

FEDERAL RESERVE BANK  
of Dallas

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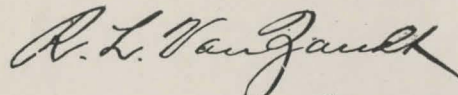
Annual  
Report  
of  
Operation

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for the Year  
1919

To the Stockholders of the  
Federal Reserve Bank of Dallas:

We are pleased to present herewith comparative statement of the condition of the Federal Reserve Bank of Dallas, including its Branches, as at close of business December 31st, 1919, together with such statistical data as we feel might be of interest.

  
Governor.

**COMPARATIVE STATEMENT CONDITION FEDERAL RESERVE BANK  
OF DALLAS, INCLUDING ITS BRANCHES.**

<b>Resources.</b>	Dec. 31st, 1919	Dec. 31st, 1918
Bills Discounted and Bought.....	\$ 64,736,567.87	\$ 47,973,536.64
U. S. Bonds and Treasury Certificates to secure circulation.....	11,032,400.00	6,632,400.00
Other U. S. Bonds and Treasury Notes.....	1,998,600.00	1,733,600.00
Bank Premises .....	399,398.65	220,783.39
Cash and due from banks (Not reserve).....	2,515,386.00	1,008,720.00
Federal Reserve Bank Notes on hand.....	511,050.00	696,500.00
Federal Reserve Notes on hand.....	3,713,740.00	1,256,570.00
Balance in Gold Settlement Fund.....	17,073,569.26	6,923,261.30
Gold with Agent.....	27,544,580.00	22,352,295.00
5% Fund against Federal Reserve Bank Notes.....	558,200.00	311,600.00
Gold and lawful money on hand.....	11,378,603.40	9,289,035.50
Gold with foreign Agencies.....	3,414,325.49	204,010.61
Checks and drafts in process of collection.....	35,071,501.62	10,019,853.92
Exchange for Clearing House.....	789,288.35	460,642.64
Transfers Bought .....	8,515,395.13	4,455,917.04
Interest accrued on U. S. Securities.....	112,152.07	30,715.34
War Loan Expenses (Collectable).....	213,594.00	511,736.79
Due from other Federal Reserve Banks.....	4,222,390.29	2,295,468.51
Other Resources .....	179,617.02	366,176.00
Total.....	\$193,980,359.15	\$116,742,822.68
 <b>Liabilities.</b>		
Capital Stock .....	\$ 3,420,700.00	\$ 3,154,300.00
Surplus .....	3,029,937.23	592,204.25
Federal Reserve Notes issued.....	78,644,065.00	60,495,080.00
Reserve Deposits (Member Banks).....	63,371,988.44	32,453,086.72
U. S. Government Deposits.....	2,900,346.93	2,493,217.68
Reserve for Tax on circulation.....	19,481.36	.....
Checks and Drafts in process of collection.....	29,179,103.72	9,857,765.46
Federal Reserve Bank Notes (Secured by U. S. Bonds and Treasury Certificates).....	10,972,400.00	6,236,400.00
Reserve for depreciation.....	240,662.50	240,662.50
Foreign Government Credits.....	1,879,645.46	.....
Reserve for Franchise Tax.....	.....	592,204.24
All other liabilities.....	322,028.51	627,901.83
Total.....	\$193,980,359.15	\$116,742,822.68

