

RESERVE BANK
Federal Reserve Bank
of St. Louis

U.S. Financial Data

APR 01 1985

March 28, 1985

Legislation enacted in 1980 calls for the gradual phaseout of interest rate ceilings on deposits at banks and thrift institutions by 1986. The most recent change took place on January 1, 1985, when the minimum denomination on money market deposit accounts (MMDAs) and Super NOWs was reduced from \$2,500 to \$1,000. This phaseout will be completed on January 1, 1986, when minimum denominations on these accounts will be eliminated altogether.

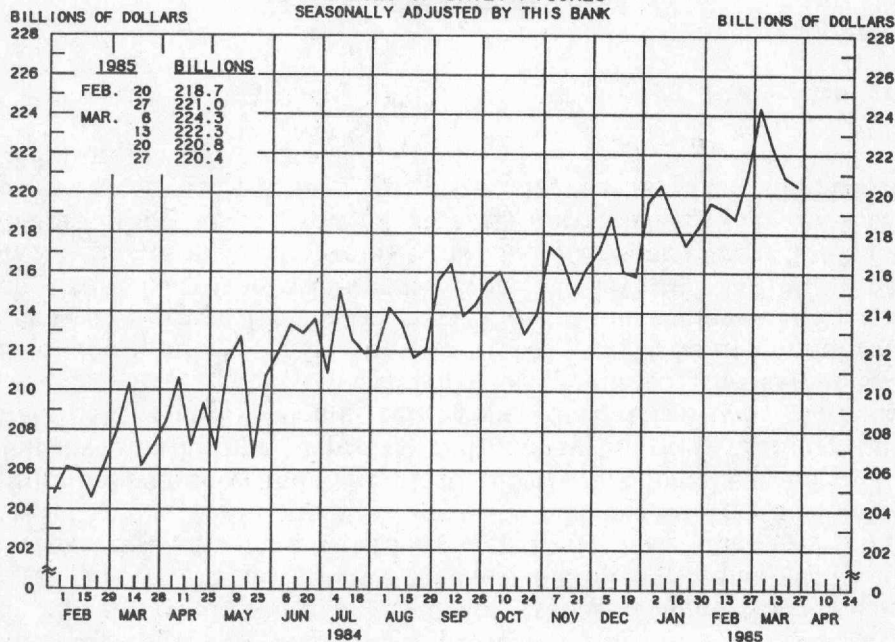
MMDAs and Super NOWs were first created in late 1982 and early 1983, respectively, to provide ceiling-free interest rates on deposits that could be used for transaction purposes. They differ in that Super NOWs permit unlimited transfers, while MMDAs do not. One would expect that these accounts would attract a greater amount of deposits because of the new lower minimum balance, and that close substitutes for these accounts, such as small time deposits and money market mutual funds (MMMFs), would become relatively less attractive. Although there is some indication that this has occurred, the evidence is not overwhelming. Since the end of 1984, MMDAs at commercial banks have grown from \$271 to \$293.8 billion; Super NOWs at all depository institutions increased from \$49.1 to \$53 billion. Small time deposits at commercial banks have declined from \$387.5 to \$383.3 billion after growing steadily throughout 1984. MMMFs, however, have continued to grow, increasing from \$231.9 to \$236.2 billion.

—A. Steven Holland



ADJUSTED MONETARY BASE

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED BY THIS BANK



LATEST DATA PLOTTED WEEK ENDING: MARCH 27, 1985

THE ADJUSTED MONETARY BASE IS THE SUM OF RESERVE ACCOUNTS OF FINANCIAL INSTITUTIONS AT FEDERAL RESERVE BANKS, CURRENCY IN CIRCULATION (CURRENCY HELD BY THE PUBLIC AND IN THE VAULTS OF ALL DEPOSITORY INSTITUTIONS) AND AN ADJUSTMENT FOR RESERVE REQUIREMENT RATIO CHANGES. THE MAJOR SOURCE OF THE ADJUSTED MONETARY BASE IS FEDERAL RESERVE CREDIT. DATA ARE COMPUTED BY THIS BANK. A DETAILED DESCRIPTION OF THE ADJUSTED MONETARY BASE IS AVAILABLE FROM THIS BANK.

RECENT DATA ARE PRELIMINARY.

