

Federal Reserve Bank

of Dallas



REPORT TO STOCKHOLDERS

December 31, 1931

January 12, 1932

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

I am pleased to submit herewith comparative balance sheet of the Federal Reserve Bank of Dallas, including branches, at the close of business December 31, 1931 and December 31, 1930, together with a statement of the Profit and Loss Account for these years and statistical exhibits reflecting the activities of the various departments of the bank.

Very truly yours,

B. A. McKINNEY,

Governor.

COMPARATIVE STATEMENT OF CONDITION

RESOURCES

Earning Assets:	Dec. 31, 1931	Dec. 31, 1930
Bills Discounted.....	\$ 10,416,376.48	\$ 4,342,252.39
Bankers' Acceptances Purchased.....	3,019,394.32	8,574,630.13
U. S. Securities.....	29,863,500.00	31,315,750.00
Total	\$ 43,299,270.80	\$ 44,232,632.52
Cash Reserves:		
Gold on Hand.....	\$ 3,639,310.00	\$ 8,425,212.50
Gold Settlement Fund.....	8,880,582.59	9,658,640.48
Gold with Federal Reserve Agent.....	40,700,000.00	27,220,000.00
Gold Redemption Fund, (F. R. Notes).....	809,109.47	1,097,937.13
Total Gold Reserves	\$ 54,029,002.06	\$ 46,401,790.11
Other Lawful Money.....	7,945,654.50	7,126,191.50
Total	\$ 61,974,656.56	\$ 53,527,981.61
Non-Reserve Cash.....	3,532,279.47	4,205,813.94
Due from Foreign Banks.....	259,858.99	21,106.27
Federal Reserve Notes of Other F. R. Banks.....	397,350.00	487,200.00
Checks and Other Items in Process of Collection.....	13,404,382.36	17,361,571.96
Bank Premises, Net.....	1,785,315.39	1,830,232.70
All Other Resources.....	2,301,448.64	551,764.78
	\$126,954,562.21	\$122,218,303.78

LIABILITIES

Capital Paid In.....	\$ 4,135,350.00	\$ 4,356,550.00
Surplus	7,624,275.85	8,935,626.67
Deposits:		
U. S. Government.....	1,508,754.28	673,106.78
Member Bank Reserves.....	48,811,084.73	57,533,361.62
Foreign Bank.....	2,305,750.49	172,468.00
All Other	246,658.23	119,490.46
Total	\$ 52,872,247.73	\$ 58,498,426.86
Deferred Availability Items.....	13,222,879.65	17,963,559.98
Federal Reserve Notes—Net Circulation.....	46,812,695.00	31,900,750.00
All Other Liabilities.....	2,287,113.98	563,390.27
	\$126,954,562.21	\$122,218,303.78
Contingent Liability on Bills Purchased for Foreign Correspondents	\$ 7,455,858.65	\$ 13,035,100.81
Ratio of Total Reserves to Deposit and Federal Reserve Note Liabilities Combined	62%	59%

COMPARATIVE STATEMENT OF PROFIT AND LOSS ACCOUNT FOR THE YEARS 1931 AND 1930

Earnings on:	1931	1930
Bills Discounted	\$ 408,024.62	\$ 441,337.00
Bankers' Acceptances Purchased.....	142,431.81	229,821.22
United States Securities.....	613,368.11	873,177.60
All Other	50,162.03	40,776.95
Gross Earnings	\$1,213,986.57	\$1,585,112.77
Less:		
Cost of Federal Reserve Currency...\$	42,017.81	\$ 71,044.13
Other Current Expenses.....	1,215,866.16	1,270,108.79
Current Net Earnings	\$ -43,897.40	\$ 243,959.85
Additions to Current Net Earnings.....\$	373,260.48	\$ 101,477.37
	\$ 329,363.08	\$ 345,437.22
Reserves set up and Other Deductions from		
Current Net Earnings.....	217,380.84	72,840.16
Net Available Earnings.....	\$ 111,982.24	\$ 272,597.06

Dividends aggregating \$254,877.81 were paid to stockholders, use being made of net earnings of \$111,982.24 as shown above, the remainder being withdrawn from surplus. In addition to this, \$1,168,455.25 was withdrawn from surplus and set up as a reserve for depreciation on United States Securities owned, leaving surplus of \$7,624,275.85 at the close of business December 31, 1931, as compared with surplus of \$8,935,626.67 on December 31, 1930.

