

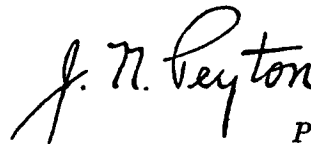
FEDERAL RESERVE BANK OF MINNEAPOLIS

February 1, 1938.

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, 1937, and December 31, 1936, together with comparison of earnings and expenses and volume of operations in principal departments of the bank for the years 1937 and 1936.

Respectfully submitted,


President.

STATEMENT OF CONDITION

RESOURCES

	Dec. 31, 1937	Dec. 31, 1936
Gold Certificates on Hand and Due from U. S. Treasury.....	\$185,747,038.71	\$175,995,044.65
Redemption Fund—F. R. Notes.....	445,958.09	914,568.48
Other Cash	9,671,749.67	7,301,328.40
Total Reserves.....	\$195,864,746.47	\$184,210,941.53
Bills Discounted:		
Secured by U. S. Government Obligations direct or fully guaranteed		\$ 3,000.00
Other Bills Discounted.....	\$ 174,980.81	7,200.00
Total Bills Discounted.....	\$ 174,980.81	\$ 10,200.00
Bills Bought in Open Market.....	54,398.87	60,662.78
Industrial Advances	636,851.23	1,063,812.01
U. S. Government Securities:		
Bonds	\$ 24,331,500.00	\$ 18,313,000.00
Treasury Notes	37,392,000.00	50,051,500.00
Treasury Bills.....	21,285,000.00	22,343,000.00
Total U. S. Government Securities.....	\$ 83,008,500.00	\$ 90,707,500.00
Total Bills and Securities.....	\$ 83,874,730.91	\$ 91,842,174.79
Due from Foreign Banks.....	1,986.41	2,991.32
F. R. Notes of other F. R. Banks.....	1,920,000.00	1,740,000.00
Uncollected Items	18,078,393.63	18,536,190.61
Bank Premises	1,477,340.02	1,487,513.72
All Other Resources.....	1,337,855.54	232,339.57
Total Resources	\$302,555,052.98	\$298,052,151.54

LIABILITIES

Federal Reserve Notes in Actual Circulation.....	\$137,569,170.00	\$136,096,365.00
Deposits:		
Member Bank—Reserve Account.....	126,011,198.87	120,530,139.28
U. S. Treasurer—General Account.....	4,339,424.48	5,470,909.59
Foreign Bank	3,990,198.57	2,376,383.54
Other Deposits	3,227,235.08	5,445,070.43
Total Deposits	\$137,568,057.00	\$133,822,502.84
Deferred Availability Items.....	\$ 18,082,089.10	\$ 18,825,773.16
Capital Paid in.....	2,893,050.00	2,943,050.00
Surplus Fund (Section 7).....	3,153,413.69	3,116,430.29
Surplus Fund (Section 13-B).....	1,001,162.98	1,002,914.21
Reserves for Contingencies.....	2,110,392.53	2,097,232.00
All Other Liabilities.....	177,717.68	147,884.04
Total Liabilities	\$302,555,052.98	\$298,052,151.54

EARNINGS AND EXPENSES

	1937	1936
Current Earnings	\$ 1,350,358.70	\$ 1,362,018.36
Current Expenses	1,052,859.28	1,143,188.49
Current Net Earnings.....	<u>\$ 297,499.42</u>	<u>\$ 218,829.87</u>
Additions to Current Net Earnings:		
Profits on Sales of U. S. Government Securities.....	\$ 82,118.73	\$ 689,109.91
All Other	85,478.27	106,870.95
Total Additions	<u>\$ 167,597.00</u>	<u>\$ 795,980.86</u>
Deductions from Current Net Earnings:		
Reserves for Contingencies.....	†	\$ 689,109.91
Special Reserve and Charge-offs on Bank Premises.....	\$ 41,837.39	17,481.26
Assessment for Building for Board of Governors.....	33,087.60	47,516.18
All Other	98,763.22	97,263.93
Total Deductions	<u>\$ 173,688.21</u>	<u>\$ 851,371.28</u>
Net Deduction from Current Net Earnings.....	<u>6,091.21</u>	<u>55,390.42</u>
Net Earnings.....	<u>291,408.21</u>	<u>163,439.45</u>
Transferred to Surplus (Section 13-B).....	\$ —1,751.23	
Paid U. S. Treasurer (Section 13-B).....		\$ 16,460.05
Dividends Paid	174,057.31	179,052.04
Transferred to Surplus (Section 7).....	119,102.13†	—32,072.64

† \$82,118.73 transferred from surplus (Section 7) to reserves for contingencies.

VOLUME OF OPERATIONS IN PRINCIPAL DEPARTMENTS

	1937		1936	
	Number	Amounts (In Thousands)	Number	Amounts (In Thousands)
Bills Discounted	232	\$ 16,079	96	\$ 550
Industrial Loans: Advances.....	39	182	44	253
Commitments.....	14	124	27	201
Currency Received and Counted.....	45,705,410	215,717	47,802,000	224,935
Coin Received and Counted.....	22,719,445	2,992	19,499,000	2,781
Checks Handled	32,707,590	5,641,803	32,936,000	5,541,823
Collection Items Handled:				
U. S. Government Coupons Paid*.....	641,795	14,188	691,000	13,879
All Other	820,567	379,621	784,000	377,487
Issues, Redemptions and Exchanges by Fiscal Agency Department:				
U. S. Government Direct Obligations.....	186,502	216,906	879,000	374,648
All Other	12,146	16,246	38,000	24,797
Transfers of Funds.....	31,516	1,988,923	31,261	1,886,861

* Includes coupons from obligations guaranteed by the United States.

DIRECTORS

Class A	Business Affiliation
H. R. Kibbee.....	President, Commercial Trust & Savings Bank, Mitchell, South Dakota
H. C. Hansen.....	Churchs Ferry, North Dakota
M. O. Grangaard.....	Vice-President, First National Bank & Trust Co., Minneapolis, Minnesota

Class B	
J. E. O'Connell.....	President, Eddy's Bakeries, Inc., Helena, Montana
Albert P. Funk.....	President, La Crosse Rubber Mills Co., La Crosse, Wisconsin
W. O. Washburn.....	President, W. O. Washburn & Sons, St. Paul, Minnesota

Class C	
W. B. Geery.....	Chairman of the Board and Federal Reserve Agent, Minneapolis, Minnesota
Walter C. Coffey.....	Dean of the College of Agriculture, Forestry and Home Economics, University of Minnesota, St. Paul, Minnesota
W. D. Cochran.....	President, W. D. Cochran Freight Lines, Iron Mountain, Michigan

OFFICERS

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O. S. Powell, First Vice-President	
H. I. Ziemer, Vice-President and Cashier	E. W. Swanson, Vice-President & Secretary
H. C. Core, Assistant Cashier	A. R. Larson, Assistant Cashier
Wm. E. Peterson, Assistant Cashier	Otis R. Preston, Assistant Cashier
T. H. Hodgson, Assistant Counsel	

AUDITOR

F. C. Dunlop

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.....	Managing Director, Federal Reserve Branch Bank, Helena, Montana
A. R. McDermott.....	Vice-President, Montana National Bank, Billings, Montana
J. E. O'Connell.....	President, Eddy's Bakeries, Inc., Helena, Montana
Peter Pauly.....	Vice-President, Deer Lodge Bank & Trust Co., Deer Lodge, Montana
H. D. Myrick.....	Square Butte, Montana

OFFICERS

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