

JANUARY 1, 1946

*To the Stockholders of the
Federal Reserve Bank of San Francisco.*

DEAR SIRs:

There is presented herewith a condensed comparative statement of condition of the Federal Reserve Bank of San Francisco, including branches, at the close of business December 31, 1945 and December 31, 1944, together with a comparison of earnings and expenses for 1945 and 1944.

Yours very truly,

A handwritten signature in cursive script that reads "Ma Clerk".

President.

COMPARATIVE STATEMENT OF CONDITION

ASSETS	Dec. 31, 1945	Dec. 31, 1944
Gold certificates - - - - -	\$2,395,549,263.51	\$2,388,208,150.44
Redemption fund—Federal Reserve notes - - - - -	111,836,772.29	69,203,531.24
Total gold certificate reserves - - - - -	2,507,386,035.80	2,457,411,681.68
Other Cash - - - - -	27,672,754.25	21,994,197.38
Discounts and advances:		
Secured by United States Government obligations - - - - -	—0—	—0—
Other discounts and advances - - - - -	3,572,000.00	—0—
Total discounts and advances - - - - -	3,572,000.00	—0—
Industrial loans - - - - -	—0—	487,500.00
United States Government securities:		
Bills - - - - -	1,778,461,000.00	1,302,796,000.00
Certificates - - - - -	785,987,000.00	475,362,000.00
Notes - - - - -	199,179,000.00	152,553,000.00
Bonds - - - - -	88,978,000.00	120,958,000.00
Total United States Government securities - - - - -	2,852,605,000.00	2,051,669,000.00
Total loans and securities - - - - -	2,856,177,000.00	2,052,156,500.00
Due from foreign banks - - - - -	8,397.56	10,579.54
Federal Reserve notes of other banks - - - - -	24,172,505.00	20,533,225.00
Uncollected items - - - - -	219,221,376.63	232,441,435.72
Bank premises - - - - -	1,862,869.20	1,937,701.20
Other assets - - - - -	6,305,554.18	6,044,656.33
Total assets - - - - -	5,642,806,492.62	4,792,529,976.85
 LIABILITIES		
Federal Reserve notes - - - - -	3,219,198,990.00	2,699,477,350.00
Deposits:		
Member bank—reserve accounts - - - - -	2,032,697,368.43	1,705,543,110.74
United States Treasurer—general account - - - - -	58,936,522.00	28,481,975.91
Foreign - - - - -	62,469,957.13	90,315,754.88
Other deposits - - - - -	49,331,067.39	57,529,564.74
Total deposits - - - - -	2,203,434,914.95	1,881,870,406.27
Deferred availability items - - - - -	169,597,603.99	173,142,772.15
Other liabilities - - - - -	908,609.44	702,442.53
Total liabilities - - - - -	5,593,140,118.38	4,755,192,970.95
 CAPITAL ACCOUNTS		
Capital paid in - - - - -	16,296,500.00	13,545,550.00
Surplus (Section 7) - - - - -	28,923,947.33	15,899,282.22
Surplus (Section 13b) - - - - -	2,142,173.68	2,142,173.68
Other capital accounts - - - - -	2,303,753.23	5,750,000.00
Total liabilities and capital accounts - - - - -	5,642,806,492.62	4,792,529,976.85
Commitments to make industrial loans - - - - -	92,085.58	596,204.53

EARNINGS AND EXPENSES

CURRENT EARNINGS	1945	1944
Discounts and advances - - - - -	\$ 77,747.72	\$ 2,775.80
United States Government securities - - - - -	14,819,880.76	10,078,007.83
Industrial loans - - - - -	14,551.12	112,572.27
Commitments to make industrial loans - - - - -	5,725.86	12,600.84
All other - - - - -	24,741.48	5,258.18
Total current earnings - - - - -	14,942,646.94	10,211,214.92
CURRENT EXPENSES		
Total operating expenses (including normal depreciation on bank premises) - - - - -	7,958,460.19	8,598,700.68
Less Reimbursements for certain fiscal agency and other expenses - - - - -	3,915,266.03	4,673,308.89
Net operating expenses - - - - -	4,043,194.16	3,925,391.79
Assessment for expenses of Board of Governors - - - - -	181,940.37	180,439.23
Federal reserve currency:		
Original cost - - - - -	419,117.54	1,025,022.09
Cost of redemption - - - - -	74,946.88	60,511.58
Total current expenses - - - - -	4,719,198.95	5,191,364.69
PROFIT AND LOSS		
Current earnings - - - - -	14,942,646.94	10,211,214.92
Current expenses - - - - -	4,719,198.95	5,191,364.69
Current net earnings - - - - -	10,223,447.99	5,019,850.23
Additions to current net earnings:		
Profits on sales of United States Government securities - - - - -	329,973.37	300,153.09
All other - - - - -	41,257.47	24,039.09*
Total additions to current net earnings - - - - -	371,230.84	324,192.18*
Deductions from current net earnings:		
Reserve for contingencies - - - - -	461,425.69	—0—
All other - - - - -	70,208.62	1,050.69
Total deductions from current net earnings - - - - -	531,634.31	1,050.69
Net additions to or deductions from current net earnings - - - - -	-160,403.47	+323,141.49*
Net earnings - - - - -	10,063,044.52	5,342,991.72*
Paid to United States Treasury (Section 13b) - - - - -	14,914.70	43,135.90
Dividends paid - - - - -	930,954.67	795,891.02
Transferred to Surplus (Section 7) - - - - -	9,117,175.15	4,490,807.61
Transferred to Surplus (Section 13b) - - - - -	—0—	13,157.19*

* Revised

RECONCILEMENT OF SURPLUS ACCOUNT (SECTION 7)

SURPLUS (Section 7) January 1, 1945 - - - - -	\$15,899,282.22
Addition, as above - - - - -	9,117,175.15
Transferred from contingent reserves (previously charged to surplus) - - - - -	3,907,489.96
SURPLUS (Section 7) December 31, 1945 - - - - -	28,923,947.33

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January 1, 1946

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CARROLL F. BYRD, Willows, California
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