

Federal Reserve Bank
of Dallas



REPORT TO STOCKHOLDERS

December 31, 1926

January 11, 1927.

**To the Stockholders of the
Federal Reserve Bank of Dallas:**

There is submitted herewith a statement of condition of the Federal Reserve Bank of Dallas, including its El Paso and Houston Branches, at the close of business December 31, 1926, and December 31, 1925, respectively, together with a statement of the Profit and Loss Account for the years 1926 and 1925 and statistical data for these years showing the principal operations of the bank which will give a general idea of the services which this bank is rendering its members.

Very truly yours,

LYNN P. TALLEY,

Governor.

COMPARATIVE STATEMENT OF CONDITION

RESOURCES

Earning Assets:	Dec. 31, 1926	Dec. 31, 1925
Bills Discounted for Member Banks \$	4,772,408.61	\$ 4,006,901.75
Bills Purchased in Open Market.....	15,926,509.12	28,870,581.29
U. S. Securities.....	23,339,350.00	31,829,400.00
Foreign Loans on Gold.....	273,000.00
Total	44,038,267.73	64,979,883.04
Cash Reserves:		
Gold on Hand.....	8,448,227.50	11,398,050.00
Gold Settlement Fund.....	21,090,312.04	12,101,545.55
Gold with Federal Reserve Agent....	38,488,240.00	24,269,290.00
Gold Redemption Fund (F. R. Notes)	2,608,292.84	2,350,543.56
Total Gold Reserves	70,635,072.38	50,119,429.11
Other Lawful Money	8,136,444.00	5,749,095.50
Total	78,771,516.38	55,868,524.61
Non-Reserve Cash.....	2,548,010.66	2,593,073.47
Checks and Other Items in Process of Collection	28,214,644.30	27,905,976.24
Bank Premises, Net.....	1,754,553.36	1,793,407.48
All Other Resources.....	358,189.71	1,192,458.14
	<u><u>\$155,685,182.14</u></u>	<u><u>\$154,333,322.98</u></u>

LIABILITIES

Capital Paid In.....	\$ 4,301,550.00	\$ 4,267,000.00
Surplus	8,215,000.88	7,615,292.17
Deposits:		
U. S. Government.....	3,256,657.54	775,726.11
Member Bank Reserves.....	62,898,067.84	66,202,793.83
Foreign Bank.....	985,467.54	288,895.23
All Other	60,815.85	95,112.90
Total	67,201,008.77	67,362,528.07
Deferred Availability Items	26,781,336.16	26,616,458.84
Federal Reserve Notes—Net Circulation	48,803,275.00	47,436,585.00
All Other Liabilities.....	383,011.33	1,035,458.90
	<u><u>\$155,685,182.14</u></u>	<u><u>\$154,333,322.98</u></u>
Contingent Liability on Bills Purchased for Foreign Correspondents \$	1,975,769.56	\$ 2,461,730.50
Ratio of Total Reserves to Deposit and Federal Reserve Note Liabilities Combined	68%	49%

COMPARATIVE STATEMENT OF PROFIT AND LOSS ACCOUNT
SHOWING DISTRIBUTION OF EARNINGS FOR
THE YEARS 1926 AND 1925

Earnings On—	1926	1925
Bills Discounted for Member Banks.....	\$ 525,993.07	\$ 252,520.55
Bills Purchased in Open Market.....	462,841.64	522,599.06
United States Securities.....	985,652.02	939,626.83
All Other	152,562.27	98,879.98
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Gross Earnings.....	\$2,127,049.00	\$1,813,626.42
 Less Current Expenses.....	 1,178,730.94	 1,223,344.36
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Current Net Earnings.....	\$ 948,318.06	\$ 590,282.06
 Additions to Current Net Earnings.....	 5,919.03	 3,450.73
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	\$ 954,237.09	\$ 593,732.79
 Reserves Set Up and Other Deductions from Current Net Earnings.....	 97,026.35	 315,597.91
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Net Available Earnings	\$ 857,210.74	\$ 278,134.88
 Dividends Paid	 257,502.03	 255,238.78
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Transferred to Surplus	\$ 599,708.71	\$ 22,896.10

Ratio of Net Earnings for 1926 to:

Average Paid In Capital.....	19.97%
Average Paid In Capital and Surplus.....	7.20%
Average Paid In Capital, Surplus and Member Banks Reserve Deposits	1.21%

**VOLUME OF THE PRINCIPAL TRANSACTIONS HANDLED DURING
THE YEARS 1926 AND 1925**

(000 Omitted)

