

Released for publication
Sunday morning, July 25, 1920
not earlier.

St. 1311
Federal Reserve Board
July 24, 1920.

CONDITION OF FEDERAL RESERVE BANKS.

Moderate reductions in all classes of earning assets, together with a decline of 17.7 millions in Federal Reserve note circulation and a gain of about 15 millions in cash reserves, largely gold, are indicated in the Federal Reserve Board's weekly bank statement issued as at close of business on July 23, 1920. Net deposits remained practically unchanged. The banks' reserve ratio shows a further rise from 43.9 to 44.4 per cent.

Holdings of paper secured by United States war obligations show a reduction of 8.9 millions, other discounts on hand fell off 11.4 millions, while acceptance holdings declined 2.9 millions. Holdings of Treasury certificates, following the redemption by the Government of special temporary certificates held by the Reserve Banks, show a decrease of 6.2 millions. Total earning assets, in consequence of the changes just noted, show a reduction for the week of 29.4 millions.

Of the total of 1,247.4 millions of loans secured by Government war obligations, held by the Federal Reserve Banks, 600.5 millions, or 48.2 per cent, were secured by Liberty Bonds, 297.2 millions, or 23.8 per cent, by Victory notes, and 349.7 millions, or 28 per cent, by Treasury certificates, as against 47.4, 24.2 and 28.4 per cent of a corresponding total of 1,256.3 millions reported the week before. Discounted paper held by the Boston, New York and Cleveland Reserve banks is inclusive of 123.3 millions of paper discounted for six Reserve banks in the South and Middle West, while bank acceptances held by the Boston, Philadelphia, Cleveland and San Francisco Reserve banks comprise 42.5 millions of bills purchased from the New York and Chicago banks. All classes of deposits were smaller than the week before; government deposits showing a decrease of 0.3 million, members' reserve deposits - a reduction of 42.9 millions and other deposits, including non-members' clearing accounts and foreign government credits - a reduction of 1.6 millions. These reductions are, however, largely offset by a decrease of 43.6 millions in the amount of the "float" carried by the Reserve banks, with the consequence that calculated net deposits are only 1.2 millions less than the week before.

With the exception of Chicago and Kansas City, all Federal Reserve Banks report further reductions in Federal Reserve note circulation, the total reduction for the week being 17.7 millions. Federal Reserve bank notes in circulation show an increase during the same period of 0.7 million. Gold holdings of the Reserve banks show a gain for the week of 12.9 millions and other cash reserves, largely silver - a gain of 3.1 millions. An increase of \$278,000 in the paid-in capital of the Reserve banks is due largely to increases in capital and surplus of member banks, chiefly in the Chicago district.

STATEMENT OF COMBINED RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS.

	July 23, 1920	July 16, 1920	July 25, 1919
R E S O U R C E S			
Gold and gold certificates	\$180,529,000	\$168,767,000	\$270,601,000
Gold settlement fund - F. R. Board	387,345,000	393,905,000	591,532,000
Gold with foreign agencies	111,531,000	111,531,000	-
Total gold held by banks	679,405,000	674,203,000	862,133,000
Gold with Federal Reserve Agents	1,160,215,000	1,152,875,000	1,108,051,000
Gold redemption fund	143,651,000	144,343,000	124,967,000
Total gold reserves	\$1,983,271,000	\$1,971,421,000	2,095,151,000
Legal tender notes, silver, etc.	150,741,000	147,626,000	65,872,000
Total reserves	2,134,012,000	2,119,047,000	2,161,023,000
Bills discounted (Secured by Government war obligations)	1,247,371,000	1,255,258,000	1,616,210,000
(All other)	1,222,536,000	1,234,890,000	251,392,000
Bills bought in open market	353,543,000	356,471,000	375,556,000
Total bills on hand	2,823,450,000	2,846,619,000	2,243,158,000
U. S. Government bonds	26,791,000	26,791,000	27,086,000
U. S. Victory notes	68,000	69,000	286,000
U. S. Certificates of indebtedness	287,909,000	294,182,000	212,028,000
Total earning assets	3,138,218,000	3,167,661,000	2,482,558,000
Bank premises	14,243,000	14,024,000	11,784,000
Uncollected items and other deductions from gross deposits	772,333,000	890,554,000	690,495,000
5% Redemption fund against F. R. Bank notes	12,742,000	12,400,000	10,613,000
All other resources	3,576,000	4,271,000	9,898,000
TOTAL RESOURCES	6,075,124,000	6,208,017,000	5,366,371,000
L I A B I L I T I E S			
Capital paid-in	95,008,000	94,730,000	83,317,000
Surplus	164,745,000	164,745,000	81,087,000
Government deposits	11,280,000	11,700,000	116,038,000
Due to members - Reserve account	1,825,564,000	1,867,428,000	1,718,396,000
Deferred availability items	572,109,000	647,782,000	535,178,000
Other deposits, including foreign government credits	49,024,000	50,585,000	117,444,000
Total gross deposits	2,457,977,000	2,577,495,000	2,487,056,000
F. R. notes in actual circulation	3,118,205,000	3,135,893,000	2,504,497,000
F. R. Bank notes in circulation - net liability	190,067,000	189,375,000	193,849,000
All other liabilities	49,122,000	45,779,000	16,565,000
TOTAL LIABILITIES	6,075,124,000	6,208,017,000	5,366,371,000
Ratio of total reserves to not deposit and F. R. note liabilities combined	44.4%	43.9%	50.2%
Ratio of gold reserves to F.R. notes in circulation after setting aside 55% against net deposit liabilities	49.5%	48.7%	61.2%

