



FEDERAL RESERVE BANK OF DALLAS

DIANE M. DE ST. GERMAIN
VICE PRESIDENT

2200 N. PEARL ST.
DALLAS, TX 75201-2272

DATE: April 25, 2011

TO: Chief Operations Officers of all Depository Institutions serviced by the San Antonio Branch in the Dallas Federal Reserve District

SUBJECT: Transition of FedCash® Services to a Cash Depot in San Antonio

As previously announced in our letter dated February 24, 2011, the San Antonio Branch of the Federal Reserve Bank of Dallas will transition to a cash depot arrangement, located in San Antonio and serviced by the Federal Reserve Bank of Dallas-Houston Office, effective **June 27, 2011**. We anticipate the transition to cash depot arrangements will have minimal impact on your cash ordering and deposit needs; however below is a summary of the changes you can expect.

There are no additional fees to your institution for using the depot; however, the standard UCAP and cross-shipping fees will remain in effect. Today, the Federal Reserve Banks successfully operate cash depots in Birmingham, Buffalo, Little Rock, Louisville, Oklahoma City, Omaha, and Portland, and will transition to cash depot service in San Antonio on June 27, 2011 and Nashville on August 1, 2011.

As a reminder, a cash depot is an alternative method of providing Federal Reserve currency services. In a cash depot arrangement, the Federal Reserve Banks contract with third parties--usually armored carriers--that act as secure collection points for Federal Reserve currency deposits from a region's depository institutions, and as secure distribution points for currency orders that depository institutions have placed with their local Reserve Bank. The work of counting deposits and preparing orders is done by a Reserve Bank office in another city. The Federal Reserve pays for the transportation between the depot and the processing Reserve Bank. Credit for deposits is passed to the depository institution upon receipt at the depot, and the debit for orders occurs the day orders depart from the depot.

Service Changes Resulting from the Transition

- Cash depot services in San Antonio will be provided by Dunbar Armored and overseen by the Federal Reserve Bank of Dallas - Houston Office. Beginning June 27, 2011, the location of armored carrier delivery and pickup of currency will change to the Federal Reserve cash depot site located at 1030 Brussels Street, San Antonio, TX 78209. The Houston Office will assume responsibility for oversight of Federal Reserve cash programs in the San Antonio zone, including Custodial Inventories (CI), Strategic Inventory Locations (SILs), and Coin Terminals (CT).

What Will Remain the Same

- Ordering deadlines for currency will remain 2:00 p.m. Central Time to be available for pick up at the depot by your armored carrier the next business day.
 - The 2:00 p.m. Central Time ordering deadline will also apply to currency advance orders (placed up to five days prior to pick-up).
- Deposit deadlines for currency will remain 2:00 p.m. Central Time for same-day credit.

- Ordering and deposit deadlines for coin will remain 2:00 p.m. Central Time. Federal Reserve coin services will continue to be provided by designated coin terminals operated by armored carriers in the San Antonio zone.
 - The 2:00 p.m. Central Time ordering deadline will also apply to coin advance orders (placed up to five days prior to pick-up).

Additional Information

To help ensure a successful transition for depository institutions and armored carriers, and to provide you with an overview of standard cash depot operations, we plan to conduct an informational webcast on **June 1, 2011, at 10:00 am**. Access information and technical requirements will be sent to you via email approximately one week prior to the event.

The Federal Reserve Bank of Dallas-Houston Office will also coordinate a meeting in June for all armored carriers to provide the information necessary to ensure they understand the new arrangement.

If you have any questions or concerns about this transition, please use the contact list provided.

San Antonio and Houston Cash Contact Information		
	San Antonio	Houston
Cash Customer Relations	(800) 292-5810 (210) 978-1316	(800) 392-4162 (713) 483-3634
Manager	David Sowell (210) 978-1300	Ken Rollo (713) 483-3612
Officer	Karen Diaz (210) 978-1403	Daron Peschel (713) 483-3536

If you would like more information regarding FedCash Services or any of our products and services, please visit FRBservices.org.

Sincerely,



Diane de St. Germain
Vice President – Sales/Business Development