

# FEDERAL RESERVE BANK OF NEW YORK

[ Circular No. 5757  
January 7, 1966 ]

## FIFTY-FIRST ANNUAL STATEMENT

*To the Member Banks  
of 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 1965, and of earnings and expenses for that year. For convenient comparison, the corresponding figures for 1964 are also shown.

The regular annual report of the Bank, containing a review of economic and financial developments and of Bank operations in 1965, is now being prepared. When it is issued, a copy will be sent to each member bank in the District.

ALFRED HAYES,  
*President.*



# Statement of Condition

ASSETS	Dec. 31, 1965	Dec. 31, 1964
Gold certificate account .....	\$ 2,478,306,003	\$ 3,072,781,082
Redemption fund for Federal Reserve notes ..	409,153,362	355,065,777
Federal Reserve notes of other Banks .....	151,311,043	183,440,863
Other cash .....	16,506,739	32,083,000
Total cash .....	<u>\$ 3,055,277,147</u>	<u>\$ 3,643,370,722</u>
Discounts and advances .....	\$ 30,627,000	\$ 40,980,000
Acceptances:		
Bought outright .....	74,508,530	58,928,736
Held under repurchase agreement .....	111,925,404	34,839,463
U. S. Government securities:		
Bought outright .....	9,744,231,000	8,748,237,000
Held under repurchase agreement .....	289,900,000	537,500,000
Total loans and securities .....	<u>\$10,251,191,934</u>	<u>\$ 9,420,485,199</u>
Other assets:		
Cash items in process of collection .....	\$ 1,676,821,174	\$ 1,833,246,273
Bank premises .....	8,667,499	7,803,426
All other* .....	276,389,717	139,526,063
Total other assets .....	<u>\$ 1,961,878,390</u>	<u>\$ 1,980,575,762</u>
TOTAL ASSETS .....	<u><u>\$15,268,347,471</u></u>	<u><u>\$15,044,431,683</u></u>

\* Includes assets denominated in foreign currencies.



# Statement of Condition (Continued)

LIABILITIES	Dec. 31, 1965	Dec. 31, 1964
Federal Reserve notes .....	\$ 8,600,326,266	\$ 8,253,862,367
Deposits:		
Member bank reserve accounts .....	\$ 4,803,963,029	\$ 4,829,799,258
U. S. Treasurer—general account .....	159,647,023	152,504,789
Foreign* .....	39,580,566	67,430,400
Other .....	184,729,032	180,823,679
Total deposits .....	\$ 5,187,919,650	\$ 5,230,558,126
Other liabilities:		
Deferred availability cash items .....	\$ 1,141,912,157	\$ 1,113,473,165
All other .....	49,262,598	172,110,325
Total other liabilities .....	\$ 1,191,174,755	\$ 1,285,583,490
TOTAL LIABILITIES .....	\$14,979,420,671	\$14,770,003,983
CAPITAL ACCOUNTS		
Capital paid in .....	\$ 144,463,400	\$ 137,213,850
Surplus .....	144,463,400	137,213,850
TOTAL CAPITAL ACCOUNTS .....	\$ 288,926,800	\$ 274,427,700
TOTAL LIABILITIES AND CAPITAL ACCOUNTS .....	\$15,268,347,471	\$15,044,431,683
* After deducting participations of other Federal Reserve Banks amounting to .....	\$110,700,000	\$161,480,000
Contingent liability on acceptances purchased for foreign correspondents (after deducting participations of other Federal Reserve Banks amounting to \$105,976,800 on December 31, 1965 and \$90,135,200 on December 31, 1964) .....	\$37,546,440	\$32,311,370
Ratio of gold certificate reserves to Federal Reserve note liability .....	33.6%	41.5%



