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# FEDERAL RESERVE BANK OF MINNEAPOLIS

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January 8, 2018

## SPECIAL ELECTION OF DIRECTOR

NOMINATIONS: January 8 to 2:00 pm, February 6, 2018

BALLOTING: February 9 to 2:00 pm, February 23, 2018

### TO ALL MEMBER BANKS of the Ninth Federal Reserve District:

A special election will be held under the provisions of section 4 of the Federal Reserve Act to fill an open Class B Federal Reserve Bank of Minneapolis director position. This vacancy was created when the Board of Governors of the Federal Reserve System appointed former Class B Director, Srilata Zaheer, to serve as a Class C Director for a term beginning January 1, 2018. The director elected in this special election will serve as a Class B Director for the remainder of the vacated three-year term which began January 1, 2017 and ends December 31, 2019.

The Class B Director was elected by banks in Group 3 (those having \$9,800,000 or less in capital and surplus) and the successor also will be chosen by the member banks in this group. The banks comprising each group are listed on the following pages. The group in which a member bank will be entitled to vote is determined by its classification as of June 30, 2017, even though its capital and surplus may have subsequently changed.

Each bank in Group 3 is permitted to nominate one candidate for Class B director. The exception is whenever two or more member banks in the same voting group are subsidiaries of the same bank holding company, accordingly participation in the nomination and election shall be confined to one of such banks, which is designated for the purpose by such bank holding company. **The nominations must be made online no later than 2:00 pm CT on February 6, 2018.**

Following the close of the nomination period, a list of the candidates will be posted. All banks will receive a link to the election website, where banks eligible to vote will be provided access to a preferential ballot. The ballot must be cast within fifteen days. The polls and balloting will open on February 9, 2018 and close at 2:00 pm CT on February 23, 2018, after which time the results of the election will be announced and posted on the Bank's public website.

In order to be counted, the ballot must be executed by an official authorized by your bank to cast the vote. A member bank that has not designated a bank officer for the purpose of submitting an electronic ballot or that desires to change its authorization must contact the Reserve Bank at: [Mpls.Election.Administrator.SMB@mpls.frb.org](mailto:Mpls.Election.Administrator.SMB@mpls.frb.org).

While banks in Groups 1 and 2 will not vote in this particular election, this circular is available to them electronically, without the option to nominate or vote, for their information.

Very truly yours,



Kendall J. Powell  
Chair of the Board

## **ELIGIBILITY OF NOMINEES**

Section 4 of the Federal Reserve Act as amended contains the following provisions:

“Class A shall consist of three members, without discrimination on the basis of race, creed, color, sex, or national origin, who shall be chosen by and be representative of the stockholding banks. \* \* \* No officer or director of a member bank shall be eligible to serve as a Class A director unless nominated and elected by banks which are members of the same group as a member bank of which he or she is an officer or director. Any person who is an officer or director of more than one member bank shall not be eligible for nomination as a Class A director except by banks in the same group as the bank having the largest aggregate resources of any of those of which such person is an officer or director.”

“Class B shall consist of three members, who shall represent the public and shall be elected without discrimination on the basis of race, creed, color, sex, or national origin, and with due but not exclusive consideration to the interests of agriculture, commerce, industry, services, labor, and consumers. No director of Class B shall be an officer, director, or employee of any bank.”

“No Senator or Representative in Congress shall be a member of the Board of Governors of the Federal Reserve System or an officer or a director of a Federal Reserve Bank.”

In a resolution adopted December 23, 1915, the Federal Reserve Board expressed the opinion “that persons holding political or public office in the service of the United States, or of any State, territory, county, district, political subdivision, or municipality thereof, or acting as members of political party committees, cannot consistently with the spirit and underlying principles of the Federal Reserve Act, serve as directors or officers of Federal Reserve Banks.”

**GROUP 1**

**BANKS HAVING A COMBINED CAPITAL AND SURPLUS  
OF AT LEAST \$51,000,000 AS OF JUNE 30, 2017**

***BANKS IN THIS GROUP WILL NOT VOTE FOR THE CLASS B DIRECTOR***

<b>Location</b>	<b>Bank Name</b>	<b>Designated by BHC</b>
<b>MICHIGAN</b>		
<b>MINNESOTA</b>		
Apple Valley	Anchor Bank, NA	
Lonsdale	Frandsen Bank & Trust	
Saint Paul	Sunrise Banks, NA	
Saint Paul	Bremer Bank, NA	
Wayzata	TCF National Bank	
Winona	Merchants Bank, NA	
<b>MONTANA</b>		
Billings	First Interstate Bank	
<b>NORTH DAKOTA</b>		
Bismarck	BNC National Bank	
Grand Forks	Alerus Financial, NA	
<b>SOUTH DAKOTA</b>		
Aberdeen	Dacotah Bank	
Sioux Falls	First Premier Bank	
<b>WISCONSIN</b>		
Altoona	Citizens Community Federal, NA	

