

**FOURTH ANNUAL REPORT**  
**FEDERAL RESERVE BANK OF MINNEAPOLIS**

Minneapolis, January 1, 1919.

**TO SHAREHOLDERS:**

We are submitting herewith a statement of your bank at the close of business on December 31, 1918, including a report of the earnings for the calendar year 1918.

The detailed report of all operations of the bank for the year just ended will shortly be sent to you by the Chairman of our Board of Directors.

We take this opportunity of thanking our member banks for their co-operation in all our various activities, especially as relates to the work which we were called upon to perform as fiscal agents of our Government.

Respectfully,

THEODORE WOLD,

Governor.

**STATEMENT OF CONDITION, DECEMBER 31, 1918.**

**RESOURCES.**

	Condition Dec. 31, 1918	Condition Dec. 31, 1917
Bills Discounted and Collateral Loans to Members.....	\$6,220,023.91	\$8,082,327.78
Bankers' Acceptances and Rediscounts for other Federal Reserve Banks.	48,368,612.63	12,154,798.99
United States Securities .....	5,267,030.00	3,228,490.00
Municipal Warrants .....	.....	25,380.00
Accrued Interest on United States Securities.....	16,659.09	17,841.63
Furniture and Equipment (including vault and safes).....	1.00	29,501.00
Cost of Unissued Federal Reserve Currency.....	.....	12,915.48
Expenses Paid in Advance.....	2,878.74	2,127.12
Disbursements for Treasury Department (to be reimbursed).....	162,212.34	54,126.89
Due from other Federal Reserve Banks.....	4,948,934.00	13,247,610.72
Due from Banks and Bankers, also deferred debits to member banks....	7,877,759.73	4,403,830.21
National Bank Notes and Notes of other Federal Reserve Banks.....	375,135.00	169,361.00
Five Per Cent Redemption Fund for Federal Reserve Bank Notes.....	236,200.00	.....
Federal Reserve Bank Notes on hand.....	463,454.00	.....
Federal Reserve Notes on hand.....	1,813,495.00	1,420,865.00
Mutilated Federal Reserve Notes forwarded for redemption.....	340,195.00	171,000.00
Other Lawful Money .....	72,855.85	413,165.61
Gold Certificates and Gold Coin.....	13,271,960.00	15,837,955.00
Gold held with Foreign Agency.....	233,154.97	2,100,000.00
Gold in Settlement Fund .....	23,774,414.92	19,486,500.00
Gold with Federal Reserve Agent.....	55,868,410.00	32,909,950.00
<b>Total .....</b>	<b>\$169,313,386.18</b>	<b>\$113,767,746.43</b>

**LIABILITIES.**

	Condition Dec. 31, 1918	Condition Dec. 31, 1917
Capital .....	\$2,931,200.00	\$2,620,150.00
Surplus .....	726,371.82	.....
Profit and Loss .....	.....	75,157.13
Discount and Interest Unearned.....	155,102.02	94,280.60
Discount and Premium on United States Bonds.....	47,430.48	20,682.39
Reserve for Franchise Tax .....	688,871.82	.....
Reserved for Sundry Expenses .....	23,299.21	6,500.00
Government Deposits .....	5,347,546.30	8,716,529.47
Cashiers' Checks .....	367,634.47	31,488.47
Due to other Federal Reserve Banks.....	4,513,330.70	10,524,486.54
Due to Member Banks.....	51,126,389.36	40,603,711.83
Due to Non-Member Banks.....	29,800.00	68,810.00
Federal Reserve Bank Notes Outstanding.....	4,632,000.00	.....
Federal Reserve Notes Outstanding.....	98,724,410.00	51,005,950.00
<b>Total .....</b>	<b>\$169,313,386.18</b>	<b>\$113,767,746.43</b>

**PROFIT AND LOSS ACCOUNT, DECEMBER 31, 1918.**

Gross earnings, January 1, 1918, to December 31, 1918.....	\$2,049,954.07
Less:	
Assessment for expenses Federal Reserve Board.....	\$14,116.77
Cost of Fed. Res. Notes and Fed. Res. Bank Notes during year.....	125,021.66
Operating expenses .....	325,269.80
	<u>464,408.23</u>
Excess of Earnings over Current Expenses.....	1,585,545.84
Less the following items charged off:	
Vault Account .....	\$29,500.00
Reserved for Abrasion on Gold, etc.....	10,199.23
Dividends for period January 1, 1918, to December 31, 1918 .....	168,102.97
Transferred to Surplus.....	688,871.82
Transferred to Account "Reserve for Franchise Tax" .....	688,871.82
	<u>1,585,545.84</u>
<b>Total .....</b>	<b>\$1,585,545.84</b>

