

Examined by Swan B. Molander.

REPORT OF EXAMINATION
of the
BOOKS AND AFFAIRS
of the
STATE TREASURER'S OFFICE

Made for the State Board of Audit as per
provision of Sec. 92, Statutes of 1913.

Report covers period from January 1, 1918 to July 31, 1918.

Date of audit October 15, 1918.

ANDREW S. FRITZ
Public Examiner.

1947

Members of Board of Audit Ex Officio

Governor J. A. A. Burnquist

Secretary of State Julius A. Schmahl

Attorney General Clifford L. Hilton

Receipts and Disbursements

Receipts

Balance January 1, 1918	06,474,703.26	
Receipts for January 1918	1,163,921.84	
" " February 1918	3,153,103.37	
" " March 1918	4,014,219.63	
" " April 1918	1,641,942.31	
" " May 1918	688,285.12	
" " June 1918	1,628,031.12	
" " July 1918	4,079,219.84	<u>022,843,426.49</u>

Disbursements

Disbursements for January 1918	01,749,607.50	
" " February 1918	1,276,366.74	
" " March 1918	4,486,243.68	
" " April 1918	1,895,511.40	
" " May 1918	1,436,729.32	
" " June 1918	1,343,605.18	
" " July 1918	2,377,548.37	014,565,612.19
Balance July 31, 1918		<u>8,277,814.30</u>
		<u>022,843,426.49</u>

Balance is made up of the following cash items and bank balances:

Currency and coin	01,911.38	
Checks	7,409.91	
Thrift stamps, postage and W.S. Stamps	131.45	09,452.74
Deposits in 9 active banks	02,313,150.63	
Deposits in 691 passive banks	5,955,210.93	8,268,361.56
		<u>08,277,814.30</u>

Interest on bank deposits for month of July is not included in treasurer's balance on July 31, 1918.

Business transacted with active banks
for period January 1 to July 31, 1918.

Merchants National Bank, St. Paul

Checks outstanding Dec. 31, 1917	97,408.18	
Total amount of checks issued	<u>4,756,809.45</u>	<u>\$4,764,217.63</u>
Checks canceled and returned	\$4,757,509.57	
Checks outstanding July 31, 1918	<u>6,708.06</u>	<u>\$4,764,217.63</u>
State treasurer's balance July 31, 1918		\$538,413.83
Banks balance July 31, 1918	\$545,121.89	
Checks outstanding July 31, 1918		<u>6,708.06</u>
	<u>\$545,121.89</u>	<u>\$545,121.89</u>

First National Bank, St. Paul

Checks outstanding Dec. 31, 1917	\$ 378.78	
Total amount checks issued	<u>4,138,689.76</u>	<u>\$4,139,068.54</u>
Checks canceled and returned	\$4,138,784.76	
Checks outstanding July 31, 1918	<u>283.78</u>	<u>\$4,139,068.54</u>
State treasurer's balance July 31, 1918		\$464,299.15
Banks balance July 31, 1918	\$465,214.53	
Checks outstanding July 31, 1918		283.78
Less interest for July 1918	<u>631.60</u>	
	<u>\$464,582.93</u>	<u>\$464,582.93</u>

Capital National Bank, St. Paul

Checks outstanding Dec. 31, 1917	\$ 707.84	
Total amount checks issued	<u>1,534,447.68</u>	<u>\$1,535,155.52</u>
Checks canceled and returned	\$1,534,494.28	
Checks outstanding July 31, 1918	<u>661.24</u>	<u>\$1,535,155.52</u>
State treasurer's balance July 31, 1918		\$ 213,110.39
Banks balance July 31, 1918	\$ 213,771.63	
Checks outstanding July 31, 1918		661.24
	<u>\$213,771.63</u>	<u>\$213,771.63</u>

National Bank of Commerce, St. Paul

Checks outstanding Dec. 31, 1917	\$263.35	
Total amount checks issued	<u>310,484.10</u>	<u>\$310,747.45</u>
Checks canceled and returned	\$310,498.23	
Checks outstanding July 31, 1918	<u>249.22</u>	<u>\$310,747.45</u>
State treasurer's balance July 31, 1918		\$139,465.13
Bank's balance July 31, 1918	\$139,714.35	
Checks outstanding July 31, 1918		<u>249.22</u>
	<u>\$139,714.35</u>	<u>\$139,714.35</u>