Ratio of Net Earnings for 1931 to:

Average Paid In Capital	2.64%
Average Paid In Capital and Surplus.....	.85%
Average Paid In Capital, Surplus and Member Banks Reserve Deposits.....	.17%

CLASSIFICATION AND DISPOSITION OF NOTES SUBMITTED BY MEMBER BANKS DURING 1931

Number and amount of items received.....79,701 \$117,543,261.53

CLASSIFICATION

Farming	\$56,607,784.72*	
Commercial	53,843,228.96	
Miscellaneous	7,092,247.85	\$117,543,261.53

REASONS FOR RETURN OF PAPER, SHOWING PERCENTAGE RETURNED TO TOTAL RECEIVED

	Amount	Per- centage	Items	Per- centage
Ineligibility	\$ 2,958,991.30	2.52	888	1.11
Insufficient Credit Information	2,077,031.77	1.77	782	.98
Credit Showing	11,383,767.41	9.68	7,370	9.25
Miscellaneous	1,569,896.70	1.34	1,134	1.42
Total Returned	\$ 17,989,687.18	15.31	10,174	12.76
Total Accepted	99,553,574.35	84.69	69,527	87.24
Total	\$117,543,261.53	100.00	79,701	100.00

AVERAGE DAILY OUTSTANDING BORROWINGS FROM THE FEDERAL RESERVE BANK OF DALLAS AND BRANCHES DURING THE YEAR 1931, SEGREGATED AS TO BANKS IN GROUPS 1, 2 AND 3

	Secured by Government Securities	Otherwise Secured	Total
Group 1	\$ 990,300	\$ 3,845,500	\$ 4,835,800
Group 2	157,400	4,039,500	4,196,900
Group 3	218,000	2,697,800	2,915,800
	\$1,365,700	\$10,582,800	\$11,948,500

CONTRIBUTION OF MEMBER BANKS TO THE CAPITAL STOCK OF THE FEDERAL RESERVE BANK OF DALLAS AND BRANCHES, SEGREGATED AS TO BANKS IN GROUPS 1, 2 AND 3

Group 1	\$2,430,900
Group 2	1,163,500
Group 3	540,950
Total	\$4,135,350

PERCENTAGES OF AVERAGE DAILY BORROWINGS FROM THE FEDERAL RESERVE BANK OF DALLAS AND BRANCHES OF EACH GROUP TO ITS CAPITAL STOCK PAYMENT

Group 1	199%
Group 2	361%
Group 3	539%

*Does not include advances to the Federal Intermediate Credit Bank of Houston, aggregating \$130,000.00.

VOLUME OF THE PRINCIPAL TRANSACTIONS HANDLED DURING
THE YEARS 1931 AND 1930

(Units and Amounts Shown in Thousands)

	1931		1930	
	Units	Amount	Units	Amount
Discounts and Advances to Member Banks	48	\$ 159,694	34	\$ 173,999
Bankers' Acceptances Purchased for Our Own Account.....	4	55,726	7	83,944
Currency Received	52,021	213,659	62,353	274,777
Coin Received.....	44,748	6,977	49,585	7,587
Checks Collected for Member Banks and Other Federal Reserve Banks	35,297	6,037,318	37,707	7,643,044
Checks Returned Unpaid.....	1,164	34,203	1,170	39,382
Notes and Drafts Collected for Member banks and other Federal Reserve Banks	162	143,214	139	169,577
Government Interest Coupons Paid....	281	4,234	312	5,660
Government Checks and Warrants Paid	1,460	195,309	1,140	126,584
Transfers of Funds for Member Banks	106	4,642,375	115	5,866,395
Government Securities Issued, Exchanged and Redeemed.....	63	279,294	35	171,914
Purchase and Sale of Government Securities for Investors.....		133,523		77,065
Purchase and Sale of Bankers' Acceptances for Account of Member Banks		15,384		21,091

OFFICERS AND DIRECTORS

OF THE

FEDERAL RESERVE BANK OF DALLAS

AND BRANCHES

JANUARY 1, 1932

OFFICERS

B. A. McKINNEY, Governor	C. C. WALSH, Chairman of the Board and Federal Reserve Agent
R. R. GILBERT, Deputy Governor	
R. B. COLEMAN, Deputy Governor	CHAS. C. HALL, Assistant Federal Reserve Agent and Secretary of the Board
FRED HARRIS, Cashier	
W. O. FORD, Assistant Deputy Governor	W. J. EVANS, Assistant Federal Reserve Agent
E. B. AUSTIN, Assistant Cashier	
L. G. PONDROM, Assistant Cashier	W. P. CLARKE, General Auditor
R. O. WEBB, Assistant Cashier	C. C. TRUE, Assistant Auditor

MEMBER FEDERAL ADVISORY COUNCIL

J. H. FROST, President, Frost National Bank, San Antonio, Texas

C. C. HUFF, General Counsel

LOCKE, LOCKE, STROUD and RANDOLPH, Counsel

DIRECTORS

Class A

	Term Expires
J. P. WILLIAMS, Mineral Wells, Texas.....	1932
R. E. HARDING, President, Fort Worth National Bank, Fort Worth, Texas.....	1933
W. H. PATRICK, President, First National Bank, Clarendon, Texas.....	1934

Class B

J. J. CULBERTSON, Vice-President, Southland Cotton Oil Company, Paris, Texas.....	1932
J. R. MILAM, Vice-President, Cooper Grocery Company, Waco, Texas.....	1933
A. S. CLEVELAND, W. D. Cleveland & Sons, Houston, Texas.....	1934

Class C

E. R. BROWN, President, Magnolia Petroleum Company, Dallas, Texas.....	1932
S. B. PERKINS, President, Perkins Dry Goods Company, Dallas, Texas, Deputy Chairman.....	1933
C. C. WALSH, Dallas, Texas, Chairman.....	1934

EL PASO BRANCH

OFFICERS

J. L. HERMANN, Managing Director

ALLEN SAYLES, Cashier

DIRECTORS

A. P. COLES, Investments, El Paso, Texas, Chairman

S. P. APPLEWHITE, Investments, Douglas,
Arizona

E. M. HURD, Wholesale Grocer, El Paso, Texas

GEORGE D. FLORY, Vice-President, State Na-
tional Bank, El Paso, Texas

A. F. JONES, Cashier, First National Bank,
Portales, New Mexico

J. L. HERMANN, Managing Director, El Paso,
Texas

C. M. NEWMAN, Investments, El Paso, Texas

HOUSTON BRANCH

OFFICERS

W. D. GENTRY, Managing Director

C. B. MENDEL, Cashier

H. R. DeMOSS, Assistant Cashier

DIRECTORS

J. C. WILSON, Wilson-Broach Oil Company, Beaumont, Texas, Chairman

R. M. FARRAR, President, Farrar Lumber
Company, Houston, Texas

N. E. MEADOR, President, National Bank of
Commerce, Houston, Texas

W. D. GENTRY, Managing Director, Houston,
Texas

E. A. PEDEN, Peden Iron & Steel Company,
Houston, Texas

A. A. HORNE, Vice-President, City National
Bank, Galveston, Texas

J. A. WILKINS, President, State National
Bank, Houston, Texas

SAN ANTONIO BRANCH

OFFICERS

M. CRUMP, Managing Director

W. E. EAGLE, Cashier

H. K. DAVIS, Assistant Cashier

DIRECTORS

FRANK G. CROW, Investments, McAllen, Texas, Chairman

J. M. BENNETT, President, Standard Trust
Company, San Antonio, Texas

GEO. C. HOLLIS, President, First National
Bank, Eagle Pass, Texas

M. CRUMP, Managing Director, San Antonio,
Texas

FRANK M. LEWIS, Merchandise Broker, San
Antonio, Texas

FRANZ C. GROOS, President, Groos National
Bank, San Antonio, Texas

WALTER P. NAPIER, President, Alamo Na-
tional Bank, San Antonio, Texas

