FEDERAL RESERVE

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

H.4.1

For immediate release
September 21, 1961

The average of daily figures of total member bank reserves held during the week ended September 20 increased $253 million to $19,450 million, which included an increase of $206 million in member bank reserve balances at the Federal Reserve Banks. Estimated required reserves increased $262 million; and estimated excess reserves decreased $9 million to $579 million. Excess reserves exceeded member bank borrowings at the Federal Reserve Banks by $535 million, compared with the revised figure of $561 million the week before.

The principal changes supplying average reserve balances with Federal Reserve Banks were increases of $17 million in member bank borrowings and $657 million in Federal Reserve float, and decreases of $61 million in currency in circulation and $40 million in "other" F. R. accounts (net). The principal offsetting changes were a decrease of $473 million in Federal Reserve holdings of U. S. Government securities and an increase of $97 million in Treasury deposits with Federal Reserve Banks. Total Reserve Bank credit increased $199 million.

As of Wednesday, September 20, holdings of U. S. Government securities bought outright were $398 million lower than a week earlier, U. S. Government securities held under repurchase agreement were $70 million higher, and member bank borrowings were $175 million higher. Outright holdings of bills, certificates, notes, and bonds decreased $78 million, $62 million, $183 million, and $75 million, respectively.

Member bank reserves, Reserve Bank credit, and related items	Averages of daily figures: Week ended Sept. 20, 1961	Change from week ended Sept. 13, 1961	Change from week ended Sept. 21, 1960	Wednesday, Sept. 20, 1961
	(In millions of dollars)			
Reserve Bank credit:				
U. S. Government securities--				
Bought outright--System account	27,320	-483	+ 825	27,408
Held under repurchase agreement	10	+ 10	- 36	70
Acceptances--bought outright	34	--	--	33
Discounts and advances--				
Member bank borrowings	44	+ 17	- 35	202
Other	1	--	- 6	1
Float	1,843	+657	+ 316	1,730
Total Reserve Bank credit	29,251	+199	+1,062	29,444
Gold stock	17,451	--	-1,377	17,452
Treasury currency outstanding	5,554	+ 1	+ 178	5,555
	52,257	+201	- 135	52,451
Currency in circulation	32,775	- 61	+ 604	32,675
Treasury cash holdings	413	- 1	+ 10	420
Treasury deposits with F. R. Banks	566	+ 97	+ 15	559
Foreign deposits with F. R. Banks	282	+ 7	+ 58	269
Other deposits with F. R. Banks	313	- 6	- 66	321
Other F. R. accounts (net)	1,048	- 40	+ 112	1,054
	35,397	- 4	+ 733	35,298
Member bank reserves:				
With Federal Reserve Banks	16,861	+206	- 868	17,153
Cash allowed as reserves (estimated)	2,589	+ 47	+1,685	2,855
Total reserves held	19,450	+253	+ 817	20,008
Required reserves (estimated)	18,871	+262	+ 756	18,925
Excess reserves (estimated)	579	- 9	+ 61	1,083

On September 20, 1961, U. S. Government securities held in custody by the Federal Reserve Banks for foreign account were $5,916 million, a decrease of $37 million for the week and an increase of $513 million from the comparable date a year ago.

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON SEPTEMBER 20, 1961

(In millions of dollars)

	Total	Boston	New York	Phila-delphia	Cleve-land	Rich-mond	Atlanta	Chicago	St. Louis	Minne-apolis	Kansas City	Dallas	San Fran-cisco
A S S E T S													
Gold certificate account	16,111	757	4,158	880	1,449	1,047	747	2,653	626	295	726	631	2,142
Redemption fund for F. R. notes	1,069	67	244	63	92	87	64	191	45	26	47	33	110
Total gold certificate reserves	17,180	824	4,402	943	1,541	1,134	811	2,844	671	321	773	664	2,252
F. R. notes of other Banks	448	54	107	41	14	26	60	25	12	20	17	18	54
Other cash	408	24	86	22	32	23	35	67	20	9	11	18	61
Discounts and advances	203	4	93	1	*	3	10	53	6	1	25	4	3
Acceptances:													
Bought outright	33	--	33	--	--	--	--	--	--	--	--	--	--
U. S. Government securities:													
Bought outright--													
Bills	2,687	143	664	155	228	170	148	459	108	63	117	109	323
Certificates	1,621	86	401	94	137	103	89	277	65	38	71	66	194
Notes	19,639	1,046	4,857	1,134	1,665	1,243	1,080	3,356	791	459	856	797	2,355
Bonds	3,461	184	856	200	294	219	190	591	139	81	151	141	415
Total	27,408	1,459	6,778	1,583	2,324	1,735	1,507	4,683	1,103	641	1,195	1,113	3,287
Held under repurchase agreement	70	--	70	--	--	--	--	--	--	--	--	--	--
Total U. S. Government securities	27,478	1,459	6,848	1,583	2,324	1,735	1,507	4,683	1,103	641	1,195	1,113	3,287
Total loans and securities	27,714	1,463	6,974	1,584	2,324	1,738	1,517	4,736	1,109	642	1,220	1,117	3,290
Cash items in process of collection	7,434	485	1,532	480	600	531	502	1,230	330	212	385	300	847
Bank premises	110	4	9	4	8	6	13	24	7	5	6	13	11
Other assets	227	12	55	13	20	15	13	39	9	4	10	10	27
TOTAL ASSETS	53,521	2,866	13,165	3,087	4,539	3,473	2,951	8,965	2,158	1,213	2,422	2,140	6,542

* Less than $500,000.

