



Federal Reserve Banks

Boston	Richmond	Minneapolis
New York	Atlanta	Kansas City
Philadelphia	Chicago	Dallas
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Revised July 1, 2020 - Attachment 2's for FHLBanks and Farm Credit

Original Date May 17, 2006

Clearing Memo #250

TO: All Fedwire® Securities Service Participants

SUBJECT: Implementation of Changes to Processing of Principal and Interest Payments and Redemptions

On July 20, 2006, changes to support the Federal Reserve Banks' Policy Statement on Payments System Risk (PSR Policy) will become effective¹. These changes will impact the processing of interest and redemption payments for securities issued by government-sponsored enterprises (GSEs) and certain international organizations. Changes to the processing of interest and redemption payments will also result in a change to the manner in which security par balances are reduced. (Please refer to Clearing Memo #247 for a detailed description of these changes.)

To prepare for this policy change, there are several changes that are being implemented prior to July 20th, as well as some *temporary* changes to the timing of when you will receive your P&I Notification of Credit Reports beginning in late June. Additional information on these changes is detailed below:

Changes to Principal and Interest Payment Messages using Funder Increments

You will begin to see changes to your payment messages on Monday, July 3, 2006. Payments will be made in the increments established for each issuer and funder account (see Attachment 2). Although payments will be made in increments, from July 3rd until July 19th all incremental payments will be released at the opening of the Fedwire Securities Service regardless of whether there are available funds in the appropriate funder accounts. This time period will provide your institution with an opportunity to become familiar with reconciling incremental payments.

Beginning Thursday July 20th, the PSR Policy will become effective. Payments will be released on a flow basis in increments as funding is received. Your institution should be prepared to receive and reconcile multiple payments at various times throughout the business day. Payments will be released beginning between 8:00 am and 8:30 am ET and continue through out the day up until 4:30 pm ET.

These incremental payments apply to the following three securities type code messages:

<u>Securities Type Code</u>	<u>Transfer Message Type</u>
8906	Payment message
8990	Correspondent message about a payment (non-value)
8900	Redemption / Maturity message

¹ For details on the changes to the Federal Reserve's PSR Policy, see the press release dated September 23, 2004, available at <http://www.federalreserve.gov/paymentsystems/psr/press.htm>

Changes to P&I Notification of Credit Reports (Immediate and non-Immediate)

With P&I payments beginning in July 2006, as described in Clearing Memo #247, the P&I Notification of Credit Reports (for immediate and non-immediate P&I) are being modified. Two new line types showing the incremental payment and par amount for each CUSIP to be paid, and the total incremental payment amount will be added.

There are two **temporary** changes to the timing of these reports that are necessary leading up to the effective date of the policy.

Temporary Changes to the Delivery of the P&I Notification of Credit Reports			
Change	Record Date	Payment Date	Change
1	June 1, 2006	July 15, 2006	<ul style="list-style-type: none"> ● The Notification of P&I Credit reports (Non Immediate Payments) for the record dates June 1st and June 15th, 2006, payment date July 15, 2006, would normally be delivered in the June 15th to 25th timeframe. However, due to the operational changes necessary to implement the incremental payments, delivery of these reports will be delayed. ● Attachment 1 list the specific securities class codes that are affected and when you can expect the reports to be delivered in July.
	June 15, 2006	July 15, 2006	
2	July 1, 2006 July 2, 2006 July 3, 2006	July 1, 2006 July 2, 2006 July 3, 2006	<ul style="list-style-type: none"> ● The Notification of P&I Credit reports (Immediate Payments) for all securities paying on July 1st, 2nd and 3rd would normally be delivered Friday evening, June 30, 2006. However, due to the operational changes necessary to implement the incremental payments, delivery of these reports will be delayed. ● These reports will be delivered on Sunday evening, July 2, 2006, at approximately 9:30 p.m. ET.

Questions regarding this announcement should be directed to the Wholesale Operation Site responsible for your account.

