


FEDERAL RESERVE BANK OF MINNEAPOLIS

January 12, 1944.

TO THE STOCKHOLDERS OF THE
FEDERAL RESERVE BANK OF MINNEAPOLIS:

We present a comparative statement of condition of the Federal Reserve Bank of Minneapolis at the close of business December 31, 1943, and December 31, 1942, together with comparison of earnings and expenses and volume of operations in principal departments of the bank, and other pertinent data for the years 1943 and 1942.

Respectfully submitted,

A handwritten signature in cursive script that reads "J. N. Peyton". The signature is written in dark ink and is positioned above the printed name.

President.

STATEMENT OF CONDITION

ASSETS

	Dec. 31, 1943	Dec. 31, 1942
Gold Certificates on Hand and Due from U. S. Treasury.....	\$365,112,149.78	\$477,051,021.05
Redemption Fund—F. R. Notes.....	8,625,304.42	201,986.22
Other Cash	9,777,304.41	8,353,165.50
Total Reserves	\$383,514,758.61	\$485,606,172.77
Bills Discounted:		
Secured by U. S. Government Obligations, Direct and		
Guaranteed	0	0
Foreign Loans on Gold.....	0	\$ 55,000.00
Total Bills Discounted.....	0	\$ 55,000.00
Industrial Advances	\$ 178,129.03	\$ 365,705.05
U. S. Government Securities, Direct and Guaranteed:		
Bonds	\$ 60,270,000.00	\$ 75,729,000.00
Notes	25,074,000.00	36,474,000.00
Certificates of Indebtedness.....	91,258,000.00	28,230,000.00
Bills	181,594,000.00	13,746,000.00
Total U. S. Government Securities, Direct and		
Guaranteed	\$358,196,000.00	\$154,179,000.00
Total Bills and Securities.....	\$358,374,129.03	\$154,599,705.05
Due from Foreign Banks.....	\$ 2,419.52	\$ 459.65
F. R. Notes of Other F. R. Banks.....	3,291,050.00	2,107,600.00
Uncollected Items	36,278,507.81	34,291,387.45
Bank Premises	1,280,468.69	1,309,315.13
Other Assets	2,161,432.86	2,512,673.17
Total Assets	\$784,902,766.52	\$680,427,313.22

LIABILITIES

Federal Reserve Notes in Actual Circulation.....	\$385,761,160.00	\$302,727,460.00
Deposits:		
Member Bank—Reserve Account.....	\$295,469,687.76	\$276,825,558.76
U. S. Treasurer—General Account.....	25,045,179.66	35,353,627.08
Foreign Bank	27,852,622.78	15,377,160.48
Other Deposits	10,051,828.93	12,465,324.49
Total Deposits	\$358,419,319.13	\$340,021,670.81
Deferred Availability Items.....	\$ 29,290,107.82	\$ 27,636,284.52
Other Liabilities	165,690.41	229,029.03
Total Liabilities	\$773,636,277.36	\$670,614,444.36

CAPITAL ACCOUNTS

Capital Paid In.....	\$ 3,235,500.00	\$ 3,075,100.00
Surplus (Section 7).....	3,669,040.63	3,220,822.82
Surplus (Section 13b).....	1,000,301.36	1,000,298.87
Other Capital Accounts.....	3,361,647.17	2,516,647.17
Total Liabilities and Capital Accounts.....	\$784,902,766.52	\$680,427,313.22

EARNINGS AND EXPENSES

Earnings from:	1943	1942
Discounted Bills	\$ 564.04	\$ 1,118.85
United States Government Securities.....	1,977,717.49	1,447,985.75
Industrial Advances	5,668.86	21,276.47
Commitments to make Industrial Advances.....	0	47.80
All Other	11,508.12	7,893.10
Total Current Earnings.....	\$ 1,995,458.51	\$ 1,478,321.97
Expenses:		
Net Operating Expenses.....	\$ 1,099,098.40	\$ 1,012,033.45
Assessment for Expenses of Board of Governors of the Federal Reserve System.....	53,062.27	38,277.49
Federal Reserve Currency:		
Original Cost	\$ 102,991.44	\$ 110,946.89
Cost of Redemption.....	6,856.83	5,089.61
Total Current Expenses.....	\$ 1,262,008.94	\$ 1,166,347.44
Current Net Earnings.....	\$ 733,449.57	\$ 311,974.53
Additions to Current Net Earnings:		
Profits on Sales of U. S. Government Securities.....	\$ 1,083,198.54	\$ 102,715.65
All Other	4,364.34	2,465.34
Total	\$ 1,087,562.88	\$ 105,180.99
Deductions from Current Net Earnings:		
Losses and Reserves for Losses on Industrial Advances \$	4,800.00	\$ 11,000.00
All Other	331,920.57	154,412.73
Total	\$ 336,720.57	\$ 165,412.73
Net Deductions from or Additions to Current Net Earnings...\$	750,842.31	\$ —60,231.74
Net Earnings	\$ 1,484,291.88	\$ 251,742.79
Dividend Paid	\$ 190,924.19	\$ 183,336.33
Paid to U. S. Treasurer (Section 13b).....	147.39	3.91
Transferred to Surplus (Section 13b).....	2.49	0
Transferred to Surplus (Section 7).....	1,293,217.81	68,402.55
SURPLUS ACCOUNT (SECTION 7)		
Balance at Close of Previous Year.....	\$ 3,220,822.82	\$ 3,152,420.27
Transferred from Profits of Year.....	1,293,217.81	68,402.55
Transferred to Reserves for Contingencies.....	845,000.00	0
Balance at Close of Year.....	\$ 3,669,040.63	\$ 3,220,822.82
SURPLUS ACCOUNT (SECTION 13b)		
Balance at Close of Previous Year.....	\$ 1,000,298.87	\$ 1,000,298.87
Transferred to Surplus (Section 13b).....	2.49	0
Balance at Close of Year.....	\$ 1,000,301.36	\$ 1,000,298.87

