

MONTHLY BULLETIN

Issued by
OSCAR NELSON
AUDITOR of PUBLIC ACCOUNTS
BANKING DEPARTMENT
State of Illinois

VOL. 1

SPRINGFIELD, ILL., JANUARY 1, 1926

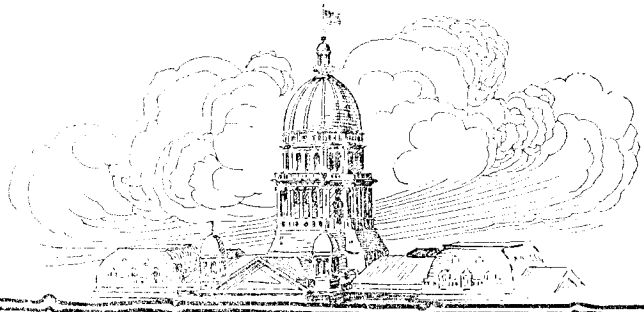
No. 10

NEW YEAR'S GREETING!

At this season of the year when new resolves are being executed and old ones are being revived, it is quite apropos that you as bankers and we as your supervising director, resolve to so work in co-operation during the forthcoming twelve-month that the State banking institutions of Illinois may be placed on the very highest plane as sound community units.

It is the aim of the Department to aid the banks under its jurisdiction and we trust you may find us helpful in solving the problems that occasionally arise. We seek your inquiries and will endeavor to return a beneficial reply.

In the nearly a year of supervision of the present administration there has been a splendid response upon the part of the banks' officers and directors, to all suggestions and requests made and doubtless this same splendid co-operation will be your contribution to the success of our 1926 resolution.



FILING OF STOCK TRANSFERS DISCONTINUED

In the future it will not be necessary for banks to mail to this Department a copy of stock transfers which are filed for record with the County Recorder. Examiners have been instructed to check the originals at the time of the examination and this has been deemed sufficient. This new ruling will afford relief not only to bank officers but to the Department as well.

As a matter of emphasis attention is directed to Section Six of the Banking Act which makes it mandatory upon the part of the President and Cashier to file in the office of Recorder of Deeds of the county in which the bank is located, all transfers of stock within ten days after such transfer.

TRUST ORGANIZATIONS

Perhaps contrary to general opinion there is a large number of banking institutions qualified to do a trust business, not only among State institutions but National as well. Often the question is asked, "Are there any banks outside of Chicago doing a trust business?" As a matter of information, the following data will serve as a reply:

In the City of Chicago there are 55 State banks with trust departments, 4 National banks qualified to handle trusts under the jurisdiction of the State Auditor and 3 companies organized under the Secretary of State and qualified with the Auditor. In Cook County outside of Chicago there are 9 State banks operating trust departments and 1 National bank qualified. Outside of Cook County and in what is known as "down state" territory there are 85 State banks which have found trust departments profitable and 54 National banks subject to trust examination by the Auditor of Public Accounts, and 7 companies with charters issued by the Secretary of State that have qualified under the Trust Act. Aside from these there are 24 foreign institutions—and by foreign is meant those located in other Commonwealths. In the list of foreign banks which have qualified, the States of Indiana, Ohio, Pennsylvania, Massachusetts, Missouri, New York and Michigan are represented as well as the District of Columbia.

YES SHE DID

Teller—(Handing back deposit slip to lady customer): "But Madame, you did not Foot it up."

Lady—(Indignantly): "I certainly did. Car is in the Garage and I walked every step of the way."

SOME GROWTH

In 25 years the number of banks in Chicago has increased from 30 to 205, and the resources have climbed from the half billion mark to the large sum of \$2,931,000,000.00. This information together with other pertinent facts is deduced from the Association of Commerce's financial survey. Chicago, so the report says, is some bond buying community, especially as far as its financial institutions are concerned. In 1924 the banks of the Windy City held more than \$400,000,000.00 in permanent securities.

The report also vouchsafes the information that the real estate bond has reached its highest point of development in Chicago. The growth in the past twenty-five years expressed in percentages is 700 per cent increase in resources, 600 per cent in number of banks and 1,000 per cent increase in bond and stock investments.

WE ARE IN AGREEMENT

The November 30th issue of the *Illinois Bankers Bulletin* contains a very timely article under the caption "Danger Lurks in Letters of Recommendation." At some length and quite impressively there are set forth facts supporting the statement contained in the heading; and to prove that the State Banking Department already sensed the evil and is in perfect agreement with the idea, reference is only necessary to our report form which was reprinted and revised in October and which contains this question: "Does Bank give to individuals, for the purpose of obtaining credit for them, letters addressed 'To Whom it May Concern?'"

CHARGING OFF BAD DEBTS

From the book of regulations relating to the Income Tax under the Revenue Act of 1924, the following paragraph extracted from Article 151 is reproduced:

"Where banks or other corporations which are subject to supervision by Federal authorities (or by State authorities maintaining substantially equivalent standards) in obedience to the specific orders, or in accordance with the general policy of such supervisory officers, charge off debts in whole or in part such debts shall, in the absence of affirmative evidence clearly establishing the contrary, be presumed, for income tax purposes, to be worthless or recoverable only in part, as the case may be."

NO GAIN

"I don't believe there is much money in the banking business after all," old man Derby Bass observed. "All my life I've watched their statements and I have yet to see one where the assets were greater than the liabilities."

PERMITS ISSUED.

	Capital.	Surplus.	Date.
Ringwood.....McHenry.....The Ringwood State Bank.....	\$25,000		Dec. 16, 1925
BANKS ORGANIZED.			
Berwyn.....Cook.....Ridgeland State Bank.....	\$100,000	\$15,000	Dec. 15, 1925
Ridgeland and 26th Sts. Frank J. Krajic, President and Cashier.			
Mt. Prospect...Cook.....Mt. Prospect State Bank.....	50,000	25,000	Dec. 28, 1925
Wm. Busse, President. C. D. Busse, Cashier (Converted from National).			

CAPITAL STOCK INCREASED.

Antioch.....Lake.....Brook State Bank.....	From \$ 25,000 to \$ 37,500	Dec. 2, 1925
Antioch.....Lake.....The State Bank of Antioch.....	From 25,000 to 37,500	Dec. 2, 1925
Chicago.....Cook.....Schif Trust & Savings Bank.....	From 400,000 to 500,000	Dec. 7, 1925
Chicago.....Cook.....Lake State Bank.....	From 300,000 to 500,000	Dec. 14, 1925
Chicago.....Cook.....Garfield Park State Savings Bank.....	From 300,000 to 500,000	Dec. 16, 1925
Chicago.....Cook.....Deven Trust and Savings Bank.....	From 100,000 to 200,000	Dec. 22, 1925

LIQUIDATED.

Aledo.....Mercer.....Mercer County State Bank.....		Dec. 7, 1925
Deposit liability assumed by Aledo State Bank.		

TRUST CERTIFICATES ISSUED (State Banks).

Chicago.....Cook.....The Stock Yards Trust & Savings Bank.....	\$200,000	Dec. 7, 1925
Vandalia.....Fayette.....The Farmers and Merchants Bank of Vandalia.....	50,000	Dec. 2, 1925

TRUST CERTIFICATES ISSUED (National Banks).

Aurora.....Kane.....American National Bank.....	\$50,000	Dec. 14, 1925
Aurora.....Kane.....Aurora National Bank.....	50,000	Dec. 16, 1925

RECAPITULATION.

State banks in Chicago.....	177
State banks in Cook County, outside Chicago.....	75
State banks in Illinois, outside Cook County.....	1,142
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	1,394

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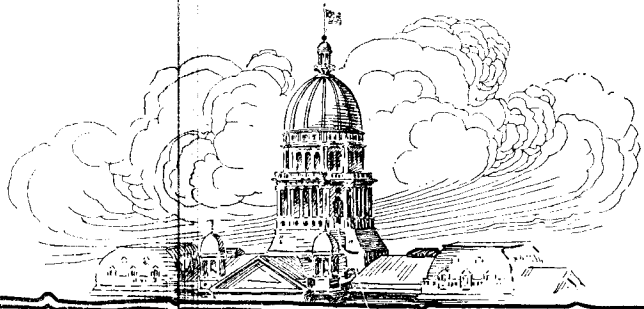
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ANNOUNCEMENT

Effective January first, Mr. F. E. Edgerton has been appointed Chief Examiner, Cook County Division, 1300—76 West Monroe Street, vice Mr. Guy L. Bush resigned, to accept the position of Executive Vice-President of the City State Bank of Chicago.

LARGE INCREASE

The final figures resulting from a compilation of the Call reports of State banks as of December 31st, show an increase of approximately 29 millions in deposits, with an average available cash reserve of 20 per cent plus. These facts are encouraging but there is one offsetting feature, especially with down State institutions and that is, Bills Payable. Since the September Call, this account has increased some three millions and the Department is of the opinion that this item should be materially reduced within the next sixty days.



RECAPITULATION.

Aggregate Resources and Liabilities of the 1,395 Illinois State Banks in the entire State, at the close of business December 31, 1925, as compared with the next preceding statement issued by the Department.

Resources.

	The Preceding call of Sept. 28, 1925, number of banks, 1,394.	Date, present call of Dec. 31, 1925, number of banks, 1,395.	Increase.	Decrease.
Loans:				
Loans on real estate.....	\$ 269,491,804 08	\$ 271,155,713 17	\$ 1,663,909 09	
Loans on collateral security.....	689,399,503 42	709,237,802 65	19,838,299 23	
Other loans.....	507,759,443 86	578,688,500 87	\$19,070,542 99	
Total Loans.....	1,556,650,751 36	1,559,082,416 69		
Overdrafts.....	1,506,817 84	920,259 09		586,558 75
U. S. Government Investments:				
Liberty Loan bonds (all issues).....	117,793,404 13	123,387,425 19	5,594,021 06	
Other United States bonds.....	20,595,192 97	12,065,653 67		8,529,539 30
Treasury notes and certificates of indebtedness.....	64,132,814 93	64,078,544 00		54,270 93
War Savings and Thrift Stamps.....	35,132 71	42,161 83	7,029 12	
Internal Revenue Stamps.....	17,488 29	29,505 23	12,016 94	
Total U. S. Government Investments.....	202,574,033 03	199,603,289 92		
Other Bonds and Securities:				
State, county and municipal bonds.....	104,302,833 18	105,351,840 75	1,049,007 57	
Public service corporation bonds.....	87,116,566 57	70,338,510 60		16,777 97
Other bonds.....	149,981,388 50	174,949,734 66	24,968,346 16	
Stocks of corporations.....	15,116,376 80	15,458,842 33	342,465 53	
Stock of Federal Reserve Bank.....	3,923,637 00	4,020,640 33	97,003 33	
Total Other Bonds and Securities.....	360,440,802 05	370,119,568 67		
Banking House, Furniture and fixtures:				
Banking house.....	46,512,653 82	40,786,114 88		5,726,538 94
Furniture and fixtures.....	11,511,795 91	10,230,455 24		1,281,340 67
Total Banking House, Furniture and Fixtures.....	58,024,449 73	51,016,570 12		
Other Real Estate.....	9,497,775 80	9,117,206 52		380,569 28
Due from Banks:				
State.....	55,835,303 85	55,681,223 60		154,080 25
National.....	141,448,868 14	148,452,376 71	7,003,508 57	
Private and foreign.....	20,086,111 65	16,799,323 39		4,186,788 26
Federal Reserve Bank.....	93,303,428 62	86,189,756 60		7,113,672 02
Total Due from Banks.....	311,573,712 26	307,122,680 30		
Cash on Hand:				
Paper currency.....	36,110,014 00	38,792,221 00	2,673,207 00	
Gold coin.....	2,531,955 00	2,371,017 00		160,938 00
Silver and minor coin.....	3,484,139 14	3,734,335 54	250,196 40	
Total Cash on Hand.....	42,126,108 14	44,897,573 54		
Other Cash Resources:				
Exchanges for clearing house.....	37,550,406 69	55,847,486 54	18,297,079 85	
Checks and other cash items.....	5,268,094 67	8,720,772 88	3,452,678 21	
Collections in transit.....	32,804,192 47	40,414,916 31	7,610,723 84	
Total Other Cash Resources.....	75,622,693 83	104,983,175 73		
Customers' Liability Under Letters of Credit.....	9,549,209 35	14,159,269 02	4,610,059 67	
Customers' Liability Account of Acceptances.....	11,918,338 77	11,332,158 94		586,179 83
Other Resources.....	11,242,735 57	10,896,356 87		346,378 70
Grand Total Resources.....	\$2,650,736,427 73	\$2,683,250,525 41	\$32,514,097 68	\$64,955,453 89

Liabilities.

