

FEDERAL RESERVE BANK OF MINNEAPOLIS

January 25, 1937.

TO THE STOCKHOLDERS OF THE
FEDERAL RESERVE BANK OF MINNEAPOLIS:

We are pleased to present a comparative statement of condition of the Federal Reserve Bank of Minneapolis at the close of business December 31, 1936, and December 31, 1935, together with comparison of earnings and expenses and volume of operations in principal departments of the bank for the years 1936 and 1935.

Respectfully submitted,

J. N. PEYTON,
President.

STATEMENT OF CONDITION

RESOURCES

	Dec. 31, 1936	Dec. 31, 1935
Gold Certificates on Hand and Due from U. S. Treasury.....	\$175,995,044.65	\$136,744,532.53
Redemption Fund—F. R. Notes.....	914,568.48	539,753.65
Other Cash	7,301,328.40	8,228,657.76
Total Reserves	\$184,210,941.53	\$145,512,943.94
Bills Discounted:		
Secured by U. S. Government Obligations direct or fully guaranteed	\$ 3,000.00	
Other Bills Discounted.....	7,200.00	\$ 41,878.38
Total Bills Discounted.....	\$ 10,200.00	\$ 41,878.38
Bills Bought in Open Market.....	\$ 60,662.78	\$ 61,006.52
Industrial Advances	1,063,812.01	1,589,566.13
U. S. Government Securities:		
Bonds	18,313,000.00	12,955,939.07
Treasury Notes	50,051,500.00	47,173,000.00
Treasury Bills	22,343,000.00	15,439,000.00
Total U. S. Government Securities.....	\$ 90,707,500.00	\$ 75,567,939.07
Total Bills and Securities.....	91,842,174.79	77,260,390.10
Due from Foreign Banks.....	2,991.32	2,971.18
F. R. Notes of other F. R. Banks.....	1,740,000.00	1,248,000.00
Uncollected Items	18,536,190.61	16,070,893.75
Bank Premises	1,487,513.72	1,531,075.57
All Other Resources	232,339.57	427,231.62
Total Resources	\$298,052,151.54	\$242,053,506.16

LIABILITIES

F. R. Notes in Actual Circulation.....	\$136,096,365.00	\$110,562,515.00
Deposits:		
Member Bank—Reserve Account	120,530,139.28	96,228,074.84
U. S. Treasurer—General Account.....	5,470,909.59	3,154,902.63
Foreign Bank	2,376,383.54	698,479.13
Other Deposits	5,445,070.43	7,057,053.58
Total Deposits	\$133,822,502.84	\$107,138,510.18
Deferred Availability Items	\$ 18,825,773.16	\$ 15,513,178.81
Capital Paid In	2,943,050.00	2,998,650.00
Surplus Fund (Section 7)	3,116,430.29	3,148,502.93
Surplus Fund (Section 13-B)	1,002,914.21	1,002,914.21
Reserves for Contingencies	2,097,232.00	1,500,550.17
All Other Liabilities	147,884.04	188,684.86
Total Liabilities	\$298,052,151.54	\$242,053,506.16

EARNINGS AND EXPENSES

	1936	1935
Current Earnings	\$1,362,018.36	\$1,454,268.21
Current Expenses:		
Net Operating Expenses	\$1,040,154.29	\$1,162,049.27
Assessment for Expenses of Board of Governors of F. R. System	39,750.73	34,118.34
Cost of Federal Reserve Currency.....	63,283.47	56,571.51
Total Current Expenses	\$1,143,188.49	\$1,252,739.12
Current Net Earnings	\$ 218,829.87	\$ 201,529.09
Additions to Current Net Earnings:		
Profits on Sales of Government Securities.....	\$ 689,109.91	\$ 148,209.88
All Other Additions	106,870.95	43,189.71
Total Additions	\$ 795,980.86	\$ 191,399.59
Deductions from Current Net Earnings:		
Reserves for Contingencies	\$ 689,109.91	
Special Reserve on Bank Premises.....	17,481.26	\$ 20,000.00
Assessment for Building for Board of Governors of F. R. System	47,516.18	24,403.41
All Other Deductions	97,263.93	417,704.42
Total Deductions	\$ 851,371.28	\$ 462,107.83
Net Deductions from Current Net Earnings.....	55,390.42	270,708.24
Net Earnings	163,439.45	69,179.15*
Paid U. S. Treasurer (Section 13-B).....	\$ 16,460.05	\$ 16,853.49
Dividends Paid	179,052.04	185,448.45
Withdrawn from Surplus (Section 7).....	32,072.64	271,481.09