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

	*	Sept. 20, 1961	Change since Sept. 13, 1961	Change since Sept. 21, 1960
ASSETS				
Gold certificate account		16,111	- 6	- 1,376
Redemption fund for F. R. notes		1,069	+ 3	+ 92
Total gold certificate reserves		17,180	- 3	- 1,284
Cash	(448)	408	+ 16	+ 7
Discounts and advances		203	+ 171	+ 113
Acceptances--bought outright		33	--	+ 1
U. S. Government securities:				
Bought outright--				
Bills		2,687	- 78	+ 306
Certificates		1,621	- 62	-12,386
Notes		19,639	- 183	+12,129
Bonds		3,461	- 75	+ 977
Total bought outright		27,408	- 398	+ 1,026
Held under repurchase agreement		70	+ 70	+ 70
Total U. S. Government securities		27,478	- 328	+ 1,096
Total loans and securities		27,714	- 157	+ 1,210
Cash items in process of collection	(1,241)	6,193	+1,183	+ 514
Bank premises		110	--	+ 3
Other assets		227	+ 6	- 28
TOTAL ASSETS	(1,689)	51,832	+1,045	+ 422
LIABILITIES				
Federal Reserve notes	(448)	27,676	- 128	+ 481
Deposits:				
Member bank reserves		17,153	+ 320	- 188
U. S. Treasurer--general account		559	+ 99	- 16
Foreign		269	- 20	+ 71
Other		321	--	- 57
Total deposits		18,302	+ 399	- 190
Deferred availability cash items	(1,241)	4,463	+ 763	+ 37
Other liabilities and accrued dividends		64	- 2	+ 24
TOTAL LIABILITIES	(1,689)	50,505	+1,032	+ 352
CAPITAL ACCOUNTS				
Capital paid in		432	+ 1	+ 30
Surplus		817	--	+ 42
Other capital accounts		78	+ 12	- 2
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	(1,689)	51,832	+1,045	+ 422
Ratio of gold certificate reserves to deposit and F. R. note liabilities combined (computed from figures as shown on the following pages--not consolidated)		37.0%	- .3%	- 3.0%
Contingent liability on acceptances purchased for foreign correspondents		126	- 6	- 79

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

MATURITY DISTRIBUTION OF LOANS AND SECURITIES, SEPTEMBER 20, 1961
(Acceptances and securities held under repurchase agreement are classified as maturing within 15 days in accordance with maximum maturity of the agreements.)

	Discounts and advances	Acceptances	U. S. Government securities: Holdings	U. S. Government securities: Changes during week
Within 15 days	200	8	451	+ 49
16 days to 90 days	3	25	1,208	+ 5
91 days to 1 year	--	--	11,477	-312
Over 1 year to 5 years	--	--	11,864	- 70
Over 5 years to 10 years	--	--	2,254	--
Over 10 years	--	--	224	--
Total	203	33	27,478	-328

STATEMENT OF CONDITION OF EACH FEDERAL RESERVE BANK ON SEPTEMBER 20, 1961

(In millions of dollars)

	Total	Boston	New York	Phila-delphia	Cleve-land	Rich-mond	Atlanta	Chicago	St. Louis	Minne-apolis	Kansas City	Dallas	San Fran-cisco
LIABILITIES													
Federal Reserve notes	28,124	1,639	6,409	1,816	2,536	2,254	1,601	5,221	1,201	579	1,166	850	2,852
Deposits:													
Member bank reserves	17,153	689	4,931	762	1,313	691	791	2,517	591	403	833	912	2,720
U.S. Treasurer-general account	559	26	132	23	39	48	31	39	34	20	54	31	82
Foreign	269	13	1/ 74	16	25	13	14	38	9	6	12	16	33
Other	321	1	273	1	1	2	2	2	1	*	1	*	37
Total deposits	18,302	729	5,410	802	1,378	754	838	2,596	635	429	900	959	2,872
Deferred availability cash items	5,704	431	966	389	498	399	437	949	275	173	297	252	638
Other liabilities and accrued dividends	64	3	17	4	5	4	3	10	2	2	3	3	8
TOTAL LIABILITIES	52,194	2,802	12,802	3,011	4,417	3,411	2,879	8,776	2,113	1,183	2,366	2,064	6,370
CAPITAL ACCOUNTS													
Capital paid in	432	21	118	25	40	20	23	61	15	10	18	25	56
Surplus	817	40	229	48	75	37	44	116	27	19	35	47	100
Other capital accounts	78	3	16	3	7	5	5	12	3	1	3	4	16
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	53,521	2,866	13,165	3,087	4,539	3,473	2,951	8,965	2,158	1,213	2,422	2,140	6,542
Contingent liability on acceptances purchased for foreign correspondents	126	6	2/ 35	7	12	6	7	18	4	3	6	7	15

FEDERAL RESERVE AGENTS' ACCOUNTS

	Total	Boston	New York	Phila-delphia	Cleve-land	Rich-mond	Atlanta	Chicago	St. Louis	Minne-apolis	Kansas City	Dallas	San Fran-cisco
F. R. notes outstanding	29,288	1,713	6,665	1,866	2,679	2,331	1,680	5,329	1,253	660	1,203	908	3,001
Collateral for F. R. notes:													
Gold certificate account	9,095	495	2,000	650	870	755	475	1,700	380	170	325	275	1,000
Eligible paper	32	--	--	1	--	--	--	--	6	--	25	--	--
U. S. Government securities	21,480	1,275	5,100	1,325	1,880	1,605	1,300	3,800	935	510	900	650	2,200
Total collateral	30,607	1,770	7,100	1,976	2,750	2,360	1,775	5,500	1,321	680	1,250	925	3,200

1/ After deducting $195 million participations of other Federal Reserve Banks.
2/ After deducting $ 91 million participations of other Federal Reserve Banks.

* Less than $500,000.