

FEDERAL RESERVE BANK  
OF NEW YORK

[ Circular No. 2163 ]  
January 6, 1941

Twenty-Sixth Annual Statement

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

We hand you herewith a statement of the condition of this bank at the close of the year 1940, and of the profit and loss account for that year.

For convenient comparison, the corresponding statements for the previous year, 1939, are also shown.

The regular annual report of the Federal Reserve Bank of New York, containing an account of the operations of the bank for the year ended December 31, 1940, is in course of preparation and when issued copies thereof will be sent to member banks.

ALLAN SPROUL,  
*President.*

# Statement of Condition

(In thousands of dollars)

ASSETS	Dec. 31, 1940	Dec. 31, 1939
GOLD CERTIFICATES on hand and due from U. S. Treasury . . .	\$ 9,757,527	\$ 7,225,434
REDEMPTION FUND—Federal Reserve Notes . . . . .	972	1,619
OTHER CASH . . . . .	51,324	71,716
<b>TOTAL RESERVES . . . . .</b>	<b>\$ 9,809,823</b>	<b>\$ 7,298,769</b>
<b>BILLS DISCOUNTED:</b>		
SECURED BY U. S. GOVERNMENT OBLIGATIONS, direct and guaranteed . . . . .	\$ 245	\$ 90
OTHER BILLS DISCOUNTED . . . . .	491	2,258
<b>TOTAL BILLS DISCOUNTED . . . . .</b>	<b>\$ 736</b>	<b>\$ 2,348</b>
<b>INDUSTRIAL ADVANCES . . . . .</b>	<b>\$ 1,756</b>	<b>\$ 2,035</b>
<b>U. S. GOVERNMENT SECURITIES, direct and guaranteed :</b>		
BONDS . . . . .	\$ 379,573	\$ 419,593
NOTES . . . . .	265,782	351,944
<b>TOTAL U. S. GOVERNMENT SECURITIES, direct and guaranteed . . . . .</b>	<b>\$ 645,355</b>	<b>\$ 771,537</b>
<b>TOTAL BILLS AND SECURITIES . . . . .</b>	<b>\$ 647,847</b>	<b>\$ 775,920</b>
<b>DUE FROM FOREIGN BANKS . . . . .</b>	<b>\$ 17</b>	<b>\$ 18</b>
<b>FEDERAL RESERVE NOTES OF OTHER BANKS . . . . .</b>	<b>4,773</b>	<b>4,336</b>
<b>UNCOLLECTED ITEMS . . . . .</b>	<b>234,525</b>	<b>245,508</b>
<b>BANK PREMISES . . . . .</b>	<b>9,701</b>	<b>9,895</b>
<b>OTHER ASSETS . . . . .</b>	<b>13,229</b>	<b>17,226</b>
<b>TOTAL ASSETS . . . . .</b>	<b>\$10,719,915</b>	<b>\$ 8,351,672</b>

# Federal Reserve Bank of New York

(In thousands of dollars)

LIABILITIES	Dec. 31, 1940	Dec. 31, 1939
FEDERAL RESERVE NOTES in actual circulation.....	\$ 1,576,404	\$ 1,269,922
DEPOSITS:		
MEMBER BANK—reserve account.....	\$ 7,556,979	\$ 6,319,837
U. S. TREASURER—General Account.....	131,605	139,593
FOREIGN BANK.....	633,979	136,108
OTHER DEPOSITS.....	492,197	165,323
TOTAL DEPOSITS.....	\$ 8,814,760	\$ 6,760,861
DEFERRED AVAILABILITY ITEMS.....	\$ 201,083	\$ 199,137
OTHER LIABILITIES.....	175	873
TOTAL LIABILITIES.....	\$10,592,422	\$ 8,230,793
CAPITAL ACCOUNTS:		
CAPITAL PAID IN.....	\$ 51,096	\$ 50,972
SURPLUS (Section 7).....	56,447	53,326
SURPLUS (Section 13b).....	7,070	7,109
OTHER CAPITAL ACCOUNTS.....	12,880	9,472
TOTAL CAPITAL ACCOUNTS.....	\$ 127,493	\$ 120,879
TOTAL LIABILITIES AND CAPITAL ACCOUNTS.....	\$10,719,915	\$ 8,351,672
RATIO OF TOTAL RESERVES to deposit and Federal Reserve note liabilities combined.....	94.4%	90.9%
COMMITMENTS to make industrial advances.....	\$ 700	\$ 1,803

