

STATEMENT FOR THE PRESS

Released for publication
Friday morning, Sept. 17;
not earlier.

St. 5094
Federal Reserve Board,
September 16, 1926.

CONDITION OF FEDERAL RESERVE BANKS

Largely as a result of the Treasury's financial operations, the consolidated statement of condition of the Federal reserve banks on September 15, made public by the Federal Reserve Board, shows a decline of \$48,700,000 in holdings of discounted bills and increases of \$162,000,000 in member bank reserve deposits and \$175,700,000 in Government securities, holdings of which on September 15 included \$192,000,000 of temporary certificates issued by the Treasury to the Federal reserve banks pending the collection of the quarterly installment of taxes. Federal reserve note circulation declined \$22,500,000, while cash reserves increased \$3,100,000 and non-reserve cash \$6,900,000.

The New York bank shows a decrease of \$46,200,000 in discount holdings, San Francisco a decline of \$9,900,000, Minneapolis \$5,900,000, and Chicago \$5,500,000. At the Cleveland and Atlanta reserve banks, discount holdings increased \$6,500,000 each, at Boston \$3,700,000, and at Philadelphia \$3,400,000. Open-market acceptance holdings of the New York bank declined \$8,400,000, while those of Boston increased \$3,600,000, the System as a whole showing a reduction of \$3,500,000 in this item.

Total holdings of Treasury notes were \$73,000,000 below last week's total, while holdings of U. S. bonds increased \$3,600,000 and of Treasury certificates \$245,100,000. Of the increase in the latter item, \$132,000,000 represents temporary certificates issued by the Treasury to the New York bank and \$60,000,000 to six other reserve banks pending the quarterly collection of taxes.

All of the Federal reserve banks report a smaller volume of Federal reserve notes in circulation, with the exception of Richmond and Dallas which show a total increase of \$1,200,000, the principal decreases being: New York \$12,400,000 and San Francisco \$4,100,000.

A summary of changes in the principal assets and liabilities of the reserve banks during the week and the year ending September 15, 1926, follows:

	Increase or decrease during	
	Week	Year
Total reserves	\$ +\$3,100,000	+ \$83,400,000
Gold reserves	+ 1,200,000	+ 60,000,000
Total bills and securities	+123,500,000	+ 200,700,000
Bills discounted, total	- 48,700,000	+ 77,600,000
Secured by U.S.Govt. obligations	- 56,200,000	+ 40,000,000
Other bills discounted	+ 7,500,000	+ 37,600,000
Bills bought in open market	- 3,500,000	+ 50,500,000
U. S. Government securities, total	+175,700,000	+ 78,800,000
Bonds	+ 3,600,000	- 6,300,000
Treasury notes	- 73,000,000	- 98,300,000
Certificates of indebtedness	+245,100,000	+ 183,400,000
Federal reserve notes in circulation	- 22,500,000	+ 46,800,000
Total deposits	+175,000,000	+ 187,100,000
Members' reserve deposits	+162,000,000	+ 171,500,000
Government deposits	- 1,500,000	+ 600,000

RESOURCES AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED
(In thousands of dollars)

	Sept. 15, 1926	Sept. 8, 1926	Sept. 16, 1925
R E S O U R C E S			
Gold with Federal reserve agents	1,429,247	1,408,431	1,489,568
Gold redemption fund with U.S. Treasury . .	61,894	53,954	48,319
Gold held exclusively against F.R. notes .	1,491,141	1,462,385	1,537,587
Gold settlement fund with F. R. Board . .	696,619	734,727	636,567
Gold and gold certificates held by banks .	644,901	634,353	598,530
Total gold reserves	2,832,661	2,831,465	2,772,684
Reserves other than gold	132,404	130,501	109,020
Total reserves	2,965,065	2,961,966	2,881,704
Non-reserve cash	52,352	45,483	51,520
Bills discounted:			
Sec. by U. S. Government obligations . .	268,609	324,831	228,594
Other bills discounted	296,926	289,436	259,346
Total bills discounted	565,535	614,267	487,940
Bills bought in open market	262,480	265,984	211,962
U. S. Government securities			
Bonds	49,093	45,459	55,418
Treasury notes	147,435	220,418	245,751
Certificates of indebtedness	291,493	46,407	108,080
Total U.S. Government securities .	488,021	312,284	409,249
Other securities	3,700	3,700	2,420
Foreign loans on gold	-	-	7,500
Total bills and securities	1,319,736	1,196,235	1,119,071
Due from foreign banks	648	669	707
Uncollected items	895,695	667,549	928,961
Bank premises	59,991	59,938	61,370
All other resources	13,476	10,754	19,598
TOTAL RESOURCES	5,306,963	4,948,594	5,062,931
L I A B I L I T I E S			
F. R. notes in actual circulation	1,724,068	1,746,524	1,677,299
Deposits:			
Member bank - reserve account	2,369,136	2,207,185	2,197,663
Government	4,084	5,565	3,528
Foreign bank	15,641	11,339	6,152
Other deposits	28,485	18,235	22,855
Total deposits	2,417,346	2,242,324	2,230,198
Deferred availability items	802,314	596,902	807,583
Capital paid in	123,787	123,711	116,423
Surplus	220,310	220,310	217,837
All other liabilities	19,138	18,823	13,591
TOTAL LIABILITIES	5,306,963	4,948,594	5,062,931
Ratio of total reserves to deposit and F. R. note liabilities combined	71.6%	74.3%	73.7%
Contingent liability on bills purchased for foreign correspondents	44,228	44,824	34,005

