

**FEDERAL RESERVE BANK
OF RICHMOND**

**THIRTIETH ANNUAL REPORT
— YEAR 1944 —**

RICHMOND, VA., January 10, 1945.

*To Member Banks
of the Fifth Federal Reserve District:*

There is submitted herein a comparative statement of the condition of the Federal Reserve Bank of Richmond at the close of business December 31, 1944, and December 31, 1943, together with a comparative statement of profit and loss for the years 1944 and 1943, and other operating data.

Very truly yours,



President.

COMPARATIVE STATEMENT OF CONDITION

<u>ASSETS:</u>	<u>DECEMBER 31, 1944</u>	<u>DECEMBER 31, 1943</u>
Gold certificates	\$ 905,275,373.41	\$1,031,584,278.84
Redemption Fund—Federal Reserve notes.....	49,203,435.70	23,647,950.00
Other cash	15,778,769.63	23,040,935.77
TOTAL RESERVES	970,257,578.74	1,078,273,164.61
Discounts and advances	650,000.00	420,000.00
Industrial loans	125,591.15	234,518.01
U. S. GOVERNMENT SECURITIES:		
Bills	764,847,000.00	280,416,000.00
Certificates	255,244,000.00	192,066,000.00
Notes	81,913,000.00	52,772,000.00
Bonds	64,948,000.00	126,848,000.00
TOTAL U. S. GOVERNMENT SECURITIES (incl. guar. securities)....	1,166,952,000.00	652,102,000.00
TOTAL LOANS AND SECURITIES	1,167,727,591.15	652,756,518.01
Due from foreign banks	5,425.41	5,840.39
Federal Reserve notes of other banks	10,539,340.00	12,098,800.00
Uncollected items	201,593,214.69	153,090,709.87
Bank premises	2,852,345.23	2,935,506.08
Other assets	2,916,238.61	4,320,539.11
TOTAL ASSETS	2,355,891,733.83	1,903,481,078.07
<u>LIABILITIES:</u>		
Federal Reserve notes	1,487,766,210.00	1,141,590,385.00
DEPOSITS:		
Member bank—reserve account	636,753,750.09	544,664,110.91
U. S. Treasurer—general account	23,385,153.87	17,131,318.38
Foreign	46,240,548.40	54,439,217.24
Other	2,324,474.44	2,151,463.20
TOTAL DEPOSITS	708,703,926.80	618,386,109.73
Deferred availability items	136,941,828.70	124,194,772.33
Other liabilities	395,792.69	179,667.89
TOTAL LIABILITIES	2,333,807,758.19	1,884,350,934.95
<u>CAPITAL ACCOUNTS:</u>		
Capital paid in	6,516,900.00	6,140,500.00
Surplus (Section 7)	7,813,340.69	5,235,966.03
Surplus (Section 13b)	3,289,832.40	3,289,774.51
Other capital accounts	4,463,902.55	4,463,902.55
TOTAL LIABILITIES AND CAPITAL ACCOUNTS.....	2,355,891,733.83	1,903,481,078.07
Commitments to make industrial loans	415,200.00	670,000.00

