

FEDERAL RESERVE BANK
OF NEW YORK

[Circular No. 1153]
[January 12, 1933.]

Eighteenth 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 the year 1932, and of the profit and loss account for that year.

For convenient comparison, the corresponding statements for the previous year, 1931, are also shown.

GEORGE L. HARRISON,
Governor.

Statement of Condition

R E S O U R C E S	Dec. 31, 1932	Dec. 31, 1931
CASH RESERVES held by this bank against its deposits and note circulation:		
GOLD HELD BY THE FEDERAL RESERVE AGENT 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.	\$616,630,213.92	\$450,336,457.22
GOLD REDEMPTION FUND 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.	6,155,156.59	11,542,824.20
GOLD IN THE GOLD SETTLEMENT FUND lodged with the Treasurer of the United States for the purpose of settling current transactions between Federal Reserve districts.	103,792,488.24	81,379,878.67
GOLD AND GOLD CERTIFICATES in vault.	289,509,470.99	300,478,183.81
LEGAL TENDER NOTES, SILVER, AND SILVER CERTIFICATES in the vaults of the bank (available as reserve only against deposits).	52,385,395.00	37,739,315.00
TOTAL CASH RESERVES.	\$1,068,472,724.74	\$881,476,658.90
NON-RESERVE CASH consisting largely of National Bank Notes, and minor coin.	\$21,158,222.18	\$19,234,621.23
LOANS AND INVESTMENTS		
LOANS TO MEMBER BANKS:		
On the security of obligations of the United States.	\$25,332,250.00	\$112,203,754.31
On the security of, or by the discount of, commercial or agricultural paper or acceptances.	24,973,979.93	37,474,318.93
On the security of other collateral under Section 10(b) of the Federal Reserve Act, as amended.	2,829,347.12	
OTHER LOANS.	465,930.62	272,565.69
BILLS bought in the open market.	9,780,168.81	163,392,844.14
UNITED STATES GOVERNMENT bonds, notes, bills, and certificates of indebtedness.	733,353,950.00	309,355,850.00
OTHER SECURITIES.	2,906,775.49	14,315,212.50
TOTAL LOANS AND INVESTMENTS.	\$799,642,401.97	\$637,014,545.57
MISCELLANEOUS RESOURCES		
GOLD HELD ABROAD.	\$72,637,893.28	
CHECKS AND OTHER ITEMS IN PROCESS OF COLLECTION. ...	118,169,814.77	\$164,866,941.19
BANK PREMISES.	14,393,300.69	14,816,793.01
ALL OTHER MISCELLANEOUS RESOURCES.	25,545,469.28	20,499,027.40
TOTAL MISCELLANEOUS RESOURCES.	\$230,746,478.02	\$200,182,761.60
TOTAL RESOURCES.	\$2,120,019,826.91	\$1,737,908,587.30

Federal Reserve Bank of New York

LIABILITIES	Dec. 31, 1932	Dec. 31, 1931
CURRENCY IN CIRCULATION		
FEDERAL RESERVE NOTES in actual circulation, payable on demand. As required by law, these notes are secured by gold; or notes, drafts, bills of exchange or acceptances; or obligations of the United States.....	\$587,565,860.90	\$574,185,857.40
TOTAL CURRENCY IN CIRCULATION.....	\$587,565,860.90	\$574,185,857.40
DEPOSITS		
RESERVE DEPOSITS maintained by member banks as legal reserves against the deposits of their customers.....	\$1,256,950,857.76	\$795,014,893.86
UNITED STATES GOVERNMENT DEPOSITS carried at the Reserve Bank for current requirements of the Treasury.....	1,950,307.04	25,740,077.78
OTHER DEPOSITS including deposits of foreign correspondents, non-member banks, etc.....	12,965,444.15	41,313,401.35
TOTAL DEPOSITS.....	\$1,271,866,608.95	\$862,068,372.99
MISCELLANEOUS LIABILITIES		
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.....	\$114,499,314.57	\$158,125,864.59
ALL OTHER MISCELLANEOUS LIABILITIES.....	2,410,521.19	6,812,787.98
TOTAL MISCELLANEOUS LIABILITIES.....	\$116,909,835.76	\$164,938,652.57
CAPITAL AND SURPLUS		
CAPITAL PAID IN, equal to 3 per cent. of the capital and surplus of member banks.....	\$58,619,100.00	\$61,638,550.00
SURPLUS—That portion of accumulated net earnings which the bank is legally required to retain.....	85,058,421.30	75,077,154.34
TOTAL CAPITAL AND SURPLUS.....	\$143,677,521.30	\$136,715,704.34
TOTAL LIABILITIES.....	\$2,120,019,826.91	\$1,737,908,587.30

