

SECTION 15

BANKING, INSURANCE, AND BUSINESS ENTERPRISE

Statistics in this section relate to banks and savings and loan associations, insurance, and business firms.

Deposits in Island banks reached \$1.8 billion in 1971, compared with \$673 million in 1960, \$123 million in 1940, and \$4.7 million in 1901. Assets of savings and loan associations stood at \$869 million in 1970, more than four times their 1960 level and over 11 times as great as in 1940. Life insurance in force in Hawaii at the end of 1970 amounted to \$7.4 billion, double the figure reported seven years earlier and thirty-five times the 1940 coverage.

By mid-1971, some 15,700 corporations and partnerships were registered to do business in Hawaii: 10,603 local ("domestic") corporations, 1,939 Mainland ("foreign") corporations, and 3,160 partnerships. Business units with one or more employees as of the first quarter of 1970 numbered 12,146, including 1,943 with twenty or more employees. During fiscal 1969, 1,570 new businesses with 4,958 employees were recorded; during the same year, 518 businesses with 2,038 workers were terminated.

Sources for statistics on these subjects include the Hawaii State Department of Regulatory Agencies (specifically its Bank Examination, Insurance, and Business Registration Divisions), Hawaii State Department of Labor and Industrial Relations, and the annual report on *County Business Patterns* issued by the U.S. Bureau of the Census. Comparable Mainland data appear in Sections 16 and 17 of *Statistical Abstract of the United States: 1971*.

Table 144.—BANKING AND INSURANCE: 1901 TO 1971

(In thousands of dollars)

Year	Banks, June 30		Savings and loan associations, June 30		Insurance premiums ¹		Life insurance in force, Dec. 31
	Assets	Deposits	Assets	Deposits	Total	Life	
1901 ²	(NA)	4,662	(NA)	(NA)	914	436	(NA)
1910	(NA)	13,324	(NA)	(NA)	1,391	528	14,857
1920	(NA)	52,783	(NA)	(NA)	5,071	1,872	45,164
1930 ³	(NA)	80,175	5,211	(NA)	7,939	4,675	123,978
1940	137,489	123,296	7,663	6,452	9,861	6,797	211,284
1950	400,031	376,456	43,336	36,826	35,521	19,247	707,063
1960	735,652	672,866	202,200	165,653	91,387	45,607	2,555,929
1961	843,084	769,200	228,476	188,179	97,782	50,003	2,873,220
1962	934,438	842,596	263,781	220,120	105,597	54,166	3,265,933
1963	934,223	838,080	322,674	273,288	116,263	59,230	3,593,592
1964	991,432	887,057	395,586	322,355	124,287	63,318	3,760,033
1965	1,081,588	940,834	460,454	365,211	137,331	69,315	4,212,206
1966	1,201,515	1,001,426	490,130	387,152	149,321	74,127	4,697,954
1967	1,263,917	1,110,733	514,407	424,005	162,102	80,217	5,102,132
1968	1,440,891	1,287,166	569,325	480,137	179,236	85,713	5,874,280
1969	1,669,606	1,499,459	650,398	528,570	207,184	91,402	6,632,539
1970	1,762,811	1,558,671	730,712	584,017	246,986	98,360	7,441,077
1971	2,062,194	1,804,545	869,323	716,674	(NA)	(NA)	(NA)

NA Not available.

¹Calendar years. Includes surplus lines. Life insurance data from 1962 forward include fraternal.

²Insurance data refer to 1903, earliest year available.

³Savings and loan data refer to 1932.

Source: Hawaii State Department of Regulatory Agencies, Bank Examination Division and Insurance Division, records; *Report of the Treasurer to the Legislature, 1935*, pp. 62 and 86; *Report of the Insurance Commissioner, 1971*, pp. 7-8.

