

RESEARCH LIBRARY

Federal Reserve Bank

of St. Louis

U.S. Financial Data

JUN 4 1985

May 30, 1985

The attractiveness of Super NOWs, relative to other types of interest-bearing checkable deposits, has been affected by two factors this year which tend to have opposite effects. On January 1, 1985, the minimum balance requirement for Super NOWs, which have no interest rate ceiling, was reduced from \$2,500 to \$1,000. This change makes Super NOWs attractive to more depositors. Working against this factor, however, has been a general decline in short-term interest rates since August of last year. A decline in short-term rates reduces the attractiveness of Super NOWs relative to regular NOW accounts, which are subject to a ceiling interest rate of 5.25 percent.

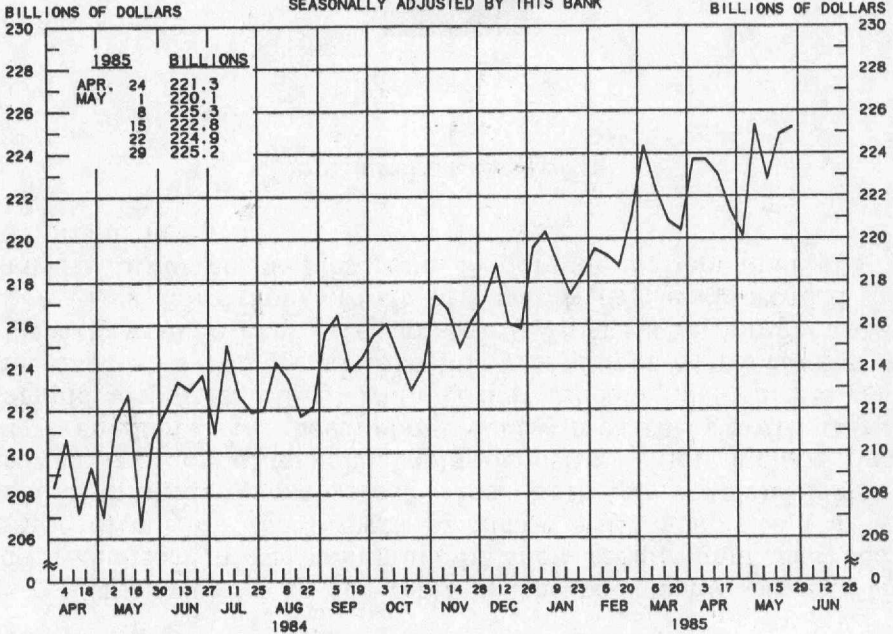
The evidence in the table on the back page suggests that the reduction in the minimum balance requirement has had a larger effect on the growth of Super NOW accounts than the decline in short-term interest rates. Both this year and last, the growth rate of other checkable deposits, which include Super NOW accounts, has been about four times the growth rate of demand deposits. But, while other checkable deposits have increased at a 20 percent rate this year, Super NOWs have grown at nearly a 50 percent rate, up sharply from its 21 percent rate in 1984. This more rapid growth of Super NOWs has increased their share of other checkables from 33 percent in December 1984 to 36 percent in April.

(continued on back page)



ADJUSTED MONETARY BASE

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED BY THIS BANK



LATEST DATA PLOTTED WEEK ENDING: MAY 29, 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