## Statement of Earnings and Expenses

	1965	1964
Total current earnings .....	\$391,855,804	\$ 335,357,068
Net expenses .....	41,716,234	40,955,624
Current net earnings .....	<u>\$350,139,570</u>	<u>\$ 294,401,444</u>
Additions to current net earnings:		
Profit on sales of U. S. Government securities (net) .....	\$ 0	\$ 150,704
All other .....	263,835	76,053
Total additions .....	<u>\$ 263,835</u>	<u>\$ 226,757</u>
Deductions from current net earnings:		
Loss on sales of U. S. Government securities (net) .....	\$ 1,917	\$ 0
All other .....	3,696	6,308
Total deductions .....	<u>\$ 5,613</u>	<u>\$ 6,308</u>
Net additions .....	<u>\$ 258,222</u>	<u>\$ 220,449</u>
Net earnings available for distribution .....	<u>\$350,397,792</u>	<u>\$ 294,621,893</u>
Dividends paid .....	\$ 8,500,590	\$ 8,137,655
Payments to U. S. Treasury (interest on Federal Reserve notes) .....	\$334,647,652	\$ 412,485,188
Transferred to surplus .....	\$ 7,249,550	\$ —126,000,950

## SURPLUS ACCOUNT

Surplus—beginning of year .....	\$137,213,850	\$ 263,214,800
Transferred from net earnings for year .....	7,249,550	0
	<u>\$144,463,400</u>	<u>\$ 263,214,800</u>
Payments to U. S. Treasury (interest on Federal Reserve notes) .....	0	126,000,950
Surplus—end of year .....	<u>\$144,463,400</u>	<u>\$ 137,213,850</u>



# Federal Reserve Bank of New York

## DIRECTORS

EVERETT N. CASE (C-1966\*),  
President, Alfred P. Sloan Foundation,  
New York, N. Y.  
*Chairman, and Federal Reserve Agent*

KENNETH H. HANNAN (C-1968),  
Executive Vice President, Union Carbide Corporation,  
New York, N. Y.  
*Deputy Chairman*

ROBERT G. COWAN (A-1968),  
Chairman of the Board,  
National Newark & Essex Bank,  
Newark, N. J.  
(Elected by Group 2 banks)

ROBERT H. FEARON (A-1966),  
President, The Oneida Valley National Bank of Oneida,  
Oneida, N. Y.  
(Elected by Group 3 banks)

JAMES M. HESTER (C-1967),  
President, New York University,  
New York, N. Y.

MILTON C. MUMFORD (B-1968),  
Chairman, Lever Brothers Company,  
New York, N. Y.  
(Elected by Group 2 banks)

GEORGE A. MURPHY (A-1967),  
Chairman of the Board, Irving Trust Company,  
New York, N. Y.  
(Elected by Group 1 banks)

ALBERT L. NICKERSON (B-1966),  
Chairman of the Board,  
Socony Mobil Oil Company, Inc.,  
New York, N. Y.  
(Elected by Group 3 banks)

ARTHUR K. WATSON (B-1967),  
Chairman of the Board, IBM World Trade Corporation,  
New York, N. Y., and  
Senior Vice President, International Business Machines Corporation,  
Armonk, N. Y.  
(Elected by Group 1 banks)

\* The letter indicates the class of director; term expires December 31 of the year indicated.

## OFFICERS

ALFRED HAYES, *President*

WILLIAM F. TREIBER, *First Vice President*

HAROLD A. BILBY, *Vice President*  
JOHN J. CLARKE, *Vice President and General Counsel*  
CHARLES A. COOMBS, *Vice President*  
GEORGE GARVY, *Economic Adviser*  
MARCUS A. HARRIS, *Vice President*

ALAN R. HOLMES, *Vice President*  
ROBERT G. LINK, *Vice President*  
FRED W. PIDERIT, Jr., *Vice President*  
WALTER H. ROZELL, Jr., *Vice President*  
HORACE L. SANFORD, *Vice President*

THOMAS O. WAAGE, *Vice President*

EDWARD G. GUY, *Assistant General Counsel*

THOMAS C. SLOANE, *Assistant General Counsel*

WILLIAM H. BRAUN, Jr., *Assistant Vice President*  
FELIX T. DAVIS, *Assistant Vice President*  
PETER FOUSEK, *Assistant Vice President*  
PETER P. LANG, *Adviser*  
ANGUS A. MACINNES, Jr., *Assistant Vice President*  
BRUCE K. MACLAURY, *Assistant Vice President*  
SPENCER S. MARSH, Jr., *Assistant Vice President*