Table 145.—ASSETS AND LIABILITIES OF BANKS AND SAVINGS AND LOAN ASSOCIATIONS: DECEMBER 31, 1960 TO 1970

(In thousands of dollars)

Subject	1960	1965	1969	1970	1971
BANKS					
Total assets	813,618	1,155,117	1,694,440	1,917,915	2,169,032
Loans and discounts	400,109	667,133	1,023,995	1,163,467	1,267,036
U.S. govt. and other securities	248,905	282,558	395,470	449,642	545,885
Cash and due from banks	143,400	144,138	191,389	215,527	251,520
Fixed assets	12,105	27,476	40,267	43,846	48,204
Other assets	9,099	33,812	43,319	45,433	56,387
Total liabilities and capital	813,618	1,155,117	1,694,440	1,917,915	2,169,032
Demand deposits	275,452	373,402	579,592	608,810	703,398
Time and other deposits	467,844	632,113	923,143	1,088,352	1,235,147
Other liabilities	12,275	62,868	83,602	84,695	83,413
Capital	58,047	86,734	108,103	136,057	147,074
SAVINGS AND LOAN ASSOCIATIONS					
Total assets	210,993	482,067	694,828	778,909	978,530
Mortgage loans	185,034	423,603	595,029	678,688	854,183
Other loans	4,713	8,750	12,481	14,212	17,246
U.S. govt. and other securities	10,082	17,418	42,089	46,471	58,986
Fixed assets	2,693	8,361	23,153	16,282	18,345
Cash on hand and in banks	7,940	19,687	11,682	12,134	15,794
Other assets	531	4,248	10,394	11,122	13,976
Total liabilities	210,993	482,067	694,828	778,909	978,530
Withdrawal shares	175,040	364,036	511,269	576,044	716,886
Withdrawable deposits & invest. certificates ...	277	14,034	41,987	49,868	63,603
Reserves	15,728	27,898	35,880	37,346	38,458
Surplus and undivided profits	977	5,718	17,393	22,061	29,936
Other liabilities	18,971	70,381	88,299	93,590	129,647

Source: Hawaii State Department of Regulatory Agencies, Bank Examination Division, annual releases.

Table 146.—BANK CLEARINGS: 1965 TO 1971

Year	Amount (millions of dollars)
1965	7,155.2
1966	7,585.8
1967	7,700.7
1968	9,281.8
1969	11,190.8
1970	13,286.8
1971	15,091.5

Source: First Hawaiian Bank, *Economic Indicators Source Book* (1971), Series 83, and records.

Table 147.—OAHU HOUSEHOLDS WITH CHARGE ACCOUNTS, CREDIT CARDS, CHECKING ACCOUNTS, AND SAVINGS ACCOUNTS: 1971

Subject	Number of households	Percent of Oahu households
With department store charge accounts	105,608	61.4
With major credit cards ¹	78,776	45.8
With checking accounts	139,664	81.2
With savings accounts	150,328	87.4

¹American Express, Bank of Hawaii/Americard, Carte Blanche, Diners Club, or Master Charge.

Source: Hawaii Newspaper Agency, Inc., *Continuing Home Audit, 1971*, tables A099, A100, A102, and A103. Used with permission.

Table 148.—INSURANCE: 1970

Class of insurance	Premiums (\$1,000)	Losses, claims and benefits paid (\$1,000)	Subject ¹		Amount, Dec. 31 (\$1,000)
All insurance	246,986	114,011	Assets		219,077,262
Life	98,225	40,241	Liabilities excluding capital & surplus		195,209,323
Fraternal	135	26	Policyholders' surplus, ind. capital		23,867,939
Fire, marine, casualty, miscell.	147,678	73,645	Capital		1,700,457
Accident and health	23,000	11,977	Investments, total ²		977,535
Fire	7,287	4,851	Mortgage loans		599,702
Automobile	59,528	35,652	Collateral loans		458
Workmen's compensation	23,667	10,026	State, county bonds		87,925
Fidelity and surety	3,622	286	Utility stocks, bonds		109,991
Marine	5,030	1,631	Other stocks, bonds		167,103
Other types	25,543	9,223	Real estate		12,356
Surplus lines	948	100			