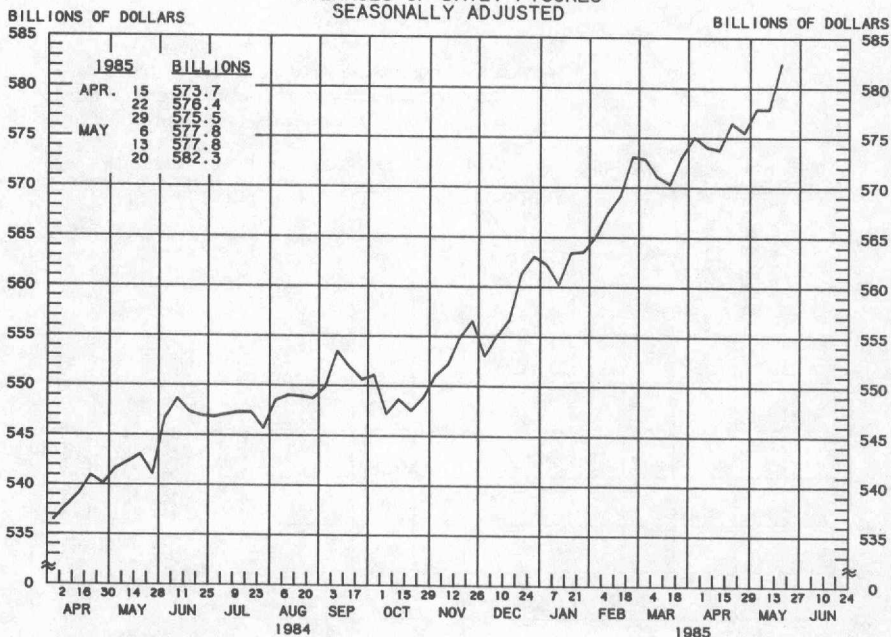
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

TO THE AVERAGE
OF FOUR WEEKS
ENDING:

	5/30/84	8/29/84	10/31/84	11/28/84	12/26/84	1/30/85	2/27/85	3/27/85
10/31/84	4.4							
11/28/84	5.7	6.5						
12/26/84	5.4	5.9	8.2					
1/30/85	5.9	6.6	8.5	6.6				
2/27/85	5.9	6.4	7.8	6.2	7.4			
3/27/85	6.7	7.5	9.1	8.3	9.7	10.2		
5/ 1/85	6.0	6.4	7.3	6.3	6.9	6.2	6.5	
5/29/85	6.7	7.4	8.5	7.8	8.6	8.5	9.4	7.0

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

MONEY STOCK (M1)
AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MAY 20, 1985

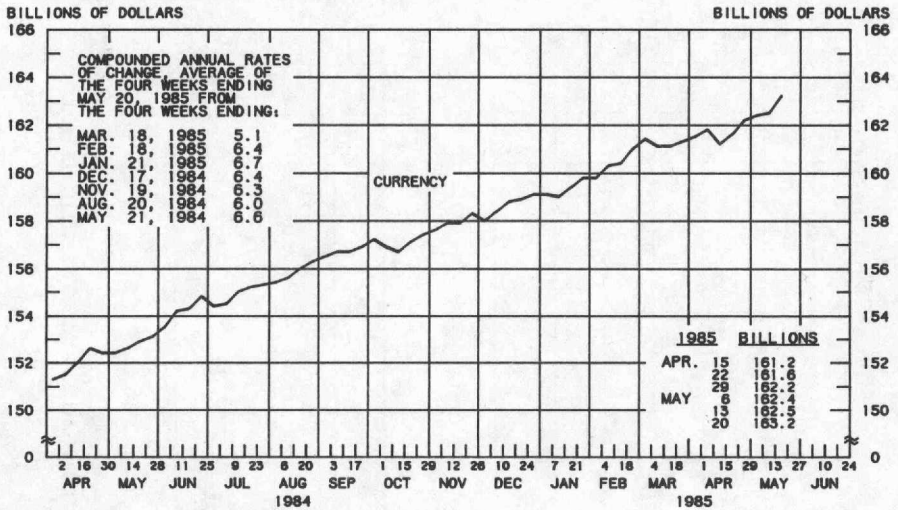
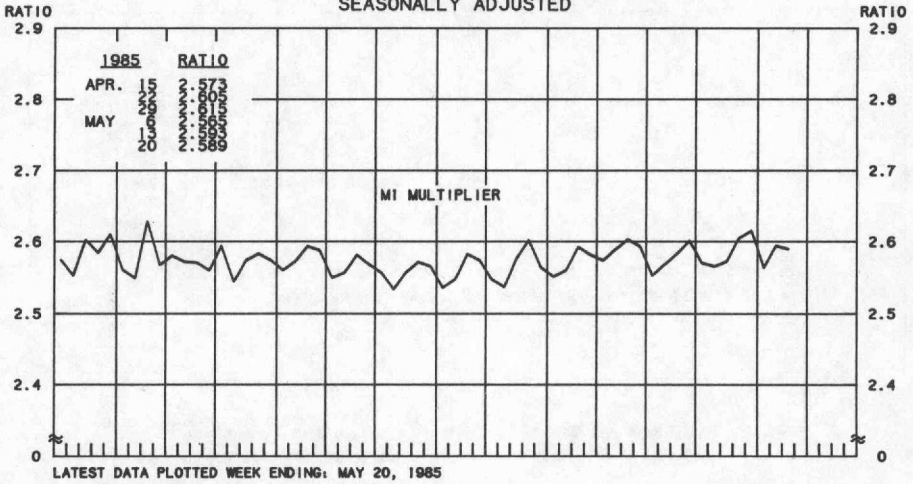
CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

