Common Reporting Errors

Average Consolidated Total Assets

1. The instructions for Line 4 of Schedule RC-O provide that Consolidated Total Assets used in determiningthe Daily or Weekly averages should be measured in accordance with the instructions for Line 9 of Schedule RC-K. Instruction for Line 9 of Schedule RC-K, the Average Total Assets should be on the same basis as Line 12 of Schedule RC, except for:
   a. All debt securities (not held for trading) at amortized cost, and

   b. To the extent that net deferred tax assets included in the bank's total assets include the deferred taxeffects of any unrealized holding gains and losses on available-for-sale debt securities, these deferred tax effects may be excluded from the determination of the quarterly average for total assets.

2. There are some general ledger account balances that should be reclassified from a liability to an asset (orfrom an asset to a liability) in preparing the Call Report. These non-traditional balances should be reclassified prior to the completion of Call Report information, as they could inappropriately decrease aninstitution's average consolidated total assets.

3. In preparing the Call Report, there are also some general ledger account balances that should be aggregated (e.g., income taxes, deferred taxes). The net balance of the aggregated accounts could result in an asset or liability. These general ledger accounts should also be aggregated when calculating average consolidated total assets.

Average Tangible Equity

1. *There are two acceptable Average Tangible Equity methods:*
   a. The average method based on taking the sum of the amounts of Tier 1 Capital for "each month-enddate" during the calendar quarter and dividing by three; or

   b. The quarter-end method based on the amount of Tier 1 Capital as of the quarter-end date.

2. *The proper averaging method for institutions are:*
   a. The quarter-end method, which is only available to institutions that:

i. Reported less than $1 billion in consolidated total assets, on Line 12 of Schedule RC as ofMarch 31, 2011,
ii. Were FDIC-insured on or before March 31, 2011, and
iii. Have not reported average consolidated total assets of $1 billion or more on Line 4 of
Schedule RC-O, for two consecutive quarters since March 31, 2011.

b. Institutions that report more than $1 billion in total assets are required by the instructions to usethe three month-end average method.

Merger/Acquisition

1. *Average Consolidated Assets*
   a. If the reporting institution is the ***surviving*** or resulting institution in a merger or consolidation thatoccurred during the calendar quarter, the reporting institution should calculate its average consolidated total assets by including the consolidated total assets of all entities that were merged or consolidated into the reporting institution as if the merger or consolidation occurred on the first day of the calendar quarter.

   b. If the reporting institution was ***acquired*** in a transaction that became effective during the calendarquarter, the reporting institution should calculate its average consolidated total assets as if the acquisition occurred on the first day of the calendar quarter.

2. *Average Tangible Equity*
   a. If the reporting institution is the ***surviving*** or resulting institution in a merger or consolidation thatoccurred after the end of the first month of the calendar quarter and it reports its average tangible equity on a monthly average basis, the reporting institution should calculate its average tangible equity as if the merger or consolidation occurred on the first day of the quarter.

   b. If the reporting institution was ***acquired*** in a transaction that became effective after the end of thefirst month of the calendar quarter, the reporting institution should calculate its average tangible equity as if the acquisition occurred on the first day of the calendar quarter.