

Released for publication Sunday
morning, July 4; not earlier.

Federal Reserve Board,
July 3, 1920.

CONDITION OF FEDERAL RESERVE BANKS.

Resumption of member bank borrowings on a large scale accompanied by substantial increases in deposit and Federal Reserve note liabilities is indicated by the Federal Reserve Board's weekly bank statement, issued as at close of business on July 2, 1920. Gold reserves show an increase for the week of 2.3 millions and total cash reserves - an increase of 0.9 million. The reserve ratio declined from 43.6 to 42.8 per cent.

Bills secured by United States war obligations increased 16.9 millions, and other discounts by 96.5 millions, while acceptances purchased in open market show a reduction of 9.1 millions, and Treasury certificate holdings a reduction of 16.1 millions. Total earning assets, accordingly, show an increase for the week of 88.2 millions.

Of the 1,295 millions of bills secured by U. S. war obligations, 634 millions, or 49 per cent, were secured by Liberty bonds, 304.3 millions, or 23.5 per cent, by Victory notes, and 356.7 millions, or 27.5 per cent, by Treasury certificates, as against 48, 23.4 and 28.6 per cent of a corresponding total of 1,278 millions shown the week before. Total discounts held by the Boston, New York and Cleveland Banks are inclusive of 130.9 millions of paper discounted for seven other Federal Reserve Banks in the South and Middle West, as against 125 millions the week before, while acceptance holdings of the Boston and San Francisco Banks include 14.9 millions of bills purchased from the New York Bank.

Government deposits show an increase for the week of 7.5 millions, members' reserve deposits - an increase of 42.2 millions and other deposits, including foreign Government credits - a decrease of 4.6 millions. The "float" carried by the Reserve Banks and treated as a deduction from gross deposits increased by 12.5 millions, with the consequence that calculated net deposits show an increase for the week of 32.6 millions. Federal Reserve note circulation, apparently to meet the large demand for summer travel, increased 52.1 millions, compared with a slightly larger increase for the corresponding week in 1919. Federal Reserve Bank note circulation likewise shows an increase of 3.6 millions.

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STATEMENT OF COMBINED RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS

St. 1267a

R E S O U R C E S	July 2, 1920		June 25, 1920		July 3, 1919	
Gold and gold certificates	\$171,176,000		\$171,120,000		\$282,943,000	
Gold settlement fund - F. R. Board	402,760,000		402,628,000		564,290,000	
Gold with foreign agencies	111,531,000		111,531,000		-	
Total gold held by banks	685,467,000		685,279,000		847,233,000	
Gold with Federal Reserve Agents	1,146,944,000		1,150,175,000		1,155,278,000	
Gold redemption fund	139,285,000		133,921,000		126,435,000	
Total gold reserves		\$1,971,696,000		\$1,969,375,000		2,128,946,000
Legal tender notes, silver, etc.		137,805,000		139,230,000		66,407,000
Total reserves		2,109,501,000		2,108,605,000		2,195,353,000
Bills discounted (Secured by Government war obligations)	1,294,892,000		1,277,980,000		1,632,639,000	
(All other)	1,250,302,000		1,153,814,000		262,389,000	
Bills bought in open market	390,085,000		399,185,000		330,679,000	
Total bills on hand		2,935,279,000		2,830,979,000		2,225,707,000
U. S. Government bonds		26,792,000		26,793,000		27,130,000
U. S. Victory notes		69,000		69,000		377,000
U. S. Certificates of indebtedness		309,379,000		325,434,000		200,068,000
Total earning assets		3,271,519,000		3,183,275,000		2,453,282,000
Bank premises		13,658,000		13,492,000		11,684,000
Uncollected items and other deductions from gross deposits		785,059,000		* 750,486,000		742,527,000
5% Redemption fund against F. R. Bank notes		12,424,000		12,148,000		9,956,000
All other resources		5,191,000		6,590,000		10,306,000
TOTAL RESOURCES		6,197,352,000		* 6,074,596,000		5,423,108,000
L I A B I L I T I E S						
Capital paid-in		94,594,000		94,506,000		82,811,000
Surplus		164,745,000		120,120,000		81,087,000
Government deposits	21,704,000		14,189,000		136,328,000	
Due to members - Reserve account	1,874,161,000		1,831,916,000		1,687,608,000	
Deferred availability items	572,105,000		550,012,000		561,896,000	
Other deposits, including foreign government credits	71,980,000		* 76,592,000		128,698,000	
Total gross deposits		2,539,950,000		* 2,472,709,000		2,514,530,000
F. R. notes in actual circulation		3,168,814,000		3,116,718,000		2,552,348,000
F. R. Bank notes in circulation - net liability		189,232,000		185,604,000		181,570,000
All other liabilities		40,017,000		84,939,000		10,762,000
TOTAL LIABILITIES		6,197,352,000		* 6,074,596,000		5,423,108,000
Ratio of total reserves to net deposit and F. R. note liabilities combined		42.8%		43.6%		50.8%
Ratio of gold reserves to F. R. notes in circulation after setting aside 35% against net deposit liabilities		47.2%		48.3%		61.7%

* Corrected figures.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS JULY 2, 1920.