COMPARATIVE PROFIT AND LOSS ACCOUNT

EARNINGS:	<u>1944</u>	<u>1943</u>
Discounts and advances	\$ 14,090.07	\$ 6,741.90
Interest earned on industrial loans under Section 13b.....	8,692.56	20,567.93
Fees received on commitments to make industrial loans.....	7,085.66	8,906.40
Interest on United States securities	5,944,866.35	4,072,264.83
Other earnings	5,482.41	4,614.01
Total Current Earnings	5,980,217.05	4,113,095.07
EXPENSES:		
Operating expenses (including depreciation on bank premises) after deducting reimbursements received for certain Fiscal Agency and other expenses.....	2,540,219.17	2,290,232.50
Assessments for expenses of Board of Governors	91,310.23	104,021.62
Cost of Federal Reserve Currency	574,657.78	404,867.15
Total Net Expenses	3,206,187.18	2,799,121.27
Current Net Earnings	2,774,029.87	1,313,973.80
ADDITIONS TO CURRENT NET EARNINGS:		
Profits on sales of U. S. Government securities	191,112.54	1,974,305.53
Withdrawal from reserves for losses on industrial loans.....	106.34	49,500.00
Other additions	5,207.07	265,664.02
Total Additions	196,425.95	2,289,469.55
DEDUCTIONS FROM CURRENT NET EARNINGS:		
Retirement System (interest base and increased benefits adjustments).....	528,506.00
Other deductions	9,751.64	249,077.10
Total Deductions	9,751.64	777,583.10
Net Additions	186,674.31	1,511,886.45
AVAILABLE FOR DIVIDENDS, PAYMENT TO TREASURER OF U. S. UNDER SECTION 13b, AND SURPLUS ACCOUNTS		
.....	2,960,704.18	2,825,860.25
Dividends paid member banks	380,713.28	359,649.75
Payment to Treasurer of U. S. under Section 13b of F. R. Act.....	2,558.38	24,307.34
Net addition to surplus accounts	2,577,432.52	2,441,903.16
SURPLUS ACCOUNT (Section 7)		
Balance at close of previous year	\$ 5,235,966.03	\$ 5,235,966.03
Addition a/c profits for year	2,577,374.66	2,396,346.00
Transferred to reserves for contingencies	2,396,346.00
BALANCE AT CLOSE OF CURRENT YEAR.....	7,813,340.69	5,235,966.03
SURPLUS ACCOUNT (Section 13b)		
Balance at close of previous year	\$ 3,289,774.54	\$ 3,244,217.38
Addition for year account recoveries of losses of previous years.....	57.86	45,557.16
BALANCE AT CLOSE OF CURRENT YEAR.....	3,289,832.40	3,289,774.54
CAPITAL STOCK ACCOUNT		
(Representing amount paid in, which is 50% of amount subscribed)		
Balance at close of previous year	\$ 6,140,500.00	\$ 5,884,550.00
Issued during the year	420,050.00	274,150.00
.....	6,560,550.00	6,158,700.00
Cancelled during the year	43,650.00	18,200.00
BALANCE AT CLOSE OF CURRENT YEAR.....	6,516,900.00	6,140,500.00

VOLUME OF PRINCIPAL OPERATIONS

CHECKS HANDLED:	Total Number of Items	Total Amount	Average Amount Per Item	Daily Averages	
				Number of Items	Amount
YEAR 1944 (307 days).....	110,683,000	\$32,645,462,000	\$295	360,531	\$106,337,010
YEAR 1943 (307 days).....	100,844,000	31,083,430,000	308	328,482	101,248,958
YEAR 1942 (302 days).....	92,257,000	25,756,755,000	279	305,487	85,287,268
YEAR 1941 (299 days).....	87,796,000	20,410,680,000	232	293,632	68,263,144
YEAR 1940 (301 days).....	79,938,000	15,474,834,000	194	265,575	51,411,409
YEAR 1939 (299 days).....	76,814,000	13,720,123,000	179	256,903	45,886,699
YEAR 1938 (301 days).....	74,114,000	12,145,850,000	164	246,226	40,351,661
YEAR 1937 (301 days).....	71,878,000	13,174,474,000	183	238,798	43,769,016
YEAR 1936 (301 days).....	69,683,000	11,897,385,000	171	231,505	39,526,196
YEAR 1935 (301 days).....	59,518,000	10,436,538,000	175	197,734	34,672,884
YEAR 1930 (301 days).....	54,109,000	12,795,015,000	236	179,764	42,508,355
YEAR 1925 (302 days).....	48,171,677	14,038,542,000	291	159,509	46,485,238
YEAR 1920 (304 days).....	33,731,801	11,505,945,224	341	110,960	37,848,504

NON-CASH COLLECTION ITEMS RECEIVED:

	<u>1944</u>	<u>1943</u>
Number	203,169	206,165
Amount	\$ 299,053,000	\$ 316,724,000

TRANSFERS OF FUNDS FOR MEMBER BANKS:

Number	64,432	67,268
Amount	\$13,750,734,000	\$13,865,301,000

INTERDISTRICT SETTLEMENT FUND DAILY TRANSIT CLEARINGS:

Total received from F. R. Banks and Branches	\$19,115,771,000	\$20,278,476,000
Total paid to F. R. Banks and Branches	19,111,080,000	19,151,114,000

CURRENCY AND COIN HANDLED:

Currency received (including new notes):

Number of notes	318,008,242	319,718,231
Amount	\$ 1,768,445,522	\$ 1,719,188,949

Currency paid out (including notes returned for redemption):

Number of notes	317,747,084	315,684,138
Amount	\$ 1,761,851,028	\$ 1,717,601,679

Coin received (including new coin):

Number of coins	529,898,045	484,194,005
Amount	\$ 39,410,741	\$ 38,944,965

Coin paid out (including coin returned for redemption):