# Profit and Loss Account

For the calendar years 1940 and 1939

(In thousands of dollars)

	1940	1939
EARNINGS.....	\$ 12,985	\$ 11,211
NET EXPENSES.....	7,341	7,312
CURRENT NET EARNINGS.....	\$ 5,644	\$ 3,899
ADDITIONS TO CURRENT NET EARNINGS:		
PROFITS ON SALES OF U. S. GOVERNMENT SECURITIES....	\$ 3,408	\$ 1,262
ALL OTHER.....	638	94
TOTAL ADDITIONS.....	\$ 4,046	\$ 1,356
DEDUCTIONS FROM CURRENT NET EARNINGS:		
LOSSES AND RESERVES FOR LOSSES ON INDUSTRIAL ADVANCES.....	\$ 103	\$ 405
ALL OTHER.....	32	19
TOTAL DEDUCTIONS.....	\$ 135	\$ 424
NET EARNINGS.....	\$ 9,555	\$ 4,831
DIVIDENDS PAID.....	\$ 3,065	\$ 3,055
TRANSFERRED TO SURPLUS (Section 7).....	6,529	2,125
TRANSFERRED FROM SURPLUS (Section 13b).....	—39	—349
SURPLUS (Section 7) BEGINNING OF YEAR.....	\$ 53,326	\$ 52,463
ADDITION AS ABOVE.....	6,529	2,125
TRANSFERRED TO OTHER CAPITAL ACCOUNTS.....	\$ 59,855	\$ 54,588
	3,408	1,262
SURPLUS (Section 7) END OF YEAR.....	\$ 56,447	\$ 53,326

# Federal Reserve Bank of New York

## DIRECTORS

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*Deputy Chairman*

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Camden, N. Y.

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New York, N. Y.

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President, J. P. Stevens & Co., Inc.,  
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Chairman, Board of Directors,  
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New York, N. Y.

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President, The National Bank and  
Trust Company of Norwich,  
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## OFFICERS

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ROBERT H. BROME, *Assistant Counsel*

WESLEY W. BURT, *Manager, Government Bond Department*

DONALD J. CAMERON, *Manager, Foreign Department*

FELIX T. DAVIS, *Manager, Check Department*

NORMAN P. DAVIS, *Manager, Foreign Property Control  
Department, and Manager, Security Loans Department*

EDWARD O. DOUGLAS, *Manager, Personnel Department*

EDWIN C. FRENCH, *Manager, Collection Department*

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WILLIAM F. TREIBER, *Assistant Counsel, and Assistant  
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RUFUS J. TRIMBLE, *Assistant Counsel*

CHARLES N. VAN HOUTEN, *Manager, Security Custody  
Department*

JOHN H. WURTS, *Assistant Counsel*

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WILLIAM H. DILLISTIN, *General Auditor*

HAROLD A. BILBY, *Assistant General Auditor*

# Federal Reserve Bank of New York

## MEMBER OF FEDERAL ADVISORY COUNCIL

GEORGE L. HARRISON

President and Chief Executive Officer, New York Life Insurance Company,  
New York, N. Y.

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Bridgeport, Conn.

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Chairman, Life Savers, Inc.,  
Port Chester, N. Y.

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President, A. G. Nelson Paper Company, Inc.,  
New York, N. Y.

FRANCIS B. REYNOLDS,  
President, The Columbia Mills, Inc.,  
New York, N. Y.

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## Buffalo Branch of Federal Reserve Bank of New York

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Rochester, N. Y.

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President, Spencer Kellogg and Sons, Inc.,  
Buffalo, N. Y.

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Treasurer, Eastman Kodak Company,  
Rochester, N. Y.

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Genesee Farm Supply Company,  
Batavia, N. Y.

FRANK F. HENRY,  
Director, General Mills, Inc.,  
Buffalo, N. Y.

GEORGE F. RAND,  
President, The Marine Trust Company of Buffalo,  
Buffalo, N. Y.

ROBERT M. O'HARA, *Managing Director*

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### OFFICERS

ROBERT M. O'HARA, *Managing Director*

REGINALD B. WILTSE, *Assistant Manager*

HALSEY W. SNOW, *Cashier*