

STATEMENT FOR THE PRESS

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St. 4794
Federal Reserve Board,
January 7, 1926.

CONDITION OF FEDERAL RESERVE BANKS

The consolidated statement of condition of the Federal reserve banks on January 6, made public by the Federal Reserve Board, shows a decline of \$182,400,000 in holdings of bills and securities and of \$57,400,000 in Federal reserve note circulation, together with increases of \$39,700,000 in gold reserves, \$20,200,000 in other cash reserves, and \$12,400,000 in non-reserve cash. Discount holdings went down \$156,200,000 during the week, acceptances purchased in open market \$18,000,000, and U. S. Government securities \$7,600,000. During the two-week period since December 23, the report date immediately preceding Christmas, Federal reserve note circulation declined \$118,000,000, while cash reserves increased \$124,800,000 and non-reserve cash \$31,700,000.

Discounted bills held by the Federal Reserve Bank of New York went down \$113,700,000 during the week, while Boston shows a decrease of \$26,100,000, Richmond \$13,100,000, Philadelphia \$12,500,000, and Chicago \$4,100,000. Discount holdings of the Dallas bank increased \$4,500,000, of Atlanta \$3,700,000, and of Minneapolis \$2,400,000.

The New York bank also reports a reduction of \$10,000,000 in open-market acceptance holdings, and Atlanta and Minneapolis show reductions of \$6,300,000 and \$3,200,000, respectively, while the Federal Reserve Bank of St. Louis reports an increase of \$3,700,000. All classes of Government security holdings declined during the week - Treasury notes by \$6,100,000, Treasury certificates by \$1,000,000, and United States bonds by \$500,000.

All of the Federal reserve banks report a smaller volume of Federal reserve notes in circulation than a week ago, the principal decreases being: Boston \$12,600,000, Cleveland \$10,600,000, Philadelphia \$9,100,000, New York \$6,000,000, Richmond \$5,500,000, and Atlanta \$4,200,000.

After closing their books on December 31 and paying the accrued 6 per cent dividend, the reserve banks paid \$59,300 to the Government as a franchise tax and transferred \$2,474,000 to surplus account.

A summary of changes in the principal assets and liabilities of the reserve banks during the week and the year ending January 6, 1926, follows:

	Increase or decrease during	
	Week	Year
Total reserves	+ \$59,900,000	-\$193,300,000
Gold reserves	+ 39,700,000	- 206,900,000
Total bills and securities	- 182,400,000	+ 208,400,000
Bills discounted, total	- 156,200,000	+ 329,100,000
Secured by U.S.Govt. obligations	- 102,200,000	+ 217,200,000
Other bills discounted	- 54,000,000	+ 111,900,000
Bills bought in open market	- 18,000,000	+ 3,800,000
U. S. Government securities, total	- 7,600,000	- 126,600,000
Bonds	- 500,000	- 17,100,000
Treasury notes	- 6,100,000	- 156,600,000
Certificates of indebtedness	- 1,000,000	+ 47,100,000
Federal reserve notes in circulation	- 57,400,000	- 27,800,000
Total deposits	- 27,900,000	+ 12,700,000
Members' reserve deposits	- 30,500,000	+ 30,400,000
Government deposits	+ 2,400,000	- 8,500,000

RESOURCES AND LIABILITIES
OF THE TWELVE FEDERAL RESERVE BANKS COMBINED
(In thousands of dollars)

	Jan. 6, 1926	Dec. 30, 1925	Jan. 7, 1925
R E S O U R C E S			
Gold with Federal reserve agents	1,424,473	1,356,607	1,729,267
Gold redemption fund with U. S. Treasury	58,526	52,699	45,854
Gold held exclusively against F.R. notes	1,482,999	1,409,306	1,775,121
Gold settlement fund with F. R. Board	638,643	701,455	637,330
Gold and gold certificates held by banks	622,378	593,520	538,493
<u>Total gold reserves</u>	<u>2,744,020</u>	<u>2,704,281</u>	<u>2,950,944</u>
Reserves other than gold	138,046	117,852	124,397
<u>Total reserves</u>	<u>2,882,066</u>	<u>2,822,133</u>	<u>3,075,341</u>
Non-reserve cash	74,481	62,053	73,479
Bills discounted:			
Sec. by U. S. Government obligations	363,832 726	466,014	146,698
Other bills discounted	229,635 743	283,658	117,710
<u>Total bills discounted</u>	<u>593,467 9</u>	<u>749,672</u>	<u>264,408</u>
Bills bought in open market	344,783	362,818	340,978
U. S. Government securities:			
Bonds	58,391 689	58,854	75,505
Treasury notes	185,906	192,077	342,533
Certificates of indebtedness	125,124 48	126,101	77,991
<u>Total U. S. Government securities</u>	<u>369,421 19</u>	<u>377,032</u>	<u>496,029</u>
Other securities	3,205	3,205	2,550
Foreign loans on gold	7,502	8,100	6,000
<u>Total bills and securities</u>	<u>1,318,378</u>	<u>1,500,827</u>	<u>1,109,965</u>
Due from foreign banks	642	642	641
Uncollected items	787,184	717,599	702,909
Bank premises	59,239	61,632	57,595
All other resources	16,860	18,272	23,408
TOTAL RESOURCES	5,138,850	5,183,158	5,043,338
L I A B I L I T I E S			
F. R. notes in actual circulation	1,777,628	1,835,010	1,805,383
Deposits:			
Member bank - reserve account	2,278,123	2,308,614	2,247,745
Government	17,516	15,067	26,040
Foreign bank	8,097	12,014	19,899
Other deposits	25,482	21,446	22,849
<u>Total deposits</u>	<u>2,329,218</u>	<u>2,357,141</u>	<u>2,316,533</u>
Deferred availability items	683,994	635,681	581,799
Capital paid in	117,287	117,042	112,228
Surplus	220,310	217,837	217,837
All other liabilities	10,413	20,447	9,558
TOTAL LIABILITIES	5,138,850	5,183,158	5,043,338
Ratio of total reserves to deposit and F. R. note liabilities combined	70.2%	67.3%	74.6%
Contingent liability on bills purchased for foreign correspondents	79,063	65,049	44,720

