



# FEDERAL RESERVE

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

H. 4. 1

For immediate release  
July 21, 1966

Figures on factors affecting bank reserves during the week ended July 20 continued to be affected by effects of the airline strike in slowing inter-city and inter-district check clearances. The average of daily figures of total member bank reserves held decreased a net of \$326 million to \$22,919 million. Estimated currency and coin of member banks increased \$106 million and their reserve balances at the Federal Reserve Banks decreased \$432 million. Estimated required reserves increased \$247 million; and estimated excess reserves decreased \$573 million to \$152 million. Member bank borrowings at the Federal Reserve Banks exceeded excess reserves by \$479 million, compared with the revised net borrowed figure of \$93 million the week before.

The principal changes reducing average reserve balances with Federal Reserve Banks were decreases of \$969 million in U. S. Government securities bought outright, \$187 million in member bank borrowings, and \$100 million in acceptances held under repurchase agreements, and an increase of \$134 million in Treasury deposits with Federal Reserve Banks. The principal offsetting changes were an increase of \$795 million in Federal Reserve float, and decreases of \$105 million in "other" F. R. accounts (net) and \$98 million in currency in circulation. Total Reserve Bank credit decreased \$470 million.

As of Wednesday, July 20, holdings of U. S. Government securities bought outright were \$442 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. Member bank borrowings were \$135 million lower.

	Averages of daily figures			Wednesday, July 20, 1966
	Week ended July 20, 1966	Change from week ended July 13, 1966	July 21, 1965	
Member bank reserves, Reserve Bank credit, and related items				
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	41,684	-969	+2,918	41,956
Held under repurchase agreements	--	- 3	- 98	--
Acceptances--				
Bought outright	75	- 5	37	71
Held under repurchase agreements	--	-100	--	--
Discounts and advances--				
Member bank borrowings	631	-187	+ 206	250
Other	--	--	- 2	--
Float	3,225	+795	+1,019	2,741
Total Reserve Bank credit	45,615	-470	+4,080	45,018
Gold stock	13,434	- 1	- 500	13,434
Treasury currency outstanding	5,966	- 6	+ 554	5,965
	65,016	-475	+4,136	64,417
Currency in circulation	42,921	- 98	+2,856	42,898
Treasury cash holdings	1,062	- 4	+ 277	1,068
Treasury deposits with F. R. Banks	1,156	+134	+ 268	772
Foreign deposits with F. R. Banks	160	+ 13	- 19	157
Other deposits with F. R. Banks	433	+ 15	+ 239	425
Other F. R. accounts (net)	332	-105	- 393	352
	46,064	- 44	+3,228	45,672
Member bank reserves:				
With Federal Reserve Banks	18,951	-432	+ 905	18,746
Currency and coin (estimated)	3,968	+106	+ 351	4,265
Total reserves held	22,919	-326	+1,256	23,011
Required reserves (estimated)	22,767	+247	+1,298	22,796
Excess reserves (estimated)	152	-573	- 42	215

On July 20, 1966, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were \$7,124 million, a decrease of \$251 million for the week and a decrease of \$157 million from the comparable date a year ago.

H.4.1(a)

