

STATEMENT FOR THE PRESS

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St. 5198
Federal Reserve Board,
December 23, 1926.

CONDITION OF FEDERAL RESERVE BANKS

The consolidated statement of condition of the Federal reserve banks on December 22, made public by the Federal Reserve Board, reflects the usual holiday demand for currency, Federal reserve note circulation increasing \$73,800,000 during the week, and cash reserves and non-reserve cash declining \$41,800,000 and \$3,900,000, respectively. Holdings of discounted bills increased \$153,100,000 and of acceptances purchased in open market \$3,500,000, while Government security holdings declined \$163,800,000, the redemption of \$188,000,000 of temporary certificates issued by the Treasury to the Federal reserve banks on the previous report date having been partly offset by additional purchases of securities in the open market.

All of the Federal reserve banks report increased discount holdings, with the exception of Kansas City which shows a decline of \$4,900,000, and of Atlanta which shows a small decrease. The principal increases in discount holdings were as follows: New York \$74,200,000, Chicago \$23,400,000, San Francisco \$16,000,000, Boston \$12,700,000, Cleveland \$11,000,000, Philadelphia \$9,300,000, and St. Louis \$8,300,000.

Open-market acceptance holdings declined \$4,900,000 at the St. Louis bank and \$2,200,000 at Atlanta, and increased \$4,400,000 at the New York bank, \$2,900,000 at Boston, and \$2,200,000 at San Francisco. The System's holdings of Treasury notes increased \$7,600,000 and of United States bonds \$500,000, while holdings of Treasury certificates declined \$171,900,000, the redemption of the temporary certificates held by the Federal reserve banks on the preceding Wednesday being partly offset by purchases in the open market.

All Federal reserve banks report a larger volume of Federal reserve notes in circulation, the principal increases being: New York \$17,700,000, Chicago \$17,100,000, Cleveland \$11,200,000, Philadelphia \$5,400,000, Atlanta \$4,700,000, Richmond \$4,600,000, and San Francisco \$4,000,000.

A summary of changes in the principal assets and liabilities of the reserve banks during the week and the year ending December 22, 1926, follows:

	Increase or decrease during	
	Week	Year
Total reserves	- \$41,800,000	+ \$153,000,000
Gold reserves	- 27,400,000	+ 138,000,000
Total bills and securities	- 7,200,000	- 85,100,000
Bills discounted, total	+ 153,100,000	- 48,700,000
Secured by U.S. Govt. obligations . .	+ 100,400,000	- 19,100,000
Other bills discounted	+ 52,700,000	- 29,600,000
Bills bought in open market	+ 3,500,000	+ 17,600,000
U. S. Government securities, total . .	- 163,800,000	- 45,100,000
Bonds	+ 500,000	- 19,000,000
Treasury notes	+ 7,600,000	- 100,200,000
Certificates of indebtedness	- 171,900,000	+ 74,100,000
Federal reserve notes in circulation . .	+ 73,800,000	+ 18,300,000
Total deposits	- 84,500,000	+ 32,300,000
Members' reserve deposits	- 135,800,000	- 1,300,000
Government deposits	+ 61,700,000	+ 38,700,000

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

	Dec. 22, 1926	Dec. 15, 1925	Dec. 23, 1925
R E S O U R C E S			
Gold with Federal reserve agents	1,376,776	1,435,352	1,327,438
Gold redemption fund with U.S. Treasury	65,407	56,229	49,343
<u>Gold held exclusively against F.R. notes</u>	1,442,183	1,491,581	1,376,781
Gold settlement fund with F. R. Board	657,023	622,656	729,256
Gold and gold certificates held by banks	704,074	716,480	559,259
<u>Total gold reserves</u>	2,803,280	2,830,717	2,665,296
Reserves other than gold	106,985	121,331	91,983
<u>Total reserves</u>	2,910,265	2,952,048	2,757,279
Non-reserve cash	47,073	51,007	42,783
Bills discounted:			
Sec. by U. S. Government obligations	422,397	321,981	441,479
Other bills discounted	293,027	240,326	322,644
<u>Total bills discounted</u>	715,424	562,307	764,123
Bills bought in open market	387,593	384,125	369,951
U. S. Government securities:			
Bonds	46,858	46,428	65,839
Treasury notes	89,844	82,216	190,037
Certificates of indebtedness	177,704	349,595	103,631
<u>Total U. S. Government securities</u>	314,406	478,239	359,507
Other securities	2,596	2,564	3,205
Foreign loans on gold	-	-	8,300
<u>Total bills and securities</u>	1,420,019	1,427,235	1,505,086
Due from foreign banks	650	650	642
Uncollected items	785,171	894,699	766,088
Bank premises	60,271	60,148	61,629
All other resources	13,154	13,919	18,006
<u>TOTAL RESOURCES</u>	5,236,603	5,399,706	5,151,513
L I A B I L I T I E S			
F. R. notes in actual circulation	1,913,960	1,840,132	1,895,663
Deposits:			
Member bank - reserve account	2,218,095	2,353,883	2,219,373
Government	67,848	6,170	29,120
Foreign bank	5,506	6,204	7,956
Other deposits	16,513	26,223	19,166
<u>Total deposits</u>	2,307,962	2,392,480	2,275,615
Deferred availability items	644,012	797,018	625,263
Capital paid in	124,763	124,752	116,978
Surplus	220,310	220,310	217,837
All other liabilities	25,596	25,014	20,157
<u>TOTAL LIABILITIES</u>	5,236,603	5,399,706	5,151,513
Ratio of total reserves to deposit and F. R. note liabilities combined	68.9%	69.7%	66.1%
Contingent liability on bills purchased for foreign correspondents	52,437	50,491	58,739