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

COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:									
TO THE AVERAGE OF FOUR WEEKS ENDING:	5/21/84	8/20/84	10/22/84	11/19/84	12/17/84	1/21/85	2/18/85	3/18/85	
10/22/84	3.0								
11/19/84	3.7	2.7							
12/17/84	4.4	4.1	8.2						
1/21/85	5.6	6.2	10.3	11.5					
2/18/85	6.1	6.8	10.2	11.0	12.0				
3/18/85	6.7	7.6	10.8	11.6	12.4	11.6			
4/22/85	6.6	7.4	9.8	10.2	10.5	9.3	9.0		
5/20/85	6.8	7.5	9.6	9.9	10.1	9.1	8.8	6.9	

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

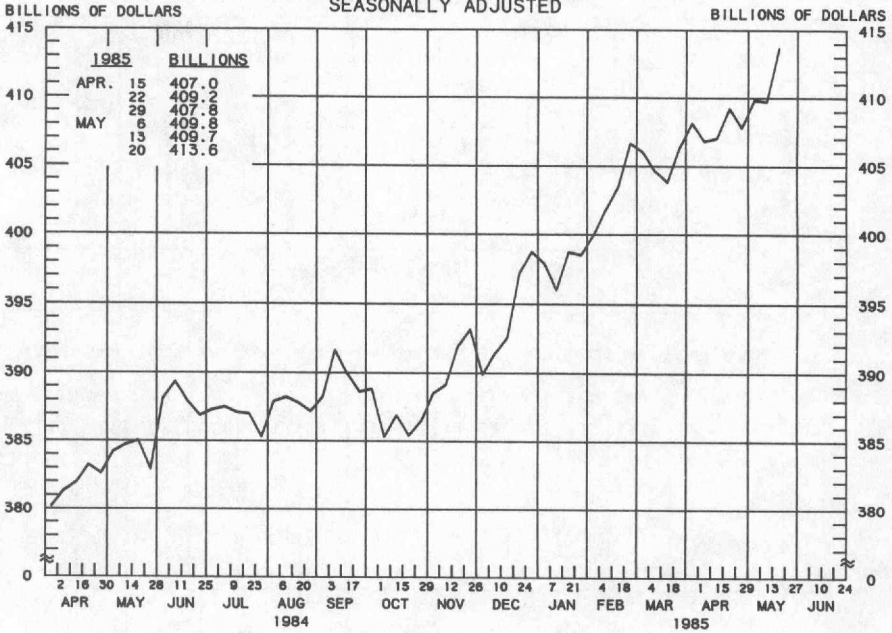


1/ RATIO OF MONEY STOCK (M1) TO ADJUSTED MONETARY BASE
 2/ CURRENT DATA APPEAR IN THE BOARD OF GOVERNORS' H.6 RELEASE.