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

	July 20, 1966	Change since	
		July 13, 1966	July 21, 1965
<u>A S S E T S</u>			
Gold certificate account	11,171	- 41	- 863
Redemption fund for F. R. notes	<u>1,818</u>	<u>+ 37</u>	<u>+ 193</u>
<u>Total gold certificate reserves</u>	* <u>12,989</u>	<u>- 4</u>	<u>- 670</u>
Cash	(862) 247	+ 3	+ 129
Discounts and advances	250	-135	- 21
Acceptances:			
Bought outright	71	- 5	+ 35
Held under repurchase agreements	--	- 80	--
U. S. Government securities:			
Bought outright--			
Bills	10,139	-442	+2,494
Certificates	15	--	+ 15
Notes	25,326	--	- 411
Bonds	<u>6,476</u>	<u>--</u>	<u>+1,092</u>
<u>Total bought outright</u>	<u>41,956</u>	<u>-442</u>	<u>+3,190</u>
Held under repurchase agreements	--	--	- 213
<u>Total U. S. Government securities</u>	<u>41,956</u>	<u>-442</u>	<u>+2,977</u>
<u>Total loans and securities</u>	<u>42,277</u>	<u>-662</u>	<u>+2,991</u>
Cash items in process of collection	(1,700) 8,529	+180	+2,007
Bank premises <sup>1/</sup>	104	--	+ 3
Other assets <sup>1/</sup>	<u>966</u>	<u>+ 8</u>	<u>+ 227</u>
<u>TOTAL ASSETS</u>	(2,562) <u>65,112</u>	<u>-475</u>	<u>+4,687</u>
<u>L I A B I L I T I E S</u>			
Federal Reserve notes	(862) 37,802	-169	+2,552
Deposits:			
Member bank reserves	18,746	+ 40	+1,015
U. S. Treasurer--general account	772	-366	+ 102
Foreign	157	+ 7	+ 6
Other <sup>2/</sup>	<u>425</u>	<u>+ 7</u>	<u>+ 223</u>
<u>Total deposits</u>	<u>20,100</u>	<u>-312</u>	<u>+1,346</u>
Deferred availability cash items	(1,700) 5,788	- 17	+ 917
Other liabilities and accrued dividends	<u>203</u>	<u>- 12</u>	<u>- 188</u>
<u>TOTAL LIABILITIES</u>	(2,562) <u>63,893</u>	<u>-510</u>	<u>+4,627</u>
<u>C A P I T A L A C C O U N T S</u>			
Capital paid in	564	+ 2	+ 22
Surplus	551	--	+ 27
Other capital accounts	<u>104</u>	<u>+ 33</u>	<u>+ 11</u>
<u>TOTAL LIABILITIES AND CAPITAL ACCOUNTS</u>	(2,562) <u>65,112</u>	<u>-475</u>	<u>+4,687</u>
Ratio of gold certificate reserves to F. R. note liability (computed from figures as shown on the following pages--not consolidated)	33.6%	--	- 4.5%
Contingent liability on acceptances purchased for foreign correspondents	247	- 15	+ 92

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

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

<sup>2/</sup> Includes IMF gold deposit.

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, JULY 20, 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	238	16	1,533	+449
16 days to 90 days	12	55	10,057	-711
91 days to 1 year	--	--	14,995	-180
Over 1 year to 5 years	--	--	13,622	--
Over 5 years to 10 years	--	--	1,352	--
Over 10 years	<u>--</u>	<u>--</u>	<u>397</u>	<u>--</u>
Total	250	71	41,956	-442

## STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JULY 20, 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)													
<b>A S S E T S</b>													
Gold certificate account	11,171	551	2,464	603	855	1,058	552	1,978	459	252	432	514	1,453
Redemption fund for F. R. notes	1,818	103	436	98	148	151	103	332	64	33	71	62	217
<u>Total gold certificate reserves</u>	12,989	654	2,900	701	1,003	1,209	655	2,310	523	285	503	576	1,670
F. R. notes of other Banks	862	52	197	62	60	93	89	71	33	34	38	44	89
Other cash	247	12	27	9	36	14	18	43	24	5	11	14	34
Discounts and advances	250	16	20	4	4	5	16	50	4	7	15	9	100
Acceptances:													
Fought outright	71	--	71	--	--	--	--	--	--	--	--	--	--
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	10,139	538	2,591	522	835	700	554	1,699	360	201	385	369	1,385
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	41,956	2,227	10,722	2,160	3,453	2,896	2,292	7,032	1,490	831	1,596	1,527	5,730
Held under repurchase agreements	--	--	--	--	--	--	--	--	--	--	--	--	--
<u>Total U. S. Government securities</u>	41,956	2,227	10,722	2,160	3,453	2,896	2,292	7,032	1,490	831	1,596	1,527	5,730
<u>Total loans and securities</u>	42,277	2,243	10,813	2,164	3,457	2,901	2,308	7,082	1,494	838	1,611	1,536	5,830
Cash items in process of collection	10,229	599	1,975	587	723	797	822	1,657	470	315	684	491	1,109
Bank premises	104	3	9	3	5	5	20	20	8	3	8	10	10
Other assets <sup>1/</sup>	966	39	384	42	68	46	45	120	28	17	34	37	106
<b>TOTAL ASSETS</b>	67,674	3,602	16,305	3,568	5,352	5,065	3,957	11,303	2,580	1,497	2,889	2,708	8,848