	R E S O U R C E S											(In thousands of dollars)	
Federal Reserve Bank of	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
Gold and gold certificates	11,540	83,504	1,123	10,074	2,380	7,971	24,142	3,454	7,237	481	5,275	13,995	171,176
Gold Settlement Fund - F. R. Board	22,458	103,090	50,519	51,706	20,015	10,443	60,735	8,394	6,660	26,561	10,705	31,474	402,760
Gold with foreign agencies	8,142	40,932	8,922	9,146	5,465	4,015	13,272	5,242	3,011	5,353	2,900	5,131	111,531
Total gold held by banks	42,140	227,526	60,564	70,926	27,860	22,429	98,149	17,090	16,908	32,395	18,880	50,600	685,467
Gold with F. R. Agents	122,485	282,362	88,294	149,233	38,908	48,466	169,381	45,873	31,806	36,913	24,477	108,746	1,146,944
Gold redemption fund	14,861	33,914	14,961	3,006	7,960	8,020	31,177	5,043	18	3,430	8,039	8,856	139,285
Total gold reserves	179,486	543,802	163,819	223,165	74,728	78,915	298,707	68,006	48,732	72,738	51,396	168,202	1,971,696
Legal tender notes, silver, etc.	7,390	107,200	384	1,621	90	1,518	8,222	7,516	58	1,602	1,466	738	137,805
Total reserves	186,876	651,002	164,203	224,786	74,818	80,433	306,929	75,522	48,790	74,340	52,862	168,940	2,109,501
Bills discounted: (a)													
Secured by Govt. war obligations	111,298	531,782	151,609	120,696	42,811	53,404	114,970	48,982	8,520	35,447	25,324	50,049	1,294,892
All other	66,917	300,105	36,448	58,822	56,542	61,120	315,265	64,361	68,883	74,968	47,715	99,156	1,250,302
Bills bought in open market (b)	38,050	180,162	1,425	51,328	7,096	3,909	54,750	3,346	2,384	2,379	405	44,851	390,085
Total bills on hand	216,265	1,012,049	189,482	230,846	106,449	118,433	484,985	116,689	79,787	112,794	73,444	194,056	2,935,279
U. S. Government bonds	560	1,457	1,386	833	1,233	113	4,477	1,153	116	8,866	3,966	2,632	26,792
U. S. Victory notes	5	50	-	10	-	3	-	-	-	1	9	2	69
U. S. Certificates of indebtedness	21,712	101,291	36,903	23,346	12,260	15,665	39,782	17,321	8,498	12,846	8,342	13,413	309,379
Total earning assets	238,542	1,114,847	227,771	255,035	119,942	134,214	529,244	135,163	88,401	134,507	87,752	208,101	3,271,519
Bank premises	1,401	3,763	592	1,155	752	589	2,116	866	556	730	906	232	13,658
Uncollected items and other de-													
ductions from gross deposits	64,670	167,603	66,265	81,821	57,427	27,209	109,021	43,490	22,364	63,364	41,322	40,503	785,059
5% Redemption fund against F. R.													
Bank notes	1,072	3,113	1,300	871	451	528	1,908	523	491	916	586	665	12,424
All other resources	234	523	226	322	*938	104	575	258	146	209	200	1,456	5,191
TOTAL RESOURCES	492,795	1,940,851	460,357	563,990	254,328	243,077	949,793	255,822	160,748	274,066	181,628	419,897	6,197,352
(a) Includes bills discounted for													
other F. R. Banks, viz:	34,461	35,354	-	61,097	-	-	-	-	-	-	-	-	130,912
(b) Includes bankers' acceptances													
bought from other F. R. Banks:													
With their endorsement	-	-	-	-	-	-	-	-	-	-	-	-	-
Without their endorsement	4,918	-	-	-	-	-	-	-	-	-	-	10,080	14,926

* Includes Government overdraft of \$142,000

** Includes Government overdraft of \$855,000

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS JULY 2, 1920.

(In thousands of dollars)

L I A B I L I T I E S													2809
	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	Total
Federal Reserve Bank													
Capital paid-in	7,532	24,672	8,326	10,160	4,825	3,780	13,290	4,256	3,279	4,308	3,745	6,421	94,594
Surplus	12,351	51,308	13,069	13,712	8,067	7,050	23,917	5,884	5,178	8,395	4,152	11,662	164,745
Government deposits	1,089	242	1,310	3,162	-	1,413	3,865	2,544	528	5,229	2,322	405	21,704
Due to members - Reserve account	117,499	779,520	106,624	140,707	55,306	52,607	254,336	62,903	47,427	86,739	54,664	115,829	1,874,161
Deferred availability items	51,288	113,751	55,105	61,857	48,100	23,956	68,987	38,971	16,215	51,939	24,579	17,357	572,105
Other deposits, including foreign government credits	3,143	27,726	4,072	3,433	2,214	1,606	5,970	2,337	1,766	2,634	1,338	15,741	71,980
Total gross deposits	173,019	921,239	167,111	209,159	105,620	79,582	333,158	106,755	65,936	146,541	82,903	148,927	2,539,950
F. R. notes in actual circulation	284,496	882,506	251,253	312,585	125,280	140,554	542,981	128,909	77,905	98,102	82,782	241,461	3,168,814
F. R. Bank notes in circulation - net liability	13,887	38,353	19,366	16,843	9,761	11,225	31,742	8,862	7,423	15,144	6,979	9,647	189,232
All other liabilities	1,510	22,773	1,232	1,531	775	886	4,705	1,156	1,027	1,576	1,067	1,779	40,017
TOTAL LIABILITIES	492,795	1,940,851	460,357	563,990	254,328	243,077	949,793	255,822	160,748	274,066	181,628	419,897	6,197,352
Ratio of total reserves to net deposit and F.R. note liabilities combined, per cent	47.6	39.8	46.6	51.1	43.1	41.7	40.0	39.3	40.2	41.0	42.5	48.3	42.8