Number of coins	531,082,906	481,865,754
Amount	\$ 39,905,271	\$ 38,728,997

VOLUME OF PRINCIPAL OPERATIONS
(Continued)

	<u>1944</u>	<u>1943</u>
U. S. GOVERNMENT SECURITIES (EXCLUSIVE OF SAVINGS BONDS)		
ISSUED, EXCHANGED AND REDEEMED:		
Number	375,000	363,000
Amount	\$ 5,744,353,000	\$ 4,744,313,000
U. S. SAVINGS BONDS—ISSUED:		
Number	11,752,000	9,782,000
Amount	\$ 941,766,000	\$ 792,412,000
U. S. SAVINGS BONDS—REDEEMED:		
Number	6,603,000	3,233,000
Amount	\$ 246,273,000	\$ 117,681,000
U. S. SAVINGS BONDS HELD IN SAFEKEEPING FOR OWNERS ON		
LAST DAY OF YEAR:		
Number	110,000	63,000
Amount	\$ 21,812,000	\$ 10,592,000
COUPONS PAID—FROM DIRECT AND FULLY GUARANTEED GOVERN-		
MENT OBLIGATIONS:		
Number	624,000	614,000
Amount	\$ 39,776,000	\$ 29,728,000
U. S. GOVERNMENT CHECKS AND WARRANTS RECEIVED:		
Number	26,323,000	18,279,000
Amount	\$ 5,106,187,000	\$ 4,610,825,000
RATION CHECKS HANDLED:		
Number	4,164,000	3,689,000
WITHHELD TAXES—RECEIVED AND CREDITED TO TREASURY:		
Number of Depository Receipts	199,000	85,000
Amount	\$ 293,183,000	\$ 123,182,000

PERSONNEL

Number of officers and employees at end of year:		
Officers	20	20
Employees	1512	1428
Total.....	<u>1532</u>	<u>1448</u>

MEMBER BANKS

Number of member banks at end of year:		
National banks	338	337
State banks	131	129
Total.....	<u>469</u>	<u>466</u>

**DIRECTORS AND OFFICERS
FOR YEAR 1945**

DIRECTORS

ROBERT LASSITER,
CHAIRMAN OF THE BOARD AND
FEDERAL RESERVE AGENT.

W. G. WYSOR,
DEPUTY CHAIRMAN OF THE BOARD.

Class A

CHAS. E. RIEMAN, 1945, BALTIMORE, MD.	PRESIDENT, WESTERN NATL. BANK OF BALTIMORE, BALTIMORE, MD.
JAMES C. BRASWELL, 1946, ROCKY MOUNT, N. C.	CHAIRMAN OF BOARD, PLANTERS NATL. BK. & TR. CO., ROCKY MOUNT, N. C.
JOHN A. SYDENSTRICKER, 1947, MARLINTON, W. VA.	CASHIER, FIRST NATIONAL BANK IN MARLINTON, MARLINTON, W. VA.

Class B

CHAS. C. REED, 1945, RICHMOND, VA.	PRESIDENT, WILLIAMS & REED, INC., WHOLESALE DRY GOODS, RICHMOND, VA.
H. L. RUST, JR., 1946, WASHINGTON, D. C.	PRESIDENT, H. L. RUST COMPANY, WASHINGTON, D. C.
EDWIN MALLOY, 1947, CHERAW, S. C.	PRESIDENT AND TREASURER, CHERAW COTTON MILLS, INC., CHERAW, S. C.

Class C

W. G. WYSOR, 1945, RICHMOND, VA.	GENERAL MANAGER, SOUTHERN STATES COOPERATIVE, INC., RICHMOND, VA.
ROBERT LASSITER, 1946, CHARLOTTE, N. C.	CHAIRMAN OF BOARD, MOORESVILLE COTTON MILLS, MOORESVILLE, N. C.
CHARLES P. McCORMICK, 1947, BALTIMORE, MD.	PRESIDENT, McCORMICK & COMPANY, INC., MFRS. OF TEAS, SPICES, EXTRACTS, INSECTICIDES, ETC., BALTIMORE, MD.

OFFICERS

HUGH LEACH, PRESIDENT.	W. W. DILLARD, ASSISTANT CASHIER.
J. S. WALDEN, JR., FIRST VICE PRESIDENT.	EDWARD WALLER, JR., ASSISTANT CASHIER.
J. G. FRY, VICE PRESIDENT.	ALBERT S. JOHNSTONE, ASSISTANT CASHIER.
R. W. MERCER, VICE PRESIDENT.	C. L. GUTHRIE, ASSISTANT CASHIER.
EDWARD A. WAYNE, VICE PRESIDENT.	C. B. STRATHY, ASSISTANT CASHIER.
GEORGE H. KEESEE, CASHIER.	R. S. BROCK, JR., AUDITOR.

