

narrowband PCS applicants are legally, technically and financially qualified to be licensed and whether applicants are entitled to receive certain benefits. The information will also be used to ensure that licensees who acquire their licenses through competitive bidding are not unjustly enriched by premature transfer of their licenses. Without the information, the Commission could not determine whether to issue the licenses to the applicants that provide telecommunication services to the public. The information is used by Commission staff in carrying out its duties under the Communications Act.

OMB Approval Number: 3060-0368.

Title: Section 97.523 Question pools.
Form No.: N/A.

Type of Review: Reinstatement without change.

Respondents: Individuals.

Number of Respondents: 3.

Estimated Time Per Response: 160 hours.

Total Annual Burden: 480 hours.

Total Annual Cost: 0.

Needs and Uses: The record keeping requirement contained in Section 97.523 is necessary to permit question pools used in preparing amateur examinations to be maintained by Volunteer-Examiner Coordinators (VEC's). These question pools must be published and made available to the public before the questions are used in an examination.

Federal Communications Commission.

William F. Caton,

Acting Secretary.

[FR Doc. 97-8344 Filed 4-1-97; 8:45 am]

BILLING CODE 6712-01-P

FEDERAL DEPOSIT INSURANCE CORPORATION

Eligibility to Make Application to Become an Insured Bank under Section 5 of the Federal Deposit Insurance Act; Rescission of Statement of Policy

AGENCY: Federal Deposit Insurance Corporation (FDIC).

ACTION: Rescission of Statement of Policy.

SUMMARY: As part of the FDIC's systematic review of its regulations and written policies under section 303(a) of the Riegle Community Development and Regulatory Improvement Act of 1994 (CDRI), the FDIC is rescinding its Statement Regarding Eligibility to Make Application to Become an Insured Bank Under section 5 of the Federal Deposit Insurance Act (Statement of Policy). The

Statement of Policy describes the analysis the FDIC used when carrying out a former statutory directive to evaluate certain factors in determining an industrial loan company's eligibility for deposit insurance. Since the statute is no longer in force, the FDIC is rescinding this outmoded Statement of Policy.

EFFECTIVE DATE: This Statement of Policy is rescinded April 2, 1997.

FOR FURTHER INFORMATION CONTACT:

Jesse G. Snyder, Assistant Director (202/898-6915), Division of Supervision; Jamey Basham, Counsel, (202/898-7265), Legal Division, FDIC, 550 17th Street, N.W., Washington, D.C. 20429.

SUPPLEMENTARY INFORMATION: The FDIC is conducting a systematic review of its regulations and written policies. Section 303(a) of the CDRI (12 U.S.C. 4803(a)) requires each federal banking agency to streamline and modify its regulations and written policies in order to improve efficiency, reduce unnecessary costs, and eliminate unwarranted constraints on credit availability. Section 303(a) also requires each federal banking agency to remove inconsistencies and outmoded and duplicative requirements from its regulations and written policies.

As part of this review, the FDIC has determined that the Statement of Policy is outmoded, and that the FDIC's written policies can be streamlined by its elimination.

The FDIC originally adopted the Statement of Policy on February 27, 1984 (49 FR 7865 (March 2, 1984)). It addresses issues surrounding implementation of certain provisions of the Garn-St. Germain Depository Institutions Act of 1982, Pub. L. 97-320 (Garn Act), which expanded the types of state-chartered depository institutions eligible for FDIC insurance, to include industrial banking companies and similar institutions. These special-purpose entities, known as industrial banks, industrial loan companies, industrial loan and thrift companies, or loan and investment companies, extend installment credit to consumers and accept some form of savings deposits. Before the Garn Act, the only eligible state-chartered entities were banks and trust companies with explicit statutory authority to accept deposits other than trust deposits.

The Garn Act amended section 5(a) of the Federal Deposit Insurance Act (FDI Act) (12 U.S.C. 1815(a)) to list special procedural requirements for the FDIC to fulfill before insuring industrial banking companies lacking bank charters. The FDIC was required to determine that the industrial banking company was

chartered and operating under state laws providing for examination, supervision, and liquidation comparable to banks.

In the Federal Deposit Insurance Corporation Improvement Act of 1991, Pub. L. 102-242 (Improvement Act), section 5(a) of the FDI Act was comprehensively rewritten without inclusion of these special requirements. As a result, the FDIC is no longer required to apply a specialized set of factors in determining the eligibility of industrial banking companies as a class for deposit insurance.