*Deficit

VOLUME OF OPERATIONS IN PRINCIPAL DEPARTMENTS

	1936		1935	
	Number	Amounts (In Thousands)	Number	Amounts (In Thousands)
Bills Discounted	96	\$ 550	142	\$ 657
Industrial Loans: Advances	44	253	104	1,051
Commitments	27	201	12	410
Currency Received and Counted.....	47,802,000	224,935	44,948,000	217,411
Coin Received and Counted.....	19,499,000	2,781	19,607,000	3,800
Checks Handled	32,936,000	5,541,823	28,997,000	4,882,583
Collection Items Handled:				
U. S. Government Coupons Paid*.....	691,000	13,879	803,000	12,871
All Other	784,000	377,487	895,000	341,237
Issues, Redemptions and Exchanges by Fis- cal Agency Department:				
U. S. Government Direct Obligations	879,000	374,648	219,000	316,103
All Other	38,000	24,797	213,000	136,505
Transfers of Funds	31,261	1,886,861	33,000	1,588,898

*Includes coupons from obligations guaranteed by the United States.

DIRECTORS

Class A	Expiration of Term	Business Affiliation
M. O. Grangaard.....	Dec. 31, 1937.....	Vice-President, First National Bank & Trust Co., Minneapolis, Minnesota
H. R. Kibbee.....	Dec. 31, 1938.....	President, Commercial Trust & Savings Bank, Mitchell, South Dakota
H. C. Hansen.....	Dec. 31, 1939.....	President, First National Bank, Churchs Ferry, North Dakota
Class B		
W. O. Washburn.....	Dec. 31, 1937.....	President, A. J. Krank Company, St. Paul, Minnesota
J. E. O'Connell.....	Dec. 31, 1938.....	President, Eddy Bakery Company, Helena, Montana
Albert P. Funk.....	Dec. 31, 1939.....	President, La Crosse Rubber Mills Co., La Crosse, Wisconsin
Class C		
Geo. W. McCormick.....	Dec. 31, 1937.....	Vice President and General Manager, Superior Sugar Refining Co., Menominee, Michigan
W. B. Geery.....	Dec. 31, 1938.....	Chairman of the Board and Federal Reserve Agent, Minneapolis, Minnesota
Vacant	Dec. 31, 1939.....	

OFFICERS

John N. Peyton, President

O. S. Powell, First Vice-President and Secretary of Board of Directors	Harry Yaeger, Secretary and Vice-President
H. I. Ziemer, Vice-President and Cashier	E. W. Swanson, Vice-President
H. C. Core, Assistant Cashier	A. R. Larson, Assistant Cashier
W. E. Peterson, Assistant Cashier	Otis R. Preston, Assistant Cashier

F. C. Dunlop, Auditor

LEGAL COUNSEL

Sigurd Ueland, Counsel
Rolf Ueland, Assistant Counsel

MEMBER OF FEDERAL ADVISORY COUNCIL

John Crosby, Director, General Mills, Inc., Minneapolis, Minnesota
Trustee and Vice-President, Farmers and Mechanics Savings Bank,
Minneapolis, Minnesota
Director, Northwestern National Bank & Trust Co., Minneapolis,
Minnesota

HELENA BRANCH—(MONTANA)

DIRECTORS

R. E. Towle.....	Dec. 31, 1937.....	Managing Director, Federal Reserve Branch Bank, Helena, Montana
Peter Pauly.....	Dec. 31, 1937.....	Vice-President, Deer Lodge Bank & Trust Co., Deer Lodge, Montana
Vacant	Dec. 31, 1937.....	
A. R. McDermott.....	Dec. 31, 1938.....	Vice-President, Montana National Bank, Billings, Montana
J. E. O'Connell.....	Dec. 31, 1938.....	President, Eddy Bakery Company, Helena, Montana

OFFICERS

A. A. Hoerr, Cashier	R. E. Towle, Managing Director C. J. Larson, Assistant Cashier
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