

Board of Governors of the Federal Reserve System



General Instructions for the Preparation of the Annual Capital Assessments and Stress Testing Report

Reporting Form FR Y-14A

Issued November 2011

FR Y-14A
OMB Number 7100-0341
Estimated average hours per response: 1,273
Expires December 31, 2014

This Report is required by law: Section 165 of the Dodd-Frank Act (12 U.S.C. 5365) and Section 5 of the Bank Holding Company Act (12 U.S.C. 1844). Public reporting burden for the FR Y-14A information collection is estimated to average 1,273 hours per response. These estimates include time to gather and maintain data in the required form and to review instructions and complete the information collection. Comments regarding this burden estimate or any other aspect of this information collection, including suggestions for reducing the burden, may be sent to Secretary, Board of Governors of the Federal Reserve System, Washington, D.C. 20551, and to the Office of Management and Budget, Paperwork Reduction Project (7100-0341), Washington, D.C. 20503.

General Instructions for Preparation of the Annual Capital Assessments and Stress Testing Report FR Y-14A

The FR Y-14A report collects detailed data on bank holding companies' quantitative projections of balance sheet assets and liabilities, income, losses, and capital across a range of macroeconomic scenarios and qualitative information on methodologies used to develop internal projections of capital across scenarios. One or more of the macroeconomic scenarios includes a market risk shock that the bank holding companies (BHCs) will assume when making trading and counterparty loss projections. The Federal Reserve will provide details about the macroeconomic scenarios to the BHCs. The FR Y-14A report includes data schedules for Summary, Macro Scenario, Counterparty Credit Risk (CCR), Basel III and Dodd-Frank (Basel III), and Regulatory Capital Instruments. Initially, the reporting panel consists of the 19 large domestic bank holding companies (BHCs) that participated in the 2009 Supervisory Capital Assessment Program (SCAP) and the 2011 Comprehensive Capital Analysis and Review (CCAR) exercises¹.

(1) Who Must Report

(i) Reporting Criteria

- a. The large domestic BHCs that participated in the 2009 Supervisory Capital Assessment Program (SCAP) and the 2011 Comprehensive Capital Analysis and Review (CCAR 2011) exercises are required to submit the Capital Assessment and Stress Testing report to the Federal Reserve.
- b. Separate annual schedules must be reported for each scenario. All annual schedules are required to be reported by all BHCs with the exception of the CCR schedule and the Trading, CCR, and Operational Risk related worksheets of the Summary schedule.
 - 1) **CCR schedule and Trading and CCR worksheets:** The six BHCs subject to the market shock provided by the Federal Reserve in CCAR 2011 must submit this schedule and worksheets.
 - 2) **Operational Risk worksheets:** BHCs subject to the Board's advanced approaches risk-based capital rules (12 CFR part 225, Appendix, G) must submit these worksheets.
- c. Certain data elements within the annual schedules are subject to materiality thresholds. The instructions to these data schedules provide details on whether or not a BHC must submit a specific data element.

¹ All but one BHC that participated in the SCAP exercise had total assets greater than \$100 billion as of year-end 2008.

(ii) Exemptions

- a. Only BHCs that did not meet the reporting criteria listed in paragraph one above are exempt from reporting.

(2) Where to Submit the Reports

- (i) All BHCs subject to these reporting requirements must submit completed reports electronically. BHCs will be provided information on how to transmit data to the FR Y-14 IntraLinks Collaboration website.

(3) When to Submit the Reports

- (i) BHCs must file the FR Y-14A report according to the appropriate time schedules described below:
 - a. With the exception of the CCR schedule and the Trading and CCR worksheets of the Summary schedule, the data collected will be reported as of September 30. The as-of-date for the CCR schedule and the Trading and CCR worksheets of the Summary schedule will be communicated to BHCs subject to this requirement during the fourth quarter.² All schedules will be due on or before January 9 (unless that day falls on a weekend (subject to timely filing provisions)).
 - b. **General Timing:** If the submission date falls on a weekend, the data must be received on the first business day after the weekend. No other extensions of time for submitting reports will be granted. The data are due by the end of the reporting day on the submission date. Early submission aids the Federal Reserve in reviewing and processing data and is encouraged.

(4) How to Prepare the Reports

(i) Applicability of GAAP, Consolidation Rules, and Other Instructional Guidance

- a. BHCs are required to prepare and file the FR Y-14A schedules in accordance with generally accepted accounting principles (GAAP) and these instructions. The financial records of the BHCs should be maintained in such a manner and scope to ensure the FR Y-14A is prepared in accordance with these instructions and reflects a fair presentation of the BHCs' financial condition and assessment of performance under stressed scenarios.
- b. **Rules of Consolidation:** Reference the FR Y-9C General Instructions for a discussion of the rules of consolidation.

² BHCs are permitted to submit the CCR schedule and the Trading and CCR worksheets of the Summary schedule as of the most recent date that corresponds to the regular reporting cycle that falls prior to the specified as-of date. That as-of date will be communicated to the BHCs after it has occurred but in the fourth quarter.

c. BHCs should review the following published documents (in the order listed below) when determining the precise definition to be used in completing the schedules:

- 1) The FR Y-14A instructions;
- 2) The latest available FR Y-9C instructions published on the Federal Reserve's public web site: <http://www.federalreserve.gov/reportforms>;
- 3) The Basel III Framework Document published on the Bank of International Settlements (BIS) web site: <http://www.bis.org/bcbs/basel3.htm>.

(ii) Confidentiality: As these data will be collected as part of the supervisory process, they are subject to confidential treatment under exemption 8 of the Freedom of Information Act. 5 U.S.C. 552(b)(8). In addition, commercial and financial information contained in these information collections may be exempt from disclosure under Exemption 4. 5 U.S.C. 552(b)(4). Disclosure determinations would be made on a case-by-case basis.

(iii) Amended Reports

a. The Federal Reserve will require the filing of amended reports if previous submissions contain significant errors. In addition, a reporting institution must file an amended report when it or the Federal Reserve discovers significant errors or omissions subsequent to submission of a report. Failure to file amended reports on a timely basis may subject the institution to supervisory action.

(iv) Questions and Requests for Interpretations: BHCs should submit any questions or requests for interpretations by email to info@CCAR.frb.org.