**COMPARATIVE STATEMENT OF EARNINGS AND EXPENSES OF BANK (INCLUDING BRANCHES) FOR YEARS 1919 AND 1918.**

Earnings.	1919	1918
Bills Discounted Members .....	\$ 2,443,805.63	\$ 1,490,676.78
Bills Discounted Other F. R. Banks.....	113,396.94	20,343.34
Acceptances Bought in Open Market.....	.....	175,884.70
U. S. Bonds and Treasury Notes.....	229,080.04	152,159.48
Municipal Warrants .....	.....	7,995.08
Transfers Bought .....	193,661.44	149,732.95
Deficient Reserve Penalties.....	81,984.32	56,304.89
Sundry Profits.....	882.40	8,106.16
Service Charges—Net .....	.....	28,322.70
Total.....	\$3,062,810.77	\$ 2,089,526.08
<b>Expenses.</b>		
Assessment Account Expense Fed. Res. Board.....	\$ 20,362.04	\$ 15,222.96
Federal Advisory Council Expense.....	991.64	1,894.06
Governor's Conferences .....	788.52	232.20
Fed. Res. Agents Conferences.....	109.44	421.66
Salaries:		
Bank Officers .....	87,212.00	68,544.44
Clerical Staff .....	390,992.87	170,134.31
Special Officers and Watchmen.....	6,362.58	4,313.68
All Other .....	11,883.44	5,463.64
Directors Fees and Expenses.....	4,446.72	4,442.05
Officers and Clerks Traveling Expenses.....	14,577.96	7,756.95
Legal Fees .....	2,400.00	2,215.00
Rent .....	5,525.65	658.50
Taxes and Fire Insurance.....	1,745.73	1,211.12
Telephone .....	3,188.78	1,882.50
Telegraph .....	21,772.00	9,667.78
Postage .....	39,882.62	24,688.43
Expressage .....	25,556.30	28,842.84
Insurance and Premium on Fidelity Bonds.....	13,308.24	10,774.23
Light, Heat and Power.....	3,365.04	2,413.82
Printing and Stationery.....	41,008.79	25,072.20
Repairs and Alterations.....	13,193.79	4,805.62
All Others not Specified.....	39,348.56	20,278.20
Cost of F. R. Currency issued.....	136,575.81	82,729.93
Equipment .....	70,717.85	41,758.32
Cost of Currency shipments to and from Member and Non-Member Banks .....	25,519.46	.....
Total.....	\$ 980,835.83	\$ 535,424.44

**TOTAL EARNINGS AND EXPENSES BY MONTHS FOR TWELVE MONTHS END-  
ING DECEMBER 31, 1918.**

	Earnings	Expenses	Net Earnings	Ratio of Expenses to Earnings
January .....	\$105,058.18	\$ 15,363.99	\$ 89,694.19	15%
February .....	97,208.83	24,188.31	73,020.52	25%
March .....	107,067.28	22,725.44	84,341.84	21%
April .....	135,676.65	23,531.63	112,145.02	17%
May .....	153,536.85	23,332.56	130,204.29	15%
June .....	146,696.14	29,471.62	117,224.52	20%
July .....	156,379.49	79,530.89	76,848.60	51%
August .....	188,137.12	36,776.91	151,360.21	20%
September .....	235,610.31	49,544.92	186,065.39	21%
October .....	263,724.98	54,598.95	209,126.03	21%
November .....	223,630.07	42,287.52	181,342.55	19%
December .....	276,800.18	134,071.70	142,728.48	48%
Total.....	\$2,089,526.08	\$535,424.44	\$1,554,101.64	26%

**TOTAL EARNINGS AND EXPENSES BY MONTHS FOR TWELVE MONTHS END-  
ING DECEMBER 31, 1919.**

	Earnings	Expenses	Net Earnings	Ratio of Expenses to Earnings
January .....	\$265,072.94	\$ 62,651.82	\$202,421.12	23%
February .....	227,486.72	46,421.53	181,065.19	20%
March .....	246,157.08	80,096.39	166,060.69	32%
April .....	232,808.93	54,775.16	178,033.77	24%
May .....	234,943.36	65,456.38	169,486.98	28%
June .....	233,634.00	75,597.62	158,036.38	32%
July .....	255,114.73	61,573.60	193,541.13	24%
August .....	242,681.02	98,180.60	144,500.42	40%
September .....	256,967.05	76,558.07	180,408.98	29%
October .....	295,662.96	81,354.43	214,308.53	27%
November .....	259,548.71	87,848.47	171,700.24	34%
December .....	312,173.34	190,321.76	121,851.58	61%
Total.....	\$3,062,250.84	\$980,835.83	\$2,081,415.01	32%

## DISPOSITION OF INCOME.

Calendar Year 1919.

