



BOARD OF GOVERNORS  
OF THE  
FEDERAL RESERVE SYSTEM  
WASHINGTON

R-284

ADDRESS OFFICIAL CORRESPONDENCE  
TO THE BOARD

July 26, 1938.

SUBJECT: Audit of Incomplete Federal Reserve notes.

Dear Sir:

For your information there is inclosed a recapitulation of an audit submitted to the Secretary of the Treasury by Mr. H. M. Pearson, Acting Chief, Division of Public Debt Accounts and Audits, showing the stock of incomplete face printed Federal Reserve notes, Series of 1928 and Series of 1934 combined, and of uniform backs allocated to Federal Reserve notes, on hand at the Bureau of Engraving and Printing at Washington as at the close of business June 30, 1938.

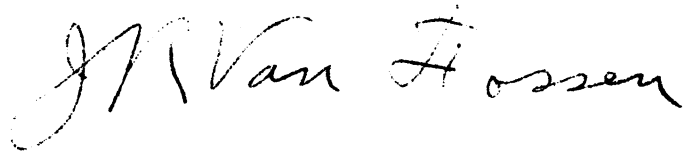
In his letter transmitting the report to the Secretary of the Treasury, Mr. Pearson stated that: "The audit extended from June 28 to July 6, 1938, inclusive, and consisted of a piece count of the entire stock of faces, Series 1934, and a package count of the uniform backs allocated to Federal Reserve notes. All stocks of Federal Reserve notes, Series of 1928, with the exception of those retained by the Bureau for specimen purposes were piece counted and placed under the Auditor's seal prior to the audit. An inspection was made of the seals on the various bins containing these stocks and the seals were found to be intact. Due to the inactivity of \$5 Federal Reserve notes it was deemed advisable to place the stocks of this denomination under seal. Accordingly, after a piece count was made,

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all stocks of \$5 Federal Reserve notes, Series of 1934, with the exception of those retained by the Bureau for specimen purposes, were placed under seal in locked compartments in the Examining and Surface Printing Division's vaults. In view of the fact that a recent piece count has been made by this office of the entire stock of each denomination of uniform backs on hand in the Bureau, a package count and an inspection for denominations of the uniform backs allocated to Federal Reserve notes was deemed sufficient at this time. The total sheets of Federal Reserve notes faces and backs, were found to be in excess of the required reserve of 4,250,000 sheets, as authorized in the letter of the Governor of the Federal Reserve Board to the Undersecretary of the Treasury, dated December 2, 1929."

Of the total of 3,093,594 sheets of faces covered by the audit, 682,548 sheets are of the Series of 1928.

Very truly yours,



J. R. Van Fossen, Asst. Chief,  
Division of Bank Operations.

Inclosure.

TO ALL FEDERAL RESERVE AGENTS.

## RECAPITULATION

FEDERAL RESERVE NOTES, SERIES OF 1928 AND SERIES OF 1934, AND UNIFORM  
BACKS ALLOCATED TO FEDERAL RESERVE NOTES, SHEETS OF 12 SUBJECTS EACH

AS AT THE CLOSE OF BUSINESS JUNE 30, 1938

R-284a

Federal Reserve Bank	\$5	\$10	\$20	\$50	\$100	\$500	\$1,000	\$5,000	\$10,000	TOTAL
<b>Faces:</b>										
Boston	81,502	147,649-2/3	41,911-2/3	11,949-2/3	14,386-1/3	1,735	493	65	74	299,766-1/3
New York	144,966-2/3	245,620	168,929-2/3	44,035-1/3	42,968-2/3	501	695	51	41	647,808-1/3
Philadelphia	76,633-1/3	104,118	61,333-1/3	49,039-1/3	19,207-1/3	479	200	- -	- -	311,010-1/3
Cleveland	84,678	75,501	81,886-1/3	26,172-2/3	13,139-1/3	130	352	75	50	281,984-1/3
Richmond	42,405-1/3	43,366-2/3	54,866-2/3	23,770-2/3	14,504	570	454	122	127	180,186-1/3
Atlanta	31,675	37,433-1/3	31,599	7,387-1/3	8,972-1/3	600	402	124	80	118,273
Chicago	128,067-2/3	166,294	130,625	51,157-2/3	47,061	2,924	2,202	169	122	528,622-1/3
St. Louis	57,342-2/3	50,140	22,533-1/3	6,932-1/3	6,105-2/3	874	530	90	49	144,597
Minneapolis	26,133-1/3	37,200	23,533-1/3	5,521	6,699-1/3	445	168	- -	- -	99,700
Kansas City	36,407-1/3	24,966-2/3	20,866-2/3	5,655-1/3	9,334-1/3	552	402	110	61	98,355-1/3
Dallas	27,166-2/3	61,240-1/3	37,566-1/3	3,700	3,929-1/3	460	450	99	52	134,663-2/3
San Francisco	35,100	66,700	118,964-2/3	11,141	15,361-1/3	600	526	140	94	248,627
<b>Total Faces</b>	<b>772,078</b>	<b>1,060,229-2/3</b>	<b>794,616</b>	<b>246,462-1/3</b>	<b>201,669</b>	<b>9,870</b>	<b>6,874</b>	<b>1,045</b>	<b>750</b>	<b>3,093,594</b>
<b>Backs:</b>										
Uniform Backs allocated to the various denominations of Federal Reserve Notes	568,500	656,500	630,500	149,000	120,500	- -	- -	- -	- -	2,125,000
<b>Total Faces and Backs</b>	<b>1,340,578</b>	<b>1,716,729-2/3</b>	<b>1,425,116</b>	<b>395,462-1/3</b>	<b>322,169</b>	<b>9,870</b>	<b>6,874</b>	<b>1,045</b>	<b>750</b>	<b>5,218,594</b>

BOARD OF GOVERNORS  
OF THE FEDERAL RESERVE SYSTEM  
DIVISION OF BANK OPERATIONS