R E S O U R C E S

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON DECEMBER 22, 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
Gold with Federal Reserve Agents	143,210	263,059	105,637	151,573	71,708	133,875	148,443	19,282	58,764	60,145	37,557	183,523	1,376,776
Gold redemption fund with U.S. Treas.	5,415	16,618	12,029	5,567	1,311	3,520	9,776	841	2,107	3,297	2,210	2,716	65,407
<u>Gold held exclusively against</u>													
<u>F. R. notes</u>	148,625	279,677	117,666	157,140	73,019	137,395	158,219	20,123	60,871	63,442	39,767	186,239	1,442,183
Gold settlement fund with F.R. Board	14,233	254,594	49,469	45,289	22,172	27,413	132,752	23,146	18,388	28,193	21,251	20,123	657,023
Gold and gold certif. held by banks	33,999	456,775	26,872	44,835	10,662	3,659	56,886	11,856	6,662	5,461	8,463	37,944	704,074
<u>Total gold reserves</u>	196,857	991,046	194,007	247,264	105,853	168,467	347,857	55,125	85,921	97,096	69,481	244,306	2,803,280
Reserves other than gold	13,678	19,220	3,869	6,886	4,499	8,138	17,665	12,108	3,247	4,433	7,854	5,388	106,985
<u>Total reserves</u>	210,535	1,010,266	197,876	254,150	110,352	176,605	365,522	67,233	89,168	101,529	77,335	249,694	2,910,265
Non-reserve cash	7,314	12,811	840	2,490	2,585	3,056	7,512	2,945	925	2,095	1,629	2,871	47,073
Bills discounted:													
Secured by U.S. Govt. obligations	34,049	146,971	42,407	63,767	8,592	2,958	75,350	17,806	1,679	4,199	3,485	21,134	422,397
Other bills discounted	23,501	27,273	19,982	35,977	20,869	42,138	48,017	25,668	3,600	7,476	5,423	33,103	293,027
<u>Total bills discounted</u>	57,550	174,244	62,389	99,744	29,461	45,096	123,367	43,474	5,279	11,675	8,908	54,237	715,424
Bills bought in open market	38,367	113,618	24,576	36,184	12,915	23,091	49,884	7,931	13,276	19,726	15,299	32,726	387,593
U. S. Government securities:													
Bonds	529	1,752	535	1,167	1,191	276	19,963	2,010	7,568	8,589	3,141	87	46,858
Treasury notes	1,894	16,832	15,266	17,939	1,108	1,534	5,821	6,632	1,620	3,694	3,355	14,149	89,844
Certificates of indebtedness	7,438	44,875	4,226	16,636	4,936	20	22,674	12,002	7,573	16,131	15,672	25,521	177,704
<u>Total U. S. Govt. securities</u>	9,861	63,459	20,077	35,742	7,235	1,830	48,458	20,644	16,761	28,414	22,168	39,757	314,406
Other securities	-	-	2,000	-	-	-	-	-	596	-	-	-	2,596
<u>Total bills and securities</u>	105,778	351,321	109,042	171,670	49,611	70,017	221,709	72,049	35,912	59,815	46,375	126,720	1,420,019
Due from foreign banks	-	650	-	-	-	-	-	-	-	-	-	-	650
Uncollected items	66,876	185,558	69,308	78,745	67,080	34,101	106,546	35,757	15,687	48,369	27,315	49,829	785,171
Bank remises	4,068	16,740	1,700	7,409	2,364	3,017	7,935	4,111	2,940	4,668	1,796	3,523	60,271
All other resources	178	919	291	884	581	1,006	2,545	799	2,275	563	371	2,742	13,154
TOTAL RESOURCES	394,749	1,578,265	379,057	515,348	232,573	287,802	711,769	182,894	146,907	217,039	154,821	435,379	5,236,603

RESOURCES AND LIABILITIES OF THE FEDERAL RESERVE BANKS ON DECEMBER 22, 1926.