	The Preceding call Sept. 28, 1925, number of banks, 1,394.	Date, present call of Dec. 31, 1925, number of banks, 1,395.	Increase.	Decrease.
Capital Stock.....	\$ 160,640,000 00	\$ 162,325,000 00	\$ 1,685,000 00	
Surplus.....	111,664,366 54	114,044,081 68	2,379,715 14	
Undivided Profits (net).....	50,938,941 72	41,184,294 27		\$9,754,647 45
Deposits:				
Time:				
Savings, subject to notice.....	834,992,558 43	850,545,655 23	24,553,096 80	
Time certificates.....	178,364,826 17	188,415,837 58	10,051,011 41	
Total Time Deposits.....	1,013,357,384 60	1,047,961,492 81		
Demand:				
Demand, subject to check.....	1,046,660,370 62	1,020,633,866 19		26,026,504 43
Demand certificates.....	48,184,210 62	58,815,944 17	10,631,733 55	
Certified checks.....	7,836,389 07	6,551,468 39		1,284,920 68
Cashiers' checks.....	19,205,239 42	23,545,962 42	4,340,723 00	
Total Demand Deposits.....	1,121,936,209 73	1,109,547,241 17		
Due to Banks:				
State.....	73,611,743 38	74,546,281 39	934,538 01	
National.....	27,783,659 18	32,840,112 51	5,056,453 33	
Private and foreign.....	7,353,043 05	7,867,663 26	514,620 21	
Federal Reserve Bank.....	2,218,849 00	3,349,164 90	1,130,315 90	
Total Due to Banks.....	110,967,294 61	118,612,522 06		
Dividends Unpaid.....	97,052 34	4,260,876 30	4,163,823 96	
Reserve:				
For taxes and interest.....	12,974,875 63	11,381,010 31		1,593,865 32
For depreciation, building and fixtures.....	1,358,680 92	1,510,671 59	151,990 67	
For bond depreciation.....	4,366,584 85	3,375,513 28		993,071 57
Contingent fund.....	10,261,871 98	9,892,301 21		369,570 77
Total Reserve.....	28,962,013 38	26,157,496 39		
Bills Payable and Rediscounts:				
Bills payable.....	12,912,079 97	15,830,123 50	2,918,043 53	
Rediscounts.....	3,394,199 38	4,384,786 02	990,586 64	
Total Bills Payable and Rediscounts.....	16,306,279 35	20,214,909 52		
Letters of Credit.....	9,741,980 62	14,423,829 58	4,681,844 76	
Bank Acceptances.....	11,839,111 33	11,325,009 01		514,102 32
Other Liabilities.....	14,285,793 51	13,193,776 82		1,092,016 69
Grand Total Liabilities.....	\$2,650,736,427 73	\$2,683,250,525 41	\$32,514,097 68	\$64,955,453 89
Total Capital, Surplus, Undivided Profits and Reserve.....	\$ 352,205,321 64	\$ 343,710,872 34		\$8,494,449 30
Total Deposits.....	2,248,260,888 94	2,276,121,256 04	\$27,860,367 10	
Total Due from Banks, Cash and Other Cash Resources.....	429,331,514 23	457,003,429 57	27,671,915 34	
Per cent of Available Reserve.....	18.25%	20.03%		

PERMITS ISSUED.				Capital.	Surplus.	Date.
Lake Bluff.....	Lake.....	State Bank of Lake Bluff S.E. Cor. Center and Scranton Ave.	\$ 50,000	\$ 10,000	Jan. 21, 1926	
BANKS ORGANIZED.						
Antioch.....	Lake.....	State Bank of Antioch A consolidation, Brook State Bank and The State Bank of Antioch, J. Ernest Brook, President. W. F. Ziegler, Cashier.	75,000	10,000	Jan. 1, 1926	
Downers Grove..	DuPage.....	State Bank & Trust Company of Downers Grove A consolidation, Downers Grove State Bank and Downers Grove Trust Company. Roy C. Toombs, President. H. M. Patton, Cashier.	100,000	100,000	Jan. 26, 1926	
CAPITAL STOCK INCREASED.						
Cicero.....	Cook.....	Western State Bank of Cicero	From \$250,000 to \$300,000		Jan. 16, 1926	
Glencoe.....	Cook.....	Glencoe State Bank	From 50,000 to 75,000		Jan. 16, 1926	
Chicago.....	Cook.....	Chicago City Bank & Trust Co.	From 500,000 to 1,000,000		Jan. 20, 1926	
Chicago.....	Cook.....	South Chicago Savings Bank	From 600,000 to 800,000		Jan. 20, 1926	
Chicago.....	Cook.....	South West Trust and Savings Bank	From 200,000 to 400,000		Jan. 26, 1926	
CAPITAL STOCK DECREASED.						
Pineknayville..	Perry.....	Murphy-Wall State Bank and Trust Company	From 100,000 to 50,000		Jan. 25, 1926	
DURATION EXTENDED.						
Weldon.....	DeWitt.....	State Bank of Weldon			Jan. 8, 1926	
Minier.....	Tazewell.....	The Farmers State Bank of Minier			Jan. 14, 1926	
LOCATION CHANGED.						
Chicago.....	Cook.....	Marquette Park State Bank From 2409 West 63rd Street to 6314-20 South Western Ave.			Jan. 9, 1926	
LIQUIDATED.						
Palmyra.....	Macoupin.....	Palmyra State Bank Assets purchased and liabilities assumed by First State Bank of Palmyra.			Jan. 16, 1926	
Equality.....	Gallatin.....	Farmers State Bank of Equality Purchased by First National Bank of Equality.			Jan. 26, 1926	
Tamaroa.....	Perry.....	The Farmers State Bank of Tamaroa, Ill. Purchased by First National Bank of Tamaroa.			Jan. 30, 1926	
RECEIVER APPOINTED.						
Lakewood.....	Shelby.....	State Bank of Lakewood Shelby Loan & Trust Company, Shelbyville, Receiver.			Jan. 22, 1926	
CLOSED.						
Sadorus.....	Champaign.....	Sadorus State Bank Closed by directors.			Jan. 30, 1926	
TRUST CERTIFICATES ISSUED (State Banks).						
Downers Grove..	DuPage.....	State Bank & Trust Company of Downers Grove	Deposit. \$ 50,000		Date. Jan. 26, 1926	
TRUST CERTIFICATES ISSUED (National Banks).						
Riverside.....	Cook.....	The First National Bank of Riverside	50,000		Jan. 14, 1926	
Rockford.....	Winnebago.....	The Manufacturers National Bank of Rock- ford	50,000		Jan. 14, 1926	
Rockford.....	Winnebago.....	The Security National Bank of Rockford...	50,000		Jan. 21, 1926	
Alton.....	Madison.....	Alton National Bank	50,000		Jan. 27, 1926	
Chicago.....	Cook.....	Austin National Bank of Chicago	200,000		Jan. 27, 1926	
RECAPITULATION.						
State banks in Chicago.....						176
State banks in Cook County, outside Chicago.....						77
State banks in Illinois, outside Cook County.....						1,134
Total.....						1,387

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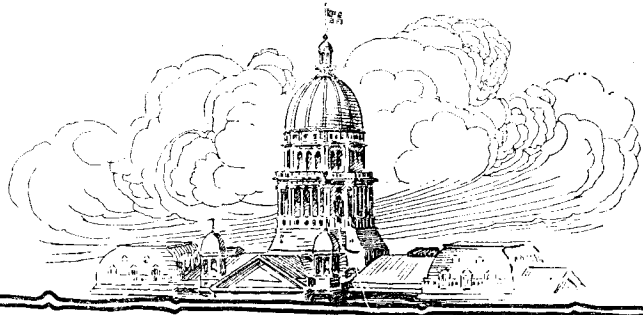
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CO-OPERATION

The success of any movement lies in one important thing—Co-operation. Therefore in the movement for stronger banks in Illinois we solicit the earnest co-operation of all bankers. Our sick friend "Deflation" is now taking the last few gasps, and may the demise be a peaceful one. It is our task to bolster up the weak, suggest to the strong, and stand by all.

To this end it is necessary to outline policies generally applicable to our nearly 1,400 banks; occasionally these do not apply in special instances, however, we believe this is one place where worth while assistance may be rendered—namely, a compliance with the Department's policies. Our recommendations relative to the passing of stockholders' dividends and the establishing of reserves were severely fought in many instances (and still are to some extent) yet the wisdom and the soundness of these suggestions have long since been demonstrated.

The Department because of its contact with bankers from the entire State, thru the medium of bank reports and personal interviews, is in a position to give a direct service to the bank wherever desired. You are reminded again of the ever growing need of Co-operation: we offer ours and urge yours.



INCOME AND OUTGO

Reports of Earnings and Dividends rendered by 1,395 State Banks covering the period July 1, 1925, to December 31, 1925, both inclusive, show total undivided profits on hand on the latter date of \$40,701,762.43.

The number of banks showing deficits in their undivided profits accounts on December 31, 1925, was 17, a decrease of 27 since last report.

Gross earnings for the six months were \$75,711,265.53, while net earnings before charge-offs for losses and depreciation were \$23,556,147.58. Interest received amounted to \$57,588,218.11. Exchange collected amounted to \$823,938.05, rents totaled \$1,138,013.93, commissions, profits and fees and earnings from other sources, including bond departments, real estate loan departments, trust departments, etc., aggregated \$16,161,095.44. Recoveries on losses charged off, according to the reports totaled \$1,407,071.46. Transfers into profits from contingent funds and reserve accounts amounted to \$3,642,640.51.

Dividends amounting to \$9,042,807.48 were distributed while \$2,585,078.89 was transferred to surplus and \$3,172,583.87 to contingent and reserve accounts.

The sum of \$10,382,248.56 was charged off on account of depreciation of fixed assets such as Banking House, Furniture and Fixtures and Other Real Estate. (Note: One bank charged off Bank Building of \$9,382,980.69, leaving depreciation of \$999,267.87 charged off by the other 1,394 banks. This is still more than double the amount charged off at the June 30th period.)

A total of \$5,232,829.12 represents the amount actually charged off on account of losses on loans and investments, cash errors, etc.

The item of interest paid, namely \$22,942,013.13, demands attention and may well be the subject of analysis. General expenses and taxes were reported at \$29,213,104.82.

The deposit liability of First National Bank of Cowden was assumed by the State Bank of Cowden on the 17th instant.

CORPORATE TRUSTEES

Corporate Trustees are becoming popular! The steady growth of the business handled by the Trust Departments of Illinois Banks bears eloquent testimony to the validity and force of the arguments used to build up this business and incidentally, we think, is proof of the confidence the public reposes in the banks that are qualified and in the operations of the Trust Act regarding supervision and deposit.

Not one cent loss has ever been suffered by a trustor in dealing with any qualified Trust Company or Trust Department under the jurisdiction of this Department. A deposit with the Auditor of approximately \$29,500,000.00 as of December 31, 1925, is pledged to guarantee the trustors against loss, and, beside, their trust deposits are always preferred claims against all assets.

On December 31, 1925, there were 243 banks and corporations qualified under the Illinois Trust Act. These are classified as follows:

Trust Companies	10
National Banks	61
State Banks	148
Foreign Corporations	24

Prior to 1921, owing to the peculiar form of report required by the Act, no definite statistics could be prepared showing the trust business handled by Trust Companies. Since that year a change in the law granted by the Legislature has enabled this Department to give accurate figures showing the volume of such business on the books. The following figures cover the domestic banks and corporations and show an amazing growth, both in number of engagements held and in the aggregate value of the securities to the credit of trust companies:

YEAR ENDING DECEMBER 31	NUMBER OF QUALIFIED COMPANIES	NUMBER OF TRUST ACCOUNTS ON BOOKS	VALUE OF SECURITIES HELD
1921	169	26,724	\$ 870,415,749.85
1922	173	34,310	1,170,611,999.18
1923	192	39,335	1,878,306,954.07
1924	207	41,149	2,015,437,524.87
1925	219	47,265	2,257,086,808.53

PERMITS ISSUED.

		Capital.	Surplus.	Date.
Chicago.....Cook.....	Chicago Avenue Trust & Savings Bank 5940-42 West Chicago Avenue.	\$200,000	\$25,000	Feb. 2, 1926
Chicago.....Cook.....	Midway State Bank 6236 Cottage Grove Ave.	300,000	75,000	Feb. 3, 1926
Blue Island.....Cook.....	Blue Island Trust & Savings Bank S. W. Cor. Western and Vermont St.	150,000	37,500	Feb. 3, 1926
Glencoe.....Cook.....	Citizens State Bank of Glencoe N. W. Cor. Park and Vernon Aves.	50,000	10,000	Feb. 3, 1926
LaPrairie.....Adams.....	LaPrairie State Bank	25,000		Feb. 6, 1926

CHARTERS ISSUED.

LaPrairie.....Adams.....	LaPrairie State Bank J. T. Ross, President.	25,000		Feb. 8, 1926
Shipman.....Macoupin.....	Citizens State Bank of Shipman (A consolidation—Peoples State Bank of Shipman and Shipman State Bank) Samuel Rhodes, President. John E. Randle, Cashier.	25,000	2,500	Feb. 15, 1926

CAPITAL STOCK INCREASED.

Chicago.....Cook.....	Auburn Park Trust & Savings Bank	From \$ 200,000 to \$ 300,000	Feb. 1, 1926
Chicago.....Cook.....	First Trust and Savings Bank	From 6,250,000 to 7,500,000	Feb. 15, 1926
Chicago.....Cook.....	Harris Trust and Savings Bank	From 3,000,000 to 4,000,000	Feb. 5, 1926
Chicago.....Cook.....	North Avenue State Bank	From 200,000 to 400,000	Feb. 24, 1926
Freeport.....Stephenson.....	Freeport Trust and Savings Bank	From 100,000 to 150,000	Feb. 9, 1926
Western Springs.....Cook.....	Western Springs State Bank	From 25,000 to 50,000	Feb. 18, 1926

DURATION EXTENDED.

Melrose Park.....Cook.....	Melrose Park State Bank		Feb. 10, 1926
	Charter extended 20 years from February 21, 1926.		

LOCATION CHANGED.

Chicago.....Cook.....	Brighton Park State Bank From 4342 Archer Ave., to 4363-65 Archer Ave.		Feb. 13, 1926
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LIQUIDATED.

Cropsey.....McLean.....	Cropsey State Bank (Deposit liability assumed by Citizens State Bank of Cropsey.)		Feb. 22, 1926
Grove City.....Christian.....	Grove City State Bank (Deposit liability assumed by First National Bank of Stonington.)		Feb. 1, 1926
LaPrairie.....Adams.....	State Bank of LaPrairie (Deposit liability assumed by LaPrairie State Bank.)		Feb. 6, 1926
Plainview.....Macoupin.....	Plainview State Bank		Feb. 15, 1926
Sunmer.....Lawrence.....	Farmers & Merchants State Bank of Sunmer (Deposit liability assumed by First National Bank, Sunmer.)		Feb. 6, 1926

CONSOLIDATED.

Shipman.....Macoupin.....	Peoples State Bank of Shipman and State Bank of Shipman under title "Citizens State Bank of Shipman"		Feb. 15, 1926
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RECEIVER APPOINTED.

