

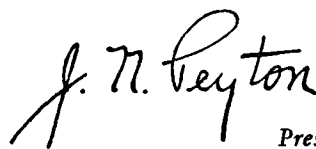
FEDERAL RESERVE BANK OF MINNEAPOLIS

January 15, 1945.

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, 1944, and December 31, 1943, together with comparison of earnings and expenses and volume of operations in principal departments of the bank, and other pertinent data for the years 1944 and 1943.

Respectfully submitted,


President.

Statement of Condition

Assets

	Dec. 31, 1944	Dec. 31, 1943
Gold Certificates on Hand and Due from U. S. Treasury.....	\$345,552,530.71	\$365,112,149.78
Redemption Fund—F. R. Notes.....	14,820,114.68	8,625,304.42
Other Cash	5,932,746.83	9,777,304.41
	\$366,305,392.22	\$383,514,758.61
Total Reserves		
Bills Discounted	0	0
Industrial Advances	0	\$ 178,129.03
U. S. Government Securities:		
Bonds	\$ 22,553,000.00	\$ 60,270,000.00
Notes	28,444,000.00	25,074,000.00
Certificates of Indebtedness.....	88,636,000.00	91,258,000.00
Bills	326,202,000.00	181,594,000.00
	\$465,835,000.00	\$358,196,000.00
Total U. S. Government Securities.....		
Total Bills and Securities.....	\$465,835,000.00	\$358,374,129.03
Due from Foreign Banks.....	\$ 2,983.97	\$ 2,419.52
F. R. Notes of Other F. R. Banks.....	3,913,100.00	3,291,050.00
Uncollected Items	44,130,376.24	36,278,507.81
Bank Premises	1,251,622.25	1,280,468.69
Other Assets	1,274,343.69	2,161,432.86
	\$882,712,818.37	\$784,902,766.52
Total Assets		

Liabilities

Federal Reserve Notes in Actual Circulation.....	\$475,793,675.00	\$385,761,160.00
Deposits:		
Member Bank—Reserve Account.....	\$317,789,301.89	\$295,469,687.76
U. S. Treasurer—General Account.....	15,877,075.71	25,045,179.66
Foreign Bank	25,432,301.62	27,852,622.78
Other Deposits	2,108,879.29	10,051,828.93
	\$361,207,558.51	\$358,419,319.13
Total Deposits		
Deferred Availability Items.....	\$ 32,597,135.85	\$ 29,290,107.82
Other Liabilities	229,893.22	165,690.41
	\$869,828,262.58	\$773,636,277.36
Total Liabilities		

Capital Accounts

Capital Paid In.....	\$ 3,500,550.00	\$ 3,235,500.00
Surplus (Section 7).....	4,949,737.28	3,669,040.63
Surplus (Section 13b).....	1,072,621.34	1,000,301.36
Other Capital Accounts.....	3,361,647.17	3,361,647.17
	\$882,712,818.37	\$784,902,766.52
Total Liabilities and Capital Accounts.....		

Earnings and Expenses

Earnings from:	1944	1943
Discounted Bills	\$ 18,548.70	\$ 564.04
United States Government Securities.....	2,665,716.86	1,977,717.49
Industrial Advances	3,979.12	5,668.86
All Other	4,542.55	11,508.12
Total Current Earnings.....	\$ 2,692,787.23	\$ 1,995,458.51
Expenses:		
Net Operating Expenses.....	\$ 1,132,872.65	\$ 1,099,098.40
Assessment for Expenses of Board of Governors of the Federal Reserve System.....	49,460.76	53,062.27
Federal Reserve Currency:		
Original Cost	\$ 115,984.15	\$ 102,991.44
Cost of Redemption.....	6,953.38	6,856.83
Total Current Expenses.....	\$ 1,305,270.94	\$ 1,262,008.94
 Current Net Earnings.....	 \$ 1,387,516.29	 \$ 733,449.57
Additions to Current Net Earnings:		
Profits on Sales of U. S. Government Securities.....	\$ 99,776.70	\$ 1,083,198.54
All Other	92,442.43	4,364.34
Total	\$ 192,219.13	\$ 1,087,562.88
Deductions from Current Net Earnings:		
Losses and Reserves for Losses on Industrial Advances	0	\$ 4,800.00
All Other	405.11	331,920.57
Total	\$ 405.11	\$ 336,720.57
 Net Additions to Current Net Earnings.....	 \$ 191,814.02	 \$ 750,842.31
 Net Earnings	 \$ 1,579,330.31	 \$ 1,484,291.88
Dividend Paid	\$ 206,158.74	\$ 190,924.19
Paid to U. S. Treasurer (Section 13b).....	20,154.94	147.39
Transferred to Surplus (Section 13b).....	72,319.98	2.49
Transferred to Surplus (Section 7).....	1,280,696.65	1,293,217.81
Surplus Account (Section 7)		
Balance at Close of Previous Year.....	\$ 3,669,040.63	\$ 3,220,822.82
Transferred from Profits of Year.....	1,280,696.65	1,293,217.81
Transferred to Reserves for Contingencies.....	0	845,000.00
Balance at Close of Year.....	\$ 4,949,737.28	\$ 3,669,040.63
Surplus Account (Section 13b)		
Balance at Close of Previous Year.....	\$ 1,000,301.36	\$ 1,000,298.87
Transferred to Surplus (Section 13b).....	72,319.98	2.49
Balance at Close of Year.....	\$ 1,072,621.34	\$ 1,000,301.36

