

# Federal Reserve Bank of Dallas

Dallas, Texas 75265-5906

Notice 02-42  
August 20, 2002

## ELECTION OF DIRECTORS NOMINATION PROCEDURES

### To All Member Banks in the Eleventh Federal Reserve District:

An election will be conducted under the provisions of Section 4 of the Federal Reserve Act for the positions held by the following directors of this Bank, whose terms expire December 31, 2002:

Class A Director — Kenneth T. Murphy  
Chairman of the Board  
First Financial Bankshares Inc.  
Abilene, Texas

Class B Director — Malcolm Gillis  
President  
Rice University  
Houston, Texas

Mr. Murphy, the Class A Director, was elected by banks in Group 1, consisting of banks having capital and surplus of \$15,000,000 and over. At the conclusion of his present term, Mr. Murphy will have served one full three-year term. He has requested that his name not be placed in nomination for reelection.

Dr. Gillis, the Class B Director, was elected by banks in Group 2, consisting of banks having capital and surplus of over \$3,500,000 but under \$15,000,000. At the conclusion of his present term, Dr. Gillis will have served one full three-year term and is eligible for reelection.

The banks comprising Groups 1 and 2 are listed on the following pages.

The group in which a member bank will be entitled to vote will be determined by its classification as of the date of this letter, even though its capital and surplus may subsequently change prior to the date of the election.

Except in the case of any member banks that are subsidiaries of the same bank holding company,\* each bank in Group 1 is permitted to nominate one candidate for Class A Director, and each bank in Group 2 is permitted to nominate one candidate for Class B Director. When several banks are subsidiaries of a bank holding company, the nomination form is being sent only to the bank designated to participate in this election; therefore, banks in Groups 1 and 2 that will not participate in this election are being sent this notice, without forms, for their information. **The nominations must be made by resolution of the Board of Directors, certified to me and received in my office on or before September 20.** A form and return envelope for this purpose are enclosed. On October 2, a list of the candidates (indicating the nominating banks) and a preferential ballot will be mailed to each bank in the voting groups. The ballot must be cast within 15 days after receipt. The polls will open at 9 a.m. on October 9 and close at 2 p.m. on October 24. At that time, the ballot box will be opened at this Bank, the votes counted, and the results of the election announced. The candidates are invited to be present or represented on that occasion.

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### \*Section 4 of the Federal Reserve Act reads in part as follows:

“...That whenever any member banks within the same Federal Reserve district are subsidiaries of the same bank holding company within the meaning of the Bank Holding Company Act of 1956, participation in any such nomination or election by such member banks, including such bank holding company if it is also a member bank, shall be confined to one of such banks, which may be designated for the purpose by such holding company.”

The Board of Governors of the Federal Reserve System has ruled that a holding company affiliate, having one or more subsidiary banks in each of the three groups into which member banks of a Federal Reserve district are divided for the purpose of electing directors, may designate one such bank in each group to participate in the nomination and election of each Class A Director and each Class B Director chosen by the group of which such bank is a member and such member bank so designated may validly participate in such nomination and election. **Accordingly, banks in Groups 1 and 2 affected by the foregoing provision of law are requested to take prompt action to have the appropriate bank holding company designate, if it has not already designated, one of such banks to participate in this election.**

**In order to be counted, the ballot must be executed by an officer authorized to cast the vote.** Officers so authorized are listed on the following pages. The authority conferred on these officers continues until revoked; they need not be redesignated. Each member bank that has not designated an officer or officers for the purpose of signing the ballot, or any bank that desires to change its designation, should do so by resolution of its Board of Directors and certify the designation to me **before** the polls close. A form for this purpose will be furnished upon request. **If the official signature of the officer or officers authorized to cast the ballot has not been filed with this Federal Reserve Bank, such official signature should be filed before the polls close.**

**While the banks in Group 3 will not vote in this election, this notice is sent to them, without forms, for their information.** Group 3 consists of member banks with combined capital and surplus of \$3,500,000 and under.