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS JULY 23, 1920.

	R E S O U R C E S												(In thousands of dollars)
	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
Federal Reserve Bank of	11,760	89,113	1,166	10,227	2,454	7,669	24,396	3,301	7,238	533	5,472	17,200	180,529
Gold and gold certificates	49,651	50,381	36,612	73,395	17,301	5,808	68,271	12,476	5,956	23,811	7,317	36,366	387,345
Gold settlement fund - F. R. Board	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
Gold with foreign agencies	69,553	180,426	46,700	92,768	25,220	17,492	105,939	21,019	16,205	29,697	15,689	58,697	679,405
Total gold held by banks	128,670	280,222	107,672	150,539	39,215	48,261	160,670	44,744	31,691	36,694	28,488	103,349	1,160,215
Gold with F. R. Agents	16,948	35,971	10,331	2,877	8,131	7,824	38,608	5,565	75	3,573	3,755	9,993	143,651
Gold redemption fund	215,171	496,619	164,703	246,184	72,566	73,577	305,217	71,328	47,971	69,964	47,932	172,039	1,983,271
Total gold reserves	7,364	119,015	256	1,857	69	1,839	8,693	7,444	172	1,833	1,241	958	150,741
Legal tender notes, silver, etc.	222,535	615,634	164,959	248,041	72,635	75,416	313,910	78,772	48,143	71,797	49,173	172,997	2,134,012
Total reserves													
Bills discounted: (a)													
Secured by Govt. war obligations	78,845	529,833	139,845	85,234	41,427	53,742	159,949	40,998	10,727	44,861	15,905	46,005	1,247,371
All other	65,883	297,544	35,200	71,079	60,282	60,933	282,914	66,959	67,375	63,817	56,112	94,438	1,222,536
Bills bought in open market (b)	31,621	141,003	11,510	56,600	5,220	3,702	40,782	2,800	4,261	3,070	620	52,354	353,543
Total bills on hand	176,349	968,380	186,555	212,913	106,929	118,377	483,645	110,757	82,363	111,748	72,637	192,797	2,823,450
U. S. Government bonds	557	1,457	1,386	833	1,233	114	4,477	1,153	116	8,867	3,966	2,632	26,791
U. S. Victory notes	5	50	-	10	-	2	-	-	-	1	-	-	68
U. S. Certificates of indebtedness	26,148	75,312	35,302	23,322	12,260	15,665	39,717	17,372	8,484	12,884	8,303	13,140	287,909
Total earning assets	203,059	1,045,199	223,243	237,078	120,422	134,158	527,839	129,282	90,963	133,500	84,906	208,569	3,138,218
Bank premises	1,516	3,783	619	1,156	1,052	601	2,118	866	566	762	972	232	14,243
Uncollected items and other de-													
ductions from gross deposits	61,767	161,585	69,113	79,952	60,066	26,907	100,614	39,832	23,416	68,084	41,487	39,510	772,383
5% Redemption fund against F. R.													
Bank notes	1,072	3,085	1,300	871	451	488	2,240	523	545	916	586	665	12,742
All other resources	280	562	310	*528	97	111	523	309	97	245	156	358	3,576
TOTAL RESOURCES	490,229	1,829,848	459,544	567,626	254,723	237,681	947,244	249,584	163,730	275,304	177,280	422,331	6,075,124
(a) Includes bills discounted for	495												
other F. R. Banks, viz:	36,584	39,385		47,333	-	-	-	-	-	-	-	-	123,302
(b) Includes bankers' acceptances													
bought from other F. R. Banks:													
Without their endorsement	4,351	-	10,014	10,001	-	-	-	-	-	-	-	18,086	42,452

*Includes Government overdraft of \$402,000.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS AT CLOSE OF BUSINESS JULY 23, 1920.

