



FEDERAL RESERVE

Factors Affecting Bank Reserves and Condition Statement of F.R. Banks

H. 4. 1

For immediate release
July 14, 1966

Figures on factors affecting bank reserves during the week ended July 13 have been affected by effects of the airline strike in slowing inter-city and inter-district check clearances. The averages of daily figures of total member bank reserves held decreased a net of \$6 million to \$23,187 million. Estimated currency and coin of member banks increased \$165 million and their reserve balances at the Federal Reserve Banks decreased \$171 million. Estimated required reserves decreased \$299 million; and estimated excess reserves increased \$293 million to \$663 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$155 million, compared with the revised net borrowed figure of \$457 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were a decrease of \$54 million in acceptances held under repurchase agreements, and increases of \$385 million in currency in circulation and \$312 million in Treasury deposits with Federal Reserve Banks. The principal offsetting changes were increases of \$424 million in Federal Reserve float and \$72 million in U. S. Government securities bought outright, and a decrease of \$61 million in foreign deposits with Federal Reserve Banks. Total Reserve Bank credit increased \$426 million.

As of Wednesday, July 13, holdings of U. S. Government securities bought outright were \$309 million lower than a week earlier, with some of the decline attributable to the sale of bills, with matching forward purchase contracts, to help offset the rise in Federal Reserve float resulting from the airline strike. U. S. Government securities held under repurchase agreements were \$26 million lower and member bank borrowings were \$125 million higher.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures			Wednesday, July 13, 1966
	Week ended July 13, 1966	Change from week ended		
		July 6, 1966	July 14, 1965	
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	42,653	+ 72	+3,666	42,398
Held under repurchase agreements	3	- 1	- 580	--
Acceptances--				
Bought outright	80	- 3	+ 40	76
Held under repurchase agreements	100	- 54	+ 88	80
Discounts and advances--				
Member bank borrowings	818	- 9	+ 198	385
Other	--	- 5	- 3	--
Float	2,430	+424	+ 547	2,544
Total Reserve Bank credit	46,085	+426	+3,957	45,483
Gold stock	13,435	+ 1	- 499	13,434
Treasury currency outstanding	5,972	+ 10	+ 567	5,968
	65,491	+436	+4,024	64,885
Currency in circulation	43,019	+385	+2,818	43,074
Treasury cash holdings	1,066	--	+ 304	1,063
Treasury deposits with F. R. Banks	1,022	+312	+ 180	1,138
Foreign deposits with F. R. Banks	147	- 61	+ 1	150
Other deposits with F. R. Banks	418	- 10	+ 222	418
Other F. R. accounts (net)	437	- 17	- 392	337
	46,108	+608	+3,131	46,180
Member bank reserves:				
With Federal Reserve Banks	19,383	-171	+ 892	18,706
Currency and coin (estimated)	3,804	+165	+ 189	4,337
Total reserves held	23,187	- 6	+1,081	23,043
Required reserves (estimated)	22,524	-299	+ 950	22,549
Excess reserves (estimated)	663	+293	+ 131	494

On July 13, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,375 million, a decrease of \$142 million for the week and an increase of \$22 million from the comparable date a year ago.

CONSOLIDATED STATEMENT OF CONDITION
OF THE TWELVE FEDERAL RESERVE BANKS
(In millions of dollars)

	July 13, 1966	Change since	
		July 6, 1966	July 14, 1965
<u>A S S E T S</u>			
Gold certificate account	11,212	- 8	- 826
Redemption fund for F. R. notes	1,781	+ 8	+ 157
<u>Total gold certificate reserves</u>	12,993	--	- 669
Cash	(754) 244	- 5	+ 136
Discounts and advances	385	+ 120	+ 173
Acceptances:			
Bought outright	76	- 5	+ 38
Held under repurchase agreements	80	92	+ 72
U. S. Government securities:			
Bought outright--			
Bills	10,581	309	+2,936
Certificates	15	--	+ 15
Notes	25,326	--	- 411
Bonds	6,476	--	+1,092
<u>Total bought outright</u>	42,398	- 309	+3,632
Held under repurchase agreements	--	- 26	- 301
<u>Total U. S. Government securities</u>	42,398	- 335	+3,331
<u>Total loans and securities</u>	42,939	- 312	+3,614
Cash items in process of collection	(1,517) 8,349	+1,262	+1,085
Bank premises	104	--	+ 2
Other assets ^{1/}	958	+ 12	+ 257
<u>TOTAL ASSETS</u>	(2,271) 65,587	+ 957	+4,425
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(754) 37,971	91	+2,580
Deposits:			
Member bank reserves	18,706	- 250	+1,106
U. S. Treasurer--general account	1,138	+ 445	+ 218
Foreign	150	- 43	- 6
Other ^{2/}	418	+ 20	+ 215
<u>Total deposits</u>	20,412	+ 172	+1,533
Deferred availability cash items	(1,517) 5,805	+ 804	+ 444
Other liabilities and accrued dividends	215	- 9	- 181
<u>TOTAL LIABILITIES</u>	(2,271) 64,403	+1,058	+4,376
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	562	--	+ 21
Surplus	551	--	+ 27
Other capital accounts	71	- 101	+ 1
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,271) 65,587	+ 957	+4,425
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	33.6%	.1%	4.4
Contingent liability on acceptances purchased for foreign correspondents	262	- 2	+ 106

* Figures in parentheses are the eliminations made in the consolidating process; see comparable figures on combined basis on the following pages.