**GROUP 2**

**BANKS HAVING A COMBINED CAPITAL AND SURPLUS  
OF AT LEAST \$9,800,001 BUT LESS THAN \$51,000,000 AS OF JUNE 30, 2017**

**BANKS IN THIS GROUP WILL NOT VOTE FOR THE CLASS B DIRECTOR**

<b>Location</b>	<b>Bank Name</b>	<b>Designated by BHC</b>
<b>MICHIGAN</b>		
Norway	Northern Interstate Bank, NA	
Sault Sainte Marie	Central Savings Bank	
<b>MINNESOTA</b>		
Bloomington	United Bankers Bank	
Blue Earth	First Bank Blue Earth	
Brainerd	American National Bank of Minnesota	
Delano	Minnesota Lakes Bank	No Designation
Duluth	Western National Bank	
Duluth	North Shore Bank of Commerce	
Elk River	First National Bank of Elk River	
Foley	Falcon National Bank	
Fulda	First National Bank	
Grand Rapids	Grand Rapids State Bank	Designated
Mapleton	Pioneer Bank	
Minneapolis	Ameriprise National Trust Bank	
Northfield	Community Resource Bank	
Pipestone	First State Bank Southwest	
Plainview	Peoples State Bank of Plainview	
Roseville	North American Banking Company	
Saint Paul	Securian Trust Company, NA	
Saint Peter	First National Bank Minnesota	
Sauk Center	Minnesota National Bank	
Spicer	Heritage Bank, NA	
Stillwater	Eagle Valley Bank, NA	
Truman	Profinium, Inc.	
Winona	Winona National Bank	
<b>MONTANA</b>		
Bridger	Bank of Bridger, NA	
Glasgow	First Community Bank	
Helena	Opportunity Bank of Montana	
Laurel	Yellowstone Bank	
Libby	First Montana Bank, Inc	
Malta	The First State Bank of Malta	
Victor	Farmers State Bank	
White Sulphur Springs	Bank of the Rockies, NA	
<b>NORTH DAKOTA</b>		
Hebron	Dakota Community Bank & Trust, NA	
Minot	First Western Bank & Trust	
Williston	First Natl Bank & Trust Co	
<b>SOUTH DAKOTA</b>		
Fort Pierre	First National Bank	
Mitchell	Cortrust Bank National Association	
Rapid City	Black Hills Community Bank, NA	
Sioux Falls	US Bank Trust Natl Assn SD	
Sioux Falls	Department Stores National Bank	
Sioux Falls	First National Bank	

Yankton	First Dakota National Bank	
<b>WISCONSIN</b>		
Baldwin	The First Bank of Baldwin	
Durand	Security Financial Bank	
Eau Claire	Charter Bank	
Glenwood City	Hiawatha National Bank	
Hudson	First American Bank, NA	
LaCrosse	State Bank Financial	
Superior	National Bank of Commerce	