Federal Reserve Bank of New York	800-390-2788
Federal Reserve Bank of Boston	800-327-0147
Federal Reserve Bank of Kansas City	800-333-2448

Attachments:

Attachment 1: Listing of securities' class codes with a payment date of July 15, 2006 for which there will be a delay in the delivery of the P&I Notification of Credit Reports

Attachment 2: Listing of affected issuers, funder accounts, and established payment increments which will become effective July 1, 2006.

Attachment 3: Listing of non-affected issuers and funder accounts.

Below is a listing of securities with a payment date of July 15, 2006 for which the delivery of the P&I (NonImmediate) Notifications of Credit reports will be delayed:

Issuer	Record Date	Payment Date	Class Codes	Statement Delivery Date
Freddie Mac	June 1, 2006	July 15, 2006	FMPC FMAR FMST	Thursday July 6 th
	June 15, 2006	July 15, 2006	FMHF FMPT FMRA FMRM FMRA FQRM FQRA	Thursday July 6 th
Fannie Mae	June 1, 2006	July 15, 2006	FXRA FXRM FXAR FXST	Friday July 7 th
Farmer Mac	June 1, 2006	July 15, 2006	FFAR FFPA	Friday July 7 th

Issuer / Funder Increment Table

Issuer:	Freddie Mac							
Distribution:	0210-5457-2	DA Freddie Mac						
Funder:	021039526	FMMBS						
Increment:	25%							
ClassCodes:	FGAR	FGPA	FGPC	FGPT	FGRA	FGRM	FGST	FMAR
	FMHF	FMMO	FMPC	FMRA	FMRM	FMST	FRAR	FRPA
	FRPC	FRRR	FRRM	FRST	FTRA	FTRM		
Funder:	026590727	FMNBS						
Increment:	25%							
ClassCodes:	FMAS	FMCP	FMDN	FMDS	FMFR	FMIB	FMIC	FMII
	FMIN	FMIP	FMLC	FMLI	FMLN	FMLP	FMNS	FMNT
	FMOR	FMPR	FMSF	FMZC	MCCD	MCDB	ZCCD	

Issuer:	Fannie Mae							
Distribution:	0210-5458-5	DA Fannie Mae						
Funder:	021038831	FNMBS						
Increment:	20%							
ClassCodes:	FDRM	FNAR	FNDM	FNMS	FNRA	FNRM	FNST	FQRA
	FQRM	FXAR	FXRA	FXRM	FXST			
Funder:	021054750	FNDN						
Increment:	20%							
ClassCodes:	FNDN							
Funder:	026590811	FNNBS						
Increment:	20%							
ClassCodes:	FNAD	FNAS	FNCD	FNCP	FNDS	FNFR	FNIN	FNNS
	FNNT	FNPR	FNSF	FNSM	FNZC			

Issuer:	FHLBanks							
Refer to Update in Clearing Memo 275								

Issuer:	Resolution Funding Corp		
Distribution:	0210-5456-9	DA REFCO	
Funder:	026590028	REFCO	
Increment:	100%		
ClassCodes:	RFBD	RFIN	RFPR

Issuer:	Farm Credit							
Distribution:	0210-5452-7	DA Farm Credit						
Funder:	021054747	FFCBDB						
Increment:	Refer to Update in Clearing Memo 255							
ClassCodes:	FCDB							
Funder:	021054734	FFCBDN						
Increment:	Refer to Update in Clearing Memo 255							
ClassCodes:	FCDN							
Funder:	021038200	FFCBB						
Increment:	100%							
ClassCodes:	FCAS	FCBD	FCCP	FCFR	FCIB	FCIC	FCII	FCIN
	FCIP	FCLC	FCLI	FCLN	FCLP	FCOR	FCPR	FCSB
	FCZC							