Sadorus.....Champaign.....	Sadorus State Bank The Citizens State Bank of Champaign, Receiver.		Feb. 6, 1926
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TRUST CERTIFICATE ISSUED (State Bank).

Chicago.....Cook.....	Independence State Bank	Deposit \$200,000	Feb. 11, 1926
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TRUST CERTIFICATE ISSUED ((National Bank).

Chicago.....Cook.....	Irving Park National Bank	\$200,000	Feb. 11, 1926
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RECAPITULATION.

State banks in Chicago.....	176
State banks in Cook County, outside Chicago.....	77
State banks in Illinois, outside Cook County.....	1,129
Total.....	1,382

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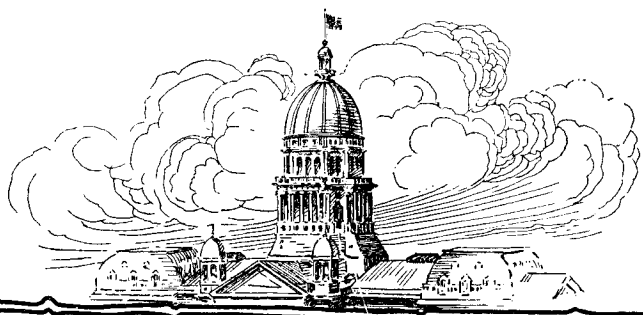
SPRINGFIELD, ILL., APRIL 1, 1926

No. 1

CUTTING DOWN THE OVERHEAD

The desire among many bankers to cut down the overhead is being evidenced very frequently as reference to this Bulletin from month to month will indicate. A consolidation of more than ordinary importance is that of the Central Trust and Savings Bank, the American Trust & Savings Bank, and the Peoples National Bank of Rock Island, which was effected last month. A considerable cut in overhead will be made by this consolidation not to mention the advantage of increased service to customers and the possibility of greater earnings for stockholders. This will put the Central Trust in the eight million deposit class of banks.

The financial map of Moline and Rock Island has been changed materially within the past three months since the Mechanics and Merchants Savings Bank has combined with the Peoples Savings Bank and Trust Company, and the Moline Trust and Savings Bank and the State Savings Bank & Trust Company have consolidated as the Moline State Trust & Savings Bank. With the above changes Rock Island County is now served entirely by banks organized under State charters.



"DAY BY DAY, IN EVERY WAY, WE ARE GETTING STRONGER AND STRONGER."

During the days when Private Banks flourished and competition was unrestrained many banks accomplished very little of a constructive nature with regard to building up surplus accounts and reserve funds.

When the law prohibiting private banking went into effect on January 1, 1921, the Banking Department at once turned its attention to the matter of strengthening all State Banks by insisting, as a policy of the Department, that a portion of the profits be dedicated to the increasing of Surplus Accounts, Contingent Funds and Reserve Accounts.

The Bulletin of July 1, 1925, contained a comparative statement showing unprecedented increases in these accounts as a result of the application of this policy.

On January 1, 1921, there were 1,372 State Banks under the jurisdiction of this office. Most of these banks, whether originally organized as Private Banks or State Banks, had been operating for many years, and it is interesting to note that during all the years of their existence and operation prior to 1921 the total Surplus, Undivided Profits and Reserves amounted to \$119,578,354.44. On December 31, 1925, this total had increased to \$181,385,872.54, a gain of \$61,807,518.10, or *more than fifty per cent during the five years*. This, too, despite the fact that unusually large amounts were charged off during this period of deflation and readjustment on account of losses and depreciation.

The goal set for State Banks is "100% Surplus"—that is, a Surplus equal to Capital.

The following table graphically illustrates the cooperation the State Banks are giving the Department in this campaign for stronger banks. Note the number of banks that have achieved the goal and the steady progression from the lower brackets to the higher:

ANALYSIS OF CAPITAL AND SURPLUS ACCOUNTS

	Dec. 31, 1921	June 30, 1924	Dec. 31, 1925
Banks with surplus in excess of capital.....	34	39	48
Banks with surplus equal to capital.....	123	116	133
Banks with surplus from 75% to 99% of capital.....	40	52	54
Banks with surplus from 50% to 74% of capital.....	168	200	219
Banks with surplus from 25% to 49% of capital.....	309	341	335
Banks with surplus less than 25% of capital.....	485	502	480
Banks with no surplus.....	243	152	126
TOTAL STATE BANKS IN ILLINOIS.....	1,402	1,402	1,395

For many years the bankers have dreaded examinations which came on or anywhere near the first of March, hence this year to show the Department's desire to cooperate, no examination of any down State Bank was made between February 27th and March 3rd.

The statements of State Banks as evidenced by the Auditor's Call at the close of business December 31, 1925, have been published in book form and a copy mailed to each State Bank. If, for any reason you have not received your copy, please advise so that the same may be forwarded promptly.

PRESIDENTS' AND VICE-PRESIDENTS' SALARIES

Since the publication in our December Bulletin of an article on "Cashiers' Compensation" several requests have been made of the Department as to the compensation of active Presidents and Vice-Presidents in the down State Banks, that is the territory outside of Cook County and in response to this request we present the following information:

446 Banks—\$250,000 or less total footings.

	President	Vice-President
No salary.....	345	400
Salary less than \$ 500 per annum.....	36	7
500 to 1000.....	20	6
1000 to 1500.....	21	4
1500 to 2000.....	13	1
2000 to 2500.....	8
Over 2500.....	3

497 Banks—\$251,000 to \$750,000 total footings.

	President	Vice-President
No salary.....	272	300
Salary less than \$1000.....	74	22
1000 to 1500.....	47	19
1500 to 2000.....	30	9
2000 to 2500.....	42	14
2500 to 3000.....	17	2
Over 3000.....	15	2

133 Banks—\$751,000 to \$2,000,000 total footings.

	President	Vice-President
No salary.....	33	81
Salary less than \$1000.....	11	57
1000 to 2000.....	18	10
2000 to 3000.....	23	14
3000 to 4000.....	20	12
4000 to 5000.....	15	6
5000 to 6000.....	6	1
Over 6000.....	7	1

36 Banks—\$2,000,000 to \$4,000,000 total footings.

	President	Vice-President
No salary.....	12	16
Salary less than \$1200.....	2	8
1200 to 2500.....	5	2
2500 to 3500.....	3	1
3500 to 5000.....	4	5
5000 to 6000.....	3	1
6000 to 7500.....	5	1
Over 7500.....	2	1

17 Banks—Over \$4,000,000 total footings.

	President	Vice-President
No salary.....	5	4
Salary less than \$2500.....	2	2
2500 to 5000.....	3	1
5000 to 6500.....	1	2
6500 to 7500.....	3	1
Over 7500.....	3	6

PERMITS ISSUED.

	Capital.	Surplus.	Date.
Park Ridge...Cook.....Peoples and Merchants State Bank of Park Ridge.....	\$ 50,000	\$ 10,000	Mar. 4, 1926
Chicago.....Cook.....Addison Trust & Savings Bank..... 1348 Addison St.	200,000	50,000	Mar. 29, 1926

CHARTERS ISSUED.

Highwood...Lake.....Highwood State Bank..... 256 Railway Ave. John Gourley, President. J. E. Engquist, Cashier.	50,000	7,500	Feb. 15, 1926
Chicago.....Cook.....Gage Park State Bank..... 3133-3135 West 59th St. Wm. H. Fisher, President. R. C. Crawford, Cashier.	200,000	190,000	Mar. 1, 1926
Oak Park...Cook.....North Oak Park State Bank..... 1107 Chicago Ave. C. V. Wellner, President. W. H. Ellett, Jr., Cashier.	100,000	20,000	Mar. 4, 1926
Glencoe.....Cook.....Citizens State Bank of Glencoe..... N. W. Cor. Park and Vernon Aves. Rubin W. Keller, President. James W. McNeil, Cashier.	50,000	10,000	Mar. 8, 1926
Ringwood...McHenry...The Ringwood State Bank..... A. W. Smith, President. W. R. Giddings, Cashier.	25,000		Mar. 16, 1926

CAPITAL STOCK INCREASED.

Brookfield...Cook.....Brookfield State Bank.....	From \$50,000 to \$	75,000	Mar. 2, 1926
Park Ridge...Cook.....Park Ridge State Bank.....	From 50,000 to	100,000	Mar. 9, 1926
Riverdale...Cook.....First Trust and Savings Bank of Riverdale.....	From 25,000 to	50,000	Mar. 11, 1926
Chicago.....Cook.....Union Bank of Chicago.....	From 500,000 to	1,000,000	Mar. 16, 1926

DURATION EXTENDED.

Park Ridge...Cook.....Park Ridge State Bank.....	Mar. 9, 1926
Charter extended 99 years from Jan. 15, 1926.	

MERGED.

Rock Island...Rock Island...American Trust & Savings Bank merged Assets and Liabilities with Central Trust & Savings Bank of Rock Island which later bank, on the same date, took over deposit liability and certain assets of the Peoples National Bank of Rock Island..	Mar. 1, 1926
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CLOSED.

Bible Grove...Clay.....Bible Grove State Bank.....	Mar. 24, 1926
Closed by Directors.	

TRUST CERTIFICATE ISSUED (State Bank).

	Deposit.	Date.
Cicero.....Cook.....Cicero State Bank.....	\$50,000	Mar. 18, 1926

TRUST CERTIFICATES ISSUED (National Banks).

	Deposit.	Date.
Central...Marion.....Old National Bank of Centralia.....	\$50,000	Mar. 24, 1926
Havana...Mason.....Havana National Bank.....	50,000	Mar. 31, 1926

RECAPITULATION.

State Banks in Chicago.....	177
State Banks in Cook County, outside Chicago.....	79
State Banks in Illinois, outside Cook County.....	1,129
Total.....	1,385

MONTHLY BULLETIN

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OSCAR NELSON
AUDITOR of PUBLIC ACCOUNTS
BANKING DEPARTMENT
State of Illinois

VOL. 2

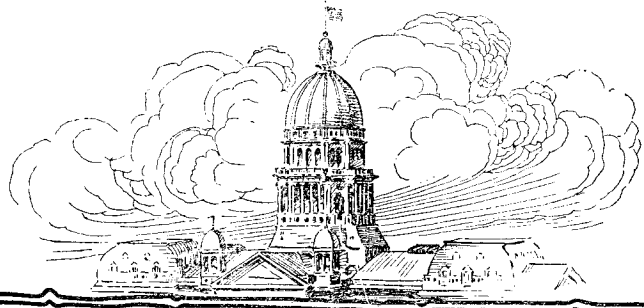
SPRINGFIELD, ILL., MAY 1, 1926

No. 2

STOCK TRANSFERS

Attention is again called to the fact that it is not necessary to file with this Department a duplicate of the transfer of bank stock as recorded in your County. Do not fail, however, to file for record within ten days of transfer, every change made in your stock list. This is imperative and is provided for in Section six of the State Banking Act which reads in part as follows:

"It is hereby made the duty of the President and Cashier, within thirty days after organization, to file in the office of the Recorder of Deeds of the County in which such bank is located, a certified list of all of the original stockholders, giving the number of shares of stock held by each, and thereafter a certificate of all transfer of stock, not later than ten days after such transfer." File with your Recorder but NOT with the Auditor; after recording file in your bank convenient for checking by Examiner.



RECAPITULATION.

Aggregate Resources and Liabilities of the 1,386 Illinois State Banks in the entire State at the close of business April 12, 1926, as compared with the next preceding statement issued by the department.

Resources.

	Preceding call of Dec. 31, 1925, number of banks, 1,395.	Date, present call April 12, 1926, number of banks, 1,386.	Increase.	Decrease.
Loans:				
Loans on real estate.....	\$ 271,155,713 17	\$ 261,357,666 02	-----	\$ 9,798,047 15
Loans on collateral security.....	709,237,802 65	699,807,534 54	-----	9,430,268 11
Other loans.....	578,638,900 87	609,407,987 51	\$30,719,086 64	-----
Total Loans.....	1,559,032,416 69	1,570,573,188 07	-----	-----
Overdrafts.....	920,259 09	1,341,363 22	421,104 13	-----
U. S. Government Investments:				
Liberty Loan Bonds (all issues).....	123,387,425 19	130,358,812 18	6,971,386 99	-----
Other United States Investments.....	76,215,894 73	52,769,932 42	-----	23,445,932 31
Total U. S. Government Investments.....	199,603,289 92	183,128,744 60	-----	-----
Other Bonds and securities:				
State, county and municipal bonds.....	105,351,840 75	114,901,942 30	9,550,101 55	-----
Other bonds and stocks.....	290,747,087 59	257,684,470 93	-----	3,062,616 66
Stock of Federal Reserve Bank.....	4,020,640 33	6,165,832 45	2,145,192 12	-----
Total Other Bonds and Securities.....	370,119,568 67	378,752,245 68	-----	-----
Banking House, Furniture and Fixtures:				
Banking house.....	40,786,114 88	40,696,421 32	-----	89,693 56
Furniture and fixtures.....	10,230,455 24	11,660,096 88	1,429,641 64	-----
Total banking house, furniture and fixtures.....	51,016,570 12	52,356,518 20	-----	-----
Other Real Estate.....	9,117,206 52	9,613,836 53	496,630 01	-----
Due from Banks:				
State.....	55,681,223 60	59,189,898 71	3,508,675 11	-----
National.....	148,432,376 71	152,677,817 80	4,225,441 09	-----
Private or foreign.....	16,799,323 30	22,810,680 63	6,011,357 24	-----
Federal Reserve Bank.....	86,189,756 60	83,813,672 21	-----	2,376,084 39
Total due from banks.....	307,122,680 30	318,492,099 35	-----	-----
Cash on Hand:				
Paper currency.....	38,792,221 00	36,738,529 09	-----	2,053,692 09
Gold coin.....	2,371,017 00	2,369,563 50	-----	1,453 50
Silver and minor coin.....	3,734,335 54	3,524,569 25	-----	209,766 29
Total Cash on Hand.....	44,897,573 54	42,632,661 75	-----	-----
Other Cash Resources:				
Exchanges for clearing house.....	55,847,486 54	40,312,653 06	-----	15,534,833 48
Checks and other cash items.....	8,720,772 88	5,252,366 44	-----	3,468,406 44
Collections in transit.....	40,414,916 31	31,182,989 60	-----	9,231,926 71
Total Other Cash Resources.....	104,983,175 73	76,748,009 10	-----	-----
Customers' Liability Under Letters of Credit.....	14,159,269 02	18,293,475 45	4,134,206 43	-----
Customers' Liability Account of Acceptances.....	11,332,158 94	12,445,817 53	1,113,658 59	-----
Other Resources.....	10,896,356 87	12,846,293 57	1,949,936 70	-----
Grand Total Resources.....	\$2,683,259,525 41	\$2,677,221,253 05	\$72,676,448 24	\$78,705,720 60

Liabilities.