C.

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JANUARY 6, 1926.
(In thousands of dollars)

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RESOURCES

	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
Gold with Federal Reserve Agents	100,197	359,996	141,298	191,278	76,604	86,304	114,683	15,034	58,992	53,848	20,023	206,216	1,424,473
Gold redemption fund with U.S. Treas.	8,931	12,700	8,658	3,532	2,042	5,412	4,985	1,256	2,292	2,404	2,556	3,758	58,526
<u>Gold held exclusively against F. R. notes</u>	109,128	372,696	149,956	194,810	78,646	91,716	119,668	16,290	61,284	56,252	22,579	209,974	1,482,999
Gold settlement fund with F.R. Board	27,717	251,506	43,553	46,238	19,873	29,371	111,470	19,023	18,736	28,581	9,396	32,679	638,643
Gold and gold certificates	39,504	356,623	22,002	47,961	7,614	4,268	75,158	12,736	6,481	4,073	11,190	34,768	622,378
<u>Total gold reserves</u>	176,349	980,825	215,511	289,009	106,133	125,855	306,296	48,049	86,501	88,906	43,165	277,421	2,744,020
Reserves other than gold	22,529	32,372	3,917	10,557	7,397	7,943	20,406	13,210	2,332	4,459	5,892	7,032	138,046
<u>Total reserves</u>	198,878	1,013,197	219,428	299,566	113,530	133,798	326,702	61,259	88,833	93,365	49,057	284,453	2,882,066
Non-reserve cash	8,099	19,504	2,297	5,606	6,329	4,447	12,593	4,310	1,255	3,159	2,686	4,196	74,481
Bills discounted:													
Secured by U.S. Gov't. obligations	18,655	157,959	28,075	36,187	11,038	6,663	75,539	9,846	7,472	4,908	2,419	9,695	363,832
Other bills discounted	10,865	23,348	17,490	34,825	25,345	26,183	40,143	10,447	3,112	11,009	5,896	20,972	229,635
<u>Total bills discounted</u>	29,520	181,307	45,565	71,012	36,383	32,846	115,682	20,293	5,960	15,917	8,315	30,667	593,467
Bills bought in open market	82,038	27,127	15,771	5,210	2,598	69,770	26,672	25,874	15,552	16,269	27,797	30,105	344,783
U. S. Government securities:													
Bonds	553	1,934	604	8,103	1,240	521	20,190	1,746	7,666	8,388	7,275	469	68,991
Treasury notes	1,815	39,633	4,016	19,615	3,511	9,709	21,387	14,716	7,093	18,415	17,235	28,761	185,906
Certificates of indebtedness	10,082	11,332	19,443	8,691	4,193	6,111	13,738	7,885	4,319	10,657	7,864	20,709	125,124
<u>Total U.S. Gov't. securities</u>	12,450	52,899	24,063	36,409	8,944	16,341	55,315	24,347	19,078	37,460	32,176	49,939	369,421
Other securities	-	-	3,050	-	-	-	-	-	55	100	-	-	3,205
Foreign loans on gold	555	2,025	697	803	398	308	1,035	345	248	300	263	525	7,502
<u>Total bills and securities</u>	124,563	263,358	89,146	113,434	48,323	119,265	198,704	70,859	40,893	70,046	68,551	111,236	1,318,378
Due from foreign banks	-	642	-	-	-	-	-	-	-	-	-	-	642
Uncollected items	73,301	186,533	68,685	71,677	67,606	43,604	94,592	42,794	14,930	48,784	32,030	42,648	787,184
Bank premises	4,068	16,652	1,385	7,409	2,364	2,728	7,933	4,111	2,943	4,636	1,793	3,217	59,239
All other resources	148	4,000	159	1,184	457	1,353	2,068	335	2,566	524	566	3,500	16,860
<u>TOTAL RESOURCES</u>	409,057	1,503,886	381,100	498,876	238,609	305,195	642,592	183,668	151,420	220,514	154,683	449,250	5,138,850

C.