The Statement of Policy presents a mix of the details of the section 5(a) analysis and descriptions of the FDIC's approach to general eligibility issues relating to industrial banking companies. Given the removal of the section 5(a) factors from the FDI Act, the former analysis is no longer necessary and these portions of the Statement of Policy are outmoded. As for the latter analysis, a description of general eligibility issues was salutary during the Garn Act's implementation period, when numerous industrial banking companies were first presented with the issue of eligibility for such companies under the laws of their respective states. However, over a decade later, these questions arise rarely, and the FDIC's written policies can be streamlined by elimination of the Statement of Policy. For the above reasons, the Statement of Policy is rescinded.

By order of the Board of Directors.

Dated at Washington, D.C. this 25th day of March, 1997.

Federal Deposit Insurance Corporation

Robert E. Feldman,

Deputy Executive Secretary.

[FR Doc. 97-8342 Filed 4-1-97; 8:45 am]

BILLING CODE 6714-01-P

FEDERAL RESERVE SYSTEM

Agency Information Collection Activities: Submission to OMB Under Delegated Authority

BACKGROUND: Notice is hereby given of the final approval of proposed information collections by the Board of Governors of the Federal Reserve System (Board) under OMB delegated authority, as per 5 CFR 1320.16 (OMB Regulations on Controlling Paperwork Burdens on the Public). The Federal Reserve may not conduct or sponsor, and the respondent is not required to respond to, an information collection that has been extended, revised, or implemented on or after October 1,

1995, unless it displays a currently valid OMB control number.

FOR FURTHER INFORMATION CONTACT:

Robert T. Maahs, Supervisory Financial Analyst (202/872-4935) or Tina Robertson, Supervisory Financial Analyst (202/452-2949) for information concerning the specific bank holding company reporting requirements. The following may also be contacted regarding the information collection:

1. Chief, Financial Reports Section—Mary M. McLaughlin—Division of Research and Statistics, Board of Governors of the Federal Reserve System, Washington, DC 20551 (202-452-3829)
2. OMB Desk Officer—Alexander T. Hunt—Office of Information and Regulatory Affairs, Office of Management and Budget, New Executive Office Building, Room 3208, Washington, DC 20503 (202-395-7860)

SUPPLEMENTARY INFORMATION:

General Information

On December 30, 1996, the Board issued for public comment proposed revisions to certain bank holding company reports. The comment period expired on February 28, 1997. Three comment letters were received. None of the commenters addressed any specific issues relating to the current proposal. Two of the commenters generally were concerned with the amount of regulatory reporting burden imposed by the Y-9 and Y-11 series of reports and stated that the Federal Reserve should allow exemptions from reporting for institutions that meet certain criteria. These standardized reports are the primary source of financial information on bank holding companies and their non-banking subsidiaries. The Federal Reserve recognizes that there are costs associated with completing regulatory reports, and attempts to minimize reporting burden whenever possible without neglecting its responsibility of off-site supervision.

Another commenter stated that the Federal Reserve should consider eliminating inconsistencies between its form-and-content requirements for filings by bank holding companies and those of Article 9 of the U.S. Securities and Exchange Commission's Regulation S-X. The Federal Reserve believes that the filing of financial statements by bank holding companies is generally consistent with the requirements of Article 9 of Regulation S-X. However, minor differences may exist due to the standardized nature of these reports. In addition, more detailed disclosure of certain account balances may be

required for analytical and supervisory purposes.

Under the Bank Holding Company Act of 1956, as amended, the Board is responsible for the supervision and regulation of all bank holding companies. The FR Y-9 and FR Y-11 series of reports historically have been, and continue to be, the primary source of financial information on bank holding companies and their nonbanking activities between on-site inspections. Financial information, as well as ratios developed from these reports, are used to detect emerging financial problems, to review performance for pre-inspection analysis, to evaluate bank holding company mergers and acquisitions, and to analyze a holding company's overall financial condition and performance as part of the Federal Reserve System's overall supervisory responsibilities.

Final Approval Under OMB Delegated Authority of the Revision of the Following Reports:

1. Report Title: Consolidated Financial Statements for Bank Holding Companies

Agency form number: FR Y-9C.

OMB control number: 7100-0128.

Frequency: Quarterly.

Reporters: Bank holding companies.

Annual reporting hours: 188,682.

Estimated hours per response: Range from 5 to 1,250 hours.

Number of respondents: 1,389.

Small businesses are affected.

General description of report: The information collection is mandatory 12 U.S.C. 1844(b) and (c) and 12 CFR 225.5(b). Confidential treatment is not routinely given to the data in these reports. However, confidential treatment for the reporting information, in whole or in part, can be requested in accordance with the instructions to the form.

Data reported on the FR Y-9C, Schedule HC-H, Column A, requiring information on "assets past due 30 through 89 days and still accruing" and memoranda item 2 are confidential pursuant to Section (b)(8) of the Freedom of Information Act 5 U.S.C. 552(b)(8).