Type of life insurance	Policies written (\$1,000)	Policies transferred (net) (\$1,000)	Policies term- inated (\$1,000)	Policies in force, Dec. 31		Premiums received ³ (\$1,000)	Claims and benefits paid (\$1,000)
				Number	Amount (\$1,000)		
All life insurance	1,390,151	-13,244	586,715	459,845	7,441,077	98,360	40,267
Ordinary	771,693	-13,087	400,064	439,473	4,177,785	76,536	27,149
Group	615,164	-31	185,699	10,860	3,250,630	21,629	13,015
Industrial	389	12	419	8,038	3,737	60	77
Fraternal	2,905	-138	533	1,474	8,924	135	26

¹For all insurance companies authorized to transact business in Hawaii.

²Hawaii investments only. Stocks, bonds, and real estate at market value.

³Includes \$12,275 by Hawaii companies, \$75,613 by Mainland ("foreign") companies, and \$10,472 by non-U.S. ("Alien") companies.

Source: *Report of the Insurance Commissioner of Hawaii, 1971* pp. 7, 18, 38, 54-55.

Table 149.—VALUE OF STOCKS TRADED FOR MAJOR HAWAII-BASED COMPANIES: 1925 TO 1971

Year	Value ¹ (\$1,000)	Year	Value ¹ (\$1,000)
1925	11,527	1961	25,631
1927 ²	13,838	1962	20,502
1930	7,307	1963	20,207
1932 ³	2,461	1964	15,163
1935	7,242	1965	14,944
1940	3,120	1966	11,307
1945	8,077	1967	16,716
1950	4,793	1968	13,480
1955	7,831	1969	11,679
1959	14,837	1970	8,590
1960	11,657	1971	5,521

¹Stocks and bonds, 1925-1964; stocks only, 1965 forward. Bond sales in 1965 amounted to \$44 thousand.

²Pre-Depression peak.

³Depression low point.

Source: Honolulu Stock Exchange data cited in the Chamber of Commerce of Honolulu, *Business Statistics* (editions published in 1935, 1938, and 1943) and *Hawaii Facts and Figures* (editions published in 1952, 1959, 1962, and 1966), and in the First Hawaiian Bank, *Economic Indicators Source Book* (1971), Series 62, and records.

Table 150.—REGISTERED CORPORATIONS AND PARTNERSHIPS: 1910 TO 1971

(Number on record as of June 30. Excludes eleemosynary corporations.)

Year	Corporations ¹		Partnerships	Year	Corporations ¹		Partnerships
	Domestic	Foreign			Domestic	Foreign	
1910	628	124	(NA)	1963	5,789	867	2,331
1920	719	155	(NA)	1964	6,409	896	2,186
1930	870	214	(NA)	1965	7,080	998	2,238
1940	929	68	584	1966	7,566	1,052	2,303
1950	1,491	167	2,637	1967	7,996	1,131	2,132
1960	4,139	640	2,153	1968	8,356	1,248	2,196
1961	4,794	722	2,276	1969	9,035	1,492	2,492
1962	5,300	844	2,355	1970	9,755	1,734	2,750
				1971	10,603	1,939	3,160

Year ended June 30	Domestic corporations ¹		Foreign corporations ¹		Partnerships	
	Formed	Dissolved or merged	Qualified	Withdrew, merged, or cancelled	Registered	Dissolved or cancelled
1966	957	471	142	88	343	278
1967	813	383	178	99	376	547
1968	984	624	199	82	389	325
1969	1,177	498	297	53	524	512
1970	1,392	672	303	61	228	254
1971	1,411	563	266	61	717	307

¹Hawaii corporations are termed "domestic"; Mainland corporations, "foreign."

Source: *Report of the Treasurer to the Legislature* of 1911 (pp. 37-38), 1921 (pp. 58-59), 1931 (pp. 94 and 96), 1941 (pp. 34 and 39), and 1951 (pp. 22-24); *Report of the Department of Treasury and Regulation . . . 1960*, pp. 15-17; Department of Regulatory Agencies, *Annual Report . . . 1968*, pp. 17, 18, and 20, and records.