	Preceding call of Dec. 31, 1925, number of banks, 1,395.	Date, present call April 12, 1926, number of banks, 1,386.	Increase.	Decrease.
Capital Stock.....	\$ 162,325,000 00	\$ 166,720,000 00	\$4,395,000 00	-----
Surplus.....	114,044,081 68	116,888,710 88	2,844,629 20	-----
Undivided Profits (net).....	41,184,294 27	39,833,507 85	-----	\$ 1,350,786 42
Deposits:				
Time:				
Savings, subject to notice.....	859,545,655 23	862,241,241 02	2,695,585 79	-----
Time certificates.....	188,415,837 58	183,880,336 64	-----	4,535,500 94
Total Time Deposits.....	1,047,961,492 81	1,046,121,577 66	-----	-----
Demand:				
Demand, subject to check.....	1,020,633,866 19	1,008,039,002 13	-----	12,594,864 06
Demand certificates.....	58,815,944 17	42,711,328 84	-----	16,104,615 33
Certified checks.....	6,551,468 39	7,224,991 37	673,522 98	-----
Cashier's checks.....	23,545,962 42	23,106,919 09	-----	439,043 33
Total Demand Deposits.....	1,109,547,241 17	1,081,082,241 43	-----	-----
to Banks:				
State.....	74,546,281 39	76,514,954 96	1,968,673 57	-----
National.....	32,849,412 51	37,610,438 48	4,761,025 97	-----
Private or foreign.....	7,567,663 26	9,050,740 61	1,483,077 35	-----
Federal Reserve Bank.....	3,349,164 90	856,975 17	-----	2,492,189 73
Total Due to Banks.....	118,612,522 06	124,033,109 22	-----	-----
Dividends Unpaid.....	4,260,876 30	195,053 08	-----	4,065,823 22
Reserve:				
For taxes and interest.....	11,381,010 31	13,028,268 67	1,647,258 36	-----
For depreciation, building and fixtures.....	1,510,671 59	1,526,778 59	16,107 00	-----
For bond depreciation.....	3,373,513 28	3,506,496 61	132,983 33	-----
Contingent fund.....	9,892,301 21	12,274,894 45	2,382,593 24	-----
Total Reserve.....	26,157,496 39	30,336,438 32	-----	-----
Bills Payable and Rediscounts:				
Bills payable.....	15,830,123 50	18,105,055 32	2,274,931 82	-----
Rediscounts.....	4,584,786 02	7,414,556 72	3,029,770 70	-----
Total Bills Payable and Rediscounts.....	20,414,909 52	25,519,612 04	-----	-----
Letters of Credit.....	14,423,825 38	18,554,290 58	4,130,465 20	-----
Bank Acceptances.....	11,325,009 01	12,404,426 69	1,079,417 68	-----
Other Liabilities.....	13,193,776 82	15,542,285 30	2,348,508 48	-----
Grand Total Liabilities.....	\$2,683,259,525 41	\$2,677,221,253 05	\$35,553,550 67	\$41,582,823 03
Total Capital, Surplus, Undivided Profits and Reserve.....	\$ 343,710,872 34	\$ 353,778,657 05	\$10,067,784 71	-----
Total Deposits.....	2,276,121,256 04	2,251,236,928 31	-----	\$24,884,327 73
Total Due from Banks, Cash and other Cash Resources.....	457,093,429 57	437,872,740 20	-----	19,130,689 37
Per cent of Available Reserve.....	20.03	19.05	-----	-----

PERMITS ISSUED.			Capital.	Surplus.	Date.
Deerfield.....Lake.....	Citizens Trust and Savings Bank of Deerfield.....		\$50,000	\$12,500	Apr. 22, 1926
Congress Pk.....Cook.....	Ogden State Bank..... 218 W. Ogden Ave.		50,000	5,000	Apr. 28, 1926
Mount Greenwood.....Cook.....	Mount Greenwood Trust and Savings Bank.....		25,000	5,000	Apr. 28, 1926
Wheaton.....DuPage.....	Wheaton Trust and Savings Bank.....		100,000	40,000	Apr. 28, 1926
CHARTERS ISSUED.					
Chicago.....Cook.....	Mayfair State Savings Bank..... 4436 Lawrence Ave. T. B. McGrath, Jr., President. Harry R. Spellbrink, Cashier.		200,000	20,000	Apr. 2, 1926
Waukegan.....Lake.....	Waukegan State Bank..... Carl W. Stenger, President. Joseph A. Stenger, Cashier.		100,000	10,000	Apr. 5, 1926
Westmore.....DuPage.....	Westmore Trust & Savings Bank..... (P. O. Villa Park). Ferry W. Sears, President. N. P. Herrington, Cashier.		25,000	5,000	Apr. 9, 1926
Chicago.....Cook.....	Progressive State Bank..... 2200 W. Division St. Gerson Guthman, President. Victor H. Thiele, Cashier.		200,000	30,000	Apr. 23, 1926
Chicago.....Cook.....	Chicago Avenue Trust & Savings Bank..... 5940 W. Chicago Ave. Christian H. Hanson, President. Walter G. Olson, Cashier.		200,000	30,000	Apr. 26, 1926
Chicago.....Cook.....	Midway State Bank..... 6236 Cottage Grove Ave. Augustus E. Olson, President. Ray A. Delassus, Cashier.		300,000	75,000	Apr. 26, 1926
CAPITAL STOCK INCREASED.					
Chicago.....Cook.....	Bryn Mawr State Bank.....	From \$100,000 to \$200,000			Apr. 3, 1926
Chicago.....Cook.....	Mercantile Trust and Savings Bank.....	From 400,000 to 600,000			Apr. 12, 1926
Rock Island.....Rock Island.....	Central Trust and Savings Bank.....	From 200,000 to 500,000			Apr. 24, 1926
Cairo.....Alexander.....	Alexander County Savings Bank.....	From 100,000 to 250,000			Apr. 30, 1926
MERGED.					
Cairo.....Alexander.....	Alexander County Savings Bank and Alexander County National Bank merged assets and liabilities and will operate under charter of former, as Alexander County Bank.....				Apr. 30, 1926
NAME CHANGED.					
Cairo.....Alexander.....	Alexander County Savings Bank to Alexander County Bank.....				Apr. 30, 1926
LIQUIDATED.					
Foosland.....Champaign.....	First State Bank of Foosland..... (Placed in liquidation on request of Directors).				Apr. 16, 1926
Ringwood.....McHenry.....	Ringwood State Bank, succeeded by The Ringwood State Bank.....				Apr. 1, 1926
CLOSED.					
Hinsboro.....Douglas.....	Hinsboro State Bank.....				Apr. 7, 1926
Meadows.....McLean.....	Bank of Meadows (in process of liquidation).....				Apr. 10, 1926
TRUST CERTIFICATES ISSUED (State).					
Chicago.....Cook.....	Security Bank of Chicago.....	Deposit.	\$200,000		Apr. 14, 1926
Chicago.....Cook.....	Marquette Park State Bank.....		200,000		Apr. 16, 1926
Chicago.....Cook.....	Austin State Bank.....		200,000		Apr. 21, 1926
Park Ridge.....Cook.....	Park Ridge State Bank.....		50,000		Apr. 19, 1926
Melrose Park.....Cook.....	Melrose Park State Bank.....		50,000		Apr. 21, 1926
TRUST CERTIFICATES CANCELLED.					
E. St. Louis.....St. Clair.....	Metropolitan Trust Company of East St. Louis..... (Deposit withdrawn.)				Apr. 13, 1926
TRUST CERTIFICATE ISSUED (National).					
Chicago.....Cook.....	Jefferson Park National Bank.....		\$200,000		Apr. 30, 1926
RECAPITULATION.					
State Banks in Chicago.....					181
State Banks in Cook County, outside Chicago.....					79
State Banks in Illinois, outside Cook County.....					1,127
Total.....					1,387

MONTHLY BULLETIN

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BANKING DEPARTMENT
State of Illinois

VOL. 2

SPRINGFIELD, ILL., JUNE 1, 1926

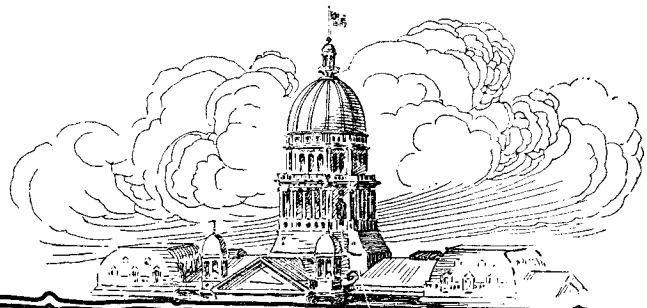
No. 3

BONDING ACTIVE OFFICERS AND EMPLOYEES

Hardly a banker can be found who will not willingly concede the wisdom of this practice. Yet many, particularly in smaller banks, where officers and employees are usually friends of long standing or relatives, find this an embarrassing step and despite their better judgment, neglect to take it.

However, the personal element can, and should be, disregarded. Experience has often demonstrated the advisability of this action. Depositors are entitled to this protection and Bank Directors are only discharging their duty to the Depositors when they provide it.

The Banking Department adheres rigidly to this policy and every employee from the Chief Executive to the youngest clerk is under a surety bond. Our Bank Examiners, all carefully selected men of high moral standing in their communities, the majority of them former bank officials of unquestioned integrity, are all bonded. The transaction is purely impersonal and is simply a matter of GOOD BUSINESS.



ANALYSIS OF EARNINGS, DIVIDENDS AND EXPENSES OF THE 1,395 STATE BANKS OF ILLINOIS FOR THE YEAR ENDING DECEMBER 31, 1925.

Group Number of Banks Classification (Earning Assets)	I 602 Under \$250,000	II 323 \$250,000 to \$500,000	III 150 \$500,000 to \$750,000	IV 101 \$750,000 to \$1,250,000	V 71 \$1,250,000 to \$2,000,000	VI 88 \$2,000,000 to \$5,000,000	VII 37 \$5,000,000 to \$10,000,000	VIII 23 Over \$10,000,000
1. Average earning assets	\$136,815	\$357,505	\$607,414	\$943,987	\$1,512,635	\$3,003,153	\$7,375,344	\$46,657,981
2. Capital, surplus and undivided profits	\$ 36,236	\$ 73,355	\$118,944	\$167,572	\$ 256,632	\$ 430,855	\$ 923,329	\$ 6,869,968
3. Average time deposits	59,445	180,296	294,653	533,360	842,517	1,803,693	4,082,010	20,294,760
4. Average gross deposits	141,148	362,657	626,218	986,390	1,565,642	3,149,098	7,777,922	52,324,328
INCOME								
5. Average gross earnings	\$10,702	\$25,310	\$43,758	\$69,242	\$112,665	\$215,414	\$526,560	\$3,223,967
DEDUCTIONS								
6. Interest paid	\$3,011	\$ 7,776	\$12,717	\$20,043	\$31,242	\$63,261	\$150,445	\$1,017,970
7. Expenses	5,063	10,846	19,789	31,574	51,088	93,430	224,831	1,193,720
8. Total deductions	\$8,074	\$18,622	\$32,506	\$51,617	\$82,330	\$156,691	\$375,276	\$2,211,690
9. Net profit (before losses)	\$2,628	\$6,688	\$11,252	\$17,625	\$30,335	\$58,723	\$161,284	\$1,012,277
LESS								
10. Losses on loans and investments	\$608	\$1,475	\$2,337	\$2,897	\$4,865	\$10,355	\$32,188	\$172,350
11. Depreciation	132	430	647	902	3,221	3,188	9,767	10,765
12. Total losses	\$740	\$1,905	\$2,984	\$3,799	\$8,086	\$13,543	\$41,955	\$183,115
13. Net profit from operations	\$1,888	\$4,783	\$8,268	\$13,826	\$22,249	\$45,180	\$119,329	\$829,162
14. Less dividends paid	1,187	2,911	5,561	7,181	12,039	21,201	56,085	404,152
15. Carried to undivided profits	\$701	\$1,872	\$2,707	\$6,645	\$10,210	\$23,979	\$63,244	\$425,010
RATIOS								
16. Gross earnings to earning assets	7.82%	7.07%	7.20%	7.33%	7.44%	7.17%	7.27%	6.92%
17. Interest paid to gross earnings	28.14%	30.72%	29.00%	28.94%	27.72%	29.36%	28.03%	31.57%
18. Expenses to gross earnings	47.31%	42.85%	45.22%	45.60%	45.34%	43.37%	41.90%	37.02%
19. Losses on loans and investments to gross earnings	5.68%	5.82%	5.34%	4.18%	4.13%	4.80%	5.99%	5.34%
20. Net profit after losses on loans and investments and depreciation to gross earnings	17.63%	18.89%	18.89%	19.96%	19.74%	20.97%	22.23%	25.71%
21. Dividends paid to capital surplus and undivided profits	3.27%	3.96%	4.67%	4.28%	4.69%	4.92%	6.14%	5.88%
22. Net profit after losses on loans and investments and depreciation to capital, surplus and undivided profits	5.20%	6.51%	6.95%	8.24%	8.66%	10.43%	12.92%	12.06%
23. Interest paid to average gross deposits	2.13%	2.14%	2.03%	2.03%	1.99%	2.01%	1.85%	1.94%
24. Time deposits to gross deposits	42.11%	49.71%	47.05%	54.07%	53.81%	57.27%	52.48%	38.78%
25. Capital, surplus and undivided profits to gross deposits	25.67%	20.22%	18.99%	16.98%	16.39%	13.68%	11.87%	13.12%

PERMITS ISSUED.

