

April 17, 2008

MEMORANDUM TO: Office of the Executive Secretary

FROM: Joseph A. DiNuzzo
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Federal Deposit Insurance Corporation

SUBJECT: Telephone Conference with Members of The Clearing House (“TCH”) on the FDIC’s Notice of Proposed Rulemaking on Processing of Deposit Accounts in the Event of an Insured Depository Institution Failure and Large-Bank Deposit Insurance Determination Modernization

Please include this memorandum in the public file on the Notice of Proposed Rulemaking on *Processing of Deposit Accounts in the Event of an Insured Depository Institution Failure and Large-Bank Deposit Insurance Determination Modernization* (“NPR”), 73 Fed. Reg. 2364 (Jan. 14, 2008).

On March 26, 2008, numerous members of TCH engaged in a telephone conference call with members of the FDIC staff to discuss the NPR. This memorandum documents that conference call.

The lead spokesman for the TCH was Norm Nelson, TCH General Counsel. James Marino, of the FDIC Division of Resolutions and Receiverships, began the meeting by providing an overview of the NPR with emphasis on the treatment of sweep account arrangements in the event of a depository institution failure. TCH members asked questions in response to the presentation. The questions focused on the treatment of sweep accounts under the NPR. No formal comments were offered on any aspect of the NPR.

FDIC staff encouraged the TCH members to file written comments with the FDIC on the NPR.