Table 151.—CHARACTERISTICS OF BUSINESS UNITS: 1970

County and industry group	Number of employes, mid-March pay period	Taxable payrolls, Jan.-Mar. (\$1,000)	Total reporting units	Number of reporting units, by employment-size class							
				1 to 3	4 to 7	8 to 19	20 to 49	50 to 99	100 to 249	250 to 499	500 or more
Total	208,882	330,607	12,146	5,212	2,487	2,464	1,243	403	240	64	33
Counties:											
Hawaii	15,871	22,094	1,217	537	287	228	101	36	21	6	1
Honolulu	174,200	283,390	9,189	3,828	1,824	1,911	1,011	329	203	52	31
Kalawao	33	44	2	—	1	—	1	—	—	—	—
Kauai	6,476	8,266	474	223	99	93	36	10	10	3	—
Maui	9,801	12,754	780	328	187	161	67	27	6	3	1
Statewide	2,501	4,059	484	296	89	71	27	1	—	—	—
Major industry group:											
Agric. services, forestry, fisheries ..	890	989	134	52	50	24	6	2	—	—	—
Mining	544	1,175	12	4	1	1	3	1	2	—	—
Contract construction	24,384	61,833	1,094	381	231	225	147	62	39	5	4
Manufacturing: food & kindred products	12,286	19,598	197	39	33	46	33	14	17	13	2
Manufacturing, except food	15,299	27,325	473	110	77	129	91	36	20	7	3
Transportation & other public utilities	21,149	43,845	455	125	78	106	79	32	23	6	6
Wholesale trade	14,793	27,910	1,054	367	238	272	126	34	13	3	1
Retail trade	50,218	51,556	3,013	982	674	808	372	111	54	6	6
Finance, insurance, and real estate	16,587	28,224	1,469	908	241	174	87	30	22	5	2
Services: hotels and other lodging places	11,927	13,513	187	58	23	27	37	17	14	4	7
Services, except hotels	38,276	51,697	3,598	1,916	758	574	233	64	46	15	2
Unclassified establishments	2,529	2,942	460	270	83	78	29	—	—	—	—

Source: U.S. Bureau of the Census, *County of Business Patterns, 1970, Hawaii*. CBP-70-13.

Table 152.—NEW AND TERMINATED BUSINESSES: 1960 TO 1969

Year (ended June 30), area, and kind of business	New businesses		Terminated businesses		Net increase	
	Number	Employment	Number	Employment	Number	Employment
1960 ¹	1,276	4,465	738	3,023	538	1,442
1961 ¹	1,605	4,901	719	2,912	886	1,989
1962 ¹	2,175	6,770	869	3,311	1,306	3,459
1963 ¹	1,543	5,603	1,068	3,708	475	1,895
1964 ¹	1,501	5,072	1,109	3,580	392	1,492
1965 ¹	1,351	4,451	847	2,903	504	1,548
1966 ¹	1,427	4,664	469	1,871	958	2,793
1967	1,236	4,105	595	2,427	641	1,678
1968	1,441	4,341	628	2,654	813	1,687
1969	1,570	4,958	518	2,038	1,052	2,920
GEOGRAPHIC AREA, 1969						
Oahu	1,290	4,207	429	1,772	861	2,435
Maui Co.	90	206	29	74	61	132
Hawaii Co.	137	379	41	128	96	251
Kauai Co.	53	166	19	64	34	102
KIND OF BUSINESS, 1969						
Agric., forest., fisheries	29	94	6	61	23	33
Construction	157	489	53	335	104	154
Manufacturing	77	236	26	125	51	111
Transp., comm., utilities	53	129	28	228	25	-99
Wholesale, retail trade	380	1,516	133	579	247	937
Finance, insur., real est.	211	488	49	122	162	366
Services	636	1,935	214	573	422	1,362
Not classifiable	27	71	9	15	18	56

¹Excludes agriculture, forestry, and fisheries and nonclassifiable businesses, included in data for 1967-1969.

Source: Hawaii State Department of Labor and Industrial Relations, *Business Births and Deaths* (November 1967), pp. 12-13, and records.