**GROUP 3**

**BANKS HAVING A COMBINED CAPITAL AND SURPLUS  
OF \$9,800,000 or LESS AS OF JUNE 30, 2017**

**BANKS IN THIS GROUP WILL VOTE FOR THE CLASS B DIRECTOR**

<b>Location</b>	<b>Bank Name</b>	<b>Designated by BHC</b>
<b>MICHIGAN</b>		
Hancock	Superior Natl Bank & Trust Co	
Iron Mountain	First National Bk & Tr Co of Iron Mt	
Manistique	State Savings Bank	
Marquette	Range Bank, NA	
Ontonagon	The Citizens State Bk of Ontonagon	
St. Ignace	First National Bank of St. Ignace	
Wakefield	First National Bank	
<b>MINNESOTA</b>		
Bagley	First National Bank	
Battle Lake	First National Bank of Battle Lake	No Designation
Bemidji	The First National Bank of Bemidji	
Buhl	First National Bank of Buhl	
Cass Lake	Western National Bank of Cass Lake	
Chatfield	Root River State Bank	
Chisholm	First National Bank	
Cokato	First National Bank	
Coleraine	First National Bank	
Dilworth	Northwestern Bank, NA	
Duluth	The Pioneer National Bank of Duluth	
Eveleth	The Miners National Bank of Eveleth	
Fairfax	The First National Bank of Fairfax	
Fairmont	First Farmers & Merchants Natl Bank	Designated
Gilbert	First National Bank of Gilbert	
Grand Marais	Grand Marais State Bank	
Grygla	American State Bank of Grygla	
Henning	The First National Bank of Henning	Designated
Holdingsford	Stearns Bank of Holdingsford, NA	No Designation
Lake Crystal	Minnstar Bank NA	
Le Center	First National Bank	
Litchfield	Center National Bank	
Long Prairie	American Heritage National Bank	
Luverne	First Farmers and Merchants National Bank	No Designation
Mahnomen	First Nat Bk Mahnomen Twin Valley	
McIntosh	The First National Bank of McIntosh	
Milaca	First National Bank	
Moose Lake	First National Bank	
Mora	Neighborhood National Bank	
Northfield	The First National Bank of Northfield	
Onamia	Woodlands National Bank	
Osakis	First National Bank of Osakis	
Park Rapids	Citizens National Bank of Park Rapids	
Preston	F&M Community Bank, NA	
Proctor	First National Bank	
Rochester	Olmsted National Bank	
Saint Cloud	Bremer Trust, NA	
Saint Cloud	Liberty Bank Minnesota	
Saint Cloud	Stearns Bank NA	Designated
Saint James	First National Bank at St. James	
Saint Martin	Saint Martin First National Bank	

Upsala	Stearns Bank of Upsala, NA	No Designation
Wadena	Wadena State Bank	
Waite Park	Plaza Park State Bank	
Walker	First National Bank North	
Waseca	First National Bank	
Welcome	Welcome State Bank	
<b>MONTANA</b>		
Belt	Belt Valley Bank	
Big Timber	Citizens Bank and Trust Co	
Broadus	1 <sup>st</sup> Bank	
Butte	First Citizens Bank of Butte	
Cascade	Stockmens Bank	
Glasgow	Valley Bank of Glasgow	Designated
Malta	First Security Bank	No Designation
Philipsburg	Granite Mountain Bank, Inc	
Polson	First Citizens Bank of Polson, NA	
Ronan	Valley Bank of Ronan	
Wolf Point	Western Bank of Wolf Point	
<b>NORTH DAKOTA</b>		
Bottineau	First Natl Bk & Tr Co of Bottineau	
Bowman	Dakota Western Bank	
Devils Lake	Ramsey National Bank	
Edgeley	Heartland State Bank	
Milnor	First National Bank	
<b>SOUTH DAKOTA</b>		
Alcester	State Bank of Alcester	
Arlington	Citizens State Bank of Arlington	
Clear Lake	DNB National Bank	
Dakota Dunes	Security National Bank of SD	
Frederick	First National Bank	
Freeman	Merchants State Bank	
Philip	First National Bank in Philip	
Sisseton	Roberts County National Bank	
Warner	First State Bank of Warner	
<b>WISCONSIN</b>		
Bangor	First National Bank of Bangor	
Chippewa Falls	Northwestern Bank	
Hayward	Peoples Bank Midwest	
New Richmond	First National Community Bank	
Park Falls	The First National Bank of Park Falls	
River Falls	First National Bank of River Falls	

**2018 DIRECTORS OF THE  
FEDERAL RESERVE BANK OF MINNEAPOLIS**

<b>ELECTED BY BANKS IN GROUP</b>	<b>NAME</b>	<b>OCCUPATION</b>	<b>CLASS</b>	<b>TERM EXPIRES DECEMBER 31</b>
3	Thomas W. Armstrong	President First National Bank of Park Falls Park Falls, Wisconsin	A	2020
2	Catherine T. Kelly	Regional President PNC Bank, Minneapolis-St. Paul Minneapolis, Minnesota	A	2019
1	Randy L. Newman	Chairman, President and CEO Alerus Financial, NA & Alerus Financial Corp Grand Forks, North Dakota	A	2018
3	VACANT		B	2019
2	Kathleen Neset	President Neset Consulting Service Tioga, North Dakota	B	2020
1	Christine Hamilton	Managing Partner Christiansen Land and Cattle, Ltd. Kimball, South Dakota	B	2018
APPOINTED BY THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM	Kendall J. Powell Chair	Chairman and CEO (Retired) General Mills, Inc. Minneapolis, Minnesota	C	2019
APPOINTED BY THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM	Harry Melander Deputy Chair	President Minnesota Building and Construction Trades Council St. Paul, Minnesota	C	2018
APPOINTED BY THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM	Srilata Zaheer	Dean, Carlson School of Management University of Minnesota Minneapolis, Minnesota	C	2020