

# Comparative Financial Statements

## Statements of Condition

(in millions)

	As of December 31, 2001	As of December 31, 2000
<b>Assets</b>		
Gold certificates	\$ 538	\$ 520
Special drawing rights certificates	104	104
Coin	61	67
Items in process of collection	219	282
U.S. government and federal agency securities, net	32,885	29,016
Investments denominated in foreign currencies	996	1,083
Accrued interest receivable	334	338
Interdistrict settlement account	—	2,260
Bank premises and equipment, net	181	186
Other assets	62	50
<b>Total assets</b>	<b>\$ 35,380</b>	<b>\$ 33,906</b>
<b>Liabilities and Capital</b>		
<b>Liabilities:</b>		
Federal Reserve notes outstanding, net	\$ 30,620	\$ 31,183
Deposits:		
Depository institutions	1,103	1,249
Other deposits	4	4
Deferred credit items	224	349
Interest on Federal Reserve notes due U.S. Treasury	28	110
Interdistrict settlement account	2,008	—
Accrued benefit costs	56	54
Other liabilities	7	13
<b>Total liabilities</b>	<b>\$ 34,050</b>	<b>\$ 32,962</b>
<b>Capital:</b>		
Capital paid-in	\$ 665	\$ 472
Surplus	665	472
<b>Total capital</b>	<b>1,330</b>	<b>944</b>
<b>Total liabilities and capital</b>	<b>\$ 35,380</b>	<b>\$ 33,906</b>

The accompanying notes are an integral part of these financial statements.

## Statements of Income

(in millions)

	For the year ended December 31, 2001	For the year ended December 31, 2000
Interest income:		
Interest on U.S. government and federal agency securities	\$ 1,708	\$ 1,774
Interest on investments denominated in foreign currencies	22	19
Interest on loans to depository institutions	1	—
<b>Total interest income</b>	<b>\$ 1,731</b>	<b>\$ 1,793</b>
Other operating income (loss):		
Income from services	\$ 65	\$ 59
Reimbursable services to government agencies	23	26
Foreign currency losses, net	(98)	(97)
U.S. government securities gains (losses), net	18	(5)
Other income	5	4
<b>Total other operating income (loss)</b>	<b>\$ 13</b>	<b>\$ (13)</b>
Operating expenses:		
Salaries and other benefits	\$ 81	\$ 75
Occupancy expense	13	12
Equipment expense	12	12
Cost of unreimbursed Treasury services	—	1
Assessments by Board of Governors	39	36
Other expenses	55	73
<b>Total operating expenses</b>	<b>\$ 200</b>	<b>\$ 209</b>
Net income prior to distribution	\$ 1,544	\$ 1,571
Distribution of net income:		
Dividends paid to member banks	\$ 30	\$ 27
Transferred to surplus	193	287
Payments to U.S. Treasury as interest on Federal Reserve notes	1,321	1,257
<b>Total distribution</b>	<b>\$ 1,544</b>	<b>\$ 1,571</b>

## Statements of Changes in Capital

(in millions)

	For the years ended December 31, 2001 and December 31, 2000		
	Capital Paid-in	Surplus	Total Capital
Balance at January 1, 2000 (8.9 million shares)	\$ 444	\$ 444	\$ 888
Net income transferred to surplus	—	287	287
Surplus transfer to the U.S. Treasury	—	(259)	(259)
Net change in capital stock issued (0.5 million shares)	28	—	28
Balance at December 31, 2000 (9.4 million shares)	\$ 472	\$ 472	\$ 944
Net income transferred to surplus	—	193	193
Net change in capital stock issued (3.9 million shares)	193	—	193
Balance at December 31, 2001 (13.3 million shares)	\$ 665	\$ 665	\$ 1,330

The accompanying notes are an integral part of these financial statements.