VOLUME OF OPERATIONS IN PRINCIPAL DEPARTMENTS

	1943		1942	
	Number	Amount (In Thousands)	Number	Amount (In Thousands)
Loans and Discounts:				
Bills Discounted:				
Applications	21	3,330	23	14,679
Notes Discounted	4	60	20	58
Advances Made	21	3,330	22	14,621
Industrial Advances:				
Advances Made	34	748	218	1,296
Commitments to Make Industrial Advances	0	0	0	0
Currency and Coin:				
Currency Received and Counted.....	43,400,522	249,573	40,694,037	195,102
Coin Received and Counted.....	39,122,133	4,500	38,330,950	3,001
Check Collection:				
U. S. Government Checks	5,908,916	1,866,989	3,603,837	1,201,407
Work Relief Checks.....	49,000	1,581	881,000	28,889
Other Checks	33,309,892	10,357,051	31,450,532	9,055,179
Noncash Collection:				
City Collections—Grain Drafts	866,730	529,455	822,511	311,351
Other City Collections.....	41,099	155,376	38,266	102,269
Country Collections	54,727	69,900	72,272	74,493
Coupon (except Government) and Country Security Collections	32,021	30,079	29,501	25,208
United States Government Coupons Paid:				
Coupons from U. S. Government Direct Obligations	382,824	19,331	308,312	11,157
Coupons from Issues of Other U. S. Government Agencies	114,869	1,629	139,421	1,967
Issues, Redemptions and Exchanges by Fiscal Agency Department:				
U. S. Government Direct Obligations.....	7,968,300	3,708,829	3,678,686	1,577,100
Other U. S. Government Agencies.....	3,243	7,028	17,122	29,475
Transfers of Funds.....	30,677	4,243,490	28,321	3,278,702
Safekeeping—Member Banks:				
Amount of Securities Held in Custody for Member Banks on Last Day of Year....		759,003		620,305
Number of Coupons Cut from Securities Held for Member Banks.....	250,275		192,819	
Purchase and Sale of Securities for Account of Banks Located in the Ninth Federal Re- serve District	4,585	373,210	3,622	182,441

**PERSONNEL
December 31, 1943**

	Head Office	Helena Branch	Total
Number of Officers and Employees at End of Year:			
Officers	17	2	19
Employees	819	74	893

**MEMBER BANKS
NINTH FEDERAL RESERVE DISTRICT**

	1943	1942
Number of Member Banks at end of Year:		
National Banks	358	360
State Banks	96	94
	454	454
Changes during the year 1943:		
New National Banks Organized.....	0	1
State Banks Admitted to Membership.....	2	6
	2	7
National Banks Succeeded by Nonmember State Banks..	1	3
National Banks Liquidated.....	1	0
National Banks Succeeded by Other National Banks..	0	1
National Banks Absorbed by Other National Banks.....	0	1
	2	5
Net Increase in Number of Member Banks.....	0	2

State Banks which became Members during the Year 1943:
 Citizens Bank of Montana, Havre, Montana.
 The Hill County State Bank of Havre, Havre, Montana.