Sincerely,

A handwritten signature in black ink, appearing to read "H. B. Zachry, Jr.", written in a cursive style.

H. B. Zachry, Jr.  
Chairman of the Board

Enclosures (2)

**Information Concerning Eligibility for  
Class A Directorship of a Federal Reserve Bank**

Section 4 of the Federal Reserve Act, as amended by the Federal Reserve Reform Act of 1977, contains the following provisions: "Class A shall consist of three members, without discrimination on the basis of race, creed, color, sex, or national origin, who shall be chosen by and be representative of the stockholding banks." "No officer or director of a member bank shall be eligible to serve as a Class A director unless nominated and elected by banks that 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." "No Senator or Representative in Congress shall be a member of the Board of Governors of the Federal Reserve System or an officer or a director of a Federal Reserve Bank."

The Board of Governors of the Federal Reserve System has expressed the opinion "... that, to be consistent with the spirit and underlying principles of the Federal Reserve Act, it is inappropriate, as a general rule, for officers and directors of Federal Reserve Banks and Branches to hold partisan political or public office in the service of the United States, or of any state, territory, county, district, political subdivision, or municipality thereof, or to act as members of political party committees."

**GROUP 1**

Consists of all member banks having capital and surplus of \$15,000,000 and over.

**Banks in this group elect one Class A Director.**

**TEXAS**

Location	Name of Bank or Trust Company	Officers Authorized to Cast Vote
Abilene	First National Bank of Abilene .....	Chairman, President, Vice President, Cashier
Amarillo	Amarillo National Bank .....	Chairman, President, Vice President, Cashier
Amarillo	First Bank Southwest, N.A. ....	President
Amarillo	The First National Bank of Amarillo .....	President
Dallas	Bank of Texas, National Association .....	Chairman, Chief Executive Officer, President, Senior Controller
Dallas	Comerica Bank-Texas .....	President, Chief Executive Officer
Dallas	Inwood National Bank of Dallas .....	President
Dallas	Northern Trust Bank of Texas N.A. ....	President
Dallas	Texas Capital Bank, National Association .....	*
Dallas	TIB The Independent BankersBank .....	President, Chief Executive Officer
Dallas	U.S. Trust Company of Texas, National Association .....	Chairman, President, Senior Vice President
Edinburg	First National Bank .....	Chairman, President, Vice President, Cashier
El Paso	Bank of the West .....	Chairman
El Paso	State National Bank .....	President
Fort Worth	Surety Bank, National Association .....	Chairman, President, Vice President, Cashier
Garland	United Central Bank .....	President
Granbury	Community Bank .....	Chairman, President, Cashier
Henderson	Citizens National Bank .....	Cashier
Houston	American First National Bank .....	President
Houston	First Community Bank, N.A. ....	*
Houston	MetroBank, National Association .....	Chairman, President, Vice President, Cashier

## GROUP 1 — Continued

TEXAS — Continued		
Location	Name of Bank or Trust Company	Officers Authorized to Cast Vote
Houston	Republic National Bank .....	Chairman, President, Chief Financial Officer, Cashier
Houston	Southwest Bank of Texas, N.A. ....	Chairman, President, Vice President, Cashier
Houston	Texas First National Bank .....	President
Houston	Woodforest National Bank .....	Chairman, President, Vice President, Cashier
Jacksonville	Austin Bank, Texas National Association .....	Chairman, President, Vice President, Cashier
Laredo	The Laredo National Bank .....	President, Vice President
Lubbock	PNB Financial Bank .....	Alan White, Chairman; John C. Owens, President; DeWayne V. Pierce, Senior Executive Vice President
Lubbock	State National Bank of West Texas .....	Chairman
McAllen	Inter National Bank .....	Chairman, President, Cashier
McAllen	Texas State Bank .....	Chairman, President, Cashier
Midland	Community National Bank .....	President
Midland	West Texas National Bank .....	President
Nacogdoches	Commercial Bank of Texas, N.A. ....	President
New Boston	Century Bank, National Association .....	Chairman, President, Vice President, Cashier
New Waverly	Citizens Bank of Texas, National Association .....	President
Pharr	Lone Star National Bank .....	President, Vice President, Cashier
Plano	Legacy Bank of Texas .....	Chairman, President, Vice President, Cashier
San Angelo	San Angelo National Bank .....	*
San Antonio	Broadway National Bank .....	Chairman, President, Vice President, Cashier
San Antonio	The Frost National Bank .....	President, Vice President, Cashier
San Antonio	Wells Fargo Bank Texas, National Association .....	Chairman of the Executive Committee, President
Sugar Land	Southern National Bank of Texas .....	Chairman, Chief Executive Officer, President
Temple	Extraco Banks, National Association .....	President
Victoria	First Victoria National Bank .....	Chairman, President, Vice President, Cashier
Weatherford	Texas Bank .....	President
Weatherford	Weatherford National Bank .....	Vice President and Cashier

**Information Concerning Eligibility for  
Class B Directorship of a Federal Reserve Bank**

Section 4 of the Federal Reserve Act, as amended by the Federal Reserve Reform Act of 1977, contains the following provisions: "Class B shall consist of three members who shall represent the public and shall be elected without discrimination on the basis of race, creed, color, sex, or national origin, and with due but not exclusive consideration to the interests of agriculture, commerce, industry, services, labor, and consumers." "No director of Class B shall be an officer, director, or employee of any bank." "No Senator or Representative in Congress shall be a member of the Board of Governors of the Federal Reserve System or an officer or a director of a Federal Reserve Bank."

The Board of Governors of the Federal Reserve System has expressed the opinion "...that, to be consistent with the spirit and underlying principles of the Federal Reserve Act, it is inappropriate, as a general rule, for officers and directors of Federal Reserve Banks and Branches to hold partisan political or public office in the service of the United States, or of any state, territory, county, district, political subdivision, or municipality thereof, or to act as members of political party committees."

**GROUP 2**

Consists of all member banks having capital and surplus of over \$3,500,000 but under \$15,000,000.

**Banks in this group elect one Class B Director.**

**LOUISIANA**

Location	Name of Bank or Trust Company	Officers Authorized to Cast Vote
Arcadia	First National Bank .....	President
Bossier City	Citizens National Bank, National Association .....	President
Ruston	American Bank, National Association .....	President, Vice President, Cashier

**NEW MEXICO**

Location	Name of Bank or Trust Company	Officers Authorized to Cast Vote
Artesia	The First National Bank of Artesia .....	Chairman, President, Vice President, Cashier
Carlsbad	The Carlsbad National Bank .....	President, Vice President, Cashier

**TEXAS**

Location	Name of Bank or Trust Company	Officers Authorized to Cast Vote
Abilene	Citizens Bank, National Association .....	President
Alvin	First National Bank of Alvin .....	President, Executive Vice President
Andrews	The National Bank of Andrews .....	President, Cashier
Arlington	Arlington National Bank .....	President
Arlington	Northwest National Bank of Arlington .....	President, Vice President, Cashier
Ballinger	Ballinger National Bank .....	President, Executive Vice President
Ballinger	The First National Bank of Ballinger .....	Chairman, President, Vice President
Bellaire	Community National Bank .....	*
Bellaire	First National Bank of Bellaire .....	Chairman, President, Vice President, Cashier
Borger	First National Bank of Borger .....	President
Bowie	Legend Bank, National Association .....	President
Breckenridge	Citizens National Bank of Breckenridge .....	President, Vice President, Cashier
Brenham	Bank of Brenham, National Association .....	*
Brenham	The Brenham National Bank .....	Chairman, President, Vice President, Cashier
Bridgeport	The First National Bank of Bridgeport .....	Chairman, President, Vice President, Cashier

