

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
WASHINGTON

R-694



ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

August 22, 1940.

Dear Sir:

For your information there is enclosed a recapitulation of an audit submitted to the Secretary of the Treasury by Mr. M. R. Loafman, 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, 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, 1940.

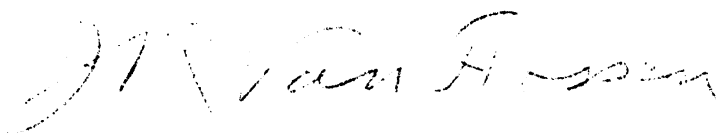
In his letter transmitting the report to the Secretary of the Treasury, Mr. Loafman stated that: "The audit extended from June 27 to July 1, 1940, inclusive. Except for the greater portion of Federal Reserve notes of Series 1934 of the \$5.00 denomination which had previously been placed under Auditor's seal, all stocks of notes of this series, including those held for specimen purposes by the Bureau, were piece counted. The small quantity of the \$5.00 denomination which had not been previously placed under Auditor's seal, was placed under such seal immediately after being piece counted during the audit. This resulted in all stocks of the \$5.00 denomination (except those held for specimens) being placed under Auditor's seal. All seals previously placed were properly inspected at that time. All stocks of Federal Reserve notes of Series 1928, except those held by the Bureau for specimen purposes, had previously been placed under Auditor's seal. An inspection was made of the seals on the various bins containing such stocks and the seals were found to be intact. The notes of this series held for specimen purposes, were piece counted.

"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.

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"The total sheets of all denominations on the whole of Federal Reserve notes, faces and backs were found to be in excess of the total required reserve of 4,250,000 sheets."

Very truly yours,

A handwritten signature in dark ink, appearing to read "J. R. Van Fossen". The signature is fluid and cursive, with the first letters of the first and last names being capitalized and prominent.

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

Enclosure

TO ALL FEDERAL RESERVE AGENTS

R E C A P I T U L A T I O N

FEDERAL RESERVE NOTES AND UNIFORM BACKS ALLOCATED TO FEDERAL RESERVE NOTES, SHEETS OF 12 SUBJECTS EACH
AS AT THE CLOSE OF BUSINESS JUNE 30, 1940

R-694-a

Series of 1928

Federal Reserve Bank	\$5	\$10	\$20	\$50	\$100	\$500	\$1,000	\$5,000	\$10,000	Total
Faces:										
Boston	68,660-2/3	1	--	6,663-2/3	11,343-1/3	1,535	293	15	24	88,535-2/3
New York	--	--	--	--	--	300	345	--	--	645
Philadelphia	--	--	--	30,105-1/3	9,974	399	100	--	--	40,578-1/3
Cleveland	76,711-1/3	--	1	24,026	12,306	30	252	50	25	113,401-1/3
Richmond	34,638-2/3	--	--	15,448-2/3	8,124	170	224	24	77	58,706-1/3
Atlanta	--	--	8,000	3,743	5,851-1/3	200	--	34	34	17,862-1/3
Chicago	1	--	61,858-1/3	36,341-2/3	30,660	698	402	79	32	130,072
St. Louis	--	--	--	5,423	3,982-1/3	474	300	--	--	10,179-1/3
Minneapolis	--	--	--	4,546	5,024-1/3	245	68	--	--	9,883-1/3
Kansas City	28,040-2/3	--	--	4,465	7,582-1/3	152	102	11	13	40,366
Dallas	--	27,871	23,712-1/3	2,989-2/3	3,001	60	250	9	7	57,900
San Francisco	--	--	92,731-1/3	8,922	12,251	200	226	40	48	114,418-1/3
Total Faces	208,052-1/3	27,872	186,303	142,674	110,099-2/3	4,463	2,562	262	260	682,548

Series of 1934

Faces:										
Boston	12,841-1/3	125,931-2/3	46,277-1/3	1,161	8,714	191	197	46	41	195,400-1/3
New York	144,966-2/3	158,833-2/3	158,495-1/3	54,285-1/3	52,940-1/3	307	993	182	110	571,113-1/3
Philadelphia	76,633-1/3	75,857-1/3	48,385	1,111	1,150	80	100	--	--	203,316-2/3
Cleveland	7,966-2/3	52,788	85,253	1,933-1/3	1,359	100	100	25	25	149,550
Richmond	7,766-2/3	39,500	43,633-1/3	11,385	8,794-2/3	400	230	99	51	111,859-2/3
Atlanta	31,675	32,900	23,800	7,375	1,055	400	401	90	46	97,742
Chicago	128,066-2/3	132,141	79,866-2/3	11,873-1/3	12,270-1/3	502	400	90	90	365,300
St. Louis	57,342-2/3	21,906-2/3	20,366-2/3	4,402	2,400	400	230	90	49	107,187
Minneapolis	26,132-1/3	19,866-2/3	23,300	325	1,474	200	100	--	--	71,398
Kansas City	8,366-2/3	22,036-2/3	21,166-2/3	901	300	400	300	99	48	53,618
Dallas	27,166-2/3	25,466-2/3	6,833-1/3	377	778	400	200	90	45	61,356-2/3
San Francisco	35,100	36,860	9,600	10,452-1/3	2,083	401	300	100	46	94,942-1/3
Total Faces	564,024-2/3	744,088-1/3	566,977-1/3	105,581-1/3	93,318-1/3	3,781	3,551	911	551	2,082,784

Backs:

Uniform Backs allocated to
the various denominations
of Federal Reserve Notes

568,500	656,500	630,500	106,000	120,500	--	--	--	--	2,082,000
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