

**FEDERAL RESERVE BANK
OF NEW YORK**

[Circular No. 3410]
January 10, 1949]

Thirty-fourth Annual Statement

*To all Member Banks in the
Second Federal Reserve District:*

Herewith is a statement of condition of the Federal Reserve Bank of New York at the close of the year 1948, and of the profit and loss account for that year. For convenient comparison, the corresponding figures for the previous year, 1947, are also shown.

The regular annual report of the bank, containing an account of its operations for the year ended December 31, 1948, is in course of preparation. When it is issued a copy will be sent to each member bank in the District.

ALLAN SPROUL,
President.

Statement of Condition

(In thousands of dollars)

ASSETS	Dec. 31, 1948	Dec. 31, 1947
GOLD CERTIFICATES	\$ 7,390,440	\$ 6,259,354
REDEMPTION FUND for Federal Reserve notes.....	55,182	120,919
TOTAL GOLD CERTIFICATE RESERVES.....	\$ 7,445,622	\$ 6,380,273
OTHER CASH	\$ 42,544	\$ 39,413
DISCOUNTS AND ADVANCES.....	\$ 78,700	\$ 41,860
U. S. GOVERNMENT SECURITIES:		
BILLS	\$ 1,317,805	\$ 3,270,067
CERTIFICATES	1,457,291	1,482,995
NOTES	189,560	322,183
BONDS	2,632,140	622,496
TOTAL U. S. GOVERNMENT SECURITIES.....	\$ 5,596,796	\$ 5,697,741
TOTAL LOANS AND SECURITIES.....	\$ 5,675,496	\$ 5,739,601
DUE FROM FOREIGN BANKS.....	\$ 16*	\$ 30*
FEDERAL RESERVE NOTES OF OTHER BANKS.....	20,331	17,676
UNCOLLECTED ITEMS	507,096	670,430
BANK PREMISES	8,022	8,239
OTHER ASSETS	35,252	25,057
TOTAL ASSETS	\$13,734,379	\$12,880,719

* After deducting participation of other Federal Reserve Banks amounting to

\$33

\$65

Federal Reserve Bank of New York

(In thousands of dollars)

LIABILITIES	Dec. 31, 1948	Dec. 31, 1947
FEDERAL RESERVE NOTES.....	\$ 5,582,297	\$ 5,765,916
DEPOSITS:		
MEMBER BANK—reserve account.....	\$ 6,701,274	\$ 5,573,276
U. S. TREASURER—general account.....	184,745	229,639
FOREIGN	209,368*	168,000*
OTHER	430,977	472,411
TOTAL DEPOSITS	\$ 7,526,364	\$ 6,443,326
DEFERRED AVAILABILITY ITEMS.....	\$ 390,868	\$ 449,937
OTHER LIABILITIES	2,670	4,109
TOTAL LIABILITIES	\$13,502,199	\$12,663,288
CAPITAL ACCOUNTS		
CAPITAL PAID IN.....	\$ 69,333	\$ 68,888
SURPLUS (Section 7).....	143,019	138,596
SURPLUS (Section 13b).....	7,319	7,319
OTHER CAPITAL ACCOUNTS.....	12,509	2,628
TOTAL CAPITAL ACCOUNTS.....	\$ 232,180	\$ 217,431
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	\$13,734,379	\$12,880,719
CONTINGENT LIABILITY on bills purchased for foreign correspondents	\$ 1,065†	\$ 787†
RATIO OF GOLD CERTIFICATE RESERVES to deposit and Federal Reserve note liabilities combined.....	56.8%	52.3%
* After deducting participation of other Federal Reserve Banks amounting to	\$432,276	\$223,720
† After deducting participation of other Federal Reserve Banks amounting to	2,264	1,673

Profit and Loss Account

For the calendar years 1948 and 1947

(In thousands of dollars)

	1948	1947
EARNINGS	\$ 73,223	\$ 38,907
NET EXPENSES	16,467	15,014
CURRENT NET EARNINGS.....	\$ 56,756	\$ 23,893
ADDITIONS TO CURRENT NET EARNINGS:		
PROFIT ON U. S. GOVERNMENT SECURITIES SOLD (net)	\$ 1,502	\$ 637
ALL OTHER	4	98
TOTAL ADDITIONS	\$ 1,506	\$ 735
DEDUCTIONS FROM CURRENT NET EARNINGS:		
RESERVES FOR CONTINGENCIES, ETC.....	\$ 9,884	\$ 64
ALL OTHER	4	6
TOTAL DEDUCTIONS	\$ 9,888	\$ 70
NET EARNINGS	\$ 48,374	\$ 24,558
PAID UNITED STATES TREASURY (Section 13b).....	\$ —	\$ 25
DIVIDENDS PAID	4,142	4,053
PAID UNITED STATES TREASURY (Interest on Federal Reserve notes)	39,809	18,368
TRANSFERRED TO SURPLUS (Section 13b).....	—	65
TRANSFERRED TO SURPLUS (Section 7).....	4,423	2,047
SURPLUS (Section 7) BEGINNING OF YEAR.....	\$138,596	\$136,549
ADDITION AS ABOVE.....	4,423	2,047
SURPLUS (Section 7) END OF YEAR.....	\$143,019	\$138,596

Federal Reserve Bank of New York

DIRECTORS

ROBERT T. STEVENS,
Chairman of the Board, J. P. Stevens & Co., Inc.,
New York, N. Y.
Chairman

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Dean, New York State College of Agriculture, Cornell University, Ithaca, N. Y.
Deputy Chairman

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Chairman of the Board, Air Reduction Company,
Incorporated,
New York, N. Y.

