



FEDERAL RESERVE BANK OF DALLAS

2200 N. PEARL ST.
DALLAS, TX 75201-2272

HELEN E. HOLCOMB
FIRST VICE PRESIDENT AND
CHIEF OPERATING OFFICER

April 30, 2004

Notice 04-23

TO: The Chief Operating Officer of each
financial institution and others concerned
in the Eleventh Federal Reserve District

SUBJECT

**Fuel Surcharge on Mixed and Other Fed Cash Letters
to Take Effect June 1, 2004**

DETAILS

The recent rising cost associated with fuel products has had a significant impact on business and individual consumers. Because of fuel increase clauses in vendor contracts, we have seen aviation fuel prices associated with check transportation increase substantially.

Due to the significant and unforeseen increases in our transportation costs, we must offset this cost by establishing the following surcharges effective June 1, 2004:

- A surcharge of \$0.35 per cash letter will be assessed on all forward and return cash letters containing Other Fed items. This will include all mixed and Other Fed deposits.
- A surcharge of \$0.0005 will be assessed each consolidated item shipped via the check relay network. Please note that direct send cash letters transported via private vendors will not be affected by the surcharge.

Although we expect the surcharges to remain in effect at least through the end of 2004, we will review them within 120 days of implementation as we continue to monitor the effect of fuel costs on our operations.

MORE INFORMATION

For more information, please contact one of the following account executives:

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|-------------------|----------------|
| Rick Flansburg | (210) 978-1661 |
| Michele Hitchings | (713) 652-9141 |
| Jim McCammon | (214) 922-5491 |
| Susan Vice | (214) 922-5430 |
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Sincerely,