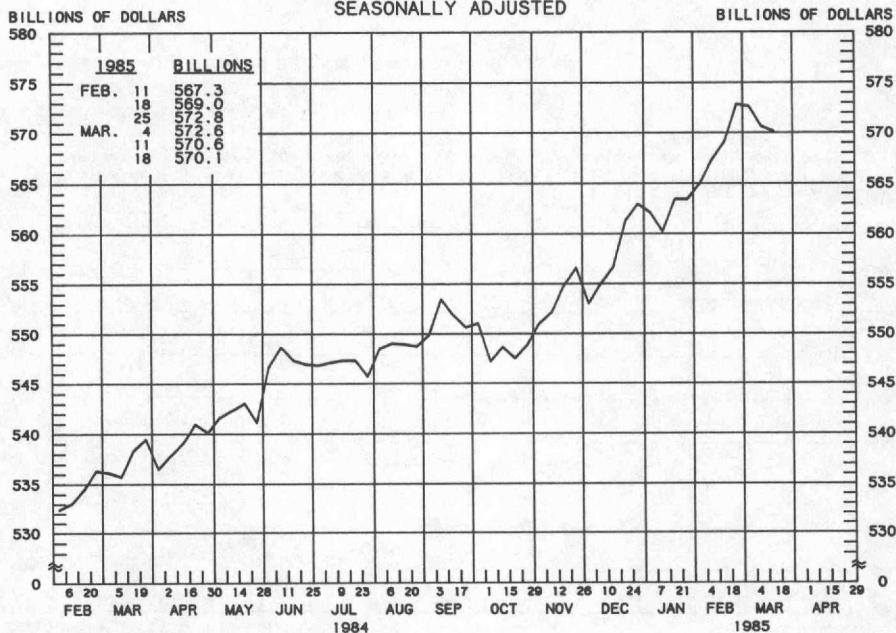
ADJUSTED MONETARY BASE

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

	3/28/84	6/27/84	8/29/84	9/26/84	10/24/84	11/28/84	12/28/84	1/30/85
TO THE AVERAGE OF FOUR WEEKS ENDING:								
8/29/84	5.8							
9/26/84	7.0	4.2						
10/24/84	5.7	2.6	5.6					
11/28/84	6.1	3.8	6.5	3.3				
12/28/84	5.8	3.8	5.9	3.4	6.1			
1/30/85	6.2	4.6	6.6	4.9	7.1	6.6		
2/27/85	6.1	4.7	6.4	5.0	6.7	6.2	7.4	
3/27/85	6.8	5.7	7.5	6.5	8.2	8.3	9.7	10.2

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK (M1)
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MARCH 18, 1985

CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

M1 IS THE SUM OF CURRENCY HELD BY THE NONBANK PUBLIC, DEMAND DEPOSITS, OTHER CHECKABLE DEPOSITS AND TRAVELERS CHECKS.

MONEY STOCK (M1)