^{1/} Includes assets denominated in foreign currencies and IMF gold deposited.

^{2/} Includes IMF gold deposit.

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, JULY 13, 1966

(Acceptances and securities held under repurchase agreements are classified as maturing within 15 days in accordance with maximum maturity of the agreements.)

	Discounts and advances	Acceptances	U. S. Government securities	
			Holdings	Changes during week
Within 15 days	373	100	1,084	+ 66
16 days to 90 days	12	56	10,768	-324
91 days to 1 year	--	--	15,175	- 77
Over 1 year to 5 years	--	--	13,622	--
Over 5 years to 10 years	--	--	1,352	--
Over 10 years	--	--	397	--
<u>Total</u>	385	156	42,398	-335

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JULY 13, 1966

	Total	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco
(In millions of dollars)													
<u>A S S E T S</u>													
Gold certificate account	11,212	794	2,101	621	909	1,069	625	2,002	483	243	431	562	1,372
Redemption fund for F. R. notes	1,781	101	426	96	148	145	103	322	64	33	71	60	212
<u>Total gold certificate reserves</u>	12,993	895	2,527	717	1,057	1,214	728	2,324	547	276	502	622	1,584
F. R. notes of other Banks	754	46	163	48	56	82	80	71	31	27	37	44	69
Other cash	244	11	26	9	37	14	18	42	25	5	12	13	32
Discounts and advances	385	45	38	25	1	15	44	171	2	15	17	8	4
Acceptances:													
Bought outright	76	--	76	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	80		80										
U. S. Government securities:													
Bought outright--													
Bills	10,581	561	2,704	545	871	730	578	1,774	376	210	402	385	1,445
Certificates	15	1	4	1	1	1	1	2	*	*	1	1	2
Notes	25,326	1,344	6,472	1,304	2,084	1,748	1,383	4,245	900	502	964	921	3,459
Bonds	6,476	344	1,655	333	533	447	354	1,086	230	128	246	236	884
Total	42,398	2,250	10,835	2,183	3,489	2,926	2,316	7,107	1,506	840	1,613	1,543	5,790
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	42,398	2,250	10,835	2,183	3,489	2,926	2,316	7,107	1,506	840	1,613	1,543	5,790
<u>Total loans and securities</u>	42,939	2,295	11,029	2,208	3,490	2,941	2,360	7,278	1,508	855	1,630	1,551	5,794
Cash items in process of collection	9,866	562	1,798	556	691	825	768	1,620	531	304	645	505	1,061
Bank premises	104	3	9	3	5	5	20	20	8	3	8	10	10
Other assets <u>1/</u>	958	39	384	42	67	45	45	118	27	17	34	36	104
TOTAL ASSETS	67,858	3,851	15,936	3,583	5,403	5,126	4,019	11,473	2,677	1,487	2,868	2,781	8,654

1/ Includes assets denominated in foreign currencies and IMF gold deposited.

* Less than \$500,000.

	Total	Poston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apolis	Kansas City	Dallas	San Fran- cisco
(In millions of dollars)													
<u>LIABILITIES</u>													
Federal Reserve notes	38,725	2,341	8,774	2,255	3,225	3,484	2,255	7,017	1,450	727	1,464	1,247	4,486
Deposits:													
Member bank reserves	18,706	850	4,991	705	1,354	849	1,052	2,863	681	440	854	982	3,085
U.S. Treasurer--general account	1,138	73	177	83	99	118	94	148	116	48	37	75	70
Foreign	150	8	1/28	9	15	8	10	24	6	4	7	9	22
Other	418	1	2/341	1	*	6	1	1	*	1	3	1	62
<u>Total deposits</u>	20,412	932	5,537	798	1,468	981	1,157	3,036	803	493	901	1,067	3,239
Deferred availability cash items	7,322	510	1,263	456	586	584	523	1,212	375	234	443	391	745
Other liabilities and accrued dividends	215	11	54	11	18	15	13	35	8	5	8	8	29
<u>TOTAL LIABILITIES</u>	66,674	3,794	15,628	3,520	5,297	5,064	3,948	11,300	2,636	1,459	2,816	2,713	8,499
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	562	27	146	30	51	29	34	81	19	14	25	33	73
Surplus	551	27	144	30	50	28	33	79	19	13	24	32	72
Other capital accounts	71	3	18	3	5	5	4	13	3	1	3	3	10
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	67,858	3,851	15,936	3,583	5,403	5,126	4,019	11,473	2,677	1,487	2,868	2,781	8,654
Contingent liability on acceptances purchased for foreign correspondents	262	13	3/69	14	24	13	16	37	9	6	12	15	34
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	41,554	2,474	9,424	2,377	3,520	3,707	2,471	7,457	1,552	769	1,579	1,353	4,871
Collateral for F. R. notes:													
Gold certificate account	6,607	500	1,000	500	600	875	450	1,100	315	127	225	180	735
Eligible paper	12	--	--	10	--	--	--	--	2	--	--	--	--
U. S. Government securities	35,671	1,986	8,500	1,900	2,950	2,865	2,075	6,500	1,310	655	1,400	1,230	4,300
<u>Total collateral</u>	42,290	2,486	9,500	2,410	3,550	3,740	2,525	7,600	1,627	782	1,625	1,410	5,035

1/ After deducting \$122 million participations of other Federal Reserve Banks.

2/ Includes IMF gold deposit.

* Less than \$500,000.

3/ After deducting \$193 million participations of other Federal Reserve Banks.