The FR Y-9C consolidated financial statements are currently filed by top-tier bank holding companies with total consolidated assets of \$150 million or more and by lower-tier bank holding companies that have total consolidated assets of \$1 billion or more. In addition, all multibank bank holding companies with debt outstanding to the general public or engaged in certain nonbank activities, regardless of size, must file the FR Y-9C. The following bank

holding companies are exempt from filing the FR Y-9C, unless the Board specifically requires an exempt company to file the report: bank holding companies that are subsidiaries of another bank holding company and have total consolidated assets of less than \$1 billion; bank holding companies that have been granted a hardship exemption by the Board under section 4(d) of the Bank Holding Company Act; and foreign banking organizations as defined by section 211.23(b) of Regulation K.

The report includes a balance sheet, income statement, and statement of changes in equity capital with supporting schedules providing information on securities, loans, risk-based capital, deposits, average balances, off-balance sheet activities, past due loans, and loan charge-offs and recoveries.

Most of the proposed new items are needed to maintain consistency with comparable items recently proposed or previously added to the commercial bank Reports of Condition and Income (Call Report; FFIEC 031-034; OMB No. 7100-0036). The proposed revisions to the FR Y-9C consist of combining or eliminating several line items, revising the reporting for assets sold with recourse, implementing Financial Accounting Standards Board Statement Number 125, "Accounting for Transfers and Servicing of Financial Assets and Extinguishments of Liabilities," for reporting transfers and servicing of financial assets, and adding the reporting of credit derivative instruments. The result of these revisions will be a net reduction of fourteen reporting items on the FR Y-9C. The proposed revisions do not include Call Report changes that were proposed by the Federal Financial Institutions Examination Council to improve the monitoring of interest rate risk exposures.

The Federal Reserve is attempting to minimize reporting burden by making appropriate reporting revisions in a manner consistent with the Call Report and effective with the same reporting period. Such revisions and clarifications to existing instructions have been incorporated into this report. Furthermore, additional clarifications to the existing instructions will be made in future reporting periods, as appropriate, upon review of the final Call Report instructions.

The Federal Reserve has approved the following revisions to the FR Y-9C, as previously proposed, that are effective with the March 31, 1997, reporting date:

Revisions To Parallel Proposed Call Report Changes

(1) Schedule HC—Consolidated Balance Sheet:

(a) Items 3.a and 3.b, "Federal funds sold" and "Securities purchased under agreements to resell," will be combined into a single item (item 3). In addition, this single Schedule HC item will be reported on a fully consolidated basis, rather than including only the domestic offices of the bank holding company, the domestic offices of the bank holding company's Edge and Agreement subsidiaries, and IBFs. Corresponding changes will be made to Schedule HC—E—Quarterly Averages, item 2, and Schedule HI—Income Statement, item 1.f.

(b) Items 14.a and 14.b, "Federal funds purchased" and "Securities sold under agreements to repurchase," will be combined into a single item (item 14). In addition, this single Schedule HC item will be reported on a fully consolidated basis, rather than including only the domestic offices of the bank holding company, the domestic offices of the bank holding company's Edge and Agreement subsidiaries, and IBFs. Corresponding changes will be made to Schedule HC—E—Quarterly Averages, item 8, and Schedule HI—Income Statement, item 2.b.

(c) Item 19, "Mortgage indebtedness and obligations under capitalized leases," will be combined, as appropriate, with items 17 and 18, "Other borrowed money." In addition, a corresponding change in definition will be made to Schedule HC—E—Quarterly Averages, item 9, "All other borrowed money," to include mortgage indebtedness and obligations under capitalized leases.

(d) Item 26, "Limited-life preferred stock (including related surplus)," will be combined with existing item 21, "Subordinated notes and debentures." In addition, the following revisions will be made that relate to limited-life preferred stock: (1) Schedule HC—E—Quarterly Averages, item 10, "Limited-life preferred stock," will be deleted. (2) Schedule HI—A—Changes in Equity Capital, item 9, "LESS Cash dividends declared on limited-life preferred stock," will be combined with item 8, "LESS cash dividends declared on perpetual preferred stock," and the caption for item 8 will be revised to "LESS cash dividends declared on preferred stock." (3) Schedule HI—A—Changes in Equity Capital, memorandum item 1, "Sale of limited-life preferred stock," will be deleted.

(2) Schedule HC—A—Securities:

(a) Memorandum item 3, "Held-to-maturity debt securities restructured and in compliance with modified terms (included in Schedule HC—A, items 3.a, 3.b, 4.a, and 5.a, column A)," will be deleted. In addition, memorandum item 3.a, "Held-to-maturity debt securities restructured and in compliance with modified terms if the restructured obligation yielded a market rate at the time of restructuring (included in Schedule HC—A, item M.3)," will be deleted.