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

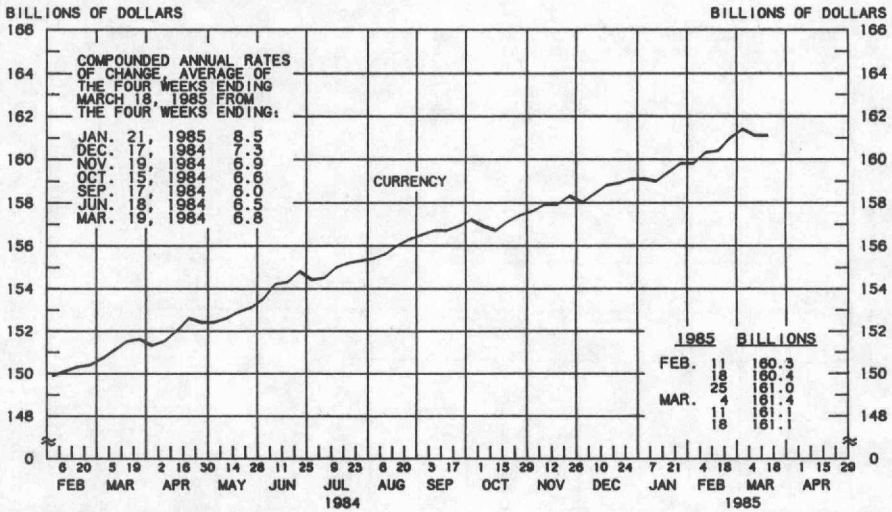
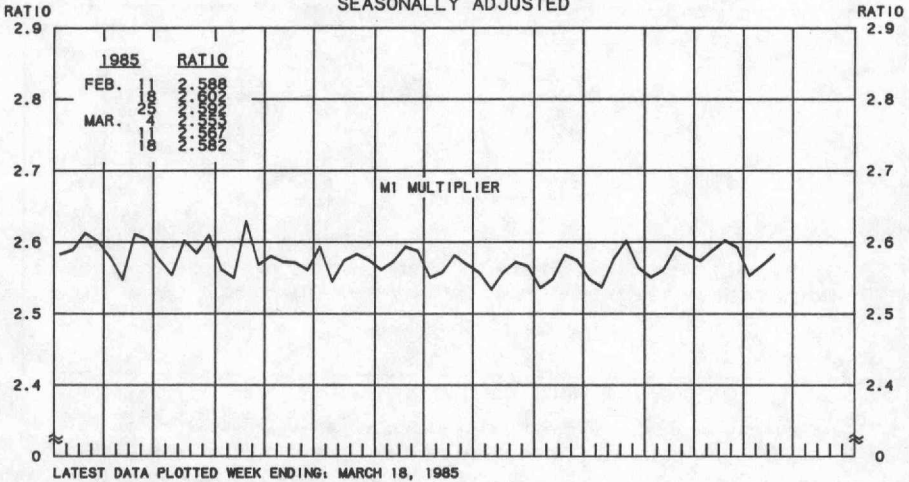
3/19/84 6/18/84 8/20/84 9/17/84 10/15/84 11/19/84 12/17/84 1/21/85

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

8/20/84	5.1							
9/17/84	5.4	3.7						
10/15/84	4.2	2.0	1.7					
11/19/84	4.2	2.5	2.7	0.8				
12/17/84	4.7	3.5	4.1	3.2	6.4			
1/21/85	5.7	5.1	6.2	6.0	8.9	11.5		
2/18/85	6.0	5.6	6.8	6.7	9.1	10.9	11.9	
3/18/85	6.5	6.3	7.5	7.6	9.8	11.4	12.2	11.3

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY MULTIPLIER ^{1/}
CURRENCY COMPONENT OF MONEY STOCK ^{2/}
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MARCH 18, 1985

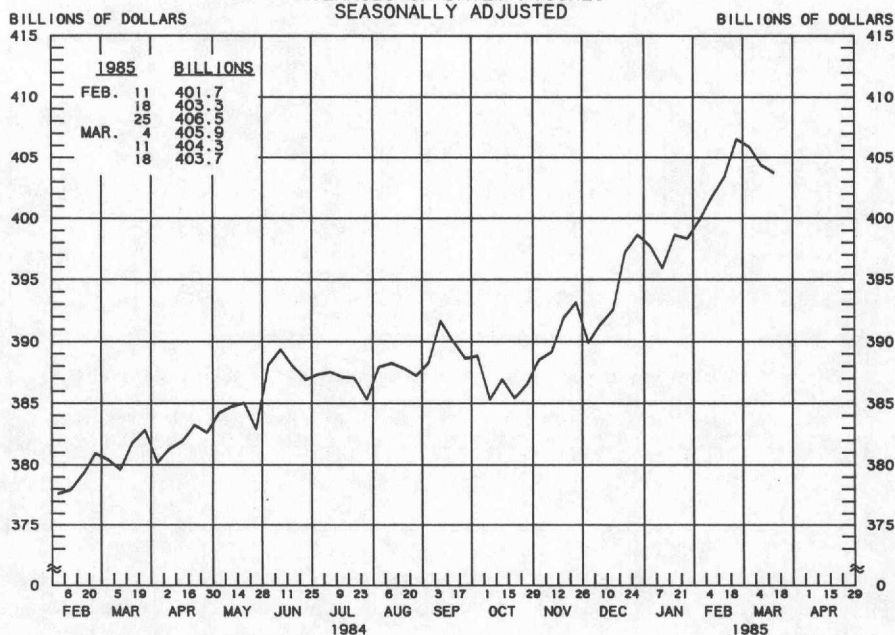
1/ RATIO OF MONEY STOCK (M1) TO ADJUSTED MONETARY BASE

2/ CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

TOTAL CHECKABLE DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MARCH 18, 1985

TOTAL CHECKABLE DEPOSITS IS THE SUM OF DEMAND DEPOSITS AND OTHER CHECKABLE DEPOSITS AT ALL DEPOSITORY INSTITUTIONS.