DONALD C. NILES, *Assistant Vice President*  
LAWRENCE E. QUACKENBUSH, *Assistant Vice President*  
THOMAS J. ROCHE, *Senior Foreign Exchange Officer*  
FRANK W. SCHIFF, *Assistant Vice President*  
FRANCIS H. SCHOTT, *Adviser*  
KENNETH E. SMALL, *Assistant Vice President*  
FREDERICK L. SMEDLEY, *Assistant Vice President*

THOMAS M. TIMLEN, Jr., *Assistant Vice President*

GERALD E. BEACH, *Manager, Government Bond and Safekeeping Department*  
LEONARD I. BENNETTS, *Manager, Bank Relations Department*  
MARTIN W. BERGIN, *Manager, Public Information Department*  
DAVID E. BODNER, *Manager, Foreign Department*  
LOUIS J. BRENDL, *Manager, Computer Services Department*  
A. THOMAS COMBADER, *Manager, Building Operating Department*  
ROBERT L. COOPER, *Manager, Acceptance Department*  
ROBERT J. CROWLEY, *Manager, Foreign Department*  
RICHARD G. DAVIS, *Manager, Domestic Research Department*  
RICHARD A. DEBS, *Secretary, and Assistant Counsel*  
FREDERICK W. DEMING, *Manager, Securities Department*  
KARL L. EGE, *Manager, Cash Custody Department, and Manager, Collection Department*  
MARTIN FRENCH, *Manager, Security Custody Department*  
EDWARD J. GENG, *Manager, Securities Department, and Assistant Secretary*

FRED H. KLOPSTOCK, *Senior Economist*  
LEONARD LAPIDUS, *Manager, Personnel Department*  
WILLIAM E. MARPLE, *Manager, Credit and Discount Department*  
MADELINE H. MCWHINNEY, *Manager, Statistics Department*  
PAUL MEEK, *Manager, Securities Department*  
ROBERT MEYER, *Assistant Counsel*  
ARTHUR H. NOA, *Manager, Service Department*  
JAMES H. OLTMAN, *Manager, Bank Examinations Department*  
EVERETT B. POST, *Manager, Planning Department*  
CHARLES R. PRICHER, *Manager, Cash Department*  
EDWIN S. ROTHMAN, *Manager, Foreign Department*  
WALTER S. RUSHMORE, *Manager, Savings Bond Department*  
FREDERICK C. SCHRACK, Jr., *Manager, International Research Department*  
BETTY JEAN SHEA, *Assistant Counsel*  
GEORGE C. SMITH, *Manager, Check Department*  
ALOYSIUS J. STANTON, *Manager, Accounting Department*  
ROBERT C. THOMAN, *Manager, Personnel Department*  
ROBERT YOUNG, Jr., *Assistant Counsel*

JOHN P. JENSEN, *General Auditor*  
WILLIAM M. SCHULTZ, *Assistant General Auditor*



# Federal Reserve Bank of New York

## MEMBER OF FEDERAL ADVISORY COUNCIL

WILLIAM H. MOORE,  
Chairman of the Board, Bankers Trust Company,  
New York, N. Y.

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## Buffalo Branch of Federal Reserve Bank of New York

### DIRECTORS

THOMAS E. LAMONT, *Chairman*  
Farmer, Albion, Orleans County,  
New York

ROBERT S. BENNETT,  
General Manager, Lackawanna Plant,  
Bethlehem Steel Corporation,  
Buffalo, N. Y.

JOHN D. HAMILTON,  
President, Chautauqua National Bank of Jamestown,  
Jamestown, N. Y.

J. WALLACE ELY,  
President, Security Trust Company of Rochester,  
Rochester, N. Y.

ARTHUR S. HAMLIN,  
President, The Canandaigua National Bank  
and Trust Company,  
Canandaigua, N. Y.

MAURICE R. FORMAN,  
President, B. Forman Company,  
Rochester, N. Y.

CHARLES W. MILLARD, Jr.,  
Chairman of the Board,  
Manufacturers and Traders Trust Company,  
Buffalo, N. Y.

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### OFFICERS

INSLEY B. SMITH, *Vice President*  
JOHN T. KEANE, *Cashier*

HARRY A. CURTH, Jr., *Assistant Cashier*

GERALD H. GREENE, *Assistant Cashier*

RONALD B. GRAY, *Assistant Cashier*

ARTHUR A. RANDALL, *Assistant Cashier*