(b) Memorandum items 9.a and 9.b, "Investments in mutual funds" and "Other equity securities with readily determinable fair values," will be combined into a single item (memorandum item 9.a).

(3) Schedule HC—B, Part I—Loans and Lease Financing Receivables: Memorandum item 4, "Commercial paper included in loans (Part 1, items 1–8 above)," will be deleted. In addition, the instructions will be revised to indicate that commercial paper should no longer be reported as a loan in Schedule HC—B, but should be reported as a security in the FR Y—9C, Schedule HC—A, normally in item 4.a, "U.S. debt securities," or item 5.a, "Foreign debt securities."

(4) Schedule HC—F—Off-Balance-Sheet Items:

(a) Part II, items 1.a and 1.b, "Gross commitments to purchase" and "Gross commitments to sell" when-issued securities, will be eliminated as separate items, but these commitments will continue to be reported in Schedule HC—F. Bank holding companies generally will report their when-issued commitments as off-balance-sheet derivative contracts in Part III, items 1 through 4. The notional amount of these commitments will be included in Part III, item 1.b, "Forward contracts," generally in column A, "Interest rate contracts," and in Part III, items 2 and 3 based on their purpose. The fair values of these commitments will be reported in Part III, item 4. However, bank holding companies that do not include these commitments as part of their disclosures about off-balance-sheet derivatives for other financial reporting purposes will be permitted to report such commitments in Part II, item 7, "Other significant off-balance-sheet items." Each of these items will be subject to the existing reporting thresholds. The Glossary entry for "when-issued securities transactions" will be revised accordingly.

(b) Part II, item 5, "Assets sold with recourse," will be revised. Existing items 5(a)(1) and 5(a)(2) will be combined into a single item 5(a)(1), the outstanding principal balance of first

lien 1-to-4 family residential mortgages transferred with recourse; and proposed item 5(a)(2) will collect the amount of retained recourse exposure on balances collected in item 5(a)(1). Similarly, existing items 5.c. and 5.d. will be combined into a single item 5(b)(1), the amount of other financial assets (excluding small business obligations) that have been transferred with recourse; and proposed item 5(b)(2) will collect the amount of retained recourse exposure on balances collected in item 5(b)(1). Existing item 5(b)(1), "Small business obligations sold with recourse," and 5(b)(2), "Amount of recourse retained on small business obligations sold," will be retained and renumbered as items 5(c)(1) and 5(c)(2), respectively. In addition, the captions for revised items 5(c)(1) and 5(c)(2) will be expanded for clarity.

(c) Two items will be added (these new items will be reported in Part II, items 1.a and 1.b) in order to identify the extent of involvement by bank holding companies and their consolidated subsidiaries in credit derivative instruments. The first item (item 1.a) will be for the notional amount of all credit derivatives on which the reporting bank holding company or any of its consolidated subsidiaries is the guarantor. The second item (item 1.b) will be for the notional amount of all credit derivatives on which the reporting bank holding company or any of its consolidated subsidiaries is the beneficiary.

(5) Schedule HC—G—Memoranda:

(a) Item 16.a, "Securities purchased under agreements to resell netted against securities sold under agreements to repurchase on Schedule HC," will be given its own line item and moved to the main body of Schedule HC—G. This item will be renumbered 7.b and existing item 7, "Amount of cash items in process of collection netted against deposit liabilities in reporting Schedule HC," will be renumbered 7.a.

(b) Item 18, "Excess residential mortgage servicing fees receivable," will be revised in response to FASB Statement No. 125 to refer to interest-only strips receivable. This item will be renumbered as item 18.a and revised to report all mortgage related interest-only strips receivable. A new item 18.b will be added for the reporting of interest-only strips receivable on all other financial assets. Consistent with FASB Statement No. 125, these strips receivable will be measured at fair value like available-for-sale securities. In addition, the term "mortgage servicing rights" will be revised to read "mortgage servicing assets" on Schedule HC—Consolidated Balance Sheet, and

Schedule HC-I—Risk-Based Capital, to conform with the nomenclature of FASB Statement No. 125.

(c) A new item (item 22) will be added to this schedule for “Net unamortized realized deferred gains (losses) on off-balance-sheet derivative contracts included in assets and liabilities reported in Schedule HC.” For available-for-sale securities reported on the balance sheet at fair value, this new item will include any deferred gains (losses) that are part of the amortized cost basis of such securities.