TOTAL CHECKABLE DEPOSITS

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

3/19/84 6/18/84 8/20/84 9/17/84 10/15/84 11/19/84 12/17/84 1/21/85

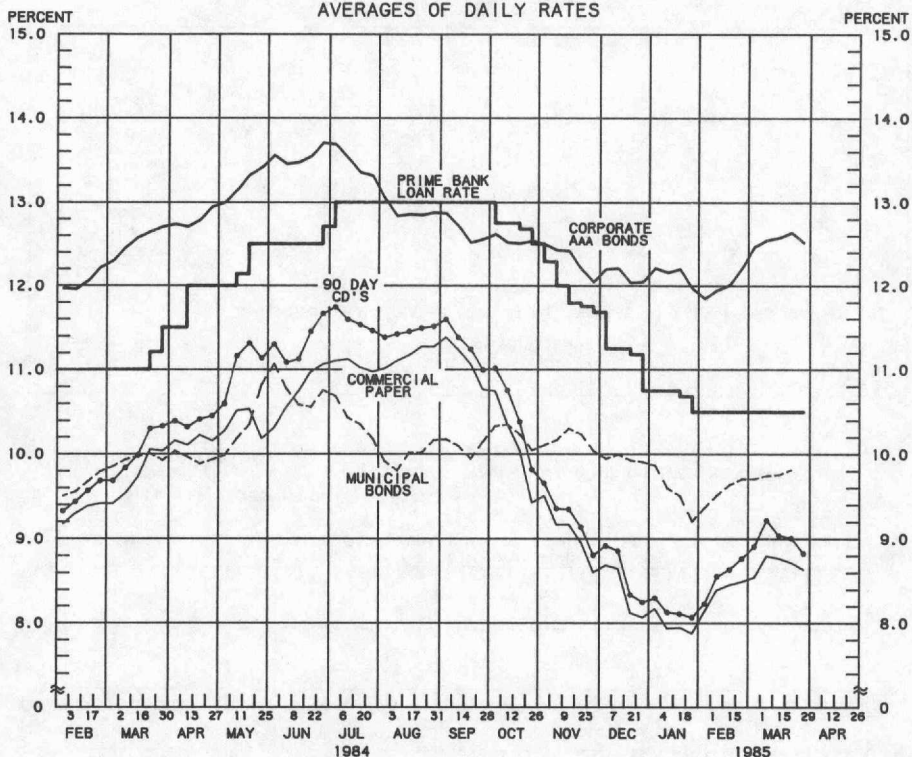
TO THE AVERAGE
OF FOUR WEEKS
ENDING:

8/20/84	4.1							
9/17/84	4.6	2.3						
10/15/84	3.1	0.2	0.2					
11/19/84	3.3	1.2	1.8	-0.4				
12/17/84	3.9	2.4	3.5	2.5	6.6			
1/21/85	5.3	4.6	6.5	6.4	10.2	13.6		
2/18/85	5.7	5.3	7.1	7.1	10.3	12.7	14.2	
3/18/85	6.4	6.2	8.1	8.3	11.1	13.2	14.4	12.7

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

YIELDS ON SELECTED SECURITIES

AVERAGES OF DAILY RATES



LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: MARCH 29, 1985.

1985	90 DAY CD'S	30-DAY COMMERCIAL PAPER	90-DAY BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	CORPORATE BAA BONDS	MUNICIPAL BONDS **
FEB. 1	8.23	8.14	8.12	11.85	13.13	9.37
8	8.56	8.40	8.40	11.95	13.14	9.52
15	8.64	8.46	8.48	12.01	13.13	9.64
22	8.77	8.50	8.57	12.21	13.21	9.71
MAR. 1	8.91	8.55	8.82	12.47	13.51	9.71
8	9.22	8.80	9.12	12.55	13.63	9.75
15	9.04	8.77	8.92	12.58	13.70	9.76
22	9.01	8.72	8.84	12.64	13.75	9.82
29 *	8.83	8.64	8.72	12.52	13.69	N.A.
APR. 5						
12						
19						
26						

NOTE: CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H. 15 RELEASE.

