in the U.S., Item 4.b.(2)(a), Column A minus Column B + Securities sold under agreements to repurchase with others, Item 4.b.(2)(b), Column A minus Column B

DRAFT

Instructions

Comparison Table for Credit Unions

FR 2046 item	Financial and Statistical Report (NCUA 5300)
1. Total securities	Statement of Financial Condition, Assets, Investments: + Trading Securities, Item 4, column E + Available-for-Sale Securities, Item 5, column E + Held-to-Maturity Securities, Item 6, column E
2. Federal funds sold and resale agreements	See specific instructions.
3. Total loans	Statement of Financial Condition, Assets, Loans and Leases, Total Loans & Leases, Item 19, amount
4. Total assets	Statement of Financial Condition, Assets, Other Assets: Total Assets, Item 28
5. Total deposits	Statement of Financial Condition, Liabilities, Shares/Deposits, Total Shares and Deposits, Item 19, column C
6. Federal funds purchased and repurchase agreements (exclude Federal Reserve Bank borrowings)	See specific instructions.

DRAFT