Issuer:	Financing Corp (FICO Wash) - No longer applicable due to FICO dissolution on June 2020		
Distribution:	0210-5455-6	DA FICO	
Funder:	021033519	FICO	
Increment:	100%		
ClassCodes:	FICO	FIIN	FIPR

Issuer:	Farmer Mac			
Distribution:	0210-5459-8	DA Farmer Mac		
Funder:	021054941	FARMSEC		
Increment:	20%			
ClassCodes:	FFDN	FFDB	FFNT	FFFR
Funder:	021050165	FARMMBS		
Increment:	20%			
ClassCodes:	FFPA	FFAR		

Issuer:	<i>International Bank of Recon Dvlp (World Bank)</i>							
Distribution:	0210-5464-0	DA IBRD						
Funder:	021054802	IBRDDN						
Increment:	50%							
ClassCodes:	WBDN							
Funder:	026590109	IBRD						
Increment:	100%							
ClassCodes:	WBBD	WBCF	WBCP	WBCZ	WBFR	WBGB	WBIN	WBNT
	WBPR	WBZC						

Issuer:	<i>Inter-American Dvlp Bank (IADB)</i>							
Distribution:	0210-5463-7	DA IADB						
Funder:	026590073	IADB						
Increment:	100%							
ClassCodes:	IABD	IACP	IADM	IADN	IAIN	IAND	IANT	IAPR

Issuer:	<i>International Fin Corp</i>						
Distribution:	0210-5465-3	DA IFC					
Funder:	026546784	IFC					
Increment:	100%						
ClassCodes:	IFNT						

Issuer:	<i>African Development Bank</i>						
Distribution:	0210-5461-1	DA AFDB					
Funder:	026590837	AFDB					
Increment:	100%						
ClassCodes:	AFDB	AFNT					

Issuer:	<i>Asian Development Bank</i>						
Distribution:	0210-5462-4	DA Asian Development Bank					
Funder:	026591072	ASDB					
Increment:	100%						
ClassCodes:	ADBB						

Issuers Not Affected by the Policy Change

Note: The increment for all issuer's listed below will be set to pay at 100%

Issuer:	<i>Ginnie Mae</i>					
Distribution:	0210-5466-6	DA GNMA Wash				
Funder:	021051384	GNISN				
ClassCodes:	GNCL	GNMI	GNPL	GNSN	GPMI	
Funder:	021051737	GNII				
ClassCodes:	GNAR	GNII	GPPI			
Funder:	021051740	GNPL				
ClassCodes:	GNMI	GNII				

Issuer:	<i>Ginnie Mae Trustees</i>					
Distribution:	0210-5467-9	DA GNMA REMICS				
Funders:	021051410	GNMANYC	ClassCodes:	GNST		
	021051407	GNMATX		GNRA		
	021051397	GNMAHOU		GNRM		
	021051436	GNMABOS		GNCT		
	021051449	GNMAMIN				
	021052943	GNWELLS				

Issuer:	<i>Sallie Mae (Defeasance Trust)</i>					
Distribution:	0210-5472-1	DA SLM				
Funder:	026590222	SLMA				
ClassCodes:	SLMN	SLZC				

Issuer:	<i>Tennessee Valley Authority (TVA)</i>						
Distribution:	0210-5469-5	DA TVA					
Funder:	026590031	TVA					
ClassCodes:	TVBD	TVCP	TVDN	TVIB	TVIC	TVII	TVIN
	TVIP	TVLC	TVLI	TVLN	TVLP	TVPR	

Issuer:	<i>United States Treasury</i>						
Distribution:	0210-5471-8	DA US Treasury					
Funder:	021054718	TREASURY					
ClassCodes:	BILL	BOND	CUBE	FSBL	FSZC	NOTE	TCAL
	TINT	TPRN	ZERO				

Issuer:	<i>Veterans Administration</i>						
Distribution:	0210-5468-2	DA Veterans Affairs					
Funder:	021051986	VAMBS					
ClassCodes:	VARA	VARM					