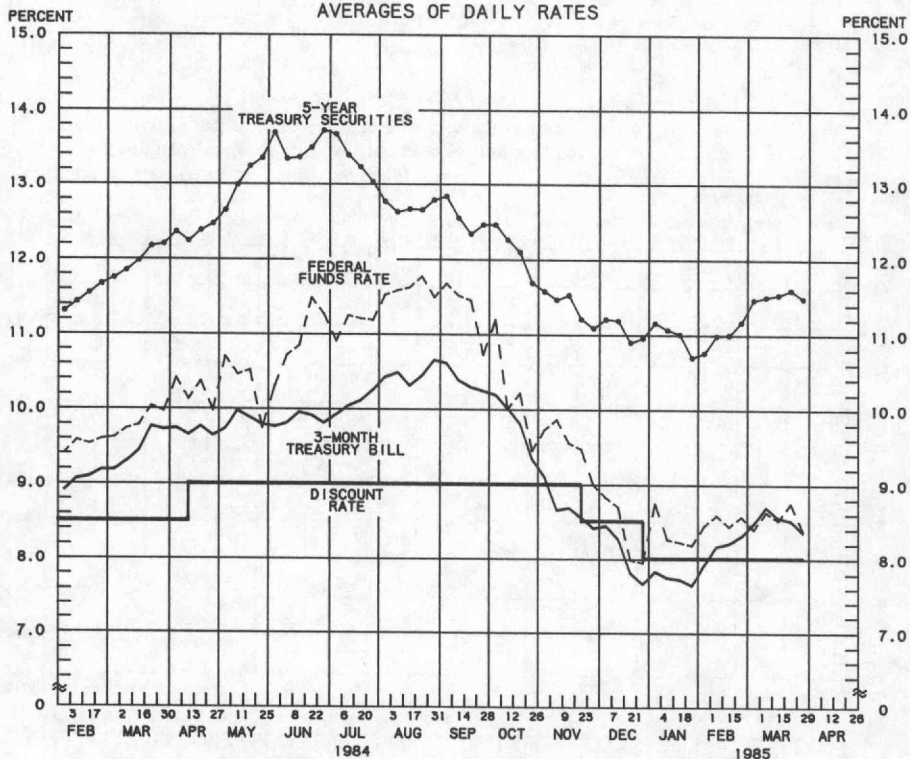
* AVERAGES OF RATES AVAILABLE

** BOND BUYER'S AVERAGE INDEX OF 20 MUNICIPAL BONDS, THURSDAY DATA

N.A. - NOT AVAILABLE

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

SELECTED INTEREST RATES AVERAGES OF DAILY RATES



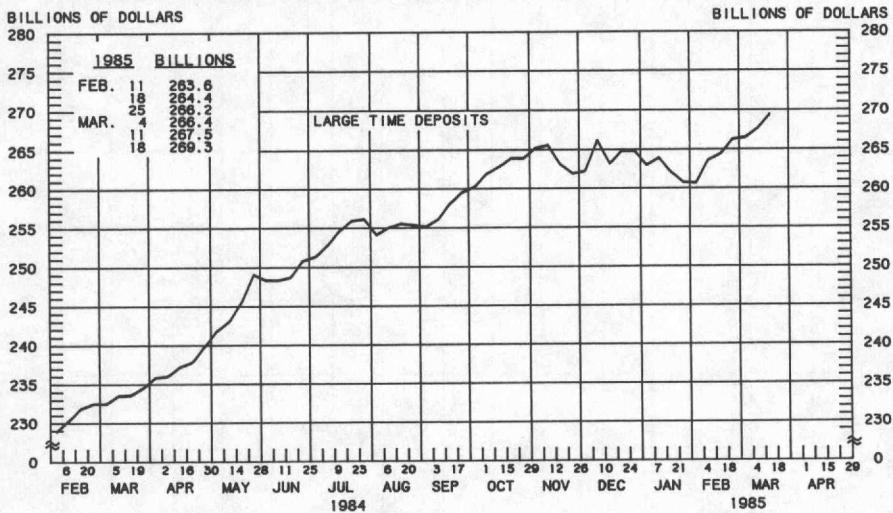
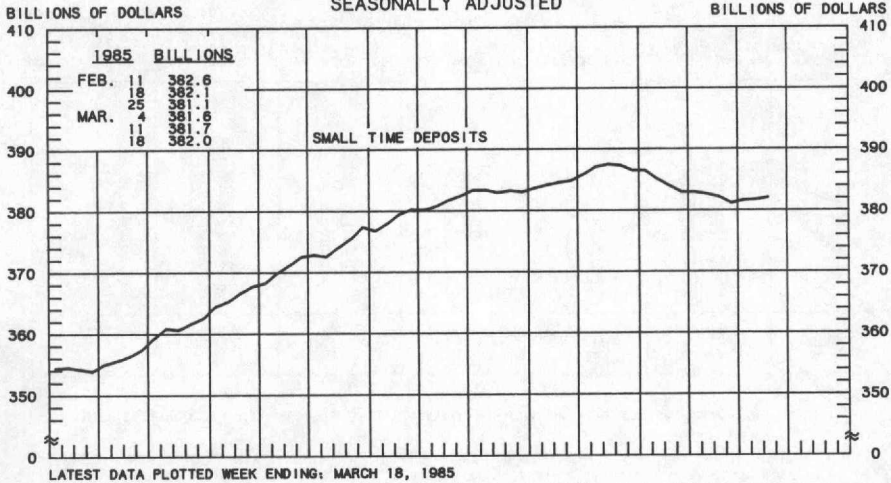
LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: MARCH 29, 1985.

1985	FEDERAL FUNDS % ^{***}	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL % ^{***}	1-YEAR TREASURY BILL	5-YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
FEB. 1	8.45	7.92	7.97	8.35	10.76	11.23
8	8.59	8.17	8.30	8.47	10.99	11.40
15	8.44	8.21	8.28	8.47	11.00	11.45
22	8.57	8.31	8.25	8.58	11.17	11.65
MAR. 1	8.40	8.47	8.53	8.84	11.47	11.91
8	8.63	8.69	8.98	9.09	11.51	11.95
15	8.52	8.55	8.79	9.09	11.54	11.92