(6) Schedule HC-IC—Additional Detail on Capital Components: The separate maturity distributions for items 3.a through 3.f, “Intermediate preferred stock with an original weighted average maturity of 5 years or more; subordinated debt with an original weighted average maturity of 5 years or more; or unsecured long-term debt issued by BHC prior to March 12, 1988 that qualified as secondary capital when issued” will be replaced by a single item (new item 3) for the qualifying portion of each of these types of capital components that is included in Tier 2 capital.

(7) Schedule HI—Income Statement:

(a) Items 2(a)(1)(a) and 2(a)(1)(b) will be revised to collect interest expense in domestic offices on “Time deposits of \$100,000 or more” and “Time deposits of less than \$100,000,” respectively. Item 2(a)(1)(c), “Interest on other deposits,” will remain.

(b) In order to remain consistent with the revision to Schedule HC noted above, interest expense on mortgage indebtedness and obligations under capitalized leases, which is currently reported in item 2.e, “Other interest expense,” will be reported in item 2.c, “Interest on borrowed funds (excluding subordinated notes and debentures).”

(c) Item 5.d, “Other foreign transaction gains (losses),” will be eliminated. Bank holding companies will now report these net gains (losses) consistently as part of either item 5.e, “Other noninterest income,” or item 7.c, “Other noninterest expense.” If the amount of “Other foreign transaction gains (losses)” is among the three largest amounts exceeding 10 percent of the amount reported in either item 5.e or 7.c, it will be itemized and described in either Memorandum item 6.c or 7.

Other Revisions Not Related to Call Report Changes

(1) Schedule HC—Consolidated Balance Sheet: Expand the caption of existing line item 23 to read “Minority interest in consolidated subsidiaries and similar items” and renumber the line item to 24. Existing line item 24, “Other

liabilities,” will be moved and renumbered to item 23. In addition, the caption for existing line item 25 will be expanded to read “Total liabilities and minority interest.”

(2) Schedule HC-E—Quarterly Averages: The reference above Schedule HC-E that reads “Multibank holding companies with total consolidated assets of less than \$150 million are not to complete Schedule HC-E” will be deleted. All bank holding companies that complete the FR Y-9C must complete Schedule HC-E.

(3) Schedule HC-IC—Additional Detail on Capital Components: A new line item will be added to report the amount of cumulative preferred stock instruments issued out of subsidiaries, including special purpose subsidiaries, that are eligible for Tier 1 capital. Such instruments include securities that may be generically referred to as trust preferred securities. The new line item will be numbered 1(a)(3) and the caption will read: “Cumulative preferred stock reported in minority interest in consolidated subsidiaries and similar items on Schedule HC.”

(4) Schedule HC-J—Risk-Based Capital Excluding Securities Affiliates: Two new line items, “Tier 1 capital” and “Total risk-based capital,” will be added to Part II and numbered as memorandum items 3 and 4, respectively. The caption for existing memorandum item 3, will be abbreviated to “Average total assets” and renumbered to memorandum item 6. Existing memorandum item 4, “Total risk-weighted assets,” will be renumbered to memorandum item 5.

(5) Schedule HI-A—Changes in Equity Capital: Memorandum item 2, “Sale of equity commitment notes,” and memorandum item 3, “Sale of equity contract notes,” will be deleted.

2. Report Title: Parent Company Only Financial Statements for Large Bank Holding Companies

Agency form number: FR Y-9LP.

OMB control number: 7100-0128.

Frequency: Quarterly.

Reporters: Bank holding companies.

Annual reporting hours: 30,819.

Estimated hours per response: Range from 2.0 to 13.5 hours.

Number of respondents: 1,716.

Small businesses are affected.

General description of report: The information collection is mandatory 12 U.S.C. 1844 (b) and (c) and 12 CFR 225.5(b). Confidential treatment is not routinely given to the information in these reports. However, confidential treatment for the report information, in whole or in part, can be requested in

accordance with the instructions to the form.

The FR Y-9LP includes standardized financial statements filed quarterly on a parent company only basis from each bank holding company that files the FR Y-9C. In addition, for tiered bank holding companies, a separate FR Y-9LP must be filed for each lower tier bank holding company if the top tier bank holding company files the FR Y-9C. The following bank holding companies are exempt from filing the FR Y-9LP, unless the Board specifically requires an exempt company to file the report: bank holding companies that have been granted a hardship exemption by the Board under section 4(d) of the Bank Holding Company Act; and foreign banking organizations as defined by section 211.23(b) of Regulation K.

The Federal Reserve has approved the following revisions to the FR Y-9LP to maintain consistency with the revisions made to the FR Y-9C, and are effective with the March 31, 1997, reporting date:

(1) Schedule PC—Parent Company Only Balance Sheet:

(a) The term “mortgage servicing rights” will be revised to read “mortgage servicing assets” on line item 7.a to conform with the nomenclature of FASB Statement No. 125.