MAXWELL G. WALLACE,
COUNSEL.

MEMBER FEDERAL ADVISORY COUNCIL

ROBERT V. FLEMING, 1945,
PRESIDENT, RIGGS NATIONAL BANK,
WASHINGTON, D. C.

INDUSTRIAL ADVISORY COMMITTEE

J. G. HOLTZCLAW, *Chairman*,
PRESIDENT, VIRGINIA ELECTRIC & POWER Co.,
RICHMOND, VA.

WALKER D. STUART, PRESIDENT, RICHMOND HARDWARE Co., RICHMOND, VA.	W. L. MANNING, PRESIDENT, ROSEMARY MANUFACTURING Co., ROANOKE RAPIDS, N. C.
OVERTON D. DENNIS, DOMINION OIL COMPANY, RICHMOND, VA.	DOUGLAS GORMAN, PRESIDENT, CUMBERLAND COAL Co., BALTIMORE, MD.

DIRECTORS AND OFFICERS

FOR YEAR 1945

(Continued)

BALTIMORE BRANCH

DIRECTORS

W. R. MILFORD, 1945, BALTIMORE, MD.	MANAGING DIRECTOR.
JAMES C. FENHAGEN, 1945, BALTIMORE, MD.	VICE CHAIRMAN OF BOARD, BALTIMORE NATL. BANK, BALTIMORE, MD.
GEORGE M. MOORE, 1946, CLARKSBURG, W. VA.	VICE PRESIDENT, UNION NATIONAL BANK, CLARKSBURG, W. VA.
W. BLADEN LOWNDES, 1947, BALTIMORE, MD.	PRESIDENT, FIDELITY TRUST COMPANY, BALTIMORE, MD.
JOSEPH D. BAKER, JR., 1945, MONKTON, MD.	SECRETARY & TREASURER, THE STANDARD LIME & STONE Co., BALTIMORE, MD.
W. FRANK ROBERTS, 1946, BALTIMORE, MD.	PRESIDENT, STANDARD GAS EQUIPMENT CORPORATION, BALTIMORE, MD.
W. FRANK THOMAS, 1947, WESTMINSTER, MD.	CONSTRUCTION ENGINEER AND REAL ESTATE MANAGEMENT, WESTMINSTER, MD.

OFFICERS

W. R. MILFORD, MANAGING DIRECTOR.
JOHN R. CUPIT, CASHIER.
J. A. JOHNSTON, ASSISTANT CASHIER.
D. F. HAGNER, ASSISTANT CASHIER.
A. C. WIENERT, ASSISTANT CASHIER.

CHARLOTTE BRANCH

DIRECTORS

W. T. CLEMENTS, 1945, CHARLOTTE, N. C.	MANAGING DIRECTOR.
ANGUS E. BIRD, 1945, COLUMBIA, S. C.	CHAIRMAN OF BOARD, THE CITIZENS & SOUTHERN NATL. BANK OF S. C., CHARLESTON, S. C.
ALLEN H. SIMS, 1946, GASTONIA, N. C.	EXECUTIVE VICE PRESIDENT AND TRUST OFFICER, CITIZENS NATIONAL BANK IN GASTONIA, GASTONIA, N. C.
N. S. CALHOUN, 1947, GREENSBORO, N. C.	PRESIDENT, SECURITY NATIONAL BANK, GREENSBORO, N. C.
D. W. WATKINS, 1945, CLEMSON, S. C.	DIRECTOR OF EXTENSION, CLEMSON COLLEGE, CLEMSON, S. C.
GEORGE M. WRIGHT, 1946, GREAT FALLS, S. C.	PRESIDENT, REPUBLIC COTTON MILLS, GREAT FALLS, S. C.
CHARLES L. CREECH, 1947, WINSTON-SALEM, N. C.	CHAIRMAN OF BOARD, B. F. HUNTLEY FURNITURE COMPANY, & GENERAL MANAGER, UNIQUE FURNITURE MAKERS, WINSTON-SALEM, N. C.

OFFICERS

W. T. CLEMENTS, MANAGING DIRECTOR.
R. L. CHERRY, CASHIER, (On Leave in Armed Forces).
R. L. HONEYCUTT, ASSISTANT CASHIER.