		Capital.	Surplus.	Date.
Chicago.....Cook.....	Western-Devon State Bank 6414-16 North Western Ave.	\$200,000	\$50,000	May 6, 1926
Elmhurst.....DuPage.....	Elmhurst Trust & Savings Bank	50,000	10,000	May 6, 1926
Harvey.....Cook.....	Peoples State Bank of Harvey 125-27 East 154th St.	100,000	25,000	May 6, 1926
River Grove.....Cook.....	State Bank of River Grove	25,000	5,000	May 6, 1926
Lyons.....Cook.....	First Trust & Savings Bank of Lyons	25,000	5,000	May 10, 1926
Winnetka.....Cook.....	Hubbard Woods Trust and Savings Bank	50,000	12,500	May 19, 1926
Grant Park.....Kankakee.....	Home State Bank of Grant Park	25,000	2,500	May 25, 1926

CHARTERS ISSUED.

Blue Island.....Cook.....	Blue Island Trust & Savings Bank S. W. Cor. Western Ave. and Vermont St. Fred C. Brincken, President. Arthur E. Fordtran, Cashier.	150,000	37,500	May 6, 1926
Forest Park.....Cook.....	Roosevelt Trust & Savings Bank Cor. Roosevelt Rd. and Elgin Ave. William H. Gardner, President. E. P. Schroeder, Cashier.	100,000	10,000	May 13, 1926

CAPITAL STOCK INCREASED.

Chicago.....Cook.....	Pioneer Trust & Savings Bank	From \$500,000 to \$750,000	May 17, 1926
Chicago.....Cook.....	Boulevard Bridge Bank of Chicago	From 400,000 to 500,000	May 20, 1926
Chicago.....Cook.....	Commerce Trust and Savings Bank	From 100,000 to 200,000	May 27, 1926

DURATION EXTENDED.

McLean.....McLean.....	McLean State Bank		May 17, 1926
	Charter extended 20 years from Aug. 6, 1926.		
Viola.....Mercer.....	Viola State Bank		May 17, 1926
	Charter extended 99 years from Dec. 29, 1926.		

LIQUIDATED.

Nason.....Jefferson.....	First State Bank of Nason (By action of directors deposit liability was transferred to Third National Bank of Mt. Vernon.)		May 1, 1926
Roseville.....Warren.....	State Bank of Roseville This bank and the First National Bank of Roseville now "The Farmers and Merchants National Bank of Roseville".		May 3, 1926
Meadows.....McLean.....	Bank of Meadows (closed April 10) Deposit liability assumed by State Bank of Chenoa.		May 5, 1926
Makanda.....Jackson.....	First State Bank of Makanda (On request of directors deposit liability was assumed by First National Bank in Carbondale.)		May 18, 1926
Ludlow.....Champaign.....	Ludlow State Bank (On request of directors deposit liability was assumed by Paxton State Bank.)		May 28, 1926

RECEIVER APPOINTED.

Hindsboro.....Douglas.....	Hindsboro State Bank Mr. Willis E. Van Voorhis, Tuscola, appointed.		May 5, 1926
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OTHER CHANGES.

Woodhull.....Henry.....	Woodhull State Bank assumed deposit liability of First National Bank in Woodhull.		May 18, 1926
Odell.....Livingston.....	State Bank of Odell assumed deposit liability of The Farmers National Bank of Odell.		May 27, 1926

TRUST CERTIFICATES ISSUED (National).

		Deposit.	
Blue Island.....Cook.....	First National Bank of Blue Island	\$ 50,000	May 4, 1926
Springfield.....Sangamon.....	Illinois National Bank of Springfield	50,000	May 11, 1926
Chicago.....Cook.....	The Mutual National Bank of Chicago	200,000	May 19, 1926
Libertyville.....Lake.....	Lake County National Bank	50,000	May 12, 1926

TRUST CERTIFICATE CANCELLED.

Indianapolis, Ind.....Marion.....	Fletcher Savings & Trust Co. (Deposit withdrawn.)		May 27, 1926
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RECAPITULATION.

State Banks in Chicago.....	181
State Banks in Cook County, outside Chicago.....	81
State Banks in Illinois, outside Cook County.....	1,123
Total.....	1,385

MONTHLY BULLETIN

Issued by
OSCAR NELSON
AUDITOR of PUBLIC ACCOUNTS
BANKING DEPARTMENT
State of Illinois

VOL. 2

SPRINGFIELD, ILL., JULY 1, 1926

No. 4

DONATIONS BY BANKS

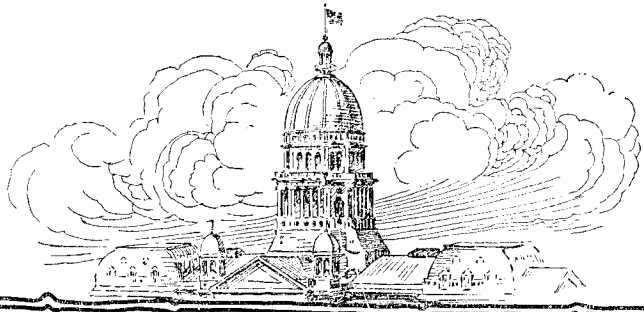
A question often referred to this Department is "Can a bank make donations for any cause?"

The generally accepted opinion on this matter is expressed by Magee on Banks and Banking: "A bank cannot, through its officers or directors, donate any portion of its funds, surplus, profits or capital, for any purpose whatever. Objects of charity, however worthy of encouragement or aid, cannot in any way be supported by gifts or donations from a banking corporation."

In passing upon the legality of a donation by a President of a bank of \$200 to encourage the building of a paper mill, the United States Supreme Court said:

"If this bank can be bound by the agreement of its President to donate \$200 to an individual to aid him in building a paper mill, then the bank can be bound by its President to donate its entire capital. Such a rule as this would confer upon the agent of the corporation greater powers than that possessed by its directorate."

The theory of the courts is that such gifts may be made if the consent of all of the stockholders is obtained.



SIGNING CALL REPORTS

On Call Report Form No. 7 there appears a notation at the bottom of the last page which reads as follows: "This report is to be made at such times as may be designated by the Auditor, to be sworn to by the President or Cashier, not by the Vice-President or Assistant Cashier, and forwarded to the Auditor of Public Accounts without delay. It must be attested by two directors other than the certifying officer and the Notary Public."

Several inquiries have been received by the Department within the past month or so requesting information as to what action should be taken when a situation develops wherein the President and Cashier are both called away and their absence extends over a considerable period of time thereby causing a vacancy in both office of President and Cashier, or when death or resignations occur which leaves a vacancy in one or both offices, and with such a vacancy the remaining officer who is qualified to sign is called away from the State, and at the time of the receipt of the Call blanks there is no proper officer present to execute the same.

In reply to these inquiries reference is made to the By-laws, which if they follow the Model Form as recommended by the Department should provide as follows:

VICE-PRESIDENT

"The duties of the Vice-President shall be to preside in the absence of the President, and, under the direction of the board of directors, to perform all the duties of the President in case of his absence or inability to act."

ASSISTANT CASHIER

"The Assistant Cashier shall assist the Cashier in the performance of his duties and, in the absence or disability of the Cashier, with the approval and under the direction of the board, he shall be vested with all the powers of the Cashier and required to perform all his duties."

It is therefore suggested that when there is neither the President nor Cashier present to sign as provided by law that the directors designate the Vice-President and the Assistant Cashier to assume the duties as outlined in the By-laws, and when they assume such duties they may sign the blanks as "Acting President" or "Acting Cashier" as the case may be.

"Can you give a good description of your absconding employee?" suavely asked the detective.

"We-ell," answered the bank President, "I believe he's about five feet six inches tall and about \$10,000 short."

NOT SO BAD

Banker—"Officer is that bandit dangerously wounded?"

Sheriff—"Well, two of those wounds are fatal, but the other one isn't so bad."

OF INTEREST CONCERNING OVERDRAFTS

From the Cashier of one of our banks in the southern part of the State we recently received a very interesting set of notices in connection with curbing the overdraft abuse. The first was entitled:

"SPECIMEN OF OVERDRAFT DISCOURAGEMENT"

"A check drawn by you for \$_____ in favor of _____ was presented to our bank today but could not be paid from your account because of insufficient funds to your credit. We have the check for collection and kindly ask that you advise us at once just what you desire us to do with it."

As the Cashier comments, when the party having the overdraft receives this notice he makes haste to get to the bank and take care of his check as he doesn't want it turned down, and if he is not very reliable, of course the check is not honored at all and is turned down when presented. Apparently this is a very succinct notice.

The other samples were headed:

"SPECIMEN OF OVERDRAFT ENCOURAGEMENT"

No. 1. "Your account with us shows an overdraft of \$_____. Please call and arrange this matter at your earliest convenience."

As is apparent when the party having the overdraft receives this notice he is very much pleased to know the bank will take care of the same and does not give it very much concern, and if no further action is taken he suits his time in covering the overdraft and perhaps writes another check in the meantime which increases the amount. At best he makes no haste in getting to the bank and perhaps tells a few of his friends that the bank is very accommodating and takes care of his business in a very acceptable manner.

No. 2. "Our books show your account to be overdrawn \$_____ and we ask you to kindly bring in your pass book, so that the error, if any, may be corrected. The Department does not allow us to pay overdrafts. Kindly read the letter below."

Then follows a copy of the letter which has been issued by both the National and State Departments regarding the liability on the payment of overdrafts. It is quite evident that this form of notice does not have very much weight with the party receiving the same as he is invited to bring in his pass book, so if there is an error it might be adjusted which leads him to believe that the bank is somewhat doubtful as to its position in this matter.

A comparison of the three notices certainly puts the emphasis on the "overdraft discouragement" and is one which undoubtedly could be used very profitably by institutions where some form of notice is desired for transmittal to offenders in connection with overdrawn balances.

PERMITS ISSUED.

	Capital.	Surplus.	Date.
Auburn..... Sangamon..... Peoples State Bank of Auburn.....	\$25,000	\$ 2,500	June 9, 1926
Chicago..... Cook..... West Lawn Trust & Savings Bank..... 63d St. and Crawford Ave.	200,000	100,000	June 24, 1926
Hillside..... Cook..... Hillside State Bank.....	25,000	20,000	June 24, 1926

CHARTERS ISSUED.

Chicago..... Cook..... Chatfield Trust & Savings Bank..... 708 Cottage Grove Ave. Arthur W. Tobias, President. Stanley G. Boberg, Cashier.	200,000	35,000	June 1, 1926
Chicago..... Cook..... Triangle State Bank..... 7092 South Chicago Ave. Arvid E. Peterson, President. J. L. Brummerstedt, Cashier.	200,000	50,000	June 15, 1926

CAPITAL STOCK INCREASED.

Lawrenceville..... Lawrence..... Farmers State Bank of Lawrenceville.....	From \$ 50,000 to \$125,000	June 19, 1926
Chicago..... Cook..... Immigrant State Bank.....	From 150,000 to 200,000	June 26, 1926

CAPITAL STOCK DECREASED.

Walnut..... Bureau..... First State Bank of Walnut.....	From \$65,000 to \$50,000	June 18, 1926
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LOCATION CHANGED.

Chicago..... Cook..... Parkway State Bank from 2220 North Clark St. to North Park Hotel Bldg. at Clark, Center, North Park and Ogden Blvd.		
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LIQUIDATED.

Victoria..... Knox..... Victoria Exchange Bank.....		June 4, 1926
Deposit liability transferred to State Bank of Victoria.		
Pesotum..... Champaign..... Bank of Pesotum.....		June 5, 1926
Deposit liability assumed by The Farmers and Merchants State Bank of Pesotum.		
Bible Grove..... Clay..... Bible Grove State Bank.....		June 8, 1926
(Reported closed March 24, 1926.)		
Deposit liability satisfied. Placed in liquidation through agreement with Creditors.		

CLOSED.

Gladstone..... Henderson..... First State Bank of Gladstone, Ill.....		June 26, 1926
Closed by action of Directors.		

TRUST CERTIFICATES ISSUED.

	Deposit.	
Batavia..... Kane..... First National Bank of Batavia.....	\$ 50,000	June 12, 1926
St. Louis, Mo..... Liberty Central Trust Company.....	50,000	June 21, 1926
Chicago..... Cook..... Cody Trust Company.....	200,000	June 23, 1926

RECAPITULATION.

State Banks in Chicago.....	183
State Banks in Cook County outside Chicago.....	81
State Banks in Illinois outside Cook County.....	1,120
Total.....	1,384

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VOL. 2

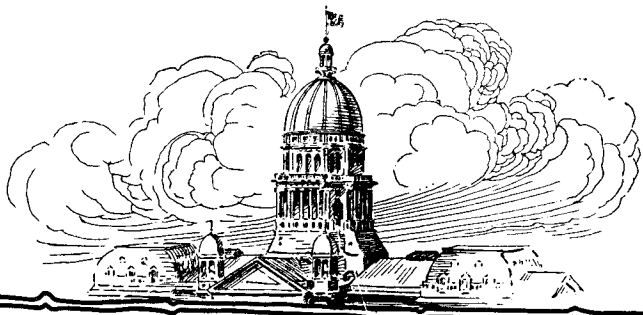
SPRINGFIELD, ILL., AUGUST 1, 1926

No. 5

EXTENSION AGREEMENTS

In the matter of matured real estate mortgages where payment cannot be made, banks have asked how these may be handled without carrying past due paper. If the interest has been kept up and the taxes paid, make a renewal for one year or two years as the case may be, through a mortgage loan extension agreement. This agreement provides in substance that for value received (sometimes added interest rate, sometimes merely nominal) the mortgagee agrees with the mortgagor to extend, for one year, the time of maturity of the mortgage and note recorded in the office of the register of deeds on page..... of mortgages on the..... day of..... 192..... and executed by the mortgagor to the mortgagee, etc.

