

Statement Of Earnings and Expenses

	December 31, 1989	December 31, 1988
Current Earnings:		
Advances to Depository Institutions	\$ 2,569,813	\$ 1,537,138
Invested Foreign Currency	36,218,306	9,892,553
U.S. Gov't Securities & Agency Obligations-System Account	1,236,135,580	1,099,303,526
Income from Services	48,019,383	44,833,234
Penalties on Deficiencies in Required Balances	160,787	250,956
Penalties on Overdrafts	112,511	137,429
Treasury Securities Transfer Fees	271,745	262,703
Total Current Earnings	1,323,488,125	1,156,217,539
Less: Current Expenses	76,844,990	75,732,969
Cost of Earnings Credits	9,605,023	7,837,385
Current Net Earnings	1,237,038,112	1,072,647,185
Additions to Current Net Earnings:		
Net Profit on Sale of U.S. Gov't Securities	823,379	1,405,315
Net Profit on Foreign Exchange Transactions	45,075,533	-0-
All Other	4,230	20,824
Total Additions	45,903,142	1,426,139
Deductions from Current Net Earnings:		
Net Loss on Foreign Exchange Transactions	-0-	16,858,888
Cost of Unreimbursed Treasury Services	1,776,930	1,499,201
All Other	1,241	9,431
Total Deductions	1,778,171	18,367,520
Net Addition (Deduction) to Net Earnings	44,124,971	(16,941,381)
Assessments by the Board:		
Board Expenditures	3,207,100	2,848,500
Federal Reserve Currency Costs	10,871,391	9,713,790
Net Earnings before Payments to U.S. Treasury	<u>\$1,267,084,592</u>	<u>\$1,043,143,514</u>
Distribution of Net Earnings		
Dividends Paid	\$ 4,737,306	\$ 4,385,524
Payments to U.S. Treasury (Interest on Federal Reserve Notes)	1,254,035,286	1,032,070,290
Transferred to Surplus	8,312,000	6,687,700
	<u>\$1,267,084,592</u>	<u>\$1,043,143,514</u>

Summary of Operations

	Calendar Year, 1989		Calendar Year, 1988	
	Daily Average Volume	Daily Dollar Value of Transactions	Daily Average Volume	Daily Dollar Value of Transactions
Services to Depository Institutions				
Wire Transfer of Funds	27,400 transfers	\$65.0 billion	25,600 transfers	\$57.9 billion
Automated Clearing House	386,000 items	\$1,309 million	331,000 items	\$1,155 million
Commercial ACH Items	295,000 items	\$1,235 million	246,000 items	\$1,096 million
Government ACH Items (Direct Deposit)	91,000 items	\$74 million	85,000 items	\$59 million
Check Processing				
Total Volume	5.3 million checks	\$3.5 billion	5.2 million checks	\$3.6 billion
Processed Volume	3.8 million checks	\$2.9 billion	3.9 million checks	\$3.0 billion
Fine Sort Volume	1.5 million checks	\$.7 billion	1.4 million checks	\$.6 billion
Cash Operations				
Cash Shipped	5.6 million notes	\$70 million	5.5 million notes	\$71 million
Cash Received	5.1 million notes	\$61 million	4.9 million notes	\$59 million
Services to U.S. Treasury				
Electronic Book Entry Transfers	4,247 transfers	\$68.7 billion	3,500 transfers	\$54.0 billion
Savings Bonds Issued	4,757 bonds	\$ 1.2 million	4,700 bonds	\$ 1.1 million