American National Bank, St. Paul

Checks outstanding Dec. 31, 1917	None	
Total amount checks issued		<u>\$306,757.63</u>
Checks canceled and returned		<u>\$306,757.63</u>
Checks outstanding July 31, 1918	None	
State treasurer's balance July 31, 1918		\$180,041.42
Bank's balance July 31, 1918	\$180,041.42	
Checks outstanding July 31, 1918	None	
	<u>\$180,041.42</u>	<u>\$180,041.42</u>

First and Security National Bank, Minneapolis

Checks outstanding Dec. 31, 1917	\$904.80	
Total amount checks issued	<u>2,565,831.53</u>	<u>\$2,566,736.33</u>
Checks canceled and returned	\$2,524,998.66	
Checks outstanding July 31, 1918	<u>41,737.67</u>	<u>\$2,566,736.33</u>
State treasurer's balance July 31, 1918		\$277,008.39
Bank's balance July 31, 1918	\$318,746.06	
Checks outstanding July 31, 1918		<u>41,737.67</u>
	<u>\$318,746.06</u>	<u>\$318,746.06</u>

Mercantile State Bank, Minneapolis

Checks outstanding Dec. 31, 1917	\$138.34	
Total amount of checks issued	<u>238,242.38</u>	<u>\$238,380.72</u>
Checks canceled and returned	\$238,373.02	
Checks outstanding July 31, 1918	<u>7.70</u>	<u>\$238,380.72</u>
State treasurer's balance July 31, 1918		\$122,589.72
Bank's balance July 31, 1918	\$122,795.76	
Checks outstanding July 31, 1918		<u>7.70</u>
Less interest for July	<u>198.34</u>	
	<u>\$122,597.42</u>	<u>\$122,597.42</u>

Northwestern National Bank, Minneapolis

Checks outstanding Dec. 31, 1917	\$298.52	
Total amount checks issued	<u>929,986.08</u>	<u>9930,284.60</u>
Checks canceled and returned	\$930,001.08	
Checks outstanding July 31, 1918	<u>283.52</u>	<u>9930,284.60</u>
State treasurer's balance July 31, 1918		\$326,609.60
Bank's balance July 31, 1918	\$316,141.15	
Checks outstanding July 31, 1918		283.52
Warrants on state treasurer paid by bank for which credit was not entered on state treasurer's records until after August 31, 1918	<u>10,751.97</u>	
	<u>\$326,893.12</u>	<u>\$326,893.12</u>

Northern National Bank, Duluth

Checks outstanding Dec. 31, 1917	\$561.14	
Total amount of checks issued	<u>616,751.70</u>	<u>9617,312.84</u>
Checks canceled and returned	\$617,263.84	
Checks outstanding July 31, 1918	<u>49.00</u>	<u>9617,312.84</u>
State treasurer's balance July 31, 1918		\$51,613.00
Bank's balance July 31, 1918	\$42,547.15	
Checks outstanding July 31, 1918		49.00
Deposits mailed July 31 not entered by bank	<u>9,114.85</u>	
	<u>\$51,662.00</u>	<u>\$51,662.00</u>

Bank Balances Verified

	<u>Balances</u>	<u>Checks Outstanding</u>
Merchants National Bank, St. Paul	545,121.89	6,708.06
First National Bank, " "	465,214.53	283.78
Capital National Bank " "	213,771.63	661.24
National Bank of Commerce " "	139,714.35	249.22
American National Bank " "	180,041.42	
First & Security National Bank, Minneapolis	318,746.06	41,737.67
Mercantile State Bank Minneapolis	122,795.76	7.70
Northwestern National Bank "	316,141.15	283.52
Northern National Bank, Duluth	42,547.15	49.00
	<u>2,344,093.94</u>	<u>49,980.19</u>
First National Bank, less interest for July \$ 631.60		
Mercantile State Bank, Less interest for July <u>198.34</u>	<u>829.94</u>	
	<u>2,343,264.00</u>	
Northwestern National Bank, plus warrants paid not credited by state treasurer until after August 1, 1918	10,751.97	
Northern National Bank, plus deposit made on July 31, 1918 not entered by bank until after July 31, 1918	9,114.85	
State treasurer's balance in above named active banks		<u>2,313,150.63</u>
	<u>2,363,130.82</u>	<u>2,363,130.82</u>

Special Funds

None of the special funds are a part of the state treasurer's balance. These balances consist of funds held in trust temporarily, to be paid out to certificate holders, or paid out on warrants by proper authorities.