(b) Item 19, “Limited-life preferred stock (including related surplus),” will be combined with existing item 16, “Subordinated notes and debentures.”

3. Report Title: Parent Company Only Financial Statements for Small Bank Holding Companies

Agency form number: FR Y-9SP.

OMB control number: 7100-0128.

Frequency: Semiannual.

Reporters: Bank holding companies.

Annual reporting hours: 32,295.

Estimated hours per response: Range from 1.5 to 6.0 hours.

Number of respondents: 4,306.

Small businesses are affected.

General description of report: The information collection is mandatory 12 U.S.C. 1844 (b) and (c) and 12 CFR 225.5(b). Confidential treatment is not routinely given to the information in these reports. However, confidential treatment for the report information, in whole or in part, can be requested in accordance with the instructions to the form.

The FR Y-9SP is a parent company only financial statement filed by one-bank holding companies with total consolidated assets of less than \$150 million on a semiannual basis. This report, an abbreviated version of the more extensive FR Y-9LP, is designed to obtain basic balance sheet and income statement information,

information on intercompany transactions, and data for capital adequacy evaluation.

The Federal Reserve has approved the following revision to the FR Y-9SP, as previously proposed, to maintain consistency with the revisions made to the FR Y-9C, that is effective with the June 30, 1997, reporting date:

(1) Balance Sheet: Item 15, "Limited-life preferred stock," will be combined with existing item 11, "Long-term borrowings."

4. Report Title: Quarterly Financial Statements of Nonbank Subsidiaries of Bank Holding Companies

Agency form number: FR Y-11Q.

OMB control number: 7100-0244.

Frequency: Quarterly.

Reporters: Bank holding companies.

Annual reporting hours: 6,845.

Estimated hours per response: Range from 3.0 to 8.0 hours.

Number of respondents: 276.

Small businesses are affected.

General description of report: The information collection is mandatory 12 U.S.C. 1844(b) and (c) and 12 CFR 225.5(b). Confidential treatment is not routinely given to most of the data in these reports. However, confidential treatment for the report information, in whole or in part, can be requested in accordance with the instructions to the form. FR Y-11Q, memorandum item 7.a, "loans and leases past due 30 through 89 days" and FR Y-11Q, memorandum item 7.d, "loans and leases restructured and included in past due and nonaccrual loans" are confidential pursuant to Section (b)(8) of the Freedom of Information Act 5 U.S.C. 552(b)(8).

The FR Y-11Q is filed quarterly by the top tier bank holding companies for each nonbank subsidiary of a bank holding company with total consolidated assets of \$150 million or more in which the nonbank subsidiary has total assets of 5 percent or more of the top-tier bank holding company's consolidated Tier 1 capital, or where the nonbank subsidiary's total operating revenue equals 5 percent or more of the top-tier bank holding company's consolidated total operating revenue. The report consists of a balance sheet, income statement, off-balance-sheet items, information on changes in equity capital, and a memoranda section.

The Federal Reserve has approved the following minor revisions to the FR Y-11Q, as previously proposed, that are effective with the March 31, 1997, reporting date:

(1) Balance Sheet and Off-Balance-Sheet:

(a) The term "mortgage servicing rights" will be revised to read "mortgage

servicing assets" on line item 9.a to conform with the nomenclature of FASB Statement No. 125.

(b) A line item, "trading liabilities," will be added to collect the amount of liabilities from the nonbank subsidiary's trading activities.

(c) Item 19, "Limited-life preferred stock (including related surplus)," will be combined with item 15, "Borrowings with a remaining maturity of more than one year (including subordinated debt)."

(2) Income Statement: A line item, "trading revenue," will be added to collect the net gain or loss on trading cash instruments and off-balance-sheet derivative contracts.

5. Report Title: Annual Financial Statements of Nonbank Subsidiaries

Agency form number: FR Y-11I.

OMB control number: 7100-0244.

Frequency: Annual.

Reporters: Bank holding companies.

Annual reporting hours: 6,560.

Estimated hours per response: Range from 0.4 to 8.0 hours.

Number of respondents: 2,050.

Small businesses are affected.

General description of report: The information collection is mandatory 12 U.S.C. 1844(b) and (c) and 12 CFR 225.5(b). Confidential treatment is not routinely given to the data in these reports. However, confidential treatment for the report information, in whole or in part, can be requested in accordance with the instructions to the form. FR Y-11I, Schedule A, item 7.a, "loans and leases past due 30 through 89 days" and FR Y-11I, Schedule A, item 7.d, "loans and leases restructured and included in past due and nonaccrual loans" are confidential pursuant to Section (b)(8) of the Freedom of Information Act 5 U.S.C. 552(b)(8).

