



The Bankers' Bank of Kentucky

P.O. Box 713, Frankfort, KY 40602-0713

The Correspondent

<i>Inside....</i>	
▶ "STOP THE PRESSES!" NEWS	2
▶ BIRTHDAYS & ANNIVERSARIES..	3
▶ INVESTMENT SERVICES	3

BBKY Provides Gifts For Angels

In early December, several of our employees continued a tradition of sponsoring children from the Angel Tree program. During the year, officers and employees donate money on "jean day" each Friday. This pool along with some extra matching funds from the bank allowed us to sponsor six Angels for 2010.

The shopping turned into quite an event with eight employees and some of their children "descending" on the Wal-Mart store in Frankfort. We would like to recognize Carol Brewer, Becky Sisco, Jeanne Hellard, Christina Harrod, Amanda Ronca, Stephanie Oerther, Robyn Holt, and Todd Beers for their commitment to shopping on behalf of the bank and providing some needed Christmas spirit to six of Franklin County's Christmas Angels.

Struggling With Compliance Training?

The Bankers' Bank of Kentucky is pleased to announce a new partnership with BankersEdge. Since 1997, BankersEdge has prepared hundreds of banks for regulatory change. In that time, they have earned an unmatched reputation for delivering quick turnaround on customized courses and considerable customer loyalty for providing exceptionally responsive service and support.

BBKY has utilized BankersEdge for many years and we believe you will be equally satisfied with their value when it comes to meeting the many demands of compliance training for your employees.

You can preview over 200 courses at www.bankersedge.com. For preferred BBKY member pricing, our dedicated account representative, Mike Miller, can be reached at (636) 821-1919 or email him: mmiller@bankersedge.com. Don't forget to mention that you are a Bankers' Bank of Kentucky customer!



IN THE NEWS...



FedWire Formats Changing Next Year

The Federal Reserve Bank is modifying the FedWire format next year in an effort to provide more payment-related information within domestic wire transfers. The change was supposed to occur this November, but was pushed back due to programming changes needed both for participants and for the FedWire platforms. We will have more information on this in early 2011, including changes to the Domestic Wire Transfer screen in Dataline.

TT&L's End And Your Customers' Options

As previously announced, individuals and businesses will no longer be able to pay their quarterly taxes via paper coupons after December 31st. The Treasury Department is contacting all customers that receive coupons to advise of this change and to provide them with information on the EFTPS website where they can enroll for electronic submission of tax payments.

January 3, 2011, is the last day that the TT&L Advice of Credit (AOC) will be accepted for your bank's debit by Fed via the TT&L Plus website. This includes AOC's sent by our customers on Dataline. On January 4, the TT&L button and screen will no longer be available on Dataline.

In addition to electronic or telephone submission of tax payments via EFTPS, which will result in an ACH debit to your customers' accounts, same-day tax wires are an option as well. However, Treasury discourages the use of this payment method for "regular" payments. It is to only be used "for extraordinary circumstances in which a payment cannot be scheduled earlier or for high-dollar tax payments", according to Treasury's communication.

In the coming weeks, Dataline customers will have the option of completing their own same-day tax wires via a new button and wire format: FR-ETA. This wire format is very different from the standard FedWire format under Domestic Wire Transfer, including fields for the tax type, tax period, and breakdown of withholding amounts.

Avoid The \$20 Re-forwarding Fee On EZ Clear Savings Bonds

Remember that Fed is charging an extra \$20 on Savings Bond Cash Letters that are NOT mailed directly to the Pittsburg Branch of the Federal Reserve Cleveland and Postal Money Orders not mailed directly to Fed St. Louis.

Savings Bonds

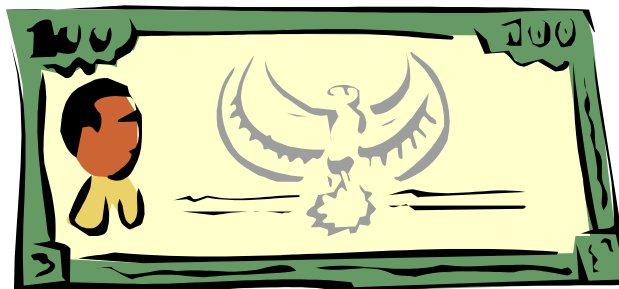
For Regular Mail Deliveries:

Attn: EZ Direct
Federal Reserve Bank of Cleveland
Pittsburg Branch
PO Box 399
Pittsburgh PA 15230-0399

Postal Money Orders

For Regular Mail Deliveries:

Federal Reserve Bank of St. Louis
PO Box 442
St. Louis MO 63178



BBKY Birthdays and Anniversaries For October-December

Happy Birthday...

Bill Fallon
Warren Kinne
Scott Jones
Tracie Gilliland
Stephanie Oerther

Happy Anniversary...

Missy Harrod
Becky Sisco

5 years of service
13 years of service

Helpful Fax Numbers

Operations: 502-695-0638

Wire Room: 502-848-5739

Loan Dept.: 502-695-8273

Administration: 502-695-0221

BBKY Mortgage

Phone: 877-390-3204

Fax: 502-859-3204



Investment Services Designed for Community Bankers

The Bankers' Bank of Kentucky partners with First National Bankers' Bank to offer a menu of services under one blanket: FNBB/BBKY Capital Markets. Our investment professionals have served together in our region for more than six years, offering a cost-effective approach to investment services combine with the level of personalized service you have come to expect from your Bankers' Bank.

*Key reasons to have your investment services with
your Bankers' Bank:*

Keeps Your Investment-services Dollars Local

*Investment Professionals Using the
Latest Technology*

A Fixed Income Dealer Trading Desk

One Year of Free Bond Accounting

One Year of Free Safekeeping

For more information on any of the services listed or
to receive a free cost comparison, please contact us:

Todd Beers, Investment Services Representative
800-248-3229 ext. 225
tbeers@bbky.com

Services Provided:

Asset Liability Management

Safekeeping

Portfolio Accounting

Trading

Cash Sweep

Trust Preferred Securities

Independent ALM Review

Tax Strategies

Monthly Discounts for BBKY Standard Bearers