**GROSS EARNINGS BY MONTHS.**

	1918	1917		1918	1917
January .....	\$87,961.88	\$32,120.87	July .....	\$234,197.55	\$49,421.86
February .....	82,443.09	31,310.36	August .....	250,147.62	60,826.02
March .....	79,780.38	31,094.02	September .....	288,150.06	70,234.08
April .....	109,529.86	34,081.81	October .....	236,362.03	58,688.36
May .....	138,007.07	43,184.05	November .....	182,225.19	83,835.51
June .....	158,682.75	39,952.37	December .....	202,466.59	93,589.13
Total Earnings 1918.....	\$2,049,954.07		Total Earnings 1917.....	\$628,338.44	

**VOLUME OF RE-DISCOUNTS FOR 1918.**

	Minnesota	North Dakota	South Dakota	Wisconsin	Montana	Michigan	Total
No. pieces re-discounted.	15,963	5,070	4,999	1,205	4,649	340	32,226
Total amount re-discounted .....	\$358,768,785	\$17,518,176	\$31,766,675	\$10,284,681	\$11,794,375	\$3,659,108	\$433,791,800
Total amount 1917.....	70,234,993	3,060,613	2,357,925	1,204,175	2,815,187	481,822	80,154,715
Total amount 1916.....	4,284,590	527,890	768,393	157,801	215,893	27,501	5,982,068

**CLEARING STATISTICS.**

**Number of Items and Amount Handled During 1918.**

	Within District.		Other Districts.	
	No. of Items	Total	No. of Items	Total
Twin City Banks.....	855,285	\$1,069,666,389.13	Federal Reserve Banks....	280,391 \$461,997,594.58
Member and Non-Member .....	4,714,570	500,886,994.75	Direct to Member Banks..	2,929 27,910,725.20
Paid for U. S. Government .....	194,551	52,432,508.66	Total .....	283,320 \$489,908,319.78
Total .....	5,764,406	\$1,622,985,892.54		
Total Volume of Transactions Handled in Bank During 1918.....				\$12,073,344,000
Total Deposits to Credit of U. S. Government 1918.....				1,235,646,000

**FISCAL AGENCY DEPARTMENT.**

**Treasury Certificates of Indebtedness Sold Through This Bank During 1918.**

Total Number of Issues .....	21
Total Number Subscribing .....	3,916
Amount Sold .....	\$283,717,000

**LIBERTY LOAN BONDS.**

Third Loan.		Fourth Loan.	
Ninth District's Quota.....	\$105,000,000	Ninth District's Quota .....	\$210,000,000
Subscription .....	180,826,350	Subscription .....	242,046,050
Number of Subscribers .....	1,217,400	Number of Subscribers.....	1,301,856

**FEDERAL RESERVE BANK OF MINNEAPOLIS**

**NINTH DISTRICT**

**OFFICERS**

**THEODORE WOLD, Governor**  
**R. A. YOUNG, Deputy Governor**  
**S. S. COOK, Cashier**  
**FRANK C. DUNLOP, Asst. Cashier**  
**GRAY WARREN, Asst. Cashier**  
**R. E. TOWLE, Asst. Cashier**  
**L. E. RAST, Asst. Cashier**  
**L. W. LONG, Acting Auditor**

**DIRECTORS**

**JOHN H. RICH, Chairman and Federal Reserve Agent**  
**W. H. LIGHTNER, Vice Chairman**  
**F. R. BIGELOW, St. Paul, Minn.**  
**JOHN W. BLACK, Houghton, Mich.**  
**E. W. DECKER, Minneapolis, Minn.**  
**L. B. HANNA, Fargo, N. D.**  
**F. P. HIXON, La Crosse, Wis.**  
**N. B. HOLTER, Helena, Mont.**  
**W. C. McDOWELL, Marion, N. D.**

**CURTIS L. MOSHER,**

**Assistant Federal Reserve Agent**

**MEMBER ADVISORY COUNCIL**

**JOHN R. MITCHELL, St. Paul**

**COUNSEL**

**A. UELAND**