



FEDERAL RESERVE BANK
OF KANSAS CITY

January 10, 1936.

TWENTY-FIRST ANNUAL STATEMENT

TO THE STOCKHOLDERS OF THE
FEDERAL RESERVE BANK OF KANSAS CITY:

A comparative statement of condition of the Federal Reserve Bank of Kansas City, including its branches, as of the close of business December 31, 1934, and December 31, 1935, together with comparison of earnings and expenses and profit and loss account for the years 1934 and 1935, is presented herewith. There is also included in the report, as a matter of interest to member banks, a comparison of the volume of some of the principal transactions of the Federal Reserve Bank of Kansas City during the same period.

The Annual Report of the Chairman of the Board of Directors, which will contain a detailed account of the operations of the bank for the year 1935, is now in course of preparation and a copy will be forwarded to you as soon as published.

Respectfully submitted,

Geo. H. Hamilton

GOVERNOR

COMPARATIVE STATEMENT OF CONDITION
FEDERAL RESERVE BANK OF KANSAS CITY AND BRANCHES
 At Close of Business—December 31, 1934, and December 31, 1935

RESOURCES

	December 31, 1934	December 31, 1935
Earning Assets:		
Bills Discounted \$	126,361.84	\$ 618,743.90
Bills Purchased in Open Market	154,014.92	128,132.52
Industrial Advances	433,292.08	1,145,690.26
U. S. Securities	91,844,250.00	107,344,200.00
Other Securities	-----	181,000.00
Total Earning Assets	\$ 92,557,918.84	\$109,417,766.68
Cash Reserves:		
Gold Certificates on Hand and with Agencies \$	63,371,536.47	\$ 55,022,259.49
Gold Certificates with Federal Reserve Agent	124,550,000.00	135,000,000.00
Other Cash	11,431,107.44	19,000,142.43
Total Reserves	\$199,352,643.91	\$209,022,401.92
Checks and Other Items in Pro- cess of Collection	26,420,079.81	36,118,321.84
Banking Houses, less Reserves	3,447,208.57	3,359,877.95
Due from Suspended Banks	88,784.19	29,808.30
All Other Resources	194,072.30	178,427.49
Total Resources	<u>\$322,060,707.62</u>	<u>\$358,126,604.18</u>

LIABILITIES

Capital \$	4,067,550.00	\$ 3,916,350.00
Surplus—Section 7	3,612,680.65	3,612,680.65
" Section 13B	292,952.60	1,142,095.36
Deposit Liabilities:		
Government Deposits \$	4,002,432.45	\$ 2,275,099.78
Member Banks' Reserve Deposits	162,475,418.34	168,793,054.98
Other Deposits, including For- eign Deposits	2,858,788.30	1,678,071.86
Total Deposits Subject to Reserve	\$169,336,639.09	\$172,746,226.62
Transit Items in Process of Collection	26,244,561.66	33,946,661.22
Net Circulation:		
Federal Reserve Notes	117,654,575.00	141,690,210.00
Unearned Discount and Interest	857.07	3,108.11
All Other Liabilities	850,891.55	1,069,272.22
Total Liabilities	<u>\$322,060,707.62</u>	<u>\$358,126,604.18</u>
 Contingent liability—commitments to make industrial advances	 28,000.00	 1,353,500.00

**COMPARISON OF EARNINGS AND EXPENSES AND PROFIT AND LOSS ACCOUNT
FEDERAL RESERVE BANK OF KANSAS CITY AND BRANCHES
FOR THE YEARS 1934 AND 1935**

	1934	1935
Earnings From:		
Discounted Bills	\$ 28,777.83	\$ 8,761.53
Purchased Bills	4,805.20	969.01
Industrial Advances and Commitments	4,137.27	61,324.64
U. S. Securities	1,691,986.23	1,683,343.82
Other Securities	-----	1,315.57
Deficient Reserve Penalties	589.08	240.82
Miscellaneous	229,802.30	190,946.43
Total Current Earnings	\$1,960,097.91	\$1,946,901.82
Current Expenses	1,721,940.24	1,812,761.63
Current Net Earnings	\$ 238,157.67	\$ 134,140.19
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Additions to Current Net Earnings (Miscellaneous)	326,182.07	249,525.10
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Deductions From Current Net Earnings:		
Furniture and Equipment	7,794.48	3,776.30
Reserves for Replacement of Bank Buildings and Fixed Machinery and Equipment	96,811.02	93,326.61
All Other	216,200.39	46,703.11
Total Deductions	\$ 320,805.89	\$ 143,806.02
Net Additions	\$ 5,376.18	\$ 105,719.08
Net Available for Dividends, Surplus, etc.	\$ 243,533.85	\$ 239,859.27
Dividends Paid	247,156.22	239,859.27
Charged to Surplus—Section 13B	\$ 3,622.37	