(In thousands of dollars)

	L I A B I L I T I E S												922
Federal Reserve Bank	Boston	New York	Phila.	Clevel.	Richm.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
Capital paid-in	7,532	24,677	8,340	10,162	4,876	3,841	13,490	4,266	3,294	4,314	3,821	6,395	95,008
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	876	665	593	-	124 528	929	1,776	1,199	374	1,364	840	2,136	11,280
Due to members - reserve account	122,033	713,737	106,333	143,763	59,079	50,388	257,771	64,650	49,042	86,583	54,412	117,773	1,825,564
Deferred availability items	47,230	109,487	53,969	61,537	44,600	23,090	69,277	36,186	18,633	56,679	24,810	26,611	572,109
Other deposits, including foreign government credits	2,164	21,316	2,880	2,324	2,069 1,377	1,063	4,451	1,539	894	1,616	939	7,769	49,024 8,332
Total gross deposits	172,303	845,205	163,775	207,624	106,276	75,470	333,275	103,574	68,943	146,242	81,001	154,289	2,457,977
F. R. notes in actual circulation	282,284	846,836	253,106	316,021	124,130	138,641	537,719	125,835	77,268	99,621	79,864	236,880	3,118,205
F. R. Bank notes in circulation - net liability	13,709	36,045	19,212	17,806	10,202	11,352	32,799	8,531	7,701	14,917	7,059	10,734	190,067
All other liabilities	2,050	25,777	2,042	2,301	1,172	1,327	6,044	1,494	1,346	1,815	1,383	2,371	49,122
TOTAL LIABILITIES	490,229	1,829,848	459,544	567,626	254,723	237,681	947,244	249,584	163,730	275,304	177,280	422,331	6,075,124
Ratio of total reserves to net deposits and F.R. note liabilities combined, per cent	56.7	40.2	47.4	55.9	42.6	40.3	40.7	41.6	39.2	40.4	41.2	49.2	44.4

M E M O R A N D A

Contingent liability as endorser on - discounted paper rediscounted with other F. R. Banks	-	-	-	-	22,776	15,650	-	31,177	12,499	18,861	²⁵⁰ 22,339	-	²¹³ 123,362
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	294,857	985,870	267,280	332,177	130,585	143,376	589,865	144,528	78,617	105,501	84,057	277,473	3,434,186
F. R. notes held by banks	12,573	139,034	14,174	16,156	6,455	4,735	52,146	18,693	1,349	5,880	4,193	40,593	315,981
F.R. notes in actual circulation	282,284	846,836	253,106	316,021	124,130	138,641	537,719	125,835	77,268	99,621	79,864	236,880	3,118,205

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	1,422,134	240,829	416,780	316,347	73,817	2,469,907
Bills bought in open market	97,177	88,680	138,714	28,972	-	353,543
U. S. Certificates of indebtedness	31,136	13,773	23,680	43,945	175,375	287,909

FEDERAL RESERVE AGENTS' ACCOUNTS AT CLOSE OF BUSINESS JULY 23, 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	48,200	135,000	28,780	28,450	28,863	67,725	75,780	13,080	8,255	6,650	12,350	3,100	456,233
Federal Reserve notes outstanding	294,857	985,870	267,280	332,177	130,585	143,376	589,865	144,528	78,617	105,501	84,057	277,473	3,434,186
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	20,770	10,614	16,283	18,514	2,715	2,761	8,526	3,303	1,539	2,834	5,423	14,418	107,700
Gold settlement fund-F.R.Board	107,000	73,000	91,389	100,000	36,500	43,000	152,144	37,631	17,100	33,860	12,734	88,931	793,289
Eligible paper-													
Amount required	166,187	705,648	159,608	181,638	91,370	95,115	429,195	99,784	46,926	68,807	55,569	174,124	2,273,971
Excess amount held	10,162	228,566	906	29,203	12,685	23,256	54,372	10,926	24,585	42,914	17,068	8,396	463,039
TOTAL	648,076	2,335,306	564,246	722,007	302,718	377,733	1,309,882	313,062	190,074	260,566	197,532	566,442	7,787,644
L I A B I L I T I E S													
Federal Reserve notes received from Comptroller - gross	611,700	2,233,480	605,880	618,920	341,500	355,420	1,089,200	337,880	166,580	234,280	170,980	475,520	7,241,340
Less amounts returned for destruction	268,643	1,112,610	309,820	258,293	182,052	144,319	423,555	180,272	79,708	122,129	74,573	194,947	3,350,921
Net amount of Federal Reserve notes received from Comptroller of the Currency	343,057	1,120,870	296,060	360,627	159,448	211,101	665,645	157,608	86,872	112,151	96,407	280,573	3,890,419
Collateral received from Federal Reserve Bank:													
Gold	128,670	280,222	107,672	150,539	39,215	48,261	160,670	44,744	31,691	36,694	28,488	103,349	1,160,215
Eligible paper	176,349	934,214	160,514	210,841	104,055	118,371	483,567	110,710	71,511	111,721	72,637	182,520	2,737,010
TOTAL	648,076	2,335,306	564,246	722,007	302,718	377,733	1,309,882	313,062	190,074	260,566	197,532	566,442	7,787,644