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TOTAL CHECKABLE DEPOSITS

AVERAGES OF DAILY FIGURES
SEASONALLY ADJUSTED



LATEST DATA PLOTTED WEEK ENDING: MAY 20, 1985

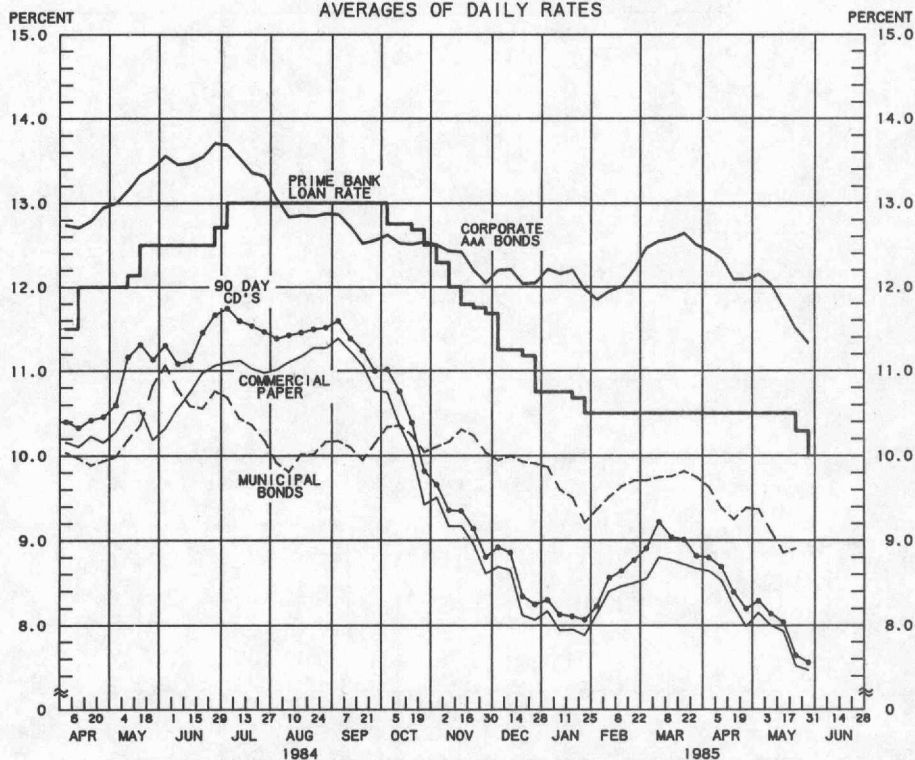
TOTAL CHECKABLE DEPOSITS IS THE SUM OF DEMAND DEPOSITS AND OTHER CHECKABLE DEPOSITS AT ALL DEPOSITORY INSTITUTIONS.

TOTAL CHECKABLE DEPOSITS									
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:									
TO THE AVERAGE OF FOUR WEEKS ENDING:	5/21/84	8/20/84	10/22/84	11/19/84	12/17/84	1/21/85	2/18/85	3/18/85	
10/22/84	1.5								
11/19/84	2.6	1.8							
12/17/84	3.5	3.5	8.9						
1/21/85	5.3	6.5	12.1	13.8					
2/18/85	5.9	7.1	11.8	12.8	14.4				
3/18/85	6.7	8.2	12.4	13.4	14.6	12.9			
4/22/85	6.7	8.0	11.3	11.8	12.3	10.4	10.4		
5/20/85	6.8	8.0	10.8	11.2	11.5	9.8	9.6	7.2	

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: MAY 31, 1985.

1985	90 DAY CD'S	30-DAY COMMERCIAL PAPER	90-DAY BANKERS' ACCEPTANCES	CORPORATE AAA BONDS	CORPORATE BAA BONDS	MUNICIPAL BONDS ^{***}
APR. 5	8.80	8.64	8.66	12.44	13.61	9.63
12	8.69	8.53	8.52	12.34	13.61	9.39
19	8.39	8.23	8.23	12.09	13.44	9.25
26	8.20	7.99	8.09	12.09	13.41	9.39
MAY 3	8.29	8.15	8.15	12.15	13.44	9.37
10	8.14	8.00	8.05	12.03	13.39	9.11
17	8.04	7.93	7.96	11.77	13.24	8.86
24	7.64	7.52	7.53	11.50	13.02	8.91
31 [*]	7.56	7.47	7.45	11.33	12.77	N.A.
JUNE 7						
14						
21						
28						