LIABILITIES

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON JANUARY 6, 1926. (In thousands of dollars)

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	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St. Louis	Minn.	Kans. Cy.	Dallas	San Fran.	Total
F. R. notes in actual circulation	163,403	378,721	147,322	223,792	87,997	165,830	177,383	39,160	69,415	72,209	46,599	205,797	1,777,628
Deposits:													
Member bank - reserve account	147,716	865,725	138,492	173,130	70,355	86,904	332,531	86,423	54,978	91,329	61,130	169,410	2,278,123
Government	1,074	4,913	179	2,001	745	831	3,402	747	1,405	836	649	734	17,516
Foreign bank	673	1,798	841	819	469	354	1,213	381	283	345	310	611	8,097
Other deposits	138	13,860	363	1,585	183	76	1,209	1,073	244	1,057	61	5,633	25,482
Total deposits	149,601	886,296	139,875	177,535	71,752	88,165	338,355	88,624	56,910	93,567	62,150	176,388	2,329,218
Deferred availability items	69,944	144,617	61,587	60,519	60,267	37,393	78,678	40,562	13,507	41,026	33,659	42,235	683,994
Capital paid in	8,611	32,395	11,623	13,176	5,994	4,694	15,738	5,127	3,187	4,236	4,268	8,238	117,287
Surplus	17,020	59,964	20,464	22,894	11,919	8,700	30,613	9,570	7,501	8,979	7,615	15,071	220,310
All other liabilities	478	1,893	229	960	680	413	1,825	625	900	497	392	1,521	10,413
TOTAL LIABILITIES	409,057	1,503,886	381,100	498,876	238,609	305,195	642,592	183,668	151,420	220,514	154,683	449,250	5,138,850
Reserve ratio (per cent)	63.5	80.1	76.4	74.6	71.1	52.7	63.3	47.9	70.3	56.3	45.1	74.4	70.2
Contingent liability on bills purchased for foreign correspondents	5,939	22,328	7,424	8,362	4,142	3,126	10,706	3,360	2,501	3,048	2,735	5,392	79,063
F.R. notes on hand (notes rec'd from F.R. Agent less notes in circulation)	39,881	145,193	47,004	22,968	20,056	21,870	22,080	6,734	3,545	10,225	5,811	48,723	394,090
FEDERAL RESERVE NOTE ACCOUNTS OF FEDERAL RESERVE AGENTS													
F. R. notes rec'd from Comptroller	252,884	750,274	221,926	298,530	131,343	231,373	430,220	68,974	89,413	120,364	65,722	308,020	2,969,043
E. R. notes held by F. R. Agent	49,600	226,360	27,600	51,770	23,290	43,673	230,757	23,080	16,453	37,930	13,312	53,500	797,325
F.R. notes issued to F.R. Bank	203,284	523,914	194,326	246,760	108,053	187,700	199,463	45,894	72,960	82,434	52,410	254,520	2,171,718
Collateral held as security for													
F. R. notes issued to F.R. Bank:													
Gold and gold certificates	35,300	186,698	2,000	8,780	21,160	10,370	-	9,845	13,052	-	15,226	-	302,431
Gold redemption fund	14,897	27,298	9,909	12,498	3,944	8,934	4,038	989	1,940	3,488	2,797	14,151	104,883
Gold fund - F. R. Board	50,000	146,000	129,389	170,000	51,500	67,000	110,645	4,200	44,000	50,360	2,000	192,065	1,017,159
Eligible paper	111,558	173,337	53,454	75,327	37,719	102,562	142,197	46,148	21,185	32,145	36,092	60,666	892,390
Total collateral	211,755	533,333	194,752	266,605	114,323	188,866	256,880	61,182	80,177	85,993	56,115	266,882	2,316,863

DISTRIBUTION OF BILLS, MUNICIPAL WARRANTS AND U. S. CERTIFICATES OF INDEBTEDNESS BY MATURITIES

	Within 15 days	16 to 30 days	31 to 60 days	61 to 90 days	From 91 days to 6 months	Over 6 months	Total
Bills discounted	463,256	34,030	52,215	33,536	10,009	421	593,467
Bills bought in open market	118,339	64,797	87,951	62,753	10,943	-	344,783
Certificates of indebtedness	397	-	-	-	115,022	9,705	125,124
Municipal warrants	55	-	-	-	-	-	55