Volume of Operations in Principal Departments

	1944		1943	
	Number	Amount (In Thousands)	Number	Amount (In Thousands)
Loans and Discounts:				
Bills Discounted:				
Applications	68	\$ 329,280	21	\$ 3,330
Notes Discounted	2	1,200	4	60
Advances Made	68	329,280	21	3,330
Industrial Advances:				
Advances Made	46	896	34	594
Commitments to Make Industrial Advances	0	0	0	0
Currency and Coin:				
Currency Received and Counted.....	46,715,078	\$ 250,655	42,421,647	\$ 234,108
Coin Received and Counted.....	33,155,795	2,472	39,119,493	2,393
Check Collection:				
U. S. Government Checks.....	7,189,985	\$1,930,181	5,908,916	\$1,866,989
Work Relief Checks.....	0	0	49,000	1,581
Other Checks	34,770,857	10,707,866	33,273,368	10,353,509
Noncash Collection:				
Grain Drafts	799,351	\$ 544,144	866,730	\$ 529,455
Country and Other City Collections.....	115,133	286,184	128,060	256,011
United States Government Coupons Paid:				
Coupons from U. S. Government Direct				
Obligations	456,073	\$ 29,443	382,824	\$ 19,331
Coupons from Issues of Other U. S.				
Government Agencies	67,486	821	114,910	1,629
Issues, Redemptions and Exchanges by Fiscal Agency Department:				
U. S. Government Direct Obligations.....	10,291,133	\$4,460,963	8,637,006	\$3,731,441
Other U. S. Government Agencies.....	49,718	49,173	3,243	7,028
Transfers of Funds.....	32,188	\$4,478,307	30,677	\$4,243,490
Safekeeping—Member Banks:				
Amount of Securities Held in Custody for				
Member Banks on Last Day of Year....		\$ 882,482		\$ 759,098
Number of Coupons Cut from Securities				
Held for Member Banks.....	275,454		250,275	
Purchase and Sale of Securities for Account of Banks Located in the Ninth Federal Re- serve District				
	5,213	\$ 499,292	4,585	\$ 373,210

Personnel

December 31, 1944

	Head Office	Helena Branch	Total
Number of Officers and Employees at End of Year:			
Officers	18	2	20
Employees	730	79	809
Employees who have entered the Armed Forces			
Died in Service.....	105	14	119
	3	0	3

State Banks Which Became Members During 1944

MINNESOTA

FIRST STATE BANK OF MERIDEN
Meriden, Minnesota

LIBERTY STATE BANK
St. Paul, Minnesota

MONTANA

EXCHANGE STATE BANK OF GLENDIVE
Glendive, Montana

MILES CITY BANK
Miles City, Montana

FLINT CREEK VALLEY BANK
Philipsburg, Montana

THE FIRST STATE BANK OF THOMPSON FALLS
Thompson Falls, Montana

KOOTENAI VALLEY STATE BANK
Troy, Montana

SOUTH DAKOTA

MINERS AND MERCHANTS SAVINGS BANK
Lead, South Dakota

WISCONSIN

PEOPLES STATE BANK OF BLOOMER
Bloomer, Wisconsin

STATE BANK OF BOYD
Boyd, Wisconsin

CITIZENS STATE BANK
Cadott, Wisconsin

STATE BANK OF FLORENCE
Florence, Wisconsin

IRON EXCHANGE BANK
Hurley, Wisconsin

LAONA STATE BANK
Laona, Wisconsin

FARMERS AND MERCHANTS STATE BANK
Stanley, Wisconsin

UNION STATE BANK OF WEST SALEM
West Salem, Wisconsin

Number of Member Banks

	1944	1943
Number of Member Banks at end of Year:		
National Banks	356	359
State Banks	111	96
	467	455
Changes during the year 1944:		
New National Banks Organized.....	1	0
State Banks Admitted to Membership.....	16	2
	17	2
National Banks Succeeded by Non-member State Banks	1	1
National Banks Liquidated.....	2	0
State Member Bank Converted to National Bank.....	1	0
National Banks Absorbed by Non-member Banks.....	1	0
	5	1
Net Increase in Number of Member Banks.....	12	1