Income:

Discount on bills discounted.....	\$	2,443,805.63
Discount on bills purchased.....		113,396.94
Transfers bought and sold.....		193,661.44
Penalties on deficient reserve.....		81,984.32
Interest earned on U. S. Securities.....		229,080.04
Miscellaneous profits.....		882.40
 Total—Income.....	 \$	 3,062,810.77

Less:

Expense current.....	\$	982,835.83
Dividends paid June 30th.....		96,054.14
Dividends paid December 31st.....		99,139.47
Interest paid on surrendered stock.....		1,141.76
Miscellaneous Expenses—Interest.....		21,943.82
		\$1,201,115.02

Net Profits Calendar Year 1919.....\$ 1,861,695.75

Disposition of Net Profits after Dividends:

Amount transferred to account—Reserve for expense Federal Reserve Board—first half 1920.....		16,167.01
Amount transferred to Surplus—June 30th.....		844,459.84
Amount transferred to Surplus—December 31st.....		1,001,068.90
 Total.....	 \$	 1,861,695.75

## LOAN AND DISCOUNT OPERATIONS.

During 1919 we accommodated 607 Member Banks with loans aggregating \$1,224,946,144.78  
 As compared with the year 1918 with a total of 548 banks loans aggregating 587,677,767.27  
 An increase of 108% or 637,268,377.51

During the year we rediscounted 75,223 notes for our Members as against  
 59,760 during 1918. The largest note handled during the year being  
 \$4,000,000.00 and the smallest \$10.25.

Rediscounts for 1919 divided by states are as follows:

Texas .....	\$ 1,145,225,618.79
Oklahoma .....	22,032,354.68
Louisiana .....	34,806,280.44
New Mexico .....	17,511,220.87
Arizona .....	5,370,670.00

\$1,224,946,144.78

In addition to our loans to Member Banks other paper  
 was handled as follows:

Acceptances purchased .....	\$ 12,415,232.70
Acceptances rediscounted for or acquired from other F. R. Banks .....	10,077,783.41
Other paper rediscounted for F. R. Banks .....	57,500,000.00

Total .....

\$ 79,993,016.11

Thereby making our total volume for 1919 .....

\$ 1,304,939,160.89

As against 1918 of .....

620,944,206.03

An increase of 110% or .....

\$ 683,994,954.86

## MATURITIES.

Classification by maturities of all paper rediscounted and purchased:

	1919	1918	Inc.	Dec.
Due within 15 days .....	\$994,562,113.61	\$465,235,104.27	\$529,327,009.34	.....
Due 16 to 30 days .....	189,940,758.75	25,008,350.17	164,932,408.58	.....
Due 31 to 60 days .....	41,181,740.68	52,676,215.70	.....	11,494,475.02
Due 61 to 90 days .....	52,189,929.85	54,958,105.89	.....	2,768,176.04
Due 91 days to 6 Mo. ....	27,064,617.26	23,066,430.00	3,998,187.26	.....
Total .....	\$1,304,939,160.15	\$620,944,206.03	\$683,994,954.12	

## CURRENCY SHIPMENTS.

Intra-District Movement of Currency—Year 1919.

Shipped to Member Banks .....	\$ 90,265,516.00
Shipped to Non-Member Banks .....	4,545,903.00
Total Shipped .....	\$ 94,811,419.00
Received from Member Banks .....	72,517,591.00
Received from Non-Member Banks .....	3,211,249.00
Total Received .....	75,728,840.00
Total Shipped and Received .....	\$170,540,259.00

## DISTRICT CLEARING HOUSE OPERATIONS.

### Number and Amount of Items Handled During the Year 1919 (Including Branches)

	Number	Amount
Jan. 1 to Jan. 15.....	360,936	\$148,389,262.00
Jan. 16 to Feb. 15.....	782,496	314,945,680.00
Feb. 16 to March 15.....	778,932	255,322,397.00
March 16 to April 15.....	873,121	299,641,388.00
April 16 to May 15.....	770,386	317,338,009.00
May 16 to June 15.....	772,033	338,780,005.00
June 16 to July 15.....	792,735	317,205,722.00
July 16 to August 15.....	963,837	346,239,559.00
Aug. 16 to Sept. 15.....	962,940	372,732,609.00
Sept. 16 to Oct. 15.....	1,195,151	374,419,852.00
Oct. 16 to Nov. 15.....	1,664,717	671,798,744.00
Nov. 16 to Dec. 15.....	1,893,759	627,301,651.00
Dec. 16 to Dec. 31.....	1,073,805	350,233,056.00
Total.....	12,884,848	\$4,734,347,934.00
Cost of operating District Clearing House.....		\$ 183,919.45
Cost to us per item handled.....		.0142
Cost to us per \$1,000.00.....		.0388

## OPERATIONS OF THE TRUST DEPARTMENT.

	Trust Receipts Issued		Withdrawals Issued	
	Number	Amount	Number	Amount
January .....	1246	\$ 38,734,837.22	1252	\$ 43,668,390.73
February .....	973	30,273,791.10	1072	30,269,890.15
March .....	799	28,999,757.56	787	27,613,190.97
April .....	793	27,214,696.87	724	27,889,915.95
May .....	934	35,498,988.06	741	27,162,670.30
June .....	715	28,863,893.66	831	33,598,472.73
July .....	728	33,719,921.29	878	35,367,074.42
August .....	549	25,765,479.10	648	29,995,077.64
September .....	554	33,698,540.10	659	28,831,180.44
October .....	816	34,042,411.64	881	36,241,432.98
November .....	576	32,338,672.15	671	31,272,962.31
December .....	503	51,831,173.85	610	39,468,004.90
Total.....	9186	\$400,982,162.60	9754	\$391,378,263.52

## BRANCHES.

A Branch of the Federal Reserve Bank of Dallas was established during the year at Houston, Texas. It was officially opened August 4th, 1919, and the growth of its activities during the five months operation has even exceeded our expectations.

While the statistics hereinbefore set forth have included the operation of our Branches at El Paso and Houston, it would, no doubt, be of interest to see in separate form a statement of comparative condition as at close of business December 31, 1919.

Resources.	El Paso	Houston
Cash .....	\$ 1,985,276.62	\$ 1,970,635.76
Mutilated Currency forwarded for redemption.....	139,250.00	13,300.00
Exchange for Clearing House.....	24,559.37	10,996.72
Domestic Transfers Purchased.....	89,669.30	2,625,000.00
Collection Items Debit.....	5,337,894.76	11,288,867.53
Bank Premises .....	46,615.00	
Bills Discounted .....	3,194,356.32	9,558,718.56
Other Resources .....	2,686.67	31,823.13
Total Resources .....	\$10,820,308.04	\$25,499,341.70
<b>Liabilities.</b>		
U. S. Treasurer.....	\$ 501,761.89	\$ 327,499.43
Member Banks Reserve.....	3,986,049.28	11,878,381.18
Checks and Drafts Outstanding.....	11,917.09	16,645.87
Due to Head Office.....	2,693,183.18	3,262,665.42
Collection Items Credit.....	3,608,874.55	9,982,414.70
Unearned Discount .....	18,522.05	31,735.10
Total.....	\$10,820,308.04	\$25,499,341.70

## CONDENSED STATEMENT OF PROFIT AND LOSS OF BRANCHES FOR CAL- ENDAR YEAR 1919.

Credits.	El Paso	Houston
Discount Earned .....	\$293,290.99	\$189,656.27
Transfers Bought and Sold—net charges.....	3,590.57	49,133.93
Penalties on Deficient Reserve.....	5,381.79	5,708.07
Miscellaneous .....		326.15
Total Credits .....	\$302,263.35	\$244,824.42
<b>Charges.</b>		
Expense Current .....	\$100,093.20	\$121,166.83
Difference Account .....	24.46	347.36
Dividends .....	15,006.59	18,523.17
Miscellaneous .....	1.19	149.11
Total Charges .....	\$115,125.44	\$140,186.47
Net Profits— (Transferred to Head Office).....	\$187,137.91	\$104,637.95

NOTE: Houston Branch opened August 4, 1919.