This agreement is signed by both the original mortgagor and mortgagee, is witnessed, subscribed before a notary, and placed on record at the mortgagor's expense. This method of extending the loan is a new agreement between the parties and makes a new loan agreement for the time specified, and takes the notes out of the past due class.



RECAPITULATION.

Aggregate Resources and Liabilities of the 1,385 Illinois State Banks in the entire State at the close of business June 30, 1926, as compared with the next preceding statement issued by the department.

Resources.

	Preceding call of Apr. 12, 1926, number of banks, 1,386.	Date present call of June 30, 1926, number of banks, 1,385.	Increase.	Decrease.
Loans:				
Loans on real estate.....	\$ 261,357,666 02	\$ 275,172,914 29	\$13,815,248 27	
Loans on collateral security.....	699,807,534 54	699,435,123 72		\$372,410 82
Other loans.....	609,407,987 51	624,176,761 53	14,768,774 02	
Total Loans.....	1,570,573,188 07	1,598,784,799 54		
Overdrafts.....	1,341,363 22	1,167,999 38		173,363 84
U. S. Government Investments:				
Liberty Loan Bonds (all issues).....	130,358,812 18	142,999,003 50	12,640,191 32	
Other United States Investments.....	52,766,932 42	48,665,965 15		4,100,967 27
Total U. S. Government Investments.....	183,125,744 60	191,664,968 65		
Other Bonds and Securities:				
State, county and municipal bonds.....	114,901,942 30	115,336,139 40	434,197 10	
Other bonds and stocks.....	257,684,470 93	268,020,406 19	10,335,935 26	
Stock of Federal Reserve Bank.....	6,165,832 45	6,059,920 07		105,912 38
Total Other Bonds and Securities.....	378,752,245 68	389,416,465 66		
Banking House, Furniture and Fixtures:				
Banking house.....	40,696,421 32	43,115,036 70	2,418,615 38	
Furniture and fixtures.....	11,660,698 88	11,806,026 41	145,929 53	
Total Banking House, Furniture and Fixtures.....	52,357,120 20	54,921,063 11		
Other Real Estate.....	9,613,836 53	9,845,066 57	231,770 04	
Due from Banks:				
State.....	59,189,898 71	68,898,272 90	9,708,374 19	
National.....	152,677,817 80	141,774,792 81		10,903,024 99
Private or foreign.....	22,810,680 63	13,657,452 13		9,153,228 50
Federal Reserve Bank.....	83,813,672 21	88,414,277 02	4,600,604 81	
Total Due from Banks.....	318,492,069 35	312,744,794 86		
Cash on Hand:				
Paper currency.....	36,738,529 00	27,356,945 00	618,416 00	
Gold coin.....	2,369,562 50	2,378,920 50	9,357 00	
Silver and minor coin.....	3,524,569 25	3,757,267 43	232,698 18	
Total Cash on Hand.....	42,632,661 75	43,493,132 93		
Other Cash Resources:				
Exchanges for clearing house.....	40,312,653 06	63,046,902 47	22,734,249 41	
Checks and other cash items.....	5,252,366 44	7,721,332 02	2,468,965 58	
Collections in transit.....	31,182,989 60	39,979,912 04	8,796,922 44	
Total Other Cash Resources.....	76,748,009 10	110,748,146 53		
Customers' Liability Under Letters of Credit.....	18,293,475 45	18,365,030 77	71,555 32	
Customers' Liability Account of Acceptances.....	12,445,847 53	10,638,160 71		1,807,686 82
Other Resources.....	12,846,295 57	13,351,791 45	505,497 88	
Grand Total Resources.....	\$2,677,221,253 05	\$2,755,141,960 16	\$104,537,301 73	\$26,616,594 62

Liabilities.

	Preceding call of Apr. 12, 1926, number of banks, 1,386.	Date present call of June 30, 1926, number of banks, 1,385.	Increase.	Decrease.
Capital Stock.....	\$ 166,720,000 00	\$ 168,790,000 00	\$ 2,070,000 00	
Surplus.....	116,888,710 88	117,695,547 40	806,836 52	
Undivided Profits (net).....	39,833,507 85	41,441,322 46	1,607,814 61	
Deposits:				
Time:				
Savings, subject to notice.....	862,241,241 02	876,816,052 54	14,574,811 52	
Time certificates.....	183,880,336 64	181,327,578 28		\$2,552,758 36
Total Time Deposits.....	1,046,121,577 66	1,058,143,630 82		
Demand:				
Demand, subject to check.....	1,008,039,002 13	1,060,350,157 91	52,311,155 78	
Demand certificates.....	42,711,328 84	47,920,275 59	5,208,946 75	
Certified checks.....	7,224,991 37	5,813,437 54		1,411,553 83
Cashier's checks.....	23,106,919 09	24,323,094 56	1,216,175 47	
Total Demand Deposits.....	1,081,082,241 43	1,138,476,965 60		
Due to Banks:				
State.....	76,514,954 96	77,946,432 30	1,431,477 34	
National.....	37,610,438 48	41,112,411 22	3,501,972 74	
Private or foreign.....	9,050,740 61	6,485,521 77		2,565,218 84
Federal Reserve Bank.....	856,975 17	1,137,071 04	280,095 87	
Total Due to Banks.....	124,033,109 22	126,681,436 33		
Dividends Unpaid.....	195,053 08	3,493,780 98	3,298,727 90	
Reserve:				
For taxes and interest.....	13,028,268 67	10,468,980 92		2,559,287 75
For depreciation, building and fixtures.....	1,526,778 59	1,730,133 49	203,354 90	
For bond depreciation.....	3,506,496 61	4,634,001 47	1,127,504 86	
Contingent fund.....	12,274,804 45	13,887,277 30	1,612,472 85	
Total Reserve.....	30,336,438 32	30,720,393 18		
Bills Payable and Rediscounts:				
Bills payable.....	18,105,055 32	19,539,709 62	1,434,654 30	
Rediscounts.....	7,414,556 72	3,554,813 90		3,859,742 82
Total Bills Payable and Rediscounts.....	25,519,612 04	23,094,523 52		
Letters of Credit.....	18,544,200 58	18,854,736 42	310,445 84	
Bank Acceptances.....	12,404,426 69	10,692,037 76		1,712,388 93
Other Liabilities.....	15,542,285 30	17,057,585 69	1,515,300 39	
Grand Total Liabilities.....	\$2,677,221,253 05	\$2,755,141,960 16	\$82,581,657 64	\$14,660,950 53
Total Capital, Surplus, Undivided Profits and Reserve.....	\$ 353,778,657 05	\$ 358,647,263 04	\$ 4,868,605 99	
Total Deposits.....	2,251,236,923 31	2,323,302,032 75	72,065,104 44	
Total Due from Banks, Cash and Other Cash Resources.....	497,872,740 20	466,986,074 32	29,113,334 12	
Per cent of Available Reserve.....	19.05	20.10		

PERMITS ISSUED.

		Capital.	Surplus.	Date.
Chicago.....Cook.....	North Town State Bank..... S. W. Cor. Devon and Claremont Av.	\$200,000	\$50,000	July 22, 1926

CHARTERS ISSUED.

Grant Park..Kankakee.....	Home State Bank of Grant Park..... H. E. Ehlers, President. Norman Griffin, Cashier.	\$ 25,000	\$ 2,500	July 6, 1926
Wheaton.....DuPage.....	Wheaton Trust and Savings Bank..... Robert L. Doran, President.	100,000	40,000	July 26, 1926
Auburn.....Sangamon.....	Peoples State Bank of Auburn..... Alvah C. Moffet, President. Charles F. Seales, Cashier.	25,000	2,500	July 28, 1926

CAPITAL STOCK INCREASED.

Cicero.....Cook.....	Western State Bank of Cicero.....	From \$300,000 to \$350,000	July 3, 1926
Oak Park.....Cook.....	Avenue State Bank.....	From 250,000 to 300,000	July 26, 1926

LIQUIDATED.

Alton.....Madison.....	Alton Savings Bank..... Deposit liability assumed by Alton National Bank.	July 1, 1926
Gladstone.....Henderson.....	First State Bank of Gladstone..... Deposit liability assumed by First National Bank of Kirkwood.	July 7, 1926
Laclede.....Fayette.....	Farmers & Merchants State Bank of Laclede..... Deposit liability assumed by State Bank of Farina.	July 13, 1926
Bellflower.....McLean.....	Bellflower State Bank..... Deposit liability assumed by Bellflower Exchange Bank.	July 31, 1926

TRUST CERTIFICATES ISSUED.

		Deposit.	
Peru.....LaSalle.....	Peru State Bank.....	\$50,000	July 6, 1926
St. Louis, Mo.....	American Trust Company.....	50,000	July 27, 1926
St. Louis, Mo.....	Boatmen's National Bank.....	50,000	July 30, 1926

RECAPITULATION.

State Banks in Chicago.....	183
State Banks in Cook County, outside Chicago.....	81
State Banks in Illinois, outside Cook County.....	1,119
Total.....	1,383

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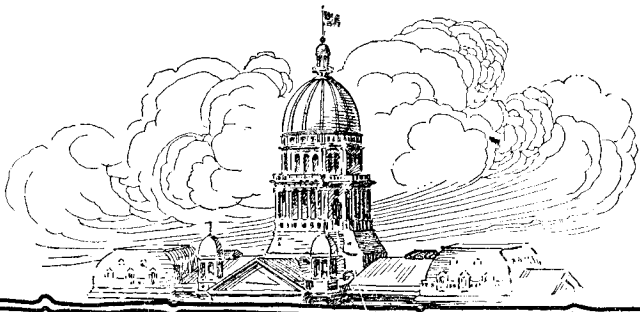
VOL. 2

SPRINGFIELD, ILL., SEPTEMBER 1, 1926

No. 6

WILL YOU CO-OPERATE?

Figures at best are dry — but if long delayed in publication are worse — they become dry rot. Hence the Department is exceedingly anxious after each Call to present the figures in connection therewith, but this has been difficult, as a number of banks have been dilatory in forwarding the blanks as required for the compilation of the data. In many cases it has been necessary for the Department to wire for the reports, which has entailed an expense quite unnecessary. Just a few moments attention to the matter is all that is required and the report will be out of your way. May we most earnestly ask that each banker who has been derelict in the past take this message to heart and in the future render the needed co-operation by opening the big brown envelope as soon as received and filling out forms numbers seven, eight and nine and mailing them back to the Department promptly? We thank you.



SURPLUS ACCOUNTS INCREASE

A survey of the June 30th call reports indicates that there are now 49 state banks in Illinois boasting a surplus in excess of capital, while 139 more have accumulated a surplus equal to capital. This is a record of which the department, as well as the respective banks, is quite proud.

There are 277 other state banks with surplus from fifty per cent to ninety-nine per cent of capital, 337 more with surplus less than fifty per cent of capital but greater than twenty-five per cent of capital, and 472 banks with surplus less than twenty-five per cent of capital.

On date of last report there were 126 banks which had not created surplus accounts, but on June 30th this number had been reduced to 111. Most of the banks in the latter class were private banks that were converted into state institutions during the year 1920.

The department expects, through co-operative effort, to create surplus accounts in nearly all of these banks before the first of the year.

RECEIPTS AND DISBURSEMENTS

The compilation of Reports of Earnings and Dividends rendered by 1385 State Banks, covering the period January 1, 1926, to June 30, 1926, inclusive, shows undivided profits retained on hand on the latter date of \$41,441,322.46, or an increase of about three quarters of a million dollars since last report.

The number of banks showing deficits in their undivided profits accounts on June 30, 1926, was 14, a decrease of three since last report.

Gross earnings for the six months were \$79,435,419.52, while net earnings, before charge-offs for losses and depreciation, were \$21,250,710.13. Interest received amounted to \$59,218,351.68. Exchange collected amounted to \$809,917.74, rents totaled \$1,253,848.42, while commissions, profits and fees and earnings from other sources, including bond departments, real estate loan departments, trust departments, etc., aggregated \$18,153,301.68. Recoveries on losses charged off, according to the reports, totaled \$1,228,635.41. Transfers into undivided profits accounts from reserve accounts and contingent funds amounted to \$1,749,557.28.

The banks distributed \$8,608,877.87 in dividends, while \$5,411,059.07 was transferred to capital and surplus and \$5,422,549.85 was placed to reserve and contingent accounts.

Bank building, furniture and fixtures and other real estate accounts were written down to the extent of \$570,951.14 to cover depreciation.

The banks charged off as losses on loans, investments, etc., the sum of \$3,332,586.01.

KEEP ONE

Our Form 30J, which is used by the Examiner and his Assistants for their signatures when making an examination, is executed in duplicate; one is to be retained by the bank under examination and the other forwarded to this office in the stamped and addressed envelope left for that purpose. Please do not send both forms to this office, as one will necessarily have to be returned. Your co-operation is requested in order that needless correspondence in this respect may be eliminated.