The FR Y-11I is filed annually by the top tier bank holding companies for each of their nonbank subsidiaries that are not required to file a quarterly FR Y-11Q. The FR Y-11I report consists of similar balance sheet, income statement, off-balance-sheet, and change in equity capital information that is included on the FR Y-11Q. In addition, the FR Y-11I also includes a loan schedule to be submitted only by respondents engaged in credit extending activities.

The Federal Reserve has approved the following minor revisions to the FR Y-11I, as previously proposed, that are effective with the December 31, 1997, reporting date:

(1) Balance Sheet and Off-Balance-Sheet:

(a) A line item, "trading liabilities," will be added to collect the amount of liabilities from the nonbank subsidiary's trading activities.

(b) Item 19, "Limited-life preferred stock (including related surplus)," will be combined with item 15, "Borrowings with a remaining maturity of more than one year (including subordinated debt)."

Administrative Procedures Act

Because the data collections referred to herein are contained in a substantive rule, the Board has chosen to follow the more detailed notice and comment procedures of substantive rulemaking that are contained in the Administrative Procedures Act and the Paperwork Reduction Act. The Administrative Procedures Act (5 U.S.C. 553(d)) provides that the required publication or service of a substantive rule shall be made not less than 30 days before its effective date, except as otherwise provided by the agency for good cause found and published with the rule. The substantive changes to this report are proposed to keep the reporting requirements consistent with those changes being incorporated in the Call Report to be filed by commercial banks as of March 31, 1997. In the past, bank holding companies have commented that reporting burden is minimized by keeping the Call Report and the bank holding company reports consistent and by implementing the changes on the same date. Furthermore, no comments were received addressing the effective date of the revisions approved by the Board and contained in this notice to the bank holding company reports. For these reasons, in accordance with 5 U.S.C. 553(d)(3), the Board finds there is good cause not to follow the 30-day notice requirements of 5 U.S.C. 553(d) and to make the implementation date for the revised FR Y-9C, FR Y-9LP, and FR Y-11Q reports effective for March 31, 1997.

Regulatory Flexibility Act Analysis

The Board certifies that the above bank holding company reporting requirements are not expected to have a significant economic impact on small entities within the meaning of the Regulatory Flexibility Act (5 U.S.C. 601 *et seq.*). The reporting requirements for the small companies require significantly fewer items of data to be submitted than the amount of information required of large bank holding companies.

The information that is collected on the reports is essential for the detection of emerging financial problems, the assessment of a holding company's financial condition and capital adequacy, the performance of pre-inspection reviews, and the evaluation of expansion activities through mergers

and acquisitions. The imposition of the reporting requirements is essential for the Board's supervision of bank holding companies under the Bank Holding Company Act.

Board of Governors of the Federal Reserve System, March 28, 1997.

Jennifer J. Johnson,

Deputy Secretary of the Board.

[FR Doc. 97-8357 Filed 4-1-97; 8:45 am]

BILLING CODE 6210-01-P

Change in Bank Control Notices; Acquisitions of Shares of Banks or Bank Holding Companies

The notificants listed below have applied under the Change in Bank Control Act (12 U.S.C. 1817(j)) and § 225.41 of the Board's Regulation Y (12 CFR 225.41) to acquire a bank or bank holding company. The factors that are considered in acting on the notices are set forth in paragraph 7 of the Act (12 U.S.C. 1817(j)(7)).

The notices are available for immediate inspection at the Federal Reserve Bank indicated. Once the notices have been accepted for processing, they will also be available for inspection at the offices of the Board of Governors. Interested persons may express their views in writing to the Reserve Bank indicated for that notice or to the offices of the Board of Governors. Comments must be received not later than April 16, 1997.

A. Federal Reserve Bank of Chicago (James A. Bluemle, Vice President) 230 South LaSalle Street, Chicago, Illinois 60690-1413:

1. *Denis L. and Sandra Kale*; Osceola, Iowa; to acquire an additional 20.0 percent, for a total of 35.8 percent, of the voting shares of Osceola Bancorporation, Osceola, Iowa, and thereby indirectly acquire American State Bank, Osceola, Iowa.

B. Federal Reserve Bank of Dallas (Genie D. Short, Vice President) 2200 North Pearl Street, Dallas, Texas 75201-2272:

1. *Dolph Briscoe, Jr.*, Uvalde, Texas; to acquire an additional 58.41 percent, for a total of 59.18 percent of the voting shares of Zavala Bankshares, Incorporated, Crystal City, Texas, and thereby indirectly acquire Zavala County Bank, Crystal City, Texas.

