



May 26, 2021

TO: U.S. Branches and Agencies of Foreign Banks

SUBJECT: Proposed Revisions to the Report of Assets and Liabilities of U.S. Branches and Agencies of Foreign Banks (FFIEC 002) Related to Sweep Deposits and Brokered Deposits

On May 24, 2021, the Federal Deposit Insurance Corporation (FDIC), the Board of Governors of the Federal Reserve System, and the Office of the Comptroller of the Currency (collectively, the agencies), under the auspices of the Federal Financial Institutions Examination Council (FFIEC), published the attached final regulatory reporting changes in the *Federal Register*. These reporting changes proposed by the agencies on February 5, 2021, would apply to the Report of Assets and Liabilities of U.S. Branches and Agencies of Foreign Banks (FFIEC 002), and are subject to approval by the U.S. Office of Management and Budget.

One comment letter was received on the February 2021 proposal. After considering the comment letter, the agencies are proceeding with the proposed revisions to the reporting form and instructions for the FFIEC 002, with certain modifications, as described in the attached *Federal Register* notice. These revisions would help to evaluate funding stability of sweep deposits over time to determine their appropriate treatment under liquidity regulations as well as to assess the risk factors associated with sweep deposits for determining their deposit insurance assessment implications, if any. To allow insured U.S. branches and agencies of foreign banks time to implement reporting changes to the FFIEC 002 related to sweep deposits on Schedule O, Other Data for Deposit Insurance Assessment, Memorandum items 8.a through 8.d and 9, the agencies would delay the implementation date for this reporting until the September 30, 2021, report date. The agencies are making associated changes to the definition of brokered deposits in the form instructions and Glossary for the June 30, 2021, report date.

The agencies encourage you to review the proposed regulatory reporting changes. Redlined copies of the FFIEC 002 report form showing the proposed changes and the related draft reporting instructions are available on the FFIEC's webpage for the report, accessible from the [FFIEC's Reporting Forms](#) webpage.

Please share this letter with individuals responsible for preparing the FFIEC 002 report at your institution. For further information about the revisions to the FFIEC 002, reporting institutions should contact their [Reporting Central District Contact](#).

signed by

Judith E. Dupré
Executive Secretary

Attachment: *Federal Register* Notice

Distribution: U.S. Branches and Agencies of Foreign Banks