Armory Board

Receipts

Balance Jan. 1, 1918 in National Bank of Commerce	\$60.10	
Deposits " " " " "	<u>28,000.00</u>	<u>\$28,060.10</u>

Disbursements

Paid by checks #27 to 39 inclusive for redemption of armory certificates and interest coupons	\$27,680.00	
Balance July 31, 1918	<u>380.10</u>	<u>\$28,060.10</u>

Prison Building Certificates

Receipts

Balance Jan. 1, 1918 in Capital National Bank	\$90.00	
Received from State Board of Control and deposited in Capital National Bank	<u>\$243,640.00</u>	<u>\$243,730.00</u>

Disbursements

Paid by checks #284 to 288 inclusive for redemption of prison building certificates and interest coupons	\$103,070.00	
Balance July 31, 1918	<u>140,660.00</u>	<u>\$243,730.00</u>

Minnesota Historical Society

Receipts

Received from State Board of Control for re-
demption interest coupons deposited in
American National Bank

\$18,281.50

Disbursements

Paid by checks #17 to 31 inclusive for re-
demption of interest coupons
Balance July 31, 1918

\$7,119.00
11,162.50

\$18,281.50

Gettysburg Monument

Receipts

Balance Jan. 1, 1918 in Ramsey County State Bank

\$110.79

Disbursements

Balance July 31, 1918

\$110.79

Special funds handled during the examination period in
which there were no remaining balances on July 31, 1918.

Educational Building Certificates

Receipts

Received from State board of Control for re-
demption of certificates and interest coupons
in First National Bank, St. Paul

\$76,500.00

Disbursements

Paid certificates and interest coupons by
check # 783

\$76,600.00

Corporation Fees

Receipts

Balance Jan. 1, 1918 in Merchants National Bank, St. Paul	\$6,360.00	
Fees received through secretary of state	<u>55,920.00</u>	<u>\$62,280.00</u>

Disbursements

Turned over to state Economic Fund		<u>\$62,280.00</u>
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Departmental Fees Fund

Receipts

Miscellaneous	\$7,097,979.28	
Interest on special fund deposits	<u>3,228.14</u>	<u>\$7,101,207.42</u>

Disbursements

Distribution of special fund deposits to permanent funds	\$7,037,507.44	
Balance in fund July 31, 1918	<u>63,699.98</u>	<u>\$7,101,207.42</u>

Balance in Merchants National Bank, St. Paul, July 31, 1918	<u>\$63,699.98</u>
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The bank's balance is \$63,703.13 a difference of \$3.15. This is evidently an error as deposits and checks drawn have been compared and tally with treasurer's records.

All departments make daily deposits with state treasurer of the receipts totaling \$50.00 or over. This is treated as a special fund until the end of each month, when the state auditor issues a draft for all moneys deposited by each department which is withdrawn from the special fund and credited to funds pursuant to law.

The \$3,228.14 reported as interest on daily balances since the inauguration of the daily deposit system in May 1917 is a clear gain to the state under the system of daily deposits.

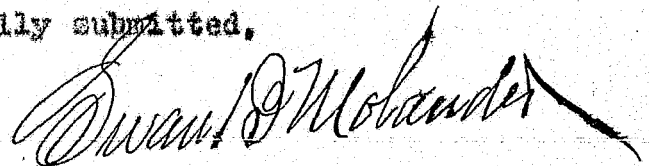
General Remarks

All foreign bonds and securities in custody of the treasurer were counted and the total agrees with the state auditor's balance sheet.

The domestic bonds were not counted at this examination. They will be gone over on January 1, 1919 when the treasurer's term expires.

It is getting more difficult at each examination to get out the report promptly owing to the increased number of country banks, and their tardiness in correcting errors or reconciling differences between treasurer and the bank. In most cases the difference is only a few cents but affects the treasurer's balance and delays the report until corrected.

Respectfully submitted,



Assistant Public Examiner.

1947