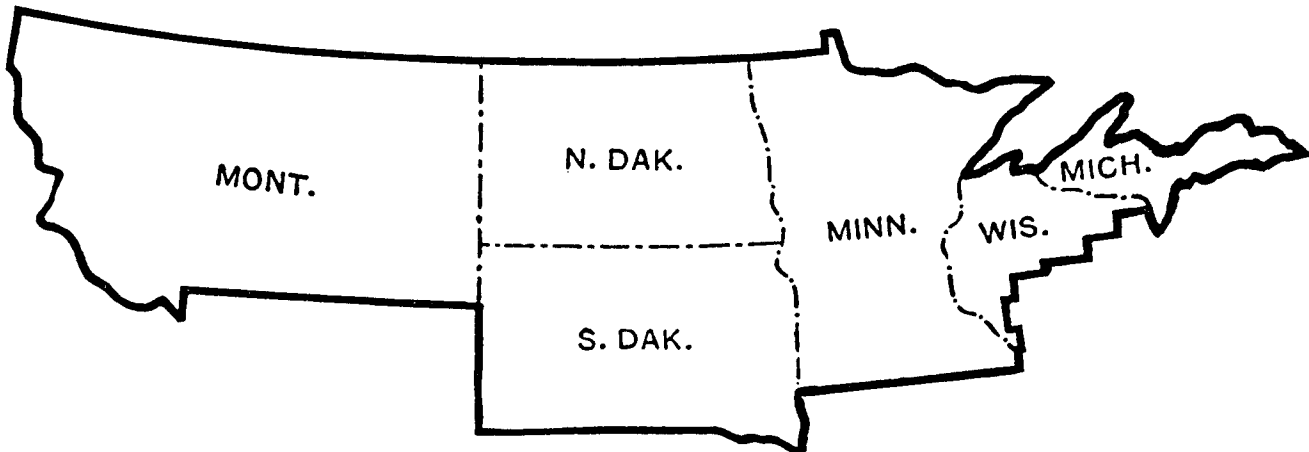
Number of Member Banks in each State or part of State, in the Ninth Federal Reserve District at the end of Year 1943:

	National Banks	State Banks	Total
Michigan.....	26	15	41
Minnesota.....	185	24	209
Montana.....	41	28	69
North Dakota.....	42	0	42
South Dakota.....	36	23	59
Wisconsin.....	28	6	34
	358	96	454

DESCRIPTION OF NINTH FEDERAL RESERVE DISTRICT

	Land Area (Square Miles)	May 1, 1942 Population
Michigan (northern peninsula)	16,538	297,990
Counties of—		
Alger	Keweenaw	
Baraga	Luce	
Chippewa	Mackinac	
Delta	Marquette	
Dickinson	Menominee	
Gogebic	Ontonagon	
Houghton	Schoolcraft	
Iron		
Minnesota	80,009	2,676,218
Montana	146,316	521,622
North Dakota	70,054	592,960
South Dakota	76,536	587,493
Wisconsin (northern part).....	22,851	542,034
Counties of—		
Ashland	Lincoln	
Barron	Oneida	
Bayfield	Pepin	
Buffalo	Pierce	
Burnett	Polk	
Chippewa	Price	
Douglas	Rusk	
Dunn	St. Croix	
Eau Claire	Sawyer	
Florence	Taylor	
Forest	Trempealeau	
Iron	Vilas	
La Crosse	Washburn	
Total.....	412,304	5,218,317

NINTH FEDERAL RESERVE DISTRICT



DIRECTORS

WALTER C. COFFEY, President
University of Minnesota, Minneapolis, Minnesota
Chairman of the Board and Federal Reserve Agent

ROGER B. SHEPARD, President
Finch, Van Slyck & McConville
St. Paul, Minnesota
Deputy Chairman

HOMER P. CLARK, Chairman of the Board
West Publishing Company
St. Paul, Minnesota

W. D. COCHRAN
Cochran Freight Lines
Iron Mountain, Michigan

SHIRLEY S. FORD, President
Northwestern National Bank
Minneapolis, Minnesota

RAY C. LANGE, President
Chippewa Canning Company
Chippewa Falls, Wisconsin

F. D. MCCARTNEY, Vice President
First National Bank
Oakes, North Dakota

J. R. MCKNIGHT, President
Pierre National Bank
Pierre, South Dakota

J. E. O'CONNELL, President
Eddy's Bakeries
Helena, Montana

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A. W. MILLS, *Cashier*
H. C. CORE, *Personnel Officer*
H. G. MCCONNELL, *Assistant Vice President*

A. R. LARSON, *Assistant Cashier*
WM. E. PETERSON, *Assistant Cashier*
W. H. TURNER, *Assistant Cashier*
E. B. LARSON, *Assistant Cashier*
R. D. BAKER, *Assistant Cashier*
M. E. LYSEN, *Operating Research Officer*
O. W. OHNSTAD, *Auditor*

MEMBER OF FEDERAL ADVISORY COUNCIL

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First National Bank
Minneapolis, Minnesota

HELENA BRANCH—(MONTANA) DIRECTORS

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Western Life Insurance Company
Helena, Montana

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Farmers National Bank
Chinook, Montana

MALCOLM HOLTZ
Great Falls, Montana

PETER PAULY, President
Deer Lodge Bank and Trust Co.
Deer Lodge, Montana

R. E. TOWLE, *Managing Director*

OFFICERS

R. E. TOWLE, *Managing Director*

C. J. LARSON, *Assistant Manager*