

*Annual
Statement* | *for
1964*

FEDERAL RESERVE BANK OF DALLAS

FEDERAL RESERVE BANK OF DALLAS

To the Member Banks in the
Eleventh Federal Reserve District:

The Statement of Condition and the earnings and expenses of the Federal Reserve Bank of Dallas for the year 1964, with comparative figures for 1963, are shown herein. Lists of the directors and officers of the Bank and its branches as of January 1, 1965, are also included.

A review of economic and financial developments in the Nation and the District during 1964 is being presented in the January 1965 Annual Report Issue of the *Business Review* of this Bank.

Additional copies of these publications may be obtained upon request to the Research Department, Federal Reserve Bank of Dallas, 400 South Akard Street (mailing address: Station K, Dallas, Texas 75222).

Sincerely yours,



WATROUS H. IRONS
President

Statement of Condition

	Dec. 31, 1964	Dec. 31, 1963
ASSETS		
Gold certificate account.....	\$ 647,555,676	\$ 515,499,705
Redemption fund for Federal Reserve notes.....	51,174,531	44,628,041
Total gold certificate reserves.....	698,730,207	560,127,746
Federal Reserve notes of other Banks.....	31,003,050	22,625,000
Other cash.....	4,203,532	8,253,420
Discounts and advances.....	21,810,000	1,824,000
U. S. Government securities:		
Bills.....	225,598,000	158,567,000
Certificates.....	—	270,566,000
Notes.....	940,099,000	678,845,000
Bonds.....	196,865,000	177,873,000
Total U. S. Government securities.....	1,362,562,000	1,285,851,000
Total loans and securities.....	1,384,372,000	1,287,675,000
Cash items in process of collection.....	489,178,791	307,096,327
Bank premises.....	11,202,982	11,895,354
Other assets.....	26,403,980	18,104,531
TOTAL ASSETS	2,645,094,542	2,215,777,378
LIABILITIES		
Federal Reserve notes in actual circulation.....	1,088,625,921	978,952,290
Deposits:		
Member bank — reserve accounts.....	1,050,702,507	844,299,422
U. S. Treasurer — general account.....	47,510,309	50,523,088
Foreign.....	12,540,000	9,120,000
Other.....	4,922,766	4,255,040
Total deposits.....	1,115,675,582	908,197,550
Deferred availability cash items.....	345,011,129	240,310,825
Other liabilities.....	34,610,610	3,162,013
TOTAL LIABILITIES	2,583,923,242	2,130,622,678
CAPITAL ACCOUNTS		
Capital paid in.....	30,585,650	28,384,900
Surplus.....	30,585,650	56,769,800
TOTAL CAPITAL ACCOUNTS	61,171,300	85,154,700
TOTAL LIABILITIES AND CAPITAL ACCOUNTS	\$2,645,094,542	\$2,215,777,378

Earnings and Expenses

	1964	1963
CURRENT EARNINGS		
Discounts and advances	\$ 965,397	\$ 585,957
U. S. Government securities	51,185,796	45,650,694
Foreign currencies	363,107	116,460
All other	24,917	22,852
TOTAL CURRENT EARNINGS	52,539,217	46,375,963
CURRENT EXPENSES		
Current operating expenses	9,569,964	9,373,164
Assessment for expenses of Board of Governors	498,300	434,400
Federal Reserve currency:		
Original cost, including shipping charges	758,624	205,736
Cost of redemption, including shipping charges	43,806	36,805
Total	10,870,694	10,050,105
Less reimbursement for certain fiscal agency and other expenses	828,499	841,654
NET EXPENSES	10,042,195	9,208,451
PROFIT AND LOSS		
Current net earnings	42,497,022	37,167,513
Additions to current net earnings:		
Profit on sales of U. S. Government securities (net)	24,030	11,845
All other	16,458	24,089
Total additions	40,488	35,934
Deductions from current net earnings	10,588	24,808
Net additions	29,900	11,126
Net earnings before payments to U. S. Treasury	42,526,922	37,178,639
Dividends paid	1,797,729	1,668,435
Payments to U. S. Treasury (interest on F. R. notes)	66,913,343	32,204,404
Transferred to surplus	-26,184,150	3,305,800
Surplus, January 1	56,769,800	53,464,000
Surplus, December 31	30,585,650	56,769,800

Directors

FEDERAL RESERVE BANK OF DALLAS

ROBERT O. ANDERSON	(<i>Chairman and Federal Reserve Agent</i>), Owner, Lincoln County Livestock Company, Roswell, New Mexico
CARL J. THOMSEN	(<i>Deputy Chairman</i>), Senior Vice President, Texas Instruments Incorporated, Dallas, Texas
D. A. HULCY	Chairman of the Board, Lone Star Gas Company, Dallas, Texas
MURRAY KYGER	Chairman of the Board, The First National Bank of Fort Worth, Fort Worth, Texas
MAX LEVINE	Chairman of the Board, Foley's, Houston, Texas
J. EDD McLAUGHLIN	President, Security State Bank & Trust Company, Ralls, Texas
J. B. PERRY, JR.	President and General Manager, Perry Brothers, Inc., Lufkin, Texas
RALPH A. PORTER	President, The State National Bank of Denison, Denison, Texas
H. B. ZACHRY	President, H. B. Zachry Company, San Antonio, Texas

EL PASO BRANCH

ROGER B. CORBETT	President, New Mexico State University, University Park, New Mexico
GORDON W. FOSTER	President, Food Mart, Inc., El Paso, Texas
ROBERT W. HEYER	Senior Vice Chairman and President, Southern Arizona Bank & Trust Company, Tucson, Arizona
ROBERT F. LOCKHART	Vice President, The State National Bank of El Paso, El Paso, Texas
C. ROBERT McNALLY, JR.	Rancher, Roswell, New Mexico
CHARLES B. PERRY	Chairman of the Board, First State Bank, Odessa, Texas
DICK ROGERS	President, First National Bank in Alpine, Alpine, Texas

HOUSTON BRANCH

DONALD B. CAMPBELL	Works Manager, Sabine River Works, E. I. du Pont de Nemours & Company, Orange, Texas
J. A. ELKINS, JR.	Chairman of the Board, First City National Bank of Houston, Houston, Texas
M. M. GALLOWAY	President, First Capitol Bank, West Columbia, Texas
JOHN E. GRAY	President, First Security National Bank of Beaumont, Beaumont, Texas
EDGAR H. HUDGINS	Ranching — Partner in Hudgins Division of J. D. Hudgins, Hungerford, Texas
LOVETT C. PETERS	Vice President — Transportation and Supplies, Continental Oil Company, Houston, Texas
(VACANCY)	

SAN ANTONIO BRANCH

G. C. HAGELSTEIN	President and General Manager, Union Stock Yards San Antonio, San Antonio, Texas
HAROLD D. HERNDON	Independent Oil Operator, San Antonio, Texas
MAX A. MANDEL	President, The Laredo National Bank, Laredo, Texas
FORREST M. SMITH	President, National Bank of Commerce of San Antonio, San Antonio, Texas
JOHN R. STOCKTON	Professor of Business Statistics and Director of Bureau of Business Research, The University of Texas, Austin, Texas
DWIGHT D. TAYLOR	President, Pan American State Bank, Brownsville, Texas
J. R. THORNTON	Chairman of the Board and President, State Bank and Trust Company, San Marcos, Texas

FEDERAL ADVISORY COUNCIL MEMBER

JAMES W. ASTON	President, Republic National Bank of Dallas, Dallas, Texas
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Officers

FEDERAL RESERVE BANK OF DALLAS

WATROUS H. IRONS, *President*

P. E. COLDWELL, *First Vice President*

ROY E. BOHNE, *Vice President*

JAMES L. CAUTHEN, *Vice President*

J. L. COOK, *Vice President*

RALPH T. GREEN, *Vice President*

CARL H. MOORE, *Vice President*

G. R. MURFF, *Vice President and
Secretary of the Board*

JAMES A. PARKER, *Vice President*

T. W. PLANT, *Vice President and Cashier*

W. M. PRITCHETT, *Vice President*

FREDRIC W. REED, *Vice President*

THOMAS R. SULLIVAN, *Vice President*

ARTHUR H. LANG, *General Auditor*

GEORGE F. RUDY, *General Counsel*

ROBERT H. BOYKIN, *Assistant Vice President
and Assistant Secretary of the Board*

J. Z. ROWE, *Director of Research*

JAMES O. RUSSELL, *Chief Examiner*

LEON W. COWAN, *Assistant Vice President*

E. H. BERG, *Assistant Cashier*

TONY J. SALVAGGIO, *Assistant Cashier*

E. A. THAXTON, JR., *Assistant Cashier*

E. W. VORLOP, JR., *Assistant Cashier*

EL PASO BRANCH

FREDRIC W. REED, *Vice President in Charge*

T. C. ARNOLD, *Cashier*

FORREST E. COLEMAN, *Assistant Cashier*

HOUSTON BRANCH

J. L. COOK, *Vice President in Charge*

B. J. TROY, *Cashier*

W. C. HARTUNG, *Assistant Cashier*

RASCO R. STORY, *Assistant Cashier*

SAN ANTONIO BRANCH

CARL H. MOORE, *Vice President in Charge*

A. E. MUNDT, *Cashier*

ALVIN E. RUSSELL, *Assistant Cashier*

FREDERICK J. SCHMID, *Assistant Cashier*





business review

ARTICLES IN 1964

<i>january</i> (Annual Report Issue)	1963 — Another Year of Economic Growth Economic Situation Financial Developments District Developments
<i>february</i>	The President's Economic Report The Federal Budget for Fiscal 1965 District Highlights
<i>march</i>	Corporate Financing Developments Spending Patterns of Consumers District Highlights
<i>april</i>	A Look at 1963 Bank Revenues and Costs Capital Spending for 1964 District Highlights
<i>may</i>	District Bank Liquidity District Highlights
<i>june</i>	Remarks by The Honorable Douglas Dillon, Secretary of the Treasury of the United States, Vienna, Austria, May 21, 1964 District Highlights
<i>july</i>	Member Bank Trust Operations Recent Growth of Texas Industrial Production District Highlights
<i>august</i>	Balanced Growth at Midyear District Highlights
<i>september</i>	District Economic and Banking Developments District Highlights
<i>october</i>	Growth of Personal Income in the Southwest Financing Public Schools in the Southwest District Highlights
<i>november</i> (Anniversary Issue)	Fifty Years of Public Service The Federal Reserve System Federal Reserve Bank of Dallas The Federal Reserve in the Future
<i>december</i>	The Petroleum Situation Eleventh District Agricultural Situation District Highlights