22	8.75	8.51	9.04	9.15	11.60	11.98
29 *	8.38	8.36	8.86	8.98	11.49	11.88
APR. 5						
12						
19						
26						

NOTE: CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H. 15 RELEASE EXCLUDING LONG-TERM TREASURY SECURITIES WHICH ARE COMPUTED BY THIS BANK. TREASURY BILL YIELDS ARE ON A DISCOUNT BASIS.
 * AVERAGES OF RATES AVAILABLE
 ** SEVEN-DAY AVERAGES FOR WEEK ENDING TWO DAYS EARLIER THAN DATE SHOWN
 *** AUCTION AVERAGE (DISCOUNT)

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

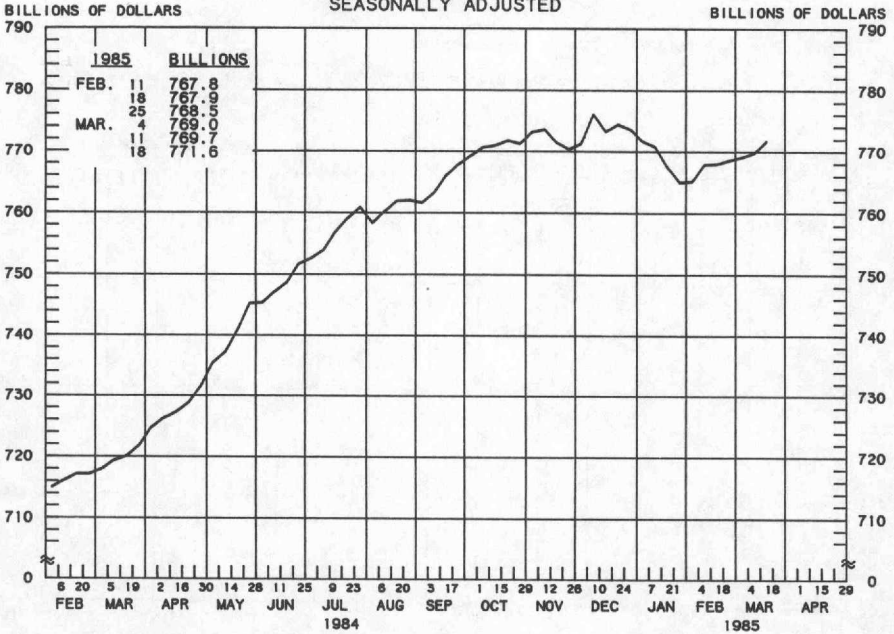
COMMERCIAL BANK
 SMALL TIME DEPOSITS 1/
 LARGE TIME DEPOSITS 2/
 AVERAGES OF DAILY FIGURES
 SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MARCH 18, 1985
 1/ TIME DEPOSITS ISSUED IN DENOMINATIONS OF LESS THAN \$100,000
 2/ TIME DEPOSITS ISSUED IN DENOMINATIONS OF \$100,000 OR MORE

