

# Statement of Condition

## FEDERAL RESERVE BANK OF NEW YORK

[Circular No. 1081]  
[January 22, 1932]

### Seventeenth Annual Statement

To the Stockholders of the  
Federal Reserve Bank of New York:

We hand you herewith a condensed statement of the condition of this bank at the close of its fiscal year, December 31, 1931, and of the Profit and Loss account for that year.

For convenient comparison, the relative items for the previous year, 1930, are also shown.

There is also included a comparative statement showing the volume of the principal operations conducted by the bank.

We trust that you will find these various statements of interest.

GEORGE L. HARRISON,  
Governor.

# Statement of Condition

RESOURCES	Dec. 31, 1931	Dec. 31, 1930
<b>CASH RESERVES</b> held by this bank against its deposits and note circulation:		
<b>GOLD HELD BY THE FEDERAL RESERVE AGENT</b> as part of the collateral deposited by the bank when it obtains Federal Reserve notes. This gold is lodged partly in the vaults of the bank and partly with the Treasurer of the United States. ....	\$450,336,457.22	\$420,729,395.98
<b>GOLD REDEMPTION FUND</b> in the hands of the Treasurer of the United States to be used to redeem such Federal Reserve notes as are presented to the Treasury for redemption. ....	11,542,824.20	14,032,365.61
<b>GOLD IN THE GOLD SETTLEMENT FUND</b> lodged with the Treasurer of the United States for the purpose of settling current transactions between Federal Reserve districts. ....	81,379,878.67	135,357,795.77
<b>GOLD AND GOLD CERTIFICATES</b> in vault. ....	300,478,183.81	437,002,717.26
<b>LEGAL TENDER NOTES, SILVER, AND SILVER CERTIFICATES</b> in the vaults of the bank (available as reserve only against deposits). ....	37,739,315.00	39,878,345.00
<b>TOTAL CASH RESERVES</b> . ....	\$881,476,658.90	\$1,047,000,619.62
<b>NON-RESERVE CASH</b> consisting largely of National Bank Notes, and minor coin. ....	\$19,234,621.23	\$22,285,136.09
<b>LOANS AND INVESTMENTS</b>		
<b>LOANS TO MEMBER BANKS:</b>		
On the security of obligations of the United States. ....	\$112,476,320.00	\$24,441,400.00
On the security of, or by the discount of, commercial or agricultural paper or acceptances. ....	37,474,318.93	37,456,625.51
<b>ACCEPTANCES</b> bought in the open market. ....	163,392,844.14	158,273,425.84
<b>UNITED STATES GOVERNMENT</b> bonds, notes, bills, and certificates of indebtedness. ....	309,355,850.00	283,331,150.00
<b>OTHER SECURITIES</b> . ....	14,315,212.50	2,850,000.00
<b>TOTAL LOANS AND INVESTMENTS</b> . ....	\$637,014,545.57	\$506,352,601.35
<b>MISCELLANEOUS RESOURCES</b>		
<b>BANK PREMISES</b> . ....	\$14,816,793.01	\$15,240,285.33
<b>CHECKS AND OTHER ITEMS IN PROCESS OF COLLECTION</b> . . .	164,866,941.19	183,282,756.71
<b>ALL OTHER MISCELLANEOUS RESOURCES</b> . ....	20,499,027.40	16,019,358.85
<b>TOTAL MISCELLANEOUS RESOURCES</b> . ....	\$200,182,761.60	\$214,542,400.89
<b>TOTAL RESOURCES</b> . ....	\$1,737,908,587.30	\$1,790,180,757.95

# Federal Reserve Bank of New York

LIABILITIES	Dec. 31, 1931	Dec. 31, 1930
<b>CURRENCY IN CIRCULATION</b>		
FEDERAL RESERVE NOTES in actual circulation, payable on demand. These notes are secured in full by gold and discounted and purchased paper.....	\$574,185,857.40	\$384,976,316.50
<b>TOTAL CURRENCY IN CIRCULATION.....</b>	<b>\$574,185,857.40</b>	<b>\$384,976,316.50</b>
<b>DEPOSITS</b>		
RESERVE DEPOSITS maintained by member banks as legal reserves against the deposits of their customers.....	\$795,014,893.86	\$1,062,275,925.90
UNITED STATES GOVERNMENT DEPOSITS carried at the Reserve Bank for current requirements of the Treasury.....	25,740,077.78	4,113,369.64
OTHER DEPOSITS including foreign deposits, deposits of non-member banks, etc.....	41,313,401.35	11,457,835.85
<b>TOTAL DEPOSITS.....</b>	<b>\$862,068,372.99</b>	<b>\$1,077,847,131.39</b>
<b>MISCELLANEOUS LIABILITIES</b>		
DEFERRED ITEMS, composed mostly of uncollected checks on banks in all parts of the country. Such items are credited as deposits after the periods specified in this bank's time schedules, which periods range from 1 to 7 days after receipt by this bank and are based on the average time required for collection.....	\$158,125,864.59	\$178,876,833.55
ALL OTHER MISCELLANEOUS LIABILITIES.....	6,812,787.98	2,327,407.16
<b>TOTAL MISCELLANEOUS LIABILITIES.....</b>	<b>\$164,938,652.57</b>	<b>\$181,204,240.71</b>
<b>CAPITAL AND SURPLUS</b>		
CAPITAL PAID IN, equal to 3 per cent. of the capital and surplus of member banks.....	\$61,638,550.00	\$65,577,650.00
SURPLUS—That portion of accumulated net earnings which the bank is legally required to retain.....	75,077,154.34	80,575,419.35
<b>TOTAL CAPITAL AND SURPLUS.....</b>	<b>\$136,715,704.34</b>	<b>\$146,153,069.35</b>
<b>TOTAL LIABILITIES.....</b>	<b>\$1,737,908,587.30</b>	<b>\$1,790,180,757.95</b>



# Profit and Loss Account

For the calendar years 1931 and 1930

	1931	1930
<b>EARNINGS</b>		
FROM LOANS TO MEMBER BANKS and paper discounted for them.....	\$1,661,804.55	\$1,910,378.30
FROM BANKERS ACCEPTANCES.....	1,638,210.41	1,917,936.89
FROM UNITED STATES GOVERNMENT OBLIGATIONS.....	3,613,854.20	5,895,424.92
OTHER EARNINGS.....	641,344.16	669,448.33
<b>TOTAL EARNINGS.....</b>	<b>\$7,555,213.32</b>	<b>\$10,393,188.44</b>
<b>ADDITIONS TO EARNINGS</b>		
FOR SUNDRY ADDITIONS to earnings, including income from Annex Building.....	\$1,107,406.45	\$1,647,494.18
<b>DEDUCTIONS FROM EARNINGS</b>		
FOR CURRENT BANK OPERATION. (These figures include most of the expenses incurred as fiscal agent of the United States)	\$6,298,732.43	\$6,383,786.46
FOR FEDERAL RESERVE CURRENCY, mainly the cost of printing new notes to replace worn notes in circulation, and to maintain supplies unissued and on hand, and the cost of redemption.....	348,371.41	442,777.54
FOR DEPRECIATION, SELF-INSURANCE, OTHER RESERVES, LOSSES, ETC.....	483,435.21	625,734.79
<b>TOTAL DEDUCTIONS FROM EARNINGS.....</b>	<b>\$7,130,539.05</b>	<b>\$7,452,298.79</b>
<b>NET INCOME</b> available for dividends, additions to surplus, and franchise tax to the United States Government.....	<b>\$1,532,080.72</b>	<b>\$4,588,383.83</b>
DIVIDENDS paid to member banks, at the rate of 6 per cent per annum on paid-in capital.....	\$3,891,598.91	\$4,013,778.77
<b>EXCESS OF DIVIDENDS OVER NET INCOME.....</b>	<b>2,359,518.19</b>	
<b>ADDITIONS TO SURPLUS</b> —The bank is required by law to accumulate out of net earnings, after payment of dividends, a surplus amounting to 100 per cent. of the subscribed capital; and after such surplus has been accumulated to pay into surplus each year 10 per cent. of the net income remaining after paying dividends.		574,605.06
<b>FRANCHISE TAX</b> —Any balance of net income remaining after paying dividends and making additions to surplus (as above) is required to be paid to the United States Government as a franchise tax. No balance remained for such payments in 1931 or 1930.		
<b>CHARGES TO SURPLUS ACCOUNT</b>		
EXCESS OF DIVIDENDS OVER NET INCOME.....	\$2,359,518.19	
DEPRECIATION RESERVE ON UNITED STATES GOVERNMENT SECURITIES.....	3,138,746.82	
<b>TOTAL CHARGED TO SURPLUS ACCOUNT.....</b>	<b>\$5,498,265.01</b>	

# Comparative Statement Showing Volume of Operations

The following table presents in comparative form for the past three years the volume of the principal operations of the Federal Reserve Bank of New York, which are of such character that they can be expressed in quantitative terms. At the close of business December 31, 1931, the total personnel of the bank, including the Buffalo Branch, numbered 2,329.

	1931	1930	1929
<b>SUPPLYING CURRENCY AND COIN</b>			
CURRENCY PAID OUT, RECEIVED, OR REDEEMED			
Individual notes counted.....	674,810,000	730,751,000	709,940,000
Dollar amount paid and received.....	\$8,699,493,000	\$9,827,873,000	\$10,206,866,000
COIN PAID OUT OR RECEIVED			
Individual coins received.....	1,123,503,000	1,520,441,000	1,574,002,000
Tons of coin received during year.....	7,465	7,382	8,685
CURRENCY AND COIN SHIPMENTS, number of shipments to and from out-of-town banks during the year.....	286,259	299,795	320,578
<b>MAKING LOANS AND INVESTMENTS</b>			
BILLS DISCOUNTED FOR MEMBER BANKS, either discounted customers' paper or advances on notes of member banks secured by collateral in the form of Government securities or commercial or agricultural paper.			
Number of bills discounted.....	57,251	44,841	49,705
Dollar amount.....	\$4,200,712,000	\$5,713,832,000	\$23,602,022,000
ACCEPTANCES AND GOVERNMENT OBLIGATIONS purchased for the account of this bank and other Federal Reserve Banks.			
Dollar amount.....	\$6,216,927,000	\$6,859,571,000	\$5,353,414,000
<b>COLLECTING CHECKS, DRAFTS, NOTES, AND COUPONS</b>			
CASH ITEMS, mostly checks, handled for collection for banks in all parts of the country.			
Number of items.....	184,402,000	187,951,000	190,373,000
Dollar amount.....	\$101,014,303,000	\$142,165,873,000	\$156,641,846,000
NON-CASH ITEMS, handled for collection, including drafts, notes and coupons.			
Number of items.....	2,545,000	2,531,000	2,600,000
Dollar amount.....	\$2,759,966,000	\$2,862,311,000	\$2,690,034,000

# COMPARATIVE STATEMENT SHOWING VOLUME OF OPERATIONS—(Continued)

	1931	1930	1929
<b>SUPPLEMENTARY SERVICES</b>			
<b>SECURITIES HELD in safekeeping</b>			
Average dollar amount.....	\$789,768,000	\$790,263,000	\$804,299,000
<b>ACCEPTANCES AND OTHER SECURITIES BOUGHT OR SOLD for member banks, and foreign banks.</b>			
Dollar amount.....	\$1,711,088,000	\$2,384,528,000	\$2,247,257,000
<b>FUNDS TRANSFERRED BY TELEGRAPH to and from all parts of the country for the Treasury Department and member banks.</b>			
Number of transfers.....	375,000	412,000	445,000
Dollar amount.....	\$62,189,715,000	\$73,520,472,000	\$67,426,244,000
<b>SERVICES IN CONNECTION WITH GOVERNMENT LOANS</b>			
<b>UNITED STATES GOVERNMENT SECURITIES issued, redeemed, or exchanged, including Government bonds, Treasury notes and bills, and certificates of indebtedness.</b>			
Number of items.....	1,187,000	516,000	514,000
Dollar amount.....	\$11,434,584,000	\$4,165,601,000	\$3,155,408,000
<b>COUPONS PAID ON GOVERNMENT SECURITIES.</b>			
Number of coupons.....	4,488,000	5,310,000	5,567,188
Dollar amount.....	\$233,190,000	\$233,820,000	\$237,610,000

(In addition to these operations for the Treasury, the bank performed other work for the Government connected with the currency, the collection of checks, the custody, purchase and sale of securities, the transfer of funds, etc., which have been referred to under their respective headings.)



## DIRECTORS

J. HERBERT CASE, *Chairman*

SAMUEL W. REYBURN, New York City  
President, Associated Dry Goods Corporation of  
New York

THOMAS W. STEPHENS, Montclair, N. J.  
President, Bank of Montclair

DAVID C. WARNER, Endicott, N. Y.  
President, Endicott Trust Company,  
Endicott, N. Y.

THEODORE F. WHITMARSH, New York City  
Chairman, Francis H. Leggett & Company

ALBERT H. WIGGIN, New York City  
Chairman, Governing Board, The Chase  
National Bank of the City of New York

WILLIAM H. WOODIN, New York City  
President, American Car & Foundry  
Company

CLARENCE M. WOOLLEY, Greenwich, Conn.  
Chairman, American Radiator and Stand-  
ard Sanitary Corporation

OWEN D. YOUNG, New York City  
*Deputy Chairman*  
Chairman, General Electric Company

## MEMBER OF FEDERAL ADVISORY COUNCIL

ROBERT H. TREMAN

President, The Tompkins County National Bank, Ithaca, N. Y.

## OFFICERS

GEORGE L. HARRISON, *Governor*

W. RANDOLPH BURGESS, *Deputy Governor*

JAY E. CRANE, *Deputy Governor*

ARTHUR W. GILBERT, *Deputy Governor*

EDWIN R. KENZEL, *Deputy Governor*

WALTER S. LOGAN, *Deputy Governor and General Counsel*

LESLIE R. ROUNDS, *Deputy Governor*

LOUIS F. SAILER, *Deputy Governor*

CHARLES H. COE, *Assistant Deputy Governor*

RAY M. GIDNEY, *Assistant Deputy Governor*

J. WILSON JONES, *Assistant Deputy Governor*

L. WERNER KNOKE, *Assistant Deputy Governor*

WALTER B. MATTESON, *Assistant Deputy Governor*

JAMES M. RICE, *Assistant Deputy Governor*

ALLAN SPROUL, *Assistant Deputy Governor and Secretary*

DUDLEY H. BARROWS, *Manager, Administration Department*

WESLEY W. BURT, *Manager, Accounting Department*

THEODORE M. CRISP, *Assistant Counsel*

EDWARD O. DOUGLAS, *Manager, Foreign Department*

EDWIN C. FRENCH, *Manager, Cash Department*

HERBERT H. KIMBALL, *Assistant Counsel*

ROBERT F. McMURRAY, *Manager, Collection Department*

JACQUES A. MITCHELL, *Manager, Loan and Discount Department*

ROBERT M. MORGAN, *Manager, Bill Department*

WILLIAM A. SCOTT, *Manager, Government Bond and Safekeep-  
ing Department*

I. WARD WATERS, *Manager, Check Department*

## OFFICERS OF FEDERAL RESERVE AGENT'S FUNCTION

J. HERBERT CASE, *Federal Reserve Agent*

WILLIAM H. DILLISTIN, *Assistant Federal Reserve Agent*

HERBERT S. DOWNS, *Assistant Federal Reserve Agent*

*and Manager, Bank Relations Department*

HAROLD V. ROELSE, *Manager, Reports Department, and  
Assistant Secretary*

CARL SNYDER, *General Statistician*

EDWARD L. DODGE, *General Auditor*

GEORGE W. FERGUSON, *Assistant General Auditor*

## BUFFALO BRANCH

### DIRECTORS

RAYMOND N. BALL,  
President, Lincoln-Alliance Bank and Trust  
Company, Rochester, N. Y.

FREDERICK B. COOLEY,  
President, New York Car Wheel Co., Buffalo

LEWIS G. HARRIMAN,  
President, M & T Trust Company, Buffalo

GEORGE G. KLEINDINST,  
President, Liberty Bank of Buffalo

EDWARD G. MINER,  
President, Pfaunder Company, Rochester, N. Y.

GEORGE F. RAND,  
President, Marine Trust Company, Buffalo

ROBERT M. O'HARA, *Managing Director*

### OFFICERS

ROBERT M. O'HARA, *Managing Director*

R. B. WILTSE, *Assistant Manager*

HALSEY W. SNOW, JR., *Cashier*

CLIFFORD L. BLAKESLEE, *Assistant Cashier*