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RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 15, 1926

5094b

R E S O U R C E S

(In thousands of dollars)

	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	Total
Gold with Federal Reserve Agents	118,842	352,238	97,807	180,601	43,595	124,993	178,750	19,064	52,020	51,500	20,860	188,977	1,429,247
Gold redemption fund with U.S.Treas	15,956	11,831	9,428	4,455	3,070	4,228	2,351	842	2,409	2,564	2,154	2,606	61,894
<u>Gold held exclusively against</u>													
<u>F. R. notes</u>	134,798	364,069	107,235	185,056	46,665	129,221	181,101	19,906	54,429	54,064	23,014	191,583	1,491,141
Gold settlement fund with F.R.Board	45,722	232,842	39,365	65,848	26,564	21,010	148,643	19,266	13,754	36,849	16,266	30,490	696,619
Gold and gold certif. held by banks	30,732	389,493	30,600	42,238	11,083	4,268	66,323	17,610	7,260	4,487	10,281	30,526	644,901
<u>Total gold reserves</u>	211,252	986,404	177,200	293,142	84,312	154,499	396,067	56,782	75,443	95,400	49,561	252,599	2,832,661
Reserves other than gold	11,831	25,481	7,758	9,867	6,188	8,807	22,266	17,969	3,301	4,541	7,807	6,588	132,404
<u>Total reserves</u>	223,083	1,011,885	184,958	303,009	90,500	163,306	418,333	74,751	78,744	99,941	57,368	259,187	2,965,065
Non-reserve cash	5,585	11,946	1,334	4,028	2,744	3,977	10,017	3,624	1,332	2,630	1,714	3,421	52,352
Bills discounted:													
Secured by U.S.Govt. obligations	22,762	98,767	27,071	28,827	11,424	5,325	28,256	10,816	3,145	4,652	3,729	23,835	268,609
Other bills discounted	18,783	47,630	18,489	15,169	34,591	49,490	25,282	25,967	6,086	8,778	19,648	27,013	296,926
<u>Total bills discounted</u>	41,545	146,397	45,560	43,996	46,015	54,815	53,538	36,783	9,231	13,430	23,377	50,848	565,535
Bills bought in open market	24,214	37,631	22,503	25,463	11,291	29,094	38,882	7,621	11,306	14,559	11,998	27,918	262,480
U. S. Government securities:													
Bonds	762	2,641	708	1,506	1,336	272	20,584	2,104	7,786	8,639	1,942	813	49,093
Treasury notes	4,827	27,236	16,912	21,356	3,054	1,489	13,681	11,117	4,606	9,713	9,532	23,912	147,435
Certificates of indebtedness	17,021	156,207	7,808	19,806	2,669	184	37,145	6,297	4,094	12,647	8,973	18,642	291,493
<u>Total U.S. Govt. securities</u>	22,610	186,084	25,428	42,668	7,059	1,945	71,410	19,518	16,486	30,999	20,447	43,367	488,021
Other securities	-	-	2,000	-	-	700	-	-	1,000	-	-	-	3,700
<u>Total bills and securities</u>	88,369	370,112	95,491	112,127	64,365	86,554	163,830	63,922	38,023	58,988	55,822	122,133	1,319,736
Due from foreign banks	-	648	-	-	-	-	-	-	-	-	-	-	648
Uncollected items	78,861	215,709	84,755	87,465	71,872	35,241	115,590	43,147	16,497	53,338	35,143	58,077	895,695
Bank premises	4,068	16,739	1,597	7,409	2,364	2,944	7,933	4,111	2,943	4,667	1,793	3,423	59,991
All other resources	61	2,220	556	928	386	829	1,720	615	2,454	536	292	2,879	13,476
<u>TOTAL RESOURCES</u>	400,027	1,629,259	368,691	514,966	232,231	292,851	717,423	190,170	139,993	220,100	152,132	449,120	5,306,963