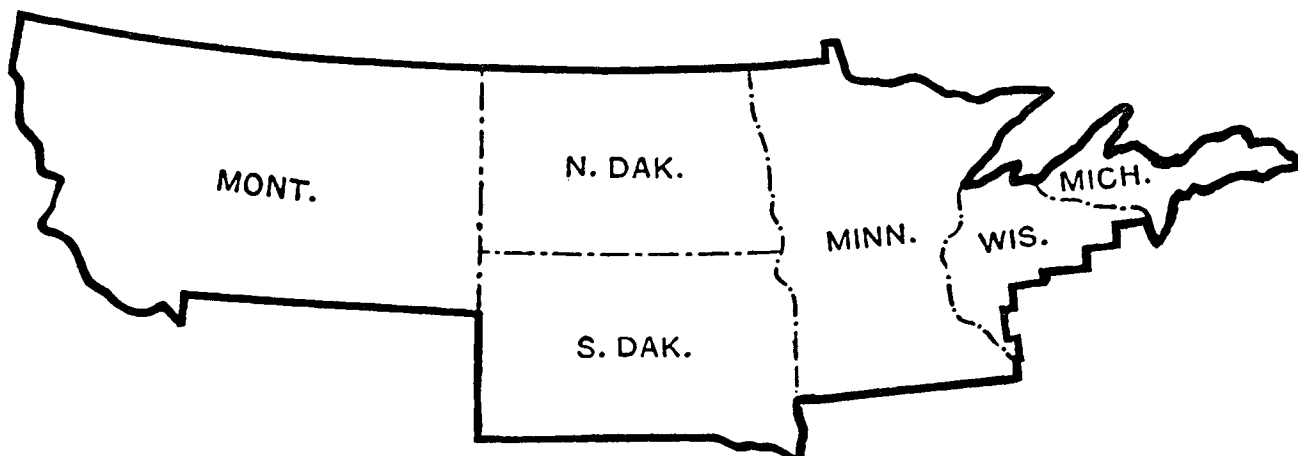
Number of Member Banks in each State or part of State, in the Ninth Federal Reserve District at the end of Year 1944:

	National Banks	State Banks	Total
Michigan.....	26	15	41
Minnesota.....	184	25	209
Montana.....	41	33	74
North Dakota.....	42	0	42
South Dakota.....	36	24	60
Wisconsin.....	27	14	41
	356	111	467

Description of Ninth Federal Reserve District

	Land Area (Square Miles)	Nov. 1, 1943 Population
Michigan (northern peninsula)	16,538	265,221
Counties of—		
Alger	Keweenaw	
Baraga	Luce	
Chippewa	Mackinac	
Delta	Marquette	
Dickinson	Menominee	
Gogebic	Ontonagon	
Houghton	Schoolcraft	
Iron		
Minnesota	80,009	2,525,558
Montana	146,316	470,033
North Dakota	70,054	536,510
South Dakota	76,536	544,866
Wisconsin (northern part)	22,851	503,422
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	4,845,610

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

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

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

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

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

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

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

Officers

J. N. PEYTON, *President*
O. S. POWELL, *First Vice President*

SIGURD UELAND, *Vice President and Counsel*
E. W. SWANSON, *Vice President*
H. I. ZIEMER, *Vice President*
A. R. UPGREN, *Vice President and Economist*
O. R. PRESTON, *Vice President*
A. W. MILLS, *Cashier*
H. C. CORE, *Personnel Officer*
H. G. MCCONNELL, *Assistant Vice President*
E. B. LARSON, *Assistant Vice President*

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

Helena Branch (Montana)

Directors

R. B. RICHARDSON
President, Western Life Insurance Company
Helena, Montana

MALCOLM HOLTZ
Great Falls, Montana

P. B. McCLINTOCK
Cashier, Farmers National Bank
Chinook, 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*

Member of Federal Advisory Council

JULIAN B. BAIRD
Vice President, First National Bank
Saint Paul, Minnesota