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

**COMMERCIAL BANK
TOTAL TIME DEPOSITS**
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MARCH 18, 1985

TOTAL TIME IS THE SUM OF SAVINGS DEPOSITS, SMALL TIME DEPOSITS AND LARGE TIME DEPOSITS.

TOTAL TIME DEPOSITS

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

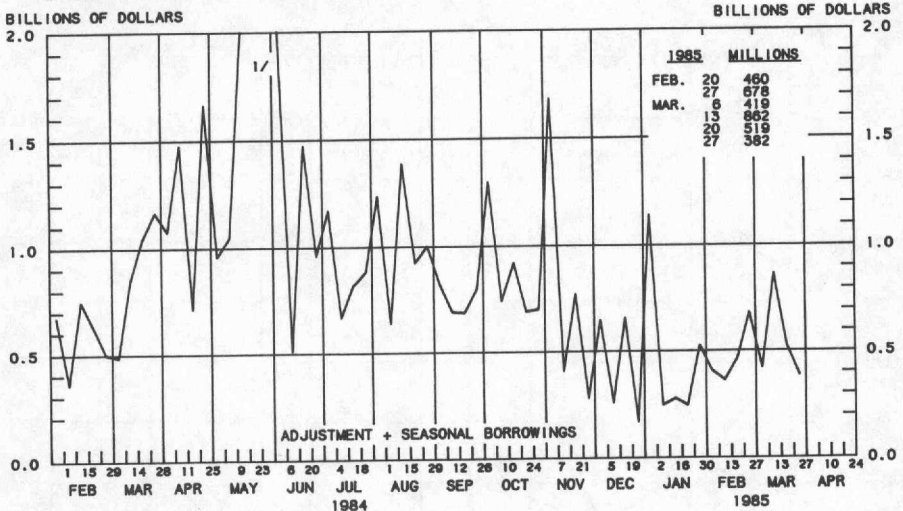
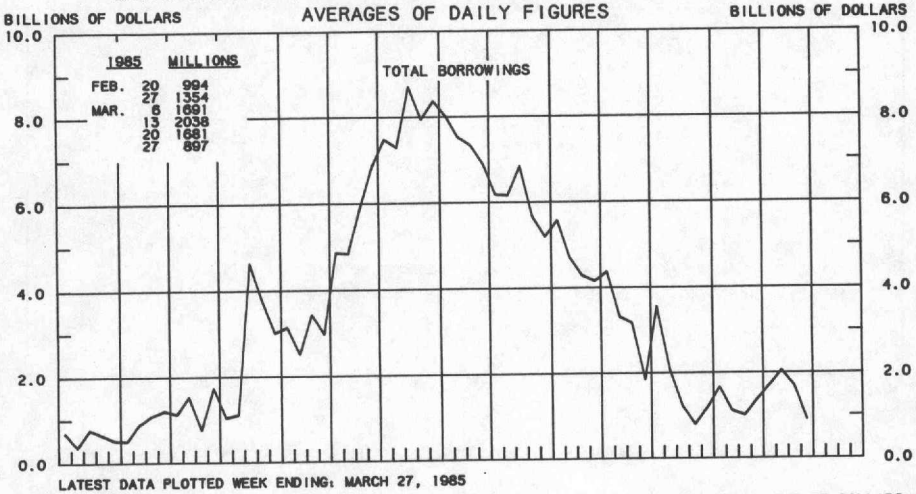
3/19/84 6/18/84 8/20/84 9/17/84 10/15/84 11/19/84 12/17/84 1/21/85

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

8/20/84	14.3							
9/17/84	12.8	9.2						
10/15/84	12.6	9.7	8.2					
11/19/84	11.3	8.3	6.5	7.1				
12/17/84	10.2	7.1	5.1	5.1	2.3			
1/21/85	8.6	5.5	3.3	2.9	0.6	-1.1		
2/18/85	7.2	4.0	1.6	1.0	-1.2	-3.0	-4.6	
3/18/85	7.1	4.1	2.2	1.7	0.0	-1.0	-1.5	-0.9

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

BORROWINGS FROM FEDERAL RESERVE BANKS



1/ \$4.562 FOR 5/16/84; \$3.730 FOR 5/23/84; \$2.989 FOR 5/30/84; \$3.120 FOR 6/6/84

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MMDAS, MMMFS AND SUPER NOWS

(BILLIONS OF DOLLARS, NOT SEASONALLY ADJUSTED)

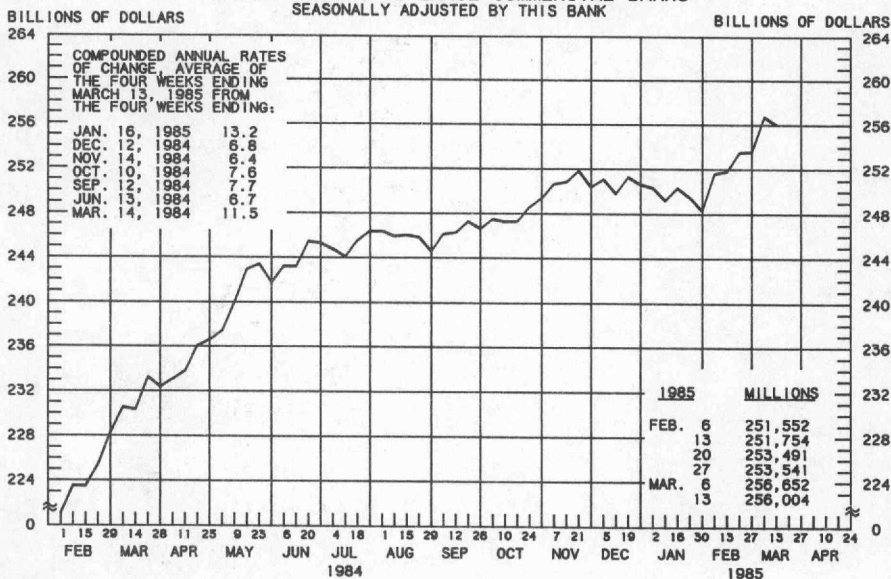
		MMDAs 1/	MMMFs 2/	Super NOWs 3/
January	21	\$281.5	\$240.3	\$50.9
	28	283.1	240.1	49.8
February	4	285.8	238.0	51.2
	11	288.1	238.4	52.0
	18	289.5	237.2	51.7
	25	290.7	236.8	51.9
March	4	292.6	238.5	53.0
	11	293.5	238.0	53.3
	18	293.8	236.2	53.0

1/ Money market deposit accounts at commercial banks, effective 12/14/82

2/ Total money market mutual fund balances

3/ NOW accounts at all depository institutions, requiring a \$1,000 minimum balance and eligible to earn more than 5.25 percent, effective 1/5/85

BUSINESS LOANS 1/ (COMMERCIAL AND INDUSTRIAL) WEEKLY REPORTING LARGE COMMERCIAL BANKS 2/ SEASONALLY ADJUSTED BY THIS BANK



LATEST DATA PLOTTED WEEK ENDING: MARCH 13, 1985

1/ BUSINESS LOANS INCLUDE BANKERS' ACCEPTANCES AND COMMERCIAL PAPER.

2/ BANKS WITH DOMESTIC ASSETS GREATER THAN \$1.4 BILLION

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS