

FEDERAL RESERVE BANK OF DALLAS

ELECTION OF DIRECTORS

Dallas, Texas, October 15, 1918.

TO THE CASHIER:

On December 31st the terms of Messrs. Jno. T. Scott, Class A Director, and Frank Keli, Class B Director of this Bank, will expire.

The Federal Reserve Board has designated Tuesday, November 19th, as the day for opening the polls for the election of their successors, who will serve for three years each.

Ballots will be received for fifteen days after the polls open, or up to and including December 3rd.

Director Scott was elected by banks in Group 1, and Director Keli by banks in Group 2. **ONLY BANKS IN THOSE GROUPS ARE ENTITLED TO VOTE AT THE COMING ELECTION.**

Banks in Group 1 will nominate and vote for Class A Director, and banks in Group 2 will nominate and vote for Class B Director.

The law provides that each member bank shall be permitted to nominate one candidate for Director of Class A, and one candidate for Director of Class B, and by a resolution of its board, or an amendment to its by-laws, authorize its President, Cashier, or some other officer, to cast their vote.

Forms of resolutions are enclosed herewith to banks in Groups 1 and 2, upon which the Board of Directors of such banks should nominate a Director and authorize one of its active officers to cast their ballot. These resolutions duly certified, should be returned to the undersigned as soon as possible after your board has taken action. **The period within which these certifications may be made will terminate on November 9th. Nominations received after three o'clock in the afternoon of that day will not be listed, nor will the banks forwarding be permitted to vote.**

On November 14th, or as soon as it is possible to tabulate the list of candidates received, there will be mailed to all member banks in the District, for their information, a list of nominees for Class A and Class B Directors, with the names of the banks nominating them.

On November 16th there will be mailed to each bank a preferential ballot providing for the recording of the first, second, and other choices for each of the Directors to be elected. Within fifteen days from the receipt of said list and ballot, every bank must record its vote.

The results of the election will be announced on or about December 5th.

While only banks in Groups 1 and 2 will nominate and elect Directors, this circular is sent to all banks in the District for their information.

There are appended hereto (1) a part of section 4 of the Federal Reserve Act prescribing the manner in which Directors of the Federal Reserve Banks shall be elected, and (2) a list of the banks composing Groups 1 and 2 of this District.

By a recent amendment to the Federal Reserve Act important changes have been made in the procedure of conducting the election, and your attention is especially directed to the same. It will be noted that the election of an Elector has been abolished; also, that the law now prohibits any officer or director of a member bank from serving as a Class A Director **unless nominated and elected by banks which are members of the same group as the member bank of which he is an officer or director.** In other words, any person who is an officer or director of more than one member bank is not 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.

The amendment referred to also requires the Federal Reserve Board to classify the member banks of each district, instead of the former practice of the Chairman of the Board making such classification.

The Federal Reserve Board have, therefore, reclassified the banks in the District as follows:

Group No. 1—Banks with an aggregate capital and surplus in excess of \$399,000.

Group No. 2—Banks with an aggregate capital and surplus of \$399,000 but not less than \$100,000.

Group No. 3—Banks with an aggregate capital and surplus of less than \$100,000.

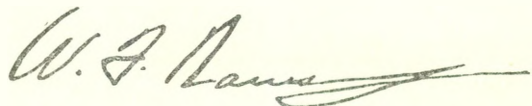
In returning the enclosed forms please observe the following instructions:

Write plainly, or typewrite the information requested.

Affix the seal of your bank to the certificates.

Return the certificates promptly in the self-addressed envelope enclosed.

I earnestly hope that member banks will take an interest in this matter and that we may have a full vote.

Respectfully,


Chairman of the Board.

EXTRACTS FROM SECTION 4 OF THE FEDERAL RESERVE ACT.

Every Federal Reserve Bank shall be conducted under the supervision and control of a Board of Directors.

Such Board of Directors shall be selected as hereinafter specified and shall consist of nine members, holding office for three years, and divided into three classes, designated as Classes A, B and C.

Class A shall consist of three members, who shall be chosen by and be representatives of the stock-holding banks.

Class B shall consist of three members, who at the time of their election shall be actively engaged in their district in commerce, agriculture or some other industrial pursuit.

Class C shall consist of three members, who shall be designated by the Federal Reserve Board.

When the necessary subscriptions to the capital stock have been obtained for the organization of any Federal Reserve Bank, the Federal Reserve Board shall appoint the Class C Directors, and shall designate one of such directors as chairman of the board to be selected. Pending the designation of such chairman, the organization committee shall exercise the powers and duties appertaining to the office of chairman in the organization of such Federal Reserve Bank.

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

No director of Class B shall be an officer, director, or employe of any bank.

No director of Class C shall be an officer, director, employe, or stockholder of any bank.

Directors of Class A and Class B shall be chosen in the following manner:

The Federal Reserve Board shall classify the member banks of the district into three general groups or divisions, designating each group by number. Each group shall consist as nearly as may be of banks of similar capitalization. Each member bank shall be permitted to nominate to the chairman of the board of directors of the Federal Reserve Bank of the district one candidate for director of Class A and one candidate for director of Class B. The candidates so nominated shall be listed by the chairman, indicating by whom nominated, and a copy of said list shall, within fifteen days after its completion, be furnished by the chairman to each member bank. Each member bank by a resolution of the board or by an amendment to its by-laws shall authorize its president, cashier, or some other officer to cast the vote of the member bank in the elections of Class A and Class B directors.

Within fifteen days after receipt of the list of candidates the duly authorized officer of a member bank shall certify to the chairman his first, second, and other choices for director of Class A and Class B, respectively, upon a preferential ballot upon a form furnished by the chairman of the Board of Directors of the Federal Reserve Bank of the district. Each such officer shall make a cross opposite the name of the first, second, and other choices for a director of Class A and for a director of Class B, but shall not vote more than one choice for any one candidate. 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 the member bank of which he 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.

Resolutions of the Federal Reserve Board in Regard to Eligible Persons.

By resolution of the Federal Reserve Board, adopted December 23, 1915, the opinion is expressed 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 of Federal Reserve Banks.

The Federal Reserve Board also passed a resolution, December 28, 1915, that "national bank examiners shall not hereafter be elected . . . to directorships in Federal Reserve Banks."

LIST OF MEMBER BANKS IN FEDERAL RESERVE DISTRICT NO. 11.
 GROUP NO. 1—CAPITAL AND SURPLUS IN EXCESS OF \$399,000
 (To Elect One Class "A" Director)

Louisiana.

		Capital and Surplus
Monroe	Ouachita National Bank.....	\$ 400,000
Shreveport	City National Bank.....	450,000
Shreveport	Commercial National Bank.....	1,000,000
Shreveport	First National Bank.....	750,000

New Mexico.

Albuquerque	First National Bank.....	600,000
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Texas.

Austin	American National Bank.....	1,000,000
Austin	Austin National Bank.....	760,000
Beaumont	First National Bank.....	500,000
Corsicana	First National Bank.....	600,000
Dallas	American Exchange National Bank.....	2,500,000
Dallas	City National Bank.....	2,500,000
Dallas	First State Bank.....	500,000
Dallas	Security National Bank.....	2,000,000
Dallas	Tenison National Bank.....	600,000
El Paso	First National Bank.....	1,000,000
El Paso	Rio Grande Valley Bank & Trust Co.....	590,000
Fort Worth	American National Bank.....	450,000
Fort Worth	Farmers & Mechanics National Bank.....	600,000
Fort Worth	First National Bank.....	1,500,000
Fort Worth	Fort Worth National Bank.....	1,200,000
Galveston	First National Bank.....	400,000
Greenville	Greenville National Exchange Bank.....	500,000
Houston	First National Bank.....	2,500,000
Houston	Houston National Exchange Bank.....	800,000
Houston	Lumbermen's National Bank.....	900,000
Houston	National Bank of Commerce.....	600,000
Houston	South Texas Commercial National Bank.....	1,750,000
Houston	Union National Bank.....	1,200,000
Paris	First National Bank.....	400,000
San Angelo	First National Bank.....	450,000
San Antonio	Alamo National Bank.....	750,000
San Antonio	Frost National Bank.....	1,000,000
San Antonio	Lockwood National Bank.....	430,000
San Antonio	National Bank of Commerce.....	750,000
San Antonio	San Antonio National Bank.....	680,000
San Antonio	State National Bank.....	575,000
Sherman	Merchants & Planters National Bank.....	750,000
Texarkana	Texarkana National Bank.....	500,000
Victoria	Victoria National Bank.....	600,000
Waco	Central Texas Exchange National Bank.....	600,000
Waco	First National Bank.....	750,000
Waco	Provident National Bank.....	425,000
Waxahachie	Waxahachie National Bank.....	400,000
Wichita Falls	City National Bank.....	400,000
Wichita Falls	First National Bank.....	600,000

**LIST OF MEMBER BANKS IN FEDERAL RESERVE DISTRICT NO. 11.
GROUP NO. 2—CAPITAL AND SURPLUS \$100,000 to \$399,000, INCLUSIVE.
(To Elect One Class "B" Director)**

Arizona.

		Capital and Surplus
Douglas	First National Bank.....	\$150,000
Nogales	First National Bank.....	170,000
Tucson	Arizona National Bank.....	150,000
Tucson	Consolidated National Bank.....	200,000
Tucson	Tucson National Bank.....	100,000

Louisiana.

Homer	Homer National Bank.....	140,000
Lake Providence	First National Bank.....	100,000
Shreveport	American National Bank.....	180,000

New Mexico.

Albuquerque	State National Bank.....	250,000
Albuquerque	American Trust & Savings Bank.....	140,000
Carlsbad	First National Bank.....	150,000
Carlsbad	National Bank of Carlsbad.....	150,000
Carlsbad	State National Bank.....	100,000
Clovis	First National Bank.....	107,000
Portales	First National Bank.....	100,000
Roswell	Citizens National Bank.....	300,000
Roswell	First National Bank.....	250,000
Silver City	American National Bank.....	100,000
Silver City	Silver City National Bank.....	150,000

Oklahoma.

Durant	Durant National Bank.....	200,000
Durant	First National Bank.....	140,000
Hugo	First National Bank.....	116,000

Texas.

Abilene	Citizens National Bank.....	\$200,000
Abilene	Farmers & Merchants National Bank.....	150,000
Albany	First National Bank.....	100,000
Alpine	First National Bank.....	100,000
Alvarado	First National Bank.....	100,000
Amarillo	First National Bank.....	350,000
Amarillo	Amarillo National Bank.....	175,000
Amarillo	National Bank of Commerce.....	150,000
Anson	First National Bank.....	100,000
Athens	First National Bank.....	200,000
Atlanta	Atlanta National Bank.....	100,000
Atlanta	First National Bank.....	135,000
Austin	State National Bank.....	150,000
Ballinger	First National Bank.....	130,000
Bartlett	Bartlett National Bank.....	120,000
Bartlett	First National Bank.....	120,000
Bay City	First National Bank.....	125,000
Beaumont	American National Bank.....	300,000
Beaumont	Guaranty Bank & Trust Company.....	110,000
Beaumont	Gulf National Bank.....	300,000
Beaumont	Texas Bank & Trust Company.....	360,000
Beeville	Commercial National Bank.....	175,000
Beeville	First National Bank.....	150,000
Benjamin	First National Bank.....	100,000
Big Spring	First National Bank.....	150,000

Texas—Continued

		Capital and Surplus
Big Spring	West Texas National Bank	100,000
Bonham	Fannin County National Bank	150,000
Bonham	First National Bank	300,000
Bonham	First State Bank	300,000
Bowie	City National Bank	100,000
Bowie	First National Bank	100,000
Brady	Brady National Bank	120,000
Brady	Commercial National Bank	230,000
Brenham	Farmers National Bank	120,000
Brenham	First National Bank	230,000
Brownsville	First National Bank	300,000
Brownsville	Merchants National Bank	315,000
Brownwood	Brownwood National Bank	200,000
Brownwood	Citizens National Bank	180,000
Brownwood	Coggin National Bank	175,000
Bryan	City National Bank	180,000
Bryan	First National Bank	200,000
Cameron	Citizens National Bank	125,000
Cameron	First National Bank	125,000
Canadian	First National Bank	120,000
Childress	City National Bank	125,000
Clarksville	City National Bank	195,000
Clarksville	First National Bank	150,000
Clarksville	Red River National Bank	300,000
Cleburne	Farmers & Merchants National Bank	190,000
Cleburne	Home National Bank	110,000
Cleburne	National Bank of	225,000
Coleman	Coleman National Bank	240,000
Coleman	First National Bank	200,000
Colorado	Colorado National Bank	200,000
Comanche	Comanche National Bank	120,000
Comanche	First National Bank	120,000
Corpus Christi	City National Bank	125,000
Corpus Christi	Corpus Christi National Bank	350,000
Corsicana	Corsicana National Bank	350,000
Corsicana	State National Bank	100,000
Cotulla	Stockmen's National Bank	125,000
Crockett	First National Bank	200,000
Cuero	Buchel National Bank	150,000
Cuero	First State Bank & Trust Co.	135,000
Daingerfield	National Bank of Daingerfield	100,000
Dalhart	First National Bank	100,000
Dallas	Central State Bank	206,000
Dallas	National Bank of Commerce	200,000
Decatur	City National Bank	122,000
Decatur	First National Bank	100,000
Del Rio	Del Rio National Bank	140,000
Del Rio	First National Bank	175,000
Denison	National Bank of Denison	200,000
Denison	State National Bank	200,000
Denison	Denison Bank & Trust Company	123,000
Denton	Exchange National Bank	150,000
Denton	First National Bank	100,000
Detroit	First National Bank	180,000
Eagle Pass	Border National Bank	200,000
Eagle Pass	First National Bank	250,000
El Campo	First National Bank	150,000
Eldorado	First National Bank	105,000
Elgin	Elgin National Bank	150,000
El Paso	Border National Bank	225,000

Texas—Continued

		Capital and Surplus
El Paso	City National Bank	360,000
El Paso	El Paso Bank & Trust Co.	200,000
El Paso	State National Bank	250,000
Ennis	Citizens National Bank	150,000
Ennis	Ennis National Bank	150,000
Ennis	First Guaranty State Bank & Trust Co.	120,000
Farmersville	First National Bank	150,000
Fort Worth	Stockyards National Bank	350,000
Gainesville	First National Bank	300,000
Gainesville	Lindsay National Bank	300,000
Galveston	City National Bank	300,000
Galveston	South Texas State Bank	137,500
Garland	State National Bank	120,000
Gatesville	First National Bank	150,000
Gatesville	Gatesville National Bank	100,000
Georgetown	First National Bank	120,000
Giddings	First National Bank	100,000
Gilmer	First National Bank	120,000
Goliad	First National Bank	100,000
Gonzales	Farmers National Bank	140,000
Graham	Beckham National Bank	150,000
Granbury	First National Bank	200,000
Greenville	Commercial National Bank	180,000
Greenville	First National Bank	180,000
Groveton	First National Bank	150,000
Hallettsville	First National Bank	100,000
Hamilton	Hamilton National Bank	100,000
Hearne	First National Bank	150,000
Henderson	First National Bank	100,000
Hereford	Western National Bank	100,000
Hereford	First State Bank	100,000
Hico	First National Bank	100,000
Hillsboro	Citizens National Bank	240,000
Hillsboro	Farmers National Bank	120,000
Hillsboro	First State Bank	165,000
Honey Grove	First National Bank	200,000
Honey Grove	Planters National Bank	115,000
Honey Grove	State National Bank	200,000
Hubbard	First National Bank	300,000
Italy	First National Bank	100,000
Itasca	First National Bank	100,000
Jacksboro	First National Bank	200,000
Jacksonville	First National Bank	200,000
Junction	Junction State Bank	100,000
Kaufman	First National Bank	160,000
Kemp	First National Bank	100,000
Kerens	First National Bank	100,000
Ladonia	First National Bank	175,000
La Grange	First National Bank	100,000
Lampasas	First National Bank	100,000
Laredo	Laredo National Bank	300,000
Laredo	Milmo National Bank	250,000
Llano	Home National Bank	120,000
Lockhart	First National Bank	135,000
Lockhart	Lockhart National Bank	150,000
Longview	Citizens National Bank	110,000
Longview	First National Bank	120,000
Lubbock	Citizens National Bank	120,000
Lubbock	Lubbock State Bank	115,000
Lubbock	Security State Bank & Trust Co.	100,000

Texas—Continued

		Capital and Surplus
Lufkin	Lufkin National Bank	100,000
McKinney	First National Bank	150,000
McKinney	Collin County National Bank	240,000
Marfa	Marfa National Bank	100,000
Marlin	First National Bank	300,000
Marlin	Marlin National Bank	225,000
Marshall	First National Bank	250,000
Marshall	Marshall National Bank	150,000
Mart	First National Bank	100,000
Memphis	Citizens State Bank	122,500
Memphis	First National Bank	110,000
Midland	First National Bank	200,000
Midland	Midland National Bank	150,000
Mineola	First National Bank	100,000
Mt. Pleasant	First National Bank	112,500
Nacogdoches	Commercial Guaranty State Bank	105,000
Nacogdoches	Stone Fort National Bank	100,000
Navasota	Citizens National Bank	150,000
Navasota	First National Bank	300,000
New Braunfels	First National Bank	200,000
Orange	First National Bank	200,000
Orange	Orange National Bank	125,000
Ozona	Ozona National Bank	125,000
Paducah	First National Bank	100,000
Paducah	First State Bank	100,000
Palestine	First National Bank	135,000
Palestine	Royall National Bank	250,000
Paris	American National Bank	300,000
Paris	City National Bank	350,000
Paris	First State Bank	225,000
Paris	Lamar State Bank & Trust Co.	165,000
Pearsall	Pearsall National Bank	150,000
Pecos	First National Bank	100,000
Pecos	Pecos Valley State Bank	139,000
Plainview	Citizens National Bank	120,000
Plainview	First National Bank	200,000
Plainview	Third National Bank	120,000
Plano	Plano National Bank	180,000
Port Arthur	First National Bank	250,000
Post City	First National Bank	100,000
Quanah	First Guaranty State Bank	150,000
Rosebud	First National Bank	100,000
Rosebud	Planters National Bank	100,000
Rotan	First National Bank	100,000
San Angelo	Central National Bank	360,000
San Angelo	San Angelo National Bank	200,000
San Angelo	Western National Bank	200,000
San Antonio	City National Bank	180,000
San Antonio	Groos National Bank	300,000
San Saba	First National Bank	100,000
San Saba	City National Bank	110,000
Seymour	Farmers National Bank	100,000
Seymour	First National Bank	150,000
Sherman	Commercial National Bank	300,000
Shiner	First National Bank	100,000
Snyder	First National Bank	100,000
Snyder	Snyder National Bank	125,000
Sonora	First National Bank	160,000
Spur	Spur National Bank	125,000
Stamford	First National Bank	170,000

Texas—Continued

		Capital and Surplus
Stephenville	First National Bank.....	100,000
Sterling City	First National Bank.....	100,000
Sulphur Springs	City National Bank.....	120,000
Sulphur Springs	First National Bank.....	120,000
Sweetwater	Texas Bank & Trust Co.....	175,000
Taylor	City National Bank.....	130,000
Taylor	First National Bank.....	200,000
Taylor	Taylor National Bank.....	200,000
Temple	City National Bank.....	235,000
Temple	First National Bank.....	200,000
Terrell	American National Bank.....	325,000
Terrell	First National Bank.....	350,000
Texas City	Texas City National Bank.....	110,000
Thornton	First National Bank.....	100,000
Tyler	Citizens National Bank.....	300,000
Tyler	Guaranty State Bank.....	255,000
Tyler	Peoples Guaranty State Bank.....	125,000
Tulia	First National Bank.....	100,000
Uvalde	Commercial National Bank.....	200,000
Uvalde	Uvalde National Bank.....	170,000
Vernon	Herring National Bank.....	175,000
Vernon	Waggoner National Bank.....	100,000
Waco	Citizens National Bank.....	350,000
Waco	Liberty National Bank.....	331,200
Waco	National City Bank.....	130,000
Waxahachie	Citizens National Bank.....	300,000
Weatherford	Citizens National Bank.....	150,000
Weatherford	First National Bank.....	200,000
Weatherford	First State Bank.....	140,000
Whitewright	First National Bank.....	200,000
Whitewright	Planters National Bank.....	120,000
Wichita Falls	National Bank of Commerce.....	100,000
Wills Point	First National Bank.....	100,000
Winnsboro	First National Bank.....	150,000
Wolfe City	Wolfe City National Bank.....	150,000
Yoakum	Yoakum National Bank.....	150,000