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

\* Less than \$500,000.

## STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON JULY 20, 1966

	Total	Boston	New York	Phila- delphia	Cleve- land	Rich- mond	Atlanta	Chicago	St. Louis	Minne- apclis	Kansas City	Dallas	San Fran- cisco
(In millions of dollars)													
<u>LIABILITIES</u>													
Federal Reserve notes	38,664	2,334	8,777	2,248	3,221	3,476	2,238	7,015	1,444	724	1,458	1,248	4,481
Deposits:													
Member bank reserves	18,746	610	5,332	723	1,369	848	1,036	2,752	667	435	836	922	3,216
U.S. Treasurer--general account	772	43	68	46	45	77	44	79	69	49	86	68	98
Foreign	157	7	<u>1/</u> 46	8	13	8	9	21	5	4	7	9	20
Other	425	1	<u>2/</u> 338	*	1	6	4	2	1	1	2	1	68
<u>Total deposits</u>	20,100	661	5,784	777	1,428	939	1,093	2,854	742	489	931	1,000	3,402
Deferred availability cash items	7,488	537	1,377	467	577	571	541	1,222	344	251	439	383	779
Other liabilities and accrued dividends	203	11	51	11	17	15	11	33	7	4	8	8	27
<u>TOTAL LIABILITIES</u>	66,455	3,543	15,989	3,503	5,243	5,001	3,883	11,124	2,537	1,468	2,836	2,639	8,689
<u>CAPITAL ACCOUNTS</u>													
Capital paid in	564	27	146	30	51	29	35	81	20	14	25	33	73
Surplus	551	27	144	30	50	28	33	79	19	13	24	32	72
Other capital accounts	104	5	26	5	8	7	6	19	4	2	4	4	14
<u>TOTAL LIABILITIES AND     CAPITAL ACCOUNTS</u>	67,674	3,602	16,305	3,568	5,352	5,065	3,957	11,303	2,580	1,497	2,889	2,708	8,848
Contingent liability on accept- ances purchased for foreign correspondents	247	12	<u>3/</u> 65	13	22	13	15	35	9	6	11	14	32
<u>FEDERAL RESERVE AGENT'S ACCOUNTS</u>													
F. R. notes outstanding	41,849	2,498	9,548	2,408	3,534	3,721	2,466	7,497	1,558	767	1,583	1,376	4,893
Collateral for F. R. notes:													
Gold certificate account	6,682	500	1,000	500	600	950	450	1,100	315	127	225	180	735
Eligible paper	7	--	--	3	--	--	--	--	4	--	--	--	--
U. S. Government securities	35,898	2,016	8,600	2,000	3,000	2,812	2,075	6,500	1,310	655	1,400	1,230	4,300
<u>Total collateral</u>	42,587	2,516	9,600	2,503	3,600	3,762	2,525	7,600	1,629	782	1,625	1,410	5,035

1/ After deducting \$111 million participations of other Federal Reserve Banks.2/ Includes IMF gold deposit.3/ After deducting \$182 million participations of other Federal Reserve Banks.

\* Less than \$500,000.