TEN COMMANDMENTS

(For Bankers Only)

1. Thou shalt not have any false gods before thee, such as excess loans.
2. Thou shalt not make to thyself any graven image of bond or security, or any likeness of any note that is not good.
3. Thou shalt not take the name of any signer or co-signer in vain, but each shall be well and duly bound.
4. Remember the cash reserve and keep it wholly. Six days shall it labour and do all of thy work, but the seventh day it shall rest at 15 per cent.
5. Honour thy customers' checks, but unto them only as maintain with thee sufficient balance.
6. Thou shalt not kill thy earning power through "foreign" investments.
7. Thou shalt not adulterate thy investments, but keep them of high quality.
8. Thou shalt not steal thy depositors' savings, that thy days of freedom may be long.
9. Thou shalt not permit thy borrowers to bear false witness through credit statements.
10. Thou shalt not covet thy neighbor's business.

PERMITS ISSUED.

	Capital.	Surplus.	Date.
Chicago...Cook.....Seventy-Ninth Street Trust & Savings Bank... 77 East 79th Street.	\$200,000	\$20,000	Aug. 18, 1926

CHARTERS ISSUED.

Chicago...Cook.....State Bank of Beverly Hills..... 1717 W. 95th Street. R. M. Campbell, President. J. P. Fitch, Cashier.	200,000	35,000	Aug. 24, 1926
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CAPITAL STOCK INCREASED.

LaGrange...Cook.....LaGrange State Bank.....	From \$100,000 to \$200,000	Aug. 11, 1926
Cicero...Cook.....Cicero Trust and Savings Bank.....	From 100,000 to 200,000	Aug. 16, 1926

LIQUIDATED.

DeKalb...DeKalb.....Jacob Haish State Bank..... Deposit liability assumed by The First Trust & Savings Bank of DeKalb.		Aug. 16, 1926
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OTHER CHANGES.

Warren...JoDavies...State Bank of Warren assumed deposit liability of First National Bank of Warren.....		Aug. 28, 1926
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TRUST CERTIFICATE CANCELLED.

Decatur...Macon.....Farmers State Bank and Trust Company of Decatur, Illinois... Deposit withdrawn.		Aug. 12, 1926
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LOCATION CHANGED.

Chicago...Cook.....Kaufman State Bank of Chicago..... From 112-114 North LaSalle Street to 124-126 North LaSalle Street.		Aug. 31, 1926
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RECAPITULATION.

State Banks in Chicago.....	184
State Banks in Cook County, outside Chicago.....	81
State Banks in Illinois outside Cook County.....	1,119
Total.....	1,384

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VOL. 2

SPRINGFIELD, ILL., OCTOBER 1, 1926

No. 7

DIRECTORS' LIABILITY

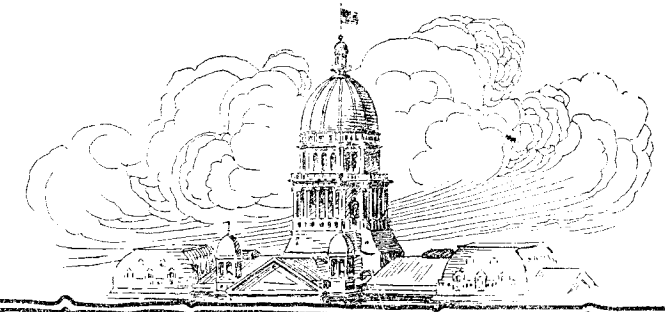
Without any attempt to needlessly alarm directors of banks the State Department desires to call attention to the responsibility and liability of their position. In many cases of bank failures the negligence of the directors has been a paramount cause. From an authority we quote: "As a general rule of law, the directors of all corporations are responsible to stockholders and creditors of the corporation for damages that arise through the negligence and carelessness of the directors in conducting the business of the corporation, but this rule is much more strictly applied to bank directors than to directors of other corporations on account of the greater necessity for vigilance by reason of the nature of the business and the trust imposed."

It is the purpose of this article to impress upon directors the importance of their positions and with this in mind the duplicate report was initiated, and also the directors' meetings held by Examiners at the time of their visits to the banks.

The Missouri Supreme Court recently held: "Directors of a bank who failed to perform their duty in allowing the cashier to assume the entire management of the bank were liable for the loss sustained by the embezzlement of the cashier."

The following decision from a Pennsylvania case is also of interest: "Bank directors are liable for losses occurring in the administration of a bank's affairs, which might have been avoided by the exercise of that care that a prudent man would have exercised under the same circumstances."

Many other cases of like purport could be quoted; but the above are sufficient to impress the point at issue.



Inquiries are received occasionally whether or not a bank has the right to clear its individual ledgers of small customers' balances that have been dormant for a number of years; the owners of which have left the vicinity or died without heirs.

To which we answer that Illinois Law makes no provision for disposal of such accounts and they must be carried on indefinitely; unless the proper owner makes withdrawal in the regular manner.

However, for convenience in handling, such balances may be transferred to one account and carried as one balance, but care should be taken that the liability to each depositor be plainly shown.

Rags make paper, paper makes money, money makes banks, banks make loans, loans make poverty, poverty makes rags—then ya start all over again.

RESOLUTIONS FOR BORROWING MONEY

Directors should see that the officers of a bank do not borrow funds without a proper resolution being adopted. Recently in a closed bank which fell into the hands of a Receiver, this matter became very important, as the directors had been careless and allowed the President and Cashier to borrow at will. The resolution should provide that the directors grant the right to the President and Cashier to negotiate a loan of a stipulated sum from a specified bank at a given rate of interest, and further granting the right to pledge the bonds and notes of the bank as collateral.

SAVINGS DEPOSITS INCREASE

Earnings and Dividends Reports rendered by 1,385 State Banks at the close of business June 30, 1926, indicate that 1,356 of them were carrying savings deposits aggregating \$876,816,052.54, time certificates amounting to \$181,327,578.28, and postal savings deposits totaling \$1,618,127.32 making a grand total of \$1,059,761,758.14.

The total number of savings depositors reported was 3,509,093, and the number of time certificate holders was 205,333.

On June 30, 1925, reports showed 3,336,504 savings depositors whose balances aggregated \$797,098,800.82, and 226,479 time certificate holders owning certificates totaling \$159,901,449.78.

The total number of savings depositors on June 30, 1925, was 3,562,983, and on June 30, 1926, the number had increased to 3,714,426.

Many bankers are busily engaged in building up their banks—resources, instead of surplus. Totals may count for advertising purposes but neglect of the surplus and reserve accounts, will eventually weaken the structure to such an extent that it will gradually become undermined and at last topple over.

ABOUT CHECKS

A reader of the BULLETIN inquires about the payment of checks, and whether they should be preferred in any instance. The rule is that checks shall be paid as presented, regardless of dates, unless post-dated, and then a check should not be paid until the day of its date.

ASSESSMENT OF BANK STOCK

The State's Attorney of a County in the northern part of the State has submitted to the Attorney General, a query relative to the assessment of the Capital Stock of a bank. The Attorney General in his reply states that, in his opinion, the following method of computing the assessment is correct:

EXAMPLE

Capital	\$75,000
Surplus	50,000
Undivided Profits	20,000
	<hr/>
	\$145,000

50% of Capital, Surplus and Undivided Profits (or percentage used by assessor in your county)

\$72,500

Less assessed value of real estate

21,000

Net full value of Capital Stock

\$51,500

Assessment of one-half net full value of Capital Stock equals \$25,750.

Assessed value of each of 750 shares of stock equals \$34.34.

PERMITS ISSUED.

			Capital.	Surplus.	Date.
Brockfield.....	Cook.....	Congress Park State Bank 218 W. Ogden Ave. (P. O. Congress Park.)	\$ 50,000	\$ 5,000	Sept. 9, 1926
Oak Park.....	Cook.....	Central Oak Park State Bank 895-7 W. Madison.	100,000	15,000	Sept. 15, 1926
Chicago.....	Cook.....	Midland State Bank 329-31 South Wood St.	200,000	25,000	Sept. 29, 1926

CHARTERS ISSUED.

Fox River Grove, McHenry.....	First State Bank of Fox River Grove....	25,000	2,500	Sept. 18, 1926
Frank C. Topinka, President. Albert Novotny, Cashier.				

CAPITAL STOCK INCREASED.

Chicago.....	Cook.....	Howard Avenue Trust & Savings Bank	From \$100,000 to \$200,000	Sept. 13, 1926
Des Plaines.....	Cook.....	Des Plaines State Bank	From 150,000 to 200,000	Sept. 27, 1926
Lansing.....	Cook.....	Lansing State Bank	From 50,000 to 100,000	Sept. 27, 1926

LOCATION CHANGED.

Chicago.....	Cook.....	The Pullman Trust and Savings Bank	From 111 Cottage Grove Ave. to 111th Street and South Park Ave.	Sept. 11, 1926
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LIQUIDATED.

Ogden.....	Champaign, The Ogden Bank	Sept. 20, 1926
Liquidated by Directors through First National Bank of Ogden.		

CLOSED.

Waukegan.....	Lake.....	Security Savings Bank	Sept. 21, 1926
Closed for examination and adjustment.			

TRUST CERTIFICATES ISSUED.

		Deposit.	
Riverside.....	Cook.....	Riverside State Bank	\$50,000 Sept. 8, 1926
Highland Park, Lake.....	North Shore Trust Company	50,000	Sept. 17, 1926

RECAPITULATION.

State Banks in Chicago.....	184
State Banks in Cook County, outside Chicago.....	81
State Banks in Illinois, outside Cook County.....	1,118
Total.....	1,383

MONTHLY BULLETIN

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State of Illinois

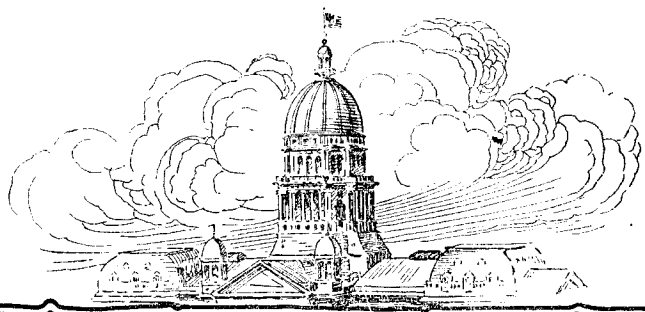
VOL. 2

SPRINGFIELD, ILL., NOVEMBER 1, 1926

No. 8

REPORTS ARE CONFIDENTIAL

Occasionally, in the course of our correspondence with State Banks, the matter of publicity relative to the information connected with bank examinations arises. There seems to be an impression in the minds of some that the Examiners' reports are public records. Such is not the case as these reports are treated as confidential to the Auditor of Public Accounts and no information whatsoever is given out excepting in the duplicate report which is mailed under registered cover to the officers and directors of the bank examined. These reports are given the same care as a bank's securities and are kept at all times in a time lock vault under the control of the Chief Examiner of the Banking Department.



SAFE-KEEPING

From the tone of the replies received from a large number of bankers to whom the suggestion has been offered that safe-keeping of customers' securities be given more attention with respect to records and security of the items held convinces the Department that the importance of this request is not thoroughly understood.

In the first place every security accepted from a customer should be properly recorded in a suitable record in the following order: Name of customer; description of security; number of document; amount; and a proper place for the receipt of the customer when the security is returned. This record is valuable for many reasons and it would be difficult to establish any loss where insurance is carried without it.

On the other hand the Department has advised small banks to place their customers' securities in safe-keeping with their correspondent and take proper receipts therefor in maintaining their record as suggested above.

It might seem that these suggestions would entail considerable effort on the part of the banker, but it certainly would not be a waste of effort in case of a day-light hold-up.

STATE AND NATIONAL BANKS

The grand total of both classes of these institutions in the United States in July, according to R. N. Sims of the National Association of Supervisors of State Banks, was 28,289—8,000 of which belong to the National System. The following figures will be of interest:

	STATE	NATIONAL
Resources	\$39,105,787,890	\$24,893,665,000
Capital	2,065,024,071	1,410,434,000
Surplus	1,798,466,761	1,188,704,000
Undivided Profits	424,871,070	500,519,000
Deposits	34,116,035,973	20,175,798,000
Loans	18,832,589,370	13,312,259,000
Bonds	9,368,247,394	6,074,916,000

Illinois and Missouri were credited with exactly the same number of State Banks, namely, 1,386, more than any other States in the Union. The nearest approach is Iowa with 1,175, Kansas with 1,003 and Minnesota with 1,029. New York has 682 and Pennsylvania 787. While New York has fewer State banks than Illinois its banking institutions show more in resources, the total being \$10,796,852,154. Massachusetts is next with \$3,445,927,530—followed by Pennsylvania with a total of \$3,142,872,642. Illinois then follows with a total of \$2,677,221,253. The State of Wyoming has but 61 banks with total resources of \$23,773,546, less than some of the Windy City's Loop banks. Nevada has only 24 banks, less than many counties of this State.

CHATTEL MORTGAGES

Perhaps never before in the history of bank practice has the chattel mortgage been so popular as at present, and owing to this fact many inquiries are made concerning points in connection with the executing of a document of this nature, and also relative to various legal questions pertaining to the foreclosure of chattel mortgages, and our reply in answer to the latter is to consult your attorney regarding the same as conditions may differ in various communities; however, a few general suggestions may be offered for the execution of a chattel mortgage as follows:

1. See that the name of the mortgagor is properly spelled, also that of his wife, and that his place of residence and county are named.
2. Describe the indebtedness to be secured and if a note give the amount and due date and rate of interest.
3. Be particular to describe the mortgaged property so that each separate chattel can be identified by description in the document, by any other creditor and without any other aid.
4. See that the signatures are the same as the names in the mortgage.
5. Record the mortgage promptly, the same date as executed, if possible. A chattel mortgage when properly executed and recorded shall be "good and valid from the time it is filed for record until ninety days after the maturity of the entire debt or obligation or until ninety days after an extension of the time of payment thereof is made." A chattel mortgage shall in no case run for more than three years after filing or after the maturity of the debt. Within ninety days after recording of the mortgage or after the maturity of the debt secured thereby, an affidavit of extension may be filed which, after being recorded, shall serve to extend the lien for one year, with a further period of grace of ninety days after the expiration of such extension for filing suit, etc.
6. Such instruments must be acknowledged before the County Judge or any Justice of the Peace of the County in which the mortgagor resides, or before the clerk or any deputy clerk of the district of the Municipal Court of the City of Chicago in which the mortgagor resides. However, if mortgagor is not a resident of this State, acknowledgment may be taken by any officer authorized by law to acknowledge deeds. The mortgagor may appoint an attorney-in-fact to appear before the proper officer and acknowledge the instrument for him.
7. The fewer chattel mortgages necessary for a bank to execute the better.