C.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON SEPTEMBER 15, 1926

St. 5094c

LIABILITIES

(In thousands of dollars)

	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	Total
F.R. notes in actual circulation	146,773	380,992	116,606	206,515	76,100	172,945	208,545	47,584	63,453	66,412	45,654	192,489	1,724,068
Deposits:													
Member bank - reserve account	151,026	941,795	140,204	191,121	67,872	71,090	356,136	83,354	48,478	90,758	56,831	170,471	2,369,136
Government	439	32	185	82	221	6	491	509	1,180	525	106	308	4,084
Foreign bank	350	12,295	438	493	244	184	632	198	148	180	161	318	15,641
Other deposits	183	17,079	486	835	190	133	1,529	380	548	1,470	78	5,574	28,485
Total deposits	151,998	971,201	141,313	192,531	68,527	71,413	358,788	84,441	50,354	92,933	57,176	176,671	2,417,346
Deferred availability items	74,527	177,834	76,990	77,866	68,293	33,463	100,154	42,151	14,374	46,525	36,447	53,690	802,314
Capital paid in	8,801	35,732	12,465	13,551	6,109	5,033	16,653	5,269	3,102	4,189	4,294	8,589	123,787
Surplus	17,020	59,964	20,464	22,894	11,919	8,700	30,613	9,570	7,501	8,979	7,615	15,071	220,310
All other liabilities	908	3,536	853	1,609	1,283	1,297	2,670	1,155	1,209	1,062	946	2,610	19,138

TOTAL LIABILITIES

	400,027	1,629,259	368,691	514,966	232,231	292,851	717,423	190,170	139,993	220,100	152,132	449,120	5,306,963
Reserve ratio (per cent)	74.7	74.8	71.7	75.9	62.6	66.8	73.7	56.6	69.2	62.7	55.8	70.2	71.6

Contingent liability on bills purchased for foreign correspondents

F.R. notes on hand (notes rec'd from

F.R. Agent less notes in circulation)

FEDERAL RESERVE NOTE ACCOUNTS OF FEDERAL RESERVE AGENTS

F. R. notes rec'd from Comptroller	230,329	773,890	186,487	276,093	117,599	273,435	420,607	72,544	87,361	113,036	72,529	288,781	2,912,691
F. R. notes held by F. R. Agent	46,900	293,320	33,680	46,140	27,275	65,510	174,617	20,920	17,229	38,680	21,357	55,700	841,328
F. R. notes issued to F.R. Bank	183,429	480,570	152,807	229,953	90,324	207,925	245,990	51,624	70,132	74,356	51,172	233,081	2,071,363
Collateral held as security for													
F.R. notes issued to F.R. Bank:													
Gold and gold certificates	35,300	171,698	-	8,780	28,805	14,238	-	7,945	13,212	-	14,156	10,000	304,134
Gold redemption fund	9,542	24,540	7,710	11,821	2,790	4,755	3,106	1,819	1,808	3,640	3,704	16,837	92,072
Gold fund - F. R. Board	74,000	156,000	90,097	160,000	12,000	106,000	175,644	9,300	37,000	47,860	3,000	162,140	1,033,041
Eligible paper	65,759	170,809	56,743	68,943	55,981	83,866	92,334	44,402	20,503	27,907	35,340	78,265	800,852
Total collateral	184,601	523,047	154,550	249,544	99,576	208,859	271,084	63,466	72,523	79,407	56,200	267,242	2,230,099

MATURITY DISTRIBUTION OF BILLS AND CERTIFICATES OF INDEBTEDNESS

	Within 15 days	16 to 30 days	31 to 60 days	61 to 90 days	91 days to 6 months	Over 6 months	Total
Bills discounted	409,370	50,160	62,940	35,802	7,134	129	565,535
Bills bought in open market	81,131	49,684	63,460	56,445	11,760	-	262,480
Certificates of indebtedness	192,000	-	-	-	34,463	65,030	291,493

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