Board of Governors of the Federal Reserve System, March 27, 1997.

Jennifer J. Johnson,

Deputy Secretary of the Board.

[FR Doc. 97-8332 Filed 4-1-97; 8:45 am]

BILLING CODE 6210-01-F

Formations of, Acquisitions by, and Mergers of Bank Holding Companies

The companies listed in this notice have applied to the Board for approval, pursuant to the Bank Holding Company Act of 1956 (12 U.S.C. 1841 *et seq.*) (BHC Act), Regulation Y (12 CFR Part 225), and all other applicable statutes and regulations to become a bank holding company and/or to acquire the assets or the ownership of, control of, or the power to vote shares of a bank or bank holding company and all of the banks and nonbanking companies owned by the bank holding company, including the companies listed below.

The applications listed below, as well as other related filings required by the Board, are available for immediate inspection at the Federal Reserve Bank indicated. Once the application has been accepted for processing, it will also be available for inspection at the offices of the Board of Governors. Interested persons may express their views in writing on the standards enumerated in the BHC Act (12 U.S.C. 1842(c)). If the proposal also involves the acquisition of a nonbanking company, the review also includes whether the acquisition of the nonbanking company complies with the standards in section 4 of the BHC Act. Unless otherwise noted, nonbanking activities will be conducted throughout the United States.

Unless otherwise noted, comments regarding each of these applications must be received at the Reserve Bank indicated or the offices of the Board of Governors not later than April 25, 1997.

A. Federal Reserve Bank of Philadelphia (Michael E. Collins, Senior Vice President) 100 North 6th Street, Philadelphia, Pennsylvania 19105-1521:

1. *Penns Woods Bancorp, Inc.*, Williamsport, Pennsylvania; to acquire 6.39 percent of the voting shares of Columbia Financial Corporation, Bloomsburg, Pennsylvania, and thereby indirectly acquire First Columbia Bank & Trust Company, Bloomsburg, Pennsylvania.

B. Federal Reserve Bank of San Francisco (Kenneth R. Binning, Director, Bank Holding Company) 101 Market Street, San Francisco, California 94105-1579:

1. *Dartmouth Capital Group, Inc.*, Huntington Beach, California; Dartmouth Capital Group, L.P., Huntington Beach, California; Commerce Security Bancorp, Inc., Huntington Beach, California, and SDN Bancorp, Inc., Encinitas, California; to acquire and merge with Eldorado Bancorp, Irvine, California, and thereby indirectly acquire Eldorado Bank, Tustin, California.

In connection with this application, Applicants also have applied to acquire 11 percent of Eldorado Bancorp.

Board of Governors of the Federal Reserve System, March 27, 1997.

Jennifer J. Johnson,

Deputy Secretary of the Board.

[FR Doc. 97-8330 Filed 4-1-97; 8:45 am]

BILLING CODE 6210-01-F

Notice of Proposals to Engage in Permissible Nonbanking Activities or to Acquire Companies that are Engaged in Permissible Nonbanking Activities

The companies listed in this notice have given notice under section 4 of the Bank Holding Company Act (12 U.S.C. 1843) (BHC Act) and Regulation Y, (12 CFR Part 225) to engage *de novo*, or to acquire or control voting securities or assets of a company that engages either directly or through a subsidiary or other company, in a nonbanking activity that is listed in § 225.25 of Regulation Y (12 CFR 225.25) or that the Board has determined by Order to be closely related to banking and permissible for bank holding companies. Unless otherwise noted, these activities will be conducted throughout the United States.

Each notice is available for inspection at the Federal Reserve Bank indicated. Once the notice has been accepted for processing, it will also be available for inspection at the offices of the Board of Governors. Interested persons may express their views in writing on the question whether the proposal complies with the standards of section 4 of the BHC Act.

Unless otherwise noted, comments regarding the applications must be received at the Reserve Bank indicated or the offices of the Board of Governors not later than April 16, 1997.

A. Federal Reserve Bank of New York (Christopher J. McCurdy, Senior Vice President) 33 Liberty Street, New York, New York 10045-0001:

1. *Credit Suisse Group*, Zurich, Switzerland, and Credit Suisse First Boston Corporation, New York, New York; to acquire 34.88 TradeWeb, L.L.C., New York, New York, and thereby engage in data processing activities, pursuant to § 225.25(b)(7) of the Board's Regulation Y.

2. *Swiss Bank Corporation*, Basel, Switzerland; to acquire 9.3 percent of TradeWeb, L.L.C., New York, New York, and thereby engage in data processing activities, pursuant to § 225.25(b)(7) of the Board's Regulation Y.