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

^{*} AVERAGES OF RATES AVAILABLE

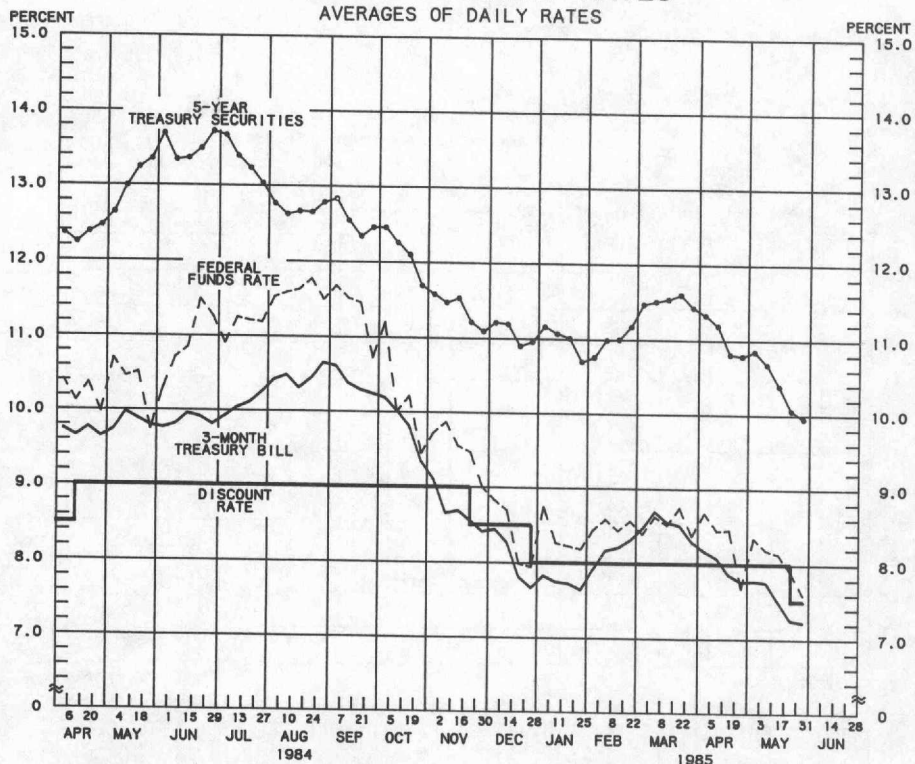
^{**} BOND BUYER'S AVERAGE INDEX OF 20 MUNICIPAL BONDS, THURSDAY DATA

N.A. - NOT AVAILABLE

PREPARED BY FEDERAL RESERVE BANK OF ST. LOUIS

SELECTED INTEREST RATES

AVERAGES OF DAILY RATES



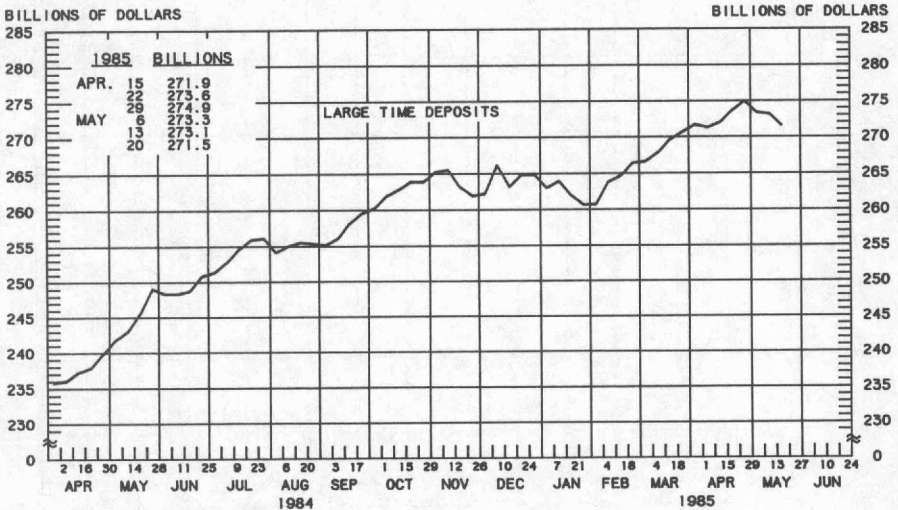
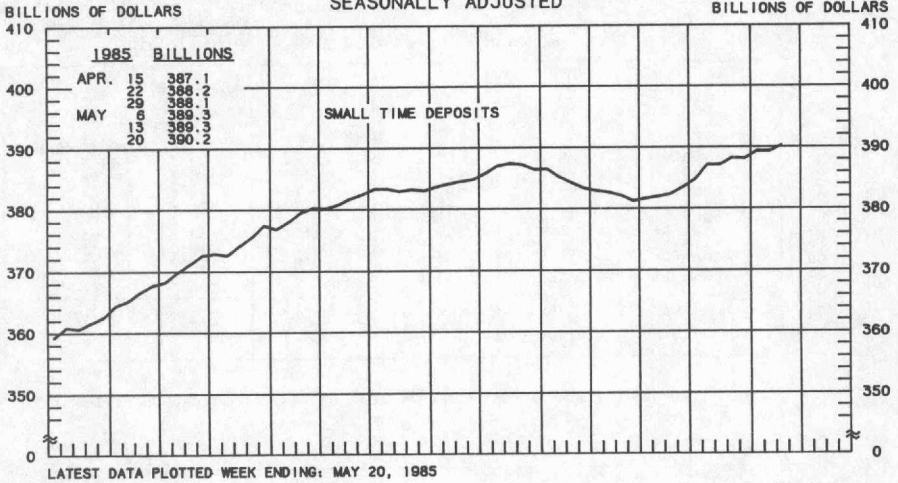
LATEST DATA PLOTTED ARE AVERAGES OF RATES AVAILABLE FOR THE WEEK ENDING: MAY 31, 1985.

1985		FEDERAL FUNDS RATE	3-MONTH TREASURY BILL	6-MONTH TREASURY BILL	1-YEAR TREASURY BILL	5-YEAR TREASURY SECURITIES	LONG-TERM TREASURY SECURITIES
APR.	5	8.68	8.17	8.55	8.79	11.33	11.79
	12	8.45	8.08	8.56	8.60	11.19	11.65
	19	8.46	7.86	8.27	8.27	10.81	11.38
MAY	26	7.69	7.77	7.87	8.22	10.79	11.45
	3	8.35	7.78	8.11	8.25	10.85	11.49
	10	8.19	7.76	7.93	8.09	10.68	11.36
	17	8.14	7.50	7.90	7.90	10.39	11.13
JUNE	24	7.91	7.25	7.43	7.63	10.06	10.89
	31 *	7.60	7.22	7.39	7.58	9.95	10.76
	7						
	14						
	21						
	28						

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)