Profit and Loss Account

For the calendar years 1932 and 1931

	1932	1931
EARNINGS		
FROM LOANS.....	\$3,276,594.84	\$1,661,804.55
FROM BILLS BOUGHT IN THE OPEN MARKET.....	932,504.88	1,638,210.41
FROM UNITED STATES GOVERNMENT OBLIGATIONS.....	11,157,506.72	3,613,854.20
OTHER EARNINGS.....	582,336.21	641,344.16
TOTAL EARNINGS.....	\$15,948,942.65	\$7,555,213.32
ADDITIONS TO EARNINGS		
FOR SUNDRY ADDITIONS to earnings, including income from Annex Building.....	\$1,362,375.51	\$1,107,406.45
DEDUCTIONS FROM EARNINGS		
FOR CURRENT BANK OPERATION. (These figures include most of the expenses incurred as fiscal agent of the United States)	\$6,190,061.12	\$6,298,732.43
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.....	186,667.16	348,371.41
FOR DEPRECIATION, SELF-INSURANCE, OTHER RESERVES, LOSSES, ETC.....	530,039.45	483,435.21
TOTAL DEDUCTIONS FROM EARNINGS.....	\$6,906,767.73	\$7,130,539.05
NET INCOME available for dividends, additions to surplus, and franchise tax to the United States Government.....	\$10,404,550.43	\$1,532,080.72
DIVIDENDS paid to member banks, at the rate of 6 per cent per annum on paid-in capital.....	\$3,562,030.29	\$3,891,598.91
EXCESS OF DIVIDENDS OVER NET INCOME.....		2,359,518.19
ADDITIONS TO SURPLUS—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.	6,842,520.14	
FRANCHISE TAX—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 1932 or 1931.		
ADDITIONS TO SURPLUS ACCOUNT		
NET EARNINGS.....	6,842,520.14	
RESTORATION OF DEPRECIATION RESERVE ON UNITED STATES GOVERNMENT SECURITIES.....	3,138,746.82	
TOTAL ADDITIONS TO SURPLUS ACCOUNT.....	\$9,981,266.96	
CHARGES TO SURPLUS ACCOUNT		
EXCESS OF DIVIDENDS OVER NET INCOME.....		\$2,359,518.19
DEPRECIATION RESERVE ON UNITED STATES GOVERNMENT SECURITIES.....		3,138,746.82
TOTAL CHARGES TO SURPLUS ACCOUNT.....		\$5,498,265.01

Federal Reserve Bank of New York

DIRECTORS

J. HERBERT CASE, New York City
Chairman

EDWARD K. MILLS, Morristown, N. J.
President, Morristown Trust Company

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

WALTER C. TEAGLE, New York City
President, Standard Oil Company (New Jersey)

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

ALBERT H. WIGGIN, New York City
Director, 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 Standard
Sanitary Corporation

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

OFFICERS

GEORGE L. HARRISON, *Governor*

W. RANDOLPH BURGESS, *Deputy Governor*

JAY E. CRANE, *Deputy Governor*

ARTHUR W. GILBERT, *Deputy Governor*

LOUIS F. SAILER, *Deputy Governor*

EDWIN R. KENZEL, *Deputy Governor*

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

LESLIE R. ROUNDS, *Deputy Governor*

CHARLES H. COE, *Assistant Deputy Governor*

RAY M. GIDNEY, *Assistant Deputy Governor*

J. WILSON JONES, *Assistant Deputy Governor*

ALLAN SPROUL, *Assistant Deputy Governor and Secretary*

L. WERNER KNOKE, *Assistant Deputy Governor*

WALTER B. MATTESON, *Assistant Deputy Governor*

JAMES M. RICE, *Assistant Deputy Governor*

DUDLEY H. BARROWS, *Manager, Administration Department*

WESLEY W. BURT, *Manager, Accounting Department*

DONALD J. CAMERON, *Manager, Foreign Department*

EDWARD O. DOUGLAS, *Manager, Collection Department*

EDWIN C. FRENCH, *Manager, Cash Department*

HERBERT H. KIMBALL, *Assistant Counsel*

I. WARD WATERS, *Manager, Check Department*

ROBERT F. McMURRAY, *Manager, Government Bond and
Safekeeping Department*

JACQUES A. MITCHELL, *Manager, Credit Department*

ROBERT M. MORGAN, *Manager, Bill Department*

ARTHUR PHELAN, *Manager, Discount Department*

WILLIAM A. SCOTT, *Manager, Government Bond and
Safekeeping Department*

MEMBER OF FEDERAL ADVISORY COUNCIL

GEORGE W. DAVISON

President, Central Hanover Bank and Trust Company
New York, N. Y.

Federal Reserve Bank of New York

OFFICERS OF FEDERAL RESERVE AGENT'S FUNCTION

J. HERBERT CASE, *Federal Reserve Agent*

WILLIAM H. DILLISTIN, *Assistant Federal Reserve Agent*

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

HERBERT S. DOWNS, *Assistant Federal Reserve Agent and Manager, Bank Relations Department*

CARL SNYDER, *General Statistician*

EDWARD L. DODGE, *General Auditor*

GEORGE W. FERGUSON, *Assistant General Auditor*

Buffalo Branch of Federal Reserve Bank of New York

DIRECTORS

RAYMOND N. BALL,

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

GEORGE G. KLEINDINST,

President, Liberty Bank of Buffalo

FREDERICK B. COOLEY,

President, New York Car Wheel Co., Buffalo

EDWARD G. MINER,

Chairman,
President, Pfaudler Company, Rochester, N. Y.

LEWIS G. HARRIMAN,

President, M & T Trust Company, Buffalo

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*

MEMBER OF FEDERAL RESERVE SYSTEM