**VOLUME OF PRINCIPAL TRANSACTIONS HANDLED BY THE FEDERAL RESERVE
BANK OF KANSAS CITY DURING THE YEARS 1934 AND 1935**

	1934		1935	
	Number	Amount	Number	Amount
Notes discounted or rediscounted for member banks.....	500	\$ 5,298,393.00	677	\$ 3,217,475.00
Industrial advances and commitments.....	27	1,014,400.00	63	2,597,799.00
Currency received and counted.....	63,243,652	270,626,150.00	67,521,612	282,669,730.00
Coin received and counted.....	44,386,996	9,356,588.00	51,657,876	8,201,274.00
Checks handled.....	61,774,000	9,240,630,000.00	63,829,000	10,170,126,000.00
Collection items handled.....	370,597	332,397,420.00	350,826	332,052,385.00
Transfers of funds.....	84,973	3,528,031,558.00	71,983	3,962,979,774.00
U. S. Government coupons handled.....	1,394,217	20,973,251.00	1,476,396	21,176,232.00
U. S. Securities received from Treasury Department.....	689,711	840,967,609.00	378,507	660,248,367.00
U. S. Securities returned to Treasury Department.....	362,268	410,098,228.00	547,562	580,716,197.00
U. S. Securities issued, redeemed, canceled or exchanged as Fiscal Agent of the United States.....	888,265	1,038,785,991.00	961,798	1,211,514,827.00
Custody transactions.....	708,846	1,045,292,338.00	707,353	1,106,583,627.00
Custody transactions for Reconstruction Finance Corpn....	321,000	121,006,834.00	109,370	14,675,459.00
Custody transactions for Public Works Administration....	5,655	6,031,400.00	17,027	16,233,725.00
Mail handled and value of registered mail.....	3,784,385	2,405,992,425.00	3,199,316	2,390,988,201.00
Purchase and sale of Government Securities (for other than our own account).....	9,419	92,604,281.00	8,086	117,590,840.00

FEDERAL RESERVE BANK

OF KANSAS CITY

DIRECTORS AND OFFICERS

DIRECTORS

....., Chairman

WILLARD D. HOSFORD,
Omaha, Nebr.

C. C. PARKS,
Denver, Colo.

E. P. BROWN,
Davey, Nebr.

J. B. DOOLIN,
Alva, Okla.

J. M. BERNARDIN,
Kansas City, Mo.

FRANK W. SPONABLE,
Paola, Kans.

E. E. MULLANEY,
Hill City, Kans.

L. E. PHILLIPS,
Bartlesville, Okla.

MEMBER ADVISORY COUNCIL

W. T. KEMPER, Kansas City, Mo.

OFFICERS

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C. A. WORTHINGTON,
Deputy Governor

G. E. BARLEY,
Assistant Cashier

Chairman Board of Directors and
Federal Reserve Agent

J. W. HELM,
Deputy Governor and Cashier

M. W. E. PARK,
Assistant Cashier

E. P. BROWN,
Deputy Chairman Board of Directors

JOHN PHILLIPS, JR.
Assistant Cashier

G. H. PIPKIN,
Assistant Cashier

A. M. McADAMS,
Assistant Federal Reserve Agent and
Secretary Board of Directors

E. P. TYNER,
Assistant Cashier

H. G. LEEDY,
Counsel

S. A. WARDELL,
Auditor

OMAHA BRANCH

DIRECTORS

G. H. YATES,
Omaha, Nebr.

A. H. MARBLE,
Cheyenne, Wyo.

L. H. EARHART,
Omaha, Nebr.

R. E. CAMPBELL,
Lincoln, Nebr.

W. DALE CLARK,
Omaha, Nebr.

DANIEL M. HILDEBRAND,
Seward, Nebr.

OFFICERS

L. H. EARHART,
Managing Director

G. A. GREGORY,
Cashier

WILLIAM PHILLIPS,
Assistant Cashier

O. P. CORDILL,
Assistant Cashier

DENVER BRANCH

DIRECTORS

HAROLD KOUNTZE,
Denver, Colo.

T. A. DINES,
Denver, Colo.

J. E. OLSON,
Denver, Colo.

H. W. FARR,
Greeley, Colo.

MERRITT W. GANO,
Denver, Colo.

OFFICERS

J. E. OLSON,
Managing Director

STANLEY A. BROWN,
Cashier

J. W. JONES,
Assistant Cashier

OKLAHOMA CITY BRANCH

DIRECTORS

C. E. DANIEL,
Oklahoma City, Okla.

NED HOLMAN,
Oklahoma City, Okla.

LEE CLINTON,
Tulsa, Okla.

J. B. DOOLIN,
Alva, Okla.

ED T. KENNEDY,
Pawhuska, Okla.

F. T. CHANDLER,
Chickasha, Okla.

OFFICERS

C. E. DANIEL,
Managing Director

R. O. WUNDERLICH,
Cashier

R. L. MATHES,
Assistant Cashier