## GROUP 2 — Continued

### TEXAS — Continued

Location	Name of Bank or Trust Company	Officers Authorized to Cast Vote
Bryson	First Security Bank, National Association .....	*
Burkburnett	First Bank .....	President
Burleson	First National Bank of Burleson .....	President
Canadian	First State Bank of Canadian, N.A. ....	*
Cleburne	First Financial Bank, National Association .....	President, Vice President
Coleman	First Coleman National Bank .....	Cashier
Corpus Christi	American Bank, N.A. ....	President
Dallas	Abrams Centre National Bank .....	President
Dallas	Bank of Texas Trust Company, National Association .....	*
Dallas	Dallas National Bank .....	Michaux Nash, Jr., Chairman, President & Chief Executive Officer
Dallas	Eagle National Bank .....	President
Dallas	Founders National Bank-Skillman .....	President
Dallas	Gateway National Bank .....	President
Dallas	Texas Community Bank & Trust, N.A. ....	Chairman, President
Dallas	United Texas Bank .....	President
Denison	Landmark Bank, National Association .....	Chairman, President, Vice President, Cashier
El Paso	United Bank of El Paso del Norte .....	Chairman, President, Executive Vice President, Cashier
Ennis	First Bank & Trust .....	Chairman, President, Cashier
Fabens	First National Bank .....	President
Fairfield	First National Bank .....	Chairman, President, Vice President, Cashier
Fort Worth	Fort Worth National Bank .....	*
Fort Worth	Summit Bank, National Association .....	Chairman, President, Vice President, Cashier
Freeport	Texas Gulf Bank, National Association .....	*
Frona	Frona State Bank, National Association .....	*
Gainesville	Guaranty National Bank .....	President, Vice President
Galveston	The Moody National Bank of Galveston .....	Chairman, President, Executive Vice President
Garland	Security Bank, National Association .....	President
Gatesville	National Bank .....	Chairman, President, Vice President, Cashier
Giddings	First National Bank of Giddings .....	Chief Executive Officer
Gonzales	American National Bank .....	President
Graham	Graham National Bank .....	Jeff Glazner, Chairman and Chief Executive Officer
Granbury	Liberty National Bank .....	*
Grand Prairie	Community Bank of Texas, National Association .....	*
Granger	The First State Bank .....	Chairman, President, Vice President, Cashier
Hereford	The First National Bank of Hereford .....	President
Highland Village	United Community Bank, N.A. ....	President
Houston	Bank of Tanglewood, National Association .....	Chairman, President, Executive Vice President
Houston	Concord Bank, National Association .....	Secretary of the Board
Houston	Houston Community Bank, National Association .....	Chairman, President
Houston	National Fiduciary Services, National Association .....	Chairman
Houston	Omnibank National Association .....	Chairman, President, Vice President, Cashier
Houston	Redstone Bank, N.A. ....	President
Houston	The Right Bank for Texas, National Association .....	*
Houston	Southwestern National Bank .....	*
Houston	The State Bank of Texas .....	William B. Black, III, Chairman
Huntsville	First National Bank of Huntsville .....	Chairman, President, Vice President, Cashier
Iowa Park	State National Bank of Texas .....	Chairman, President, Vice President, Cashier
Keller	American Bank, National Association .....	*
Kerrville	Bank of the Hills, National Association .....	Cashier
Kilgore	City National Bank of Kilgore .....	President
Kilgore	Kilgore National Bank .....	President
Killeen	First National Bank Texas .....	Chairman, President, Vice President, Cashier
Lake Worth	Worth National Bank .....	President
Lamesa	The Lamesa National Bank .....	Chairman, President, Vice President, Cashier
Laredo	Falcon International Bank .....	President, Cashier
Laredo	South Texas National Bank of Laredo .....	President, Vice President
Liberty	The First Liberty National Bank .....	Chairman, President

## GROUP 2 — Continued

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### TEXAS — Continued

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Location	Name of Bank or Trust Company	Officers Authorized to Cast Vote
Livingston	The First National Bank of Livingston .....	Chairman, President, Vice President, Cashier
Livingston	First State Bank .....	*
Lorenzo	Peoples Bank .....	*
Lubbock	Lubbock National Bank .....	Chairman, President, Executive Vice President
Lubbock	Whisperwood National Bank .....	President
Marble Falls	American Bank of