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LIABILITIES

(In thousands of dollars)

	Boston	New York	Phila.	Cleve.	Rich.	Atlanta	Chicago	St.Louis	Minn.	Kans.Cy.	Dallas	San Fran.	Total
F.R. notes in actual circulation	161,603	421,548	146,039	235,614	90,254	170,197	253,754	48,593	69,210	74,042	50,791	192,315	1,913,960
Deposits:													
Member bank - reserve account	140,495	867,061	131,657	175,513	62,069	65,962	327,098	82,096	50,440	89,999	59,451	166,254	2,218,095
Government	6,406	28,762	5,818	3,524	2,827	6,778	2,633	1,824	1,899	1,406	3,588	2,383	67,848
Foreign bank	471	1,002	589	664	329	248	850	267	199	242	217	428	5,506
Other deposits	228	7,888	133	1,055	85	112	878	315	199	232	31	5,357	16,513
Total deposits	147,600	904,713	138,197	180,756	65,310	73,100	331,459	84,502	52,737	91,879	63,287	174,422	2,307,962
Deferred availability items	58,478	150,662	60,409	59,988	57,494	29,042	75,438	33,420	12,989	36,669	27,678	41,745	644,012
Capital paid in	8,800	36,434	12,605	13,618	6,097	5,022	16,677	5,297	3,071	4,185	4,301	8,656	124,763
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	1,248	4,944	1,343	2,478	1,499	1,741	3,828	1,512	1,399	1,285	1,149	3,170	25,596

TOTAL LIABILITIES	394,749	1,578,265	379,057	515,348	232,573	287,802	711,769	182,894	146,907	217,039	154,821	435,379	5,236,603
Reserve ratio (per cent)	68.1	76.2	69.6	61.0	70.9	72.6	62.5	50.5	73.1	61.2	67.8	68.1	68.9
Contingent liability on bills purchased for foreign correspondents	4,062	13,639	5,077	5,718	2,832	2,138	7,322	2,298	1,710	2,084	1,870	3,687	52,437
F.R. notes on hand (notes rec'd from F.R. Agent less notes in circulation)	55,594	96,145	28,998	19,511	13,498	30,900	38,375	4,939	4,198	13,030	7,700	40,312	353,200

FEDERAL RESERVE NOTE ACCOUNTS OF FEDERAL RESERVE AGENTS

F. R. notes rec'd from Comptroller	259,097	799,773	206,237	285,565	127,331	258,212	455,546	73,012	87,870	114,482	73,438	281,627	3,022,190
F.R. notes held by F. R. Agent	41,900	282,080	31,200	30,440	23,579	57,115	163,417	19,480	14,462	27,410	14,947	49,000	755,030
F.R. notes issued to F.R. Bank	217,197	517,693	175,037	255,125	103,752	201,097	292,129	53,532	73,408	87,072	58,491	232,627	2,267,160
Collateral held as security for F.R. notes issued to F.R. Bank:													
Gold and gold certificates	35,300	168,698	-	8,780	28,805	15,223	-	7,495	13,507	-	18,343	10,000	306,151
Gold redemption fund	18,910	23,361	11,660	12,793	4,903	6,652	2,798	1,487	1,257	5,285	4,214	18,658	111,978
Gold fund - F. R. Board	89,000	71,000	93,977	130,000	38,000	112,000	145,645	10,300	44,000	54,860	15,000	154,865	958,647
Eligible paper	95,917	268,114	75,614	133,095	41,484	68,108	172,959	51,357	18,229	31,265	24,160	86,556	1,066,858
Total collateral	239,127	531,173	181,251	284,668	113,192	201,983	321,402	70,639	76,993	91,410	61,717	270,079	2,443,634

MATURITY DISTRIBUTION OF BILLS, CERTIFICATES OF INDEBTEDNESS AND MUNICIPAL WARRANTS

	Within 15 days	16 to 30 days	31 to 60 days	61 to 90 days	91 days to 6 months	Over 6 months	Total
Bills discounted	583,639	37,193	52,688	33,150	8,206	548	715,424
Bills bought in open market	157,087	80,459	86,642	56,469	6,936	-	387,593
Certificates of indebtedness	100	-	-	20	128,693	48,891	177,704
Municipal warrants	-	96	-	-	-	-	96