**FISCAL AGENCY OPERATIONS.**

**TREASURY CERTIFICATES OF INDEBTEDNESS.**

Number of issues.....	23
Total number subscriptions received.....	6,118
Amount of Certificates sold.....	\$262,019,500.00

**VICTORY LIBERTY LOAN.**

	Allotment	Amount of Subscriptions	Number of Subscribers
Texas .....	\$72,948,550.00	\$75,819,550.00	288,977
Arizona .....	2,109,400.00	2,367,050.00	8,249
Louisiana .....	5,473,600.00	5,565,400.00	14,590
New Mexico .....	1,883,250.00	1,980,850.00	9,655
Oklahoma .....	1,587,700.00	1,599,050.00	5,269
<b>Total.....</b>	<b>\$84,002,500.00</b>	<b>\$87,331,900.00</b>	<b>326,740</b>

**METHOD OF PAYMENT.**

Cash .....	\$29,008,502.59	
Depository Credit .....	51,588,372.41	
Certificates of Indebtedness.....	3,394,500.00	
<b>Total paid .....</b>		<b>\$83,991,375.00</b>
Unpaid Balance .....		11,125.00
<b>Grand Total .....</b>		<b>\$84,002,500.00</b>

**SALE OF WAR SAVINGS CERTIFICATE STAMPS, THRIFT STAMPS AND TREASURY SAVINGS CERTIFICATES.**

War Savings Stamps .....	\$ 418,806.45
Thrift Stamps .....	13,640.50
Treasury Savings Certificates.....	1,242,778.00
<b>Total.....</b>	<b>\$1,675,224.95</b>

**INTEREST COUPONS, TREASURY CHECKS AND WARRANTS PAID.**

	Number	Amount
Interest Coupons .....	2,035,577	\$ 6,798,056.63
Treasury Checks and Warrants.....	730,373	117,102,800.82
<b>Total.....</b>	<b>2,765,950</b>	<b>\$123,900,857.45</b>

**WAR LOAN DEPOSITARIES.**

Balance on deposit Jan. 1, 1919.....	\$10,304,551.17
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**AMOUNT PAID BY CREDIT.**

Fourth Liberty Loan.....	\$ 18,341,817.55
Victory Liberty Loan.....	52,031,564.91
Certificates of Indebtedness.....	199,809,133.33
<b>Total Payments by Credit.....</b>	<b>270,182,515.79</b>
<b>Grand Total .....</b>	<b>\$280,487,066.96</b>
<b>Total Withdrawals .....</b>	<b>243,156,927.02</b>
<b>Balance on Deposit Jan. 1, 1920.....</b>	<b>\$ 37,330,139.94</b>
Total number qualified depositaries close of 1918 .....	808
Number of banks qualifying 1919.....	19
Number of Banks increasing designation.....	70
Number of Banks cancelling designation.....	76
Number of qualified depositaries close of business 1919 .....	751

## OFFICERS

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R. L. VAN ZANDT, Governor  
LYNN P. TALLEY, Deputy Governor  
SAM R. LAWDER, Cashier  
R. BUCKNER COLEMAN, Assistant Cashier  
FRED HARRIS, Assistant Cashier  
DWIGHT P. REORDAN, Assistant Cashier  
W. C. WEISS, General Auditor  
CARL B. TEAGARDEN, Assistant General Auditor

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## DIRECTORS

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W. F. RAMSEY,  
Chairman of the Board and Federal Reserve Agent

CHARLES C. HALL,  
Secretary of the Board and Asst. Federal Reserve Agent

W. B. NEWSOME, Deputy Chairman.....Dallas, Texas  
J. T. SCOTT .....Houston, Texas  
B. A. MCKINNEY.....Durant, Okla.  
E. K. SMITH.....Shreveport, La.  
FRANK KELL .....Wichita Falls, Texas  
J. J. CULBERTSON .....Paris, Texas  
H. O. WOOTEN.....Abilene, Texas  
MARION SANSOM.....Ft. Worth, Texas

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## HOUSTON BRANCH

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E. F. GOSSETT, Manager

GUY M. BRYAN, Director.....Houston  
FRANK ANDREWS, Director.....Houston  
J. C. CHIDSEY, Director.....Houston  
J. J. DAVIS, Director.....Galveston  
PAUL S. MILLER, Cashier.....Houston  
J. H. NIENDORFF, Asst. Federal Reserve Agent and  
Auditor .....Houston

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## EL PASO BRANCH

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R. R. GILBERT, Manager

W. W. TURNEY, Director.....El Paso, Texas  
A. P. COLE, Director.....El Paso, Texas  
A. F. KERR, Director.....El Paso, Texas  
A. S. STEWART, Director.....El Paso, Texas  
M. CRUMP, Cashier .....El Paso, Texas  
R. L. KING, Asst. Federal Reserve Agent and Auditor