	1926		1925	
	Units	Amount	Units	Amount
Discounts and Advances to Member Banks	39	\$ 223,653	28	\$ 123,702
Bankers' Acceptances Purchased for Our Own Account.....	7	75,979	10	118,701
Currency Received.....	43,952	201,983	43,233	209,007
Coin Received.....	33,981	9,420	34,061	8,903
Checks Collected for Member Banks and Other Federal Reserve Banks	34,804	7,443,728	33,619	6,996,631
Checks Returned Unpaid.....	961	39,752	832	34,753
Notes and Drafts Collected for Member Banks and Other Federal Reserve Banks	116	205,246	111	157,045
Government Interest Coupons Paid....	604	5,017	671	5,227
Government Checks and Warrants Paid	796	86,807	777	90,263
Transfers of Funds for Member Banks	104	3,902,860	103	3,798,780
Government Securities Issued, Exchanged, Transferred, Converted and Redeemed	58	96,042	75	136,408
Purchase and Sale of Government Securities for Investors.....		32,904		31,557

OFFICERS AND DIRECTORS

OF THE

FEDERAL RESERVE BANK OF DALLAS

AND BRANCHES

OFFICERS

LYNN P. TALLEY, Governor
 R. R. GILBERT, Deputy Governor
 R. B. COLEMAN, Deputy Governor
 FRED HARRIS, Cashier
 W. O. FORD, Assistant Cashier
 W. D. GENTRY, Assistant Cashier
 J. L. HERMANN, Assistant Cashier
 E. B. AUSTIN, Assistant Cashier

C. C. WALSH, Chairman of the Board
 and Federal Reserve Agent
 CHAS. C. HALL, Assistant Federal Reserve
 Agent and Secretary of the Board
 W. J. EVANS, Assistant Federal Reserve
 Agent
 R. L. FOULKES, General Auditor
 W. P. CLARKE, Assistant Auditor

LOCKE, LOCKE, STROUD AND RANDOLPH, Counsel

MEMBER FEDERAL ADVISORY COUNCIL

B. A. McKINNEY, Vice-President, American Exchange National Bank, Dallas, Texas

DIRECTORS

Class A	Term Expires
J. H. FROST, Vice-President, Frost National Bank, San Antonio, Texas.....	1927
W. H. PATRICK, President, First National Bank, Clarendon, Texas.....	1928
HOWELL E. SMITH, President, First National Bank, McKinney, Texas.....	1929
Class B	
FRANK KELL, President, Wichita Mill & Elevator Co., Wichita Falls, Texas....	1927
J. H. NAIL, Live Stock, Fort Worth, Texas.....	1928
J. J. CULBERTSON, Vice-President, Southland Cotton Oil Co., Paris, Texas.....	1929
Class C	
S. B. PERKINS, President, Perkins Dry Goods Company, Dallas, Texas.....	1927
C. C. WALSHE, Chairman, Dallas, Texas.....	1928
CLARENCE E. LINZ, Vice-President and Treasurer, Southland Life Insurance Company, Dallas, Texas, Deputy Chairman.....	1929

EL PASO BRANCH

OFFICERS

M. CRUMP, Managing Director

ALLEN SAYLES, Cashier

DIRECTORS

H. L. KOKERNOT, Live Stock, Fort Davis, Texas, Chairman
 E. A. CAHOON, President, First National Bank, Roswell, New Mexico
 A. P. COLES, Investments, El Paso, Texas
 M. CRUMP, Managing Director, El Paso, Texas
 GEORGE D. FLORY, Vice-President, State National Bank, El Paso, Texas
 E. M. HURD, General Manager, H. Lesinsky Company, El Paso, Texas
 C. M. NEWMAN, Investments, El Paso, Texas

HOUSTON BRANCH

OFFICERS

DWIGHT P. REORDAN, Managing Director

L. G. PONDROM, Cashier

H. R. DeMOSS, Assistant Cashier

DIRECTORS

E. A. PEDEN, Peden Iron and Steel Company, Houston, Texas, Chairman
 GUY M. BRYAN, Vice-President, Second National Bank, Houston, Texas
 FRED W. CATTERALL, Cashier, First National Bank, Galveston, Texas
 R. M. FARRAR, President, Farrar Lumber Company, Houston, Texas
 E. F. GOSSETT, Vice-President, South Texas Commercial National Bank, Houston, Texas
 DWIGHT P. REORDAN, Managing Director, Houston, Texas
 J. C. WILSON, Wilson Broach Oil Company, Beaumont, Texas