M E M O R A N D A

Contingent liability as endorser on -													
Discounted paper rediscounted with other F. R. Banks	-	-	-	-	24,950	4,778	34,238	24,627	16,932	15,936	9,451	-	130,912
Bankers' acceptances sold to other F. R. Banks	-	-	-	-	-	-	-	-	-	-	-	-	-
Contingent liability on bills purchased for foreign correspondents	1,168	6,089	1,280	1,312	784	576	1,904	752	432	768	416	736	16,217

FEDERAL RESERVE NOTES OUTSTANDING AND IN ACTUAL CIRCULATION

F. R. notes outstanding	294,372	987,714	262,001	327,020	129,687	144,881	590,016	144,197	79,057	103,340	86,022	271,150	3,419,457
F. R. notes held by banks	9,876	105,208	10,748	14,435	4,407	4,327	47,035	15,288	1,152	5,238	3,240	29,689	250,643
F.R. notes in actual circulation	284,496	882,506	251,253	312,585	125,280	140,554	542,981	128,909	77,905	98,102	82,782	241,461	3,168,814

DISTRIBUTION OF BILLS AND U. S. CERTIFICATES OF INDEBTEDNESS BY MATURITIES

	Within 15 days	16 to 30 days	31 to 60 days	61 to 90 days	Over 90 days	Total
Bills discounted	1,389,732	291,845	511,758	261,835	90,024	2,545,194
Bills bought in open market	109,527	76,971	158,984	44,603	-	390,085
U. S. Certificates of indebtedness	53,794	4,400	17,600	28,023	205,562	309,379

FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS JULY 2, 1920.

(In thousands of dollars)

Federal Reserve Agent at	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	Total
R E S O U R C E S													
Federal Reserve notes on hand	44,100	128,600	33,880	28,920	28,194	68,625	66,380	16,480	10,205	4,330	10,055	1,100	440,869
Federal Reserve notes outstanding	294,372	987,714	262,001	327,020	129,687	144,881	590,016	144,197	79,057	103,340	86,022	271,150	3,419,457
Collateral security for Federal Reserve notes outstanding:													
Gold and gold certificates	900	196,608	-	32,025	-	2,500	-	3,810	13,052	-	10,331	-	259,226
Gold redemption fund	19,585	12,754	16,905	17,208	1,908	2,966	9,236	3,832	1,654	2,053	4,412	18,124	110,637
Gold settlement fund-F.R.Board	102,000	73,000	71,389	100,000	37,000	43,000	160,145	38,231	17,100	34,860	9,734	90,622	777,081
Eligible paper-													
Amount required	171,887	705,352	173,707	177,787	90,779	96,415	420,635	98,324	47,251	66,427	61,545	162,404	2,272,513
Excess amount held	44,378	304,749	1,659	50,767	11,018	22,018	64,096	18,306	23,470	46,341	11,899	13,076	611,777
TOTAL	677,222	2,408,777	559,541	733,727	298,586	380,405	1,310,508	323,180	191,789	257,351	193,998	556,476	7,891,560
L I A B I L I T I E S													
Federal Reserve notes received from Comptroller - gross	598,300	2,212,700	600,080	605,540	334,740	353,020	1,071,240	334,420	166,580	226,580	167,660	460,800	7,131,660
Less amounts returned for destruction	259,828	1,096,386	304,199	249,600	176,859	139,514	414,844	173,743	77,318	118,910	71,583	188,550	3,271,334
Net amount of Federal Reserve notes received from Comptroller of the Currency	338,472	1,116,314	295,881	355,940	157,881	213,506	656,396	160,677	89,262	107,670	96,077	272,250	3,860,326
Collateral received from Federal Reserve Bank:													
Gold	122,485	282,362	88,294	149,233	38,908	48,466	169,381	45,873	31,806	36,913	24,477	108,746	1,146,944
Eligible paper	216,265	1,010,101	175,366	228,554	101,797	118,433	484,731	116,630	70,721	112,768	73,444	175,480	2,884,290
TOTAL	677,222	2,408,777	559,541	733,727	298,586	380,405	1,310,508	323,180	191,789	257,351	193,998	556,476	7,891,560