PERMITS ISSUED.

None.

CHARTERS ISSUED.

			Capital	Surplus	Date
Chicago	Cook	North Town State Bank 2341 Devon Ave. O. A. Christensen, President. Walter T. Larson, Cashier.	\$200,000	\$50,000	Oct. 4, 1926
Brookfield	Cook	Congress Park State Bank 218 W. Ogden Ave. (P. C. Congress Park.) Arthur H. Hein, President. P. F. Conrow, Cashier.	50,000	10,000	Oct. 11, 1926
Winnetka	Cook	Hubbard Woods Trust & Savings Bank Markham B. Orde, President. Arthur Laser, Cashier.	50,000	12,500	Oct. 15, 1926
Park Ridge	Cook	Peoples and Merchants State Bank of Park Ridge 41-43 S. Prospect Ave. John A. Immel, President. Peter J. Immel, Cashier.	50,000	10,000	Oct. 25, 1926

CAPITAL STOCK INCREASED.

River Forest	Cook	River Forest State Bank	From \$ 50,000 to \$ 75,000	Oct. 2, 1926
Chicago	Cook	North Austin Trust & Savings Bank	From 100,000 to 200,000	Oct. 25, 1926
Chicago	Cook	North Avenue State Bank	From 300,000 to 400,000	Oct. 25, 1926
Chicago	Cook	Liberty Trust & Savings Bank	From 500,000 to 700,000	Oct. 27, 1926

LOCATION CHANGED.

Western Springs	Cook	Western Springs State Bank From Lawn and Hillgrove Ave., to 269 Burlington St.		Oct. 25, 1926
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LIQUIDATED.

St. Joseph	Champaign	St. Joseph State Bank Liabilities and certain of the assets transferred to Ex- change Bank of St. Joseph.		Oct. 4, 1926
Ooonee	Shelby	State Bank of Ooonee Assets and liabilities assumed by The Pana National Bank		Oct. 2, 1926
Fisher	Champaign	First State Bank of Fisher Assets and liabilities assumed by Fisher State Bank.		Oct. 28, 1926
Fenton	Whiteside	Fenton State Bank Assets and liabilities transferred to Smith Trust & Savings Bank of Morrison.		Oct. 29, 1926
Waukegan	Lake	Security Savings Bank Assets and liabilities transferred to Waukegan National, First National, Peoples State Bank, Wau- kegan State Bank of Waukegan and Lake County State Bank of North Chicago.		Oct. 2, 1926

CLOSED.

Guthrie	Ford	Guthrie State Bank Closed for examination and adjustment.		Oct. 26, 1926
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TRUST CERTIFICATES ISSUED.

Blue Island	Cook	Blue Island Trust & Savings Bank	Deposit \$50,000	Oct. 8, 1926
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RECAPITULATION.

State Banks in Chicago	185
State Banks in Cook County, Outside Chicago	84
State Banks in Illinois outside Cook County	1,113
Total	1,382

MONTHLY BULLETIN

Issued by
OSCAR NELSON
AUDITOR of PUBLIC ACCOUNTS
BANKING DEPARTMENT
State of Illinois

VOL. 2

SPRINGFIELD, ILL., DECEMBER 1, 1926

No. 9

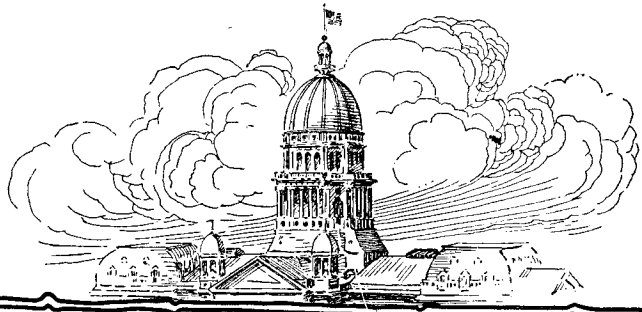
TRUST DEPARTMENTS IN BANKS

State Banks by their charter, are granted trust powers and need only make formal application for authority to exercise that power by executing and filing written application, following the standard form furnished by the Auditor of Public Accounts, and making the required deposit of securities.

National Banks may also qualify by first obtaining permission in accordance with Section 11 (k) of the Federal Reserve Act, then qualifying under the provisions of the Trust Act.

A well managed Trust Department renders incalculable service to its patrons by conserving their investments or estates and executing their various trusteeships with experience, knowledge and skill far beyond that of the individual. The steady growth of the trust business bears excellent testimony of the confidence the public reposes in the banks of Illinois.

Trust business is essentially a banking business and the function of a bank.



RECAPITULATION.

Aggregate Resources and Liabilities of the 1,384 Illinois State Banks in the entire State, at the close of business October 11, 1926, as compared with the statement issued by the Department on June 30, 1926.

Resources.

	Preceding call of June 30, 1926, number of banks, 1,385.	Date, present call of Oct. 11, 1926, number of banks, 1,384.	Increase.	Decrease.
Loans:				
Loans on real estate.....	\$ 275,172,914 29	\$ 278,117,992 33	\$ 2,945,078 04	
Loans on collateral security.....	699,435,123 72	725,524,407 86	26,089,284 14	
Other loans.....	624,176,761 53	616,428,573 13		\$7,748,188 40
Total Loans.....	1,598,784,799 54	1,630,070,973 32		
Overdrafts.....	1,167,999 38	1,265,747 86	97,748 48	
U. S. Government Investments:				
Liberty Loan Bonds (all issues).....	142,999,003 50	142,851,818 66		147,184 84
Other United States investments.....	48,665,965 15	48,364,931 86		301,033 29
Total U. S. Government Investments.....	191,664,968 65	191,216,750 52		
Other Bonds and Stocks:				
State, county and municipal bonds.....	115,336,139 40	114,041,476 24		1,294,663 16
Other bonds and stocks.....	268,020,406 19	268,021,999 47	1,593 28	
Stock of Federal Reserve Bank.....	6,059,920 07	4,650,735 70		1,409
Total Other Bonds and Stocks.....	389,416,465 66	386,714,211 41		
Banking House, Furniture and Fixtures:				
Banking house.....	43,115,036 70	45,043,291 81	1,928,255 11	
Furniture and fixtures.....	11,806,028 41	11,503,952 42		302,073 99
Total Banking House, Furniture and fixtures.....	54,921,065 11	56,547,244 23		
Other Real Estate.....	9,845,606 57	10,368,399 71	522,793 14	
Due from Banks:				
State.....	68,898,272 90	56,742,487 61		12,155,785 29
National.....	141,774,792 81	137,491,663 00		4,283,128 91
Private or foreign.....	13,657,452 13	10,487,573 01		3,169,879 12
Federal Reserve Bank.....	88,414,277 02	87,626,658 16		787,618 86
Total Due from Banks.....	312,744,794 86	292,348,382 68		
Cash on Hand:				
Paper currency.....	37,356,945 00	36,562,807 00		794,138 00
Gold coin.....	2,378,920 50	2,322,392 50		46,528 00
Silver and minor coins.....	3,757,267 43	3,810,993 78	53,726 35	
Total Cash on Hand.....	43,493,132 93	42,706,193 28		
Other Cash Resources:				
Exchanges for clearing house.....	63,046,902 47	45,278,971 12		17,767,931 35
Checks and other cash items.....	7,721,332 02	4,902,437 06		2,818,894 96
Collections in transit.....	39,979,912 04	29,806,544 86		10,173,367 18
Total Other Cash Resources.....	110,748,146 53	79,987,953 04		
Customers' Liability Under Letters of Credit.....	18,365,030 77	18,674,754 70	309,723 93	
Customers' Liability Account of Acceptances.....	10,638,160 71	9,633,829 63		1,004,331 08
Other Resources.....	13,351,791 45	12,306,178 79		1,045,612 66
Grand Total Resources.....	\$2,755,141,960 16	\$2,731,840,619 17	\$41,948,202 47	\$65,249,543 46

Liabilities.

	Preceding call of June 30, 1926, number of banks, 1,385.	Date, present call of Oct. 11, 1926, number of banks, 1,384.	Increase.	Decrease.
Capital Stock.....	\$ 168,790,000 00	\$ 169,528,000 00	\$ 738,000 00	
Surplus.....	117,695,547 40	118,071,556 18	376,008 78	
Undivided Profits (Net).....	41,441,322 46	47,063,456 90	5,622,134 44	
Deposits:				
Time:				
Savings, subject to notice.....	876,816,052 54	849,400,760 10		\$27,415,292 44
Time certificates.....	181,327,578 28	191,106,663 73	9,779,085 45	
Total Time Deposits.....	1,058,143,630 82	1,040,507,423 83		
Demand:				
Demand, subject to check.....	1,060,350,157 91	1,051,004,358 63		9,345,799 28
Demand certificates.....	47,990,275 59	54,333,410 92	6,343,135 33	
Certified checks.....	5,813,437 54	5,475,040 70		338,396 84
Cashier's checks.....	24,323,094 56	22,336,561 98		1,986,532 58
Total Demand Deposits.....	1,138,476,965 60	1,133,149,372 23		
Due to Banks:				
State.....	77,946,432 30	71,939,300 43		6,007,071 87
National.....	41,112,411 22	35,059,058 38		6,053,352 84
Private or foreign.....	6,485,521 77	10,051,671 92	3,566,150 15	
Federal Reserve Bank.....	1,137,071 04	2,854,917 55	1,717,846 51	
Total Due to Banks.....	126,681,436 33	119,905,908 28		
Dividends Unpaid.....	3,493,780 98	154,235 71		3,339,545 26
Reserve:				
For Taxes and Interest.....	10,468,980 92	15,441,183 23	4,972,202 31	
For Depreciation, Building and Fixtures.....	1,730,133 49	1,981,775 74	251,642 25	
For Bond depreciation.....	4,634,001 47	5,554,506 74	920,499 27	
Contingent fund.....	13,887,277 30	13,519,603 80		367,673 50
Total Reserve.....	30,720,393 18	36,497,069 51		
Bills Payable and Rediscounts:				
Bills payable.....	19,539,709 62	18,299,738 41		1,239,971 21
Rediscounts.....	3,554,813 90	5,598,524 07	2,043,710 17	
Total Bills Payable and Rediscounts.....	23,094,523 52	23,898,262 48		
Letters of Credit.....	18,854,736 42	19,002,096 35	147,359 93	
Bank Acceptances.....	10,692,037 76	9,610,602 29		1,081,435 47
Other Liabilities.....	17,057,585 69	14,453,541 40		2,604,044 29
Grand Total Liabilities.....	\$2,755,141,960 16	\$2,731,840,619 17	\$36,477,774 59	\$59,779,115 58
Total Capital, Surplus, Undivided Profits and Reserve.....	\$ 358,647,263 04	\$ 371,159,976 59	\$12,512,713 55	
Total Deposits.....	2,323,302,032 75	2,293,561,804 34		\$29,740,228 41
Total Due from Banks, Cash and Other Cash Resources.....	466,986,074 32	415,042,529 00		51,943,545 32
Per cent of Available Reserve.....	20.10%	18.09%		

PERMITS ISSUED.

	Capital.	Surplus.	Date.
New Lenox...Will.....New Lenox State Bank.....	\$25,000	\$ 2,500	Nov. 4, 1926
Chicago...Cook.....Congress Trust and Savings Bank.....	300,000	30,000	Nov. 5, 1926

CHARTERS ISSUED.

Evanston...Cook.....Illinois State Bank of Evanston.....	\$100,000	\$15,000	Nov. 1, 1926
319 Howard Street. John H. Taft, President. Bruce E. Hakes, Cashier.			
River Grove...Cook.....State Bank of River Grove.....	25,000	12,500	Nov. 22, 1926
William H. Scheve, President. Herbert E. Schnadt, Cashier.			
Elmhurst...DuPage.....Elmhurst Trust & Savings Bank.....	50,000	10,000	Nov. 26, 1926
489 Spring Road. Otto W. Balgemann, President. Ira D. Lyle, Cashier.			

LOCATION CHANGED.

Chicago...Cook.....Lincoln Trust and Savings Bank.....	Oct. 16, 1926
From 3934-3936 Lincoln Ave. to 3959 Lincoln Ave.	

DURATION EXTENDED.

Colchester...McDonough...Peoples State Bank.....	Nov. 3, 1926
20 years from December 18, 1926.	

LIQUIDATED.

Chicago...Cook.....North Shore Trust & Savings Bank.....	Oct 20 1926 Nov. 1, 1926
Deposit liability assumed by Fidelity Trust & Savings Bank.	
Guthrie...Ford.....Guthrie State Bank.....	Nov. 2, 1926
Deposit liability assumed by Commercial State Bank of Melvin.	
Middletown...Logan.....Farmers State Bank of Middletown.....	Nov. 2, 1926
Deposit liability and certain of assets purchased by Marbold State Bank of Middletown.	

CLOSED.

Bath...Mason...State Bank of Bath.....	Nov. 9, 1926
Closed at request of Directors.	
Toluca...Marshall...Toluca State Bank.....	Nov. 22, 1926
Closed for examination and adjustment.	

TRUST CERTIFICATE ISSUED.

Chicago...Cook...Garard Trust Company.....	Deposit. \$200,000	Nov. 4, 1926
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RECAPITULATION.

State Banks in Chicago.....	184
State Banks in Cook County, outside Chicago.....	86
State Banks in Illinois outside Cook County.....	1,111
Total.....	1,381