WINTHROP W. ALDRICH,
Chairman of the Board,
The Chase National Bank of the City of New York,
New York, N. Y.

LEWIS H. BROWN,
Chairman of the Board,
Johns-Manville Corporation,
New York, N. Y.

ROBERT D. CALKINS,
Director and Vice President,
General Education Board,
New York, N. Y.

JAY E. CRANE,
Director,
Standard Oil Company (New Jersey),
New York, N. Y.

ROGER B. PRESCOTT,
President, The Keeseville National Bank,
Keeseville, N. Y.

FREDERIC E. WORDEN,
Chairman of the Board, and President,
The National Bank of Auburn,
Auburn, N. Y.

OFFICERS

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WALTER S. LOGAN, *Vice President and General Counsel*

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ROBERT G. ROUSE, *Vice President*
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NORMAN P. DAVIS, *Assistant Vice President*
SILAS A. MILLER, *Assistant Vice President*

HORACE L. SANFORD, *Assistant Vice President*
WILLIAM F. SHEEHAN, *Chief Examiner*
OTTO W. TENEYCK, *Assistant Vice President*
WILLIAM F. TREIBER, *Assistant Vice President, and Secretary*
JOHN H. WURTS, *Assistant Vice President*

WILLIAM F. ABRAHAM, *Manager, Security Custody Department*
CURTIS R. BOWMAN, *Manager, Government Bond Department, and Manager, R.F.C. Custody Department*
HARRY M. BOYD, *Manager, Safekeeping Department*
ROBERT H. BROME, *Assistant Counsel*
WESLEY W. BURT, *Manager, Savings Bond Department*
JAMES J. CARROLL, *Manager, Planning Department*
JOHN J. CLARKE, *Assistant Counsel, and Assistant Secretary*
HOWARD D. CROSSE, *Manager, Bank Relations Department*
PAUL R. FITCHEN, *Manager, Cash Custody Department*
WILLIAM A. HEINL, *Manager, Personnel Department*
PETER P. LANG, *Manager, Foreign Department*

SPENCER S. MARSH, Jr., *Manager, Securities Department*
MICHAEL J. McLAUGHLIN, *Manager, Government Check Department*
O. ERNEST MOORE, *Manager, Research Department*
FRANKLIN E. PETERSON, *Manager, Collection Department*
WALTER H. ROZELL, Jr., *Manager, Foreign Department*
RALPH W. SCHEFFER, *Manager, Check Department*
CHARLES N. VAN HOUTEN, *Manager, Cash Department*
WALTER C. WARNER, *Acting Manager, Credit Department, and Acting Manager, Discount Department*
ROY E. WENDELL, *Manager, Check Department*
HAROLD M. WESSEL, *Manager, Accounting Department*

WILLIAM H. DILLISTIN, *General Auditor*
MARCUS A. HARRIS, *Assistant General Auditor*

Federal Reserve Bank of New York

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Chairman of the Executive Committee, The National City Bank of New York,
New York, N. Y.

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President, Concrete Steel Company,
New York, N. Y.

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

EDWARD J. NOBLE,
Chairman of the Board,
American Broadcasting Company, Inc.,
New York, N. Y.

Buffalo Branch of Federal Reserve Bank of New York

DIRECTORS

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President, Hewitt-Robins, Incorporated,
Buffalo, N. Y.

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President, The Cuba National Bank,
Cuba, N. Y.

GEORGE G. KLEINDINST,
President, Liberty Bank of Buffalo,
Buffalo, N. Y.

RAYMOND F. LEINEN,
Executive Vice President,
Lincoln Rochester Trust Company,
Rochester, N. Y.

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President, Bank of Jamestown,
Jamestown, N. Y.

LEWIS B. SWIFT,
President, Taylor Instrument Companies,
Rochester, N. Y.

CARL G. WOOSTER,
Farmer,
Union Hill, N. Y.

OFFICERS

INSLEY B. SMITH, *General Manager*

HALSEY W. SNOW, *Cashier*

GEORGE J. DOLL, *Assistant Cashier*
M. MONROE MYERS, *Assistant Cashier*

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**FEDERAL RESERVE BANK
OF NEW YORK**

NEW YORK 45, N.Y.

January 12, 1949.

To Member Banks and Nonmember Clearing Banks
in the Second Federal Reserve District:

We have received from the Federal Reserve Bank of Minneapolis advice to the effect that, as a result of severe storms and heavy snows, cash letters forwarded by that Bank since December 31, 1948, to banks in the Ninth Federal Reserve District have not, in many instances, been received by the drawee banks, the situation being particularly acute in South Dakota. As a result, cash letters addressed to banks located in the affected area are subject to undetermined delay at present.

We will continue to give credit in accordance with our time schedules for cash items payable in the affected area, but advice of non-payment and return of unpaid items may be delayed. We, of course, reserve the right to charge back any unpaid item at any time.

ALLAN SPROUL,
President.