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



LATEST DATA PLOTTED WEEK ENDING: MAY 20, 1985

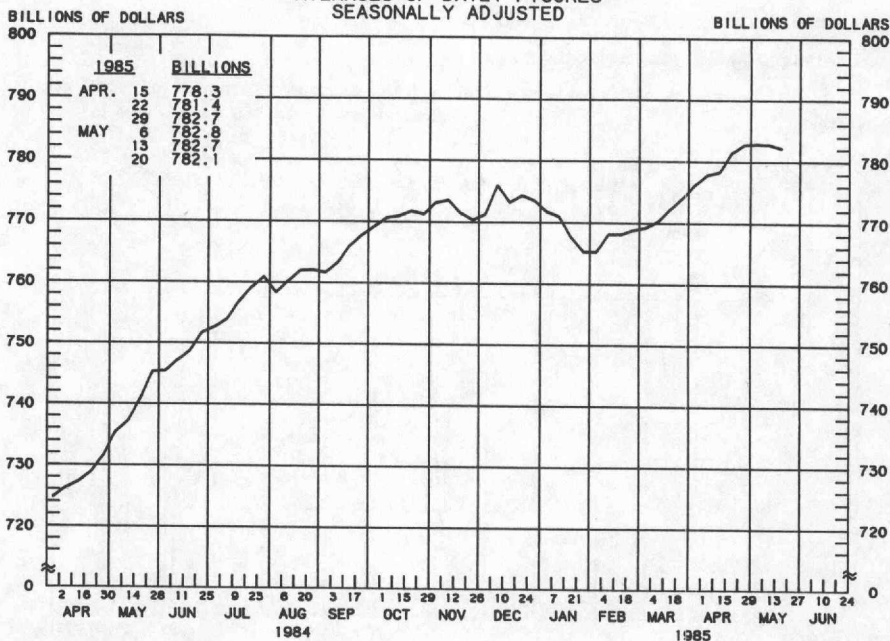
1/ TIME DEPOSITS ISSUED IN DENOMINATIONS OF LESS THAN \$100,000

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: MAY 20, 1985

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

TOTAL TIME DEPOSITS

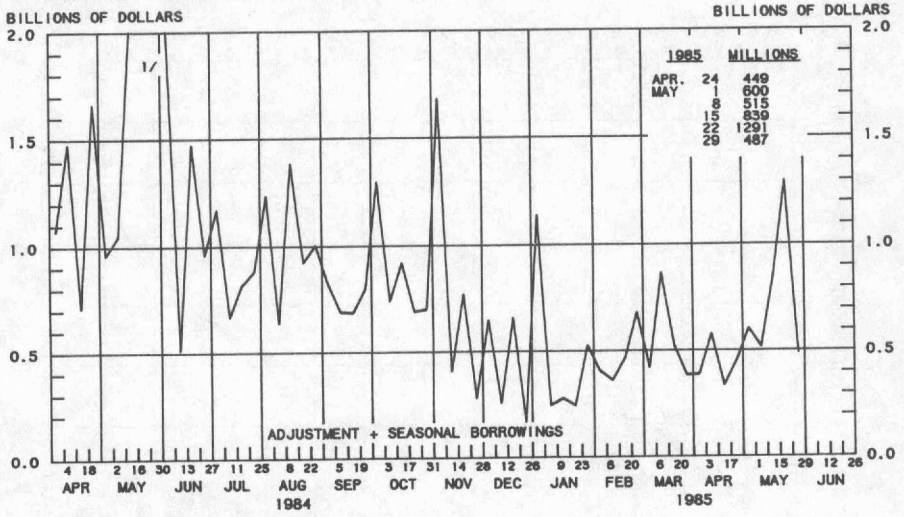
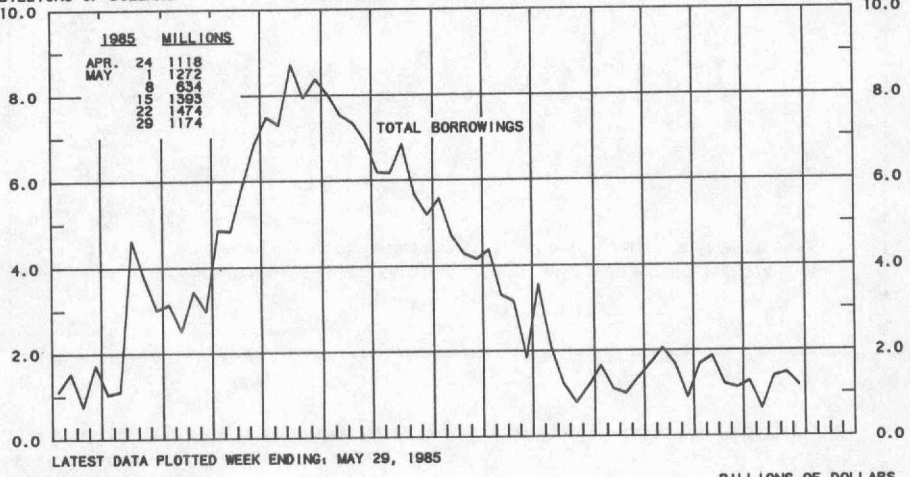
COMPOUNDED ANNUAL RATES OF CHANGE, AVERAGE OF FOUR WEEKS ENDING:

	5/21/84	8/20/84	10/22/84	11/19/84	12/17/84	1/21/85	2/18/85	3/18/85
TO THE AVERAGE OF FOUR WEEKS ENDING:								
10/22/84	11.4							
11/19/84	10.0	6.5						
12/17/84	8.7	5.1	1.8					
1/21/85	7.1	3.3	0.2	-1.0				
2/18/85	5.6	1.7	-1.5	-2.9	-4.4			
3/18/85	5.6	2.2	-0.2	-0.9	-1.3	-0.7		
4/22/85	6.2	3.6	2.0	1.9	2.1	3.9	9.1	
5/20/85	6.3	3.9	2.7	2.7	3.1	4.7	8.6	9.7

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BORROWINGS FROM FEDERAL RESERVE BANKS

BILLIONS OF DOLLARS AVERAGES OF DAILY FIGURES BILLIONS OF DOLLARS



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)

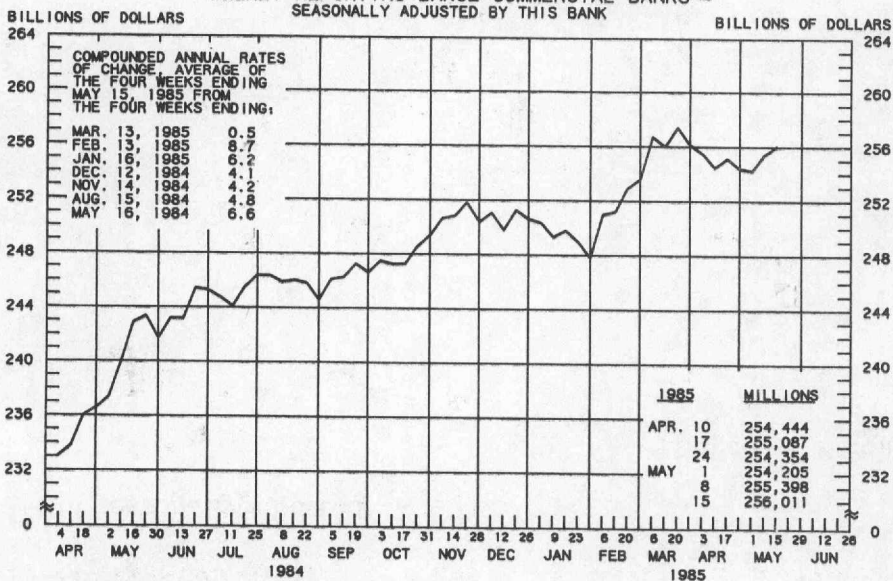
		MMDAs 1/	MMFs 2/	Super NOWs 3/
March	25	\$294.2	\$236.7	\$53.0
April	1	295.3	236.8	53.7
	8	297.2	235.9	55.7
	15	297.4	235.4	56.2
	22	295.2	235.4	56.1
	29	293.9	236.1	53.9
May	6	294.6	232.5	54.7
	13	296.7	234.6	54.6
	20	298.5	234.6	54.6

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



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

Growth of Total Checkable Deposits and Its Components
(compounded annual rates, seasonally adjusted)

<u>Period</u>	<u>Total checkable deposits</u>	<u>Demand deposits</u>	<u>Other checkable deposits</u>	<u>Super NOWs</u> ^{1/}
12/83-12/84	5.3%	2.1%	11.2%	21.3%
12/84-04/85	10.4	4.8	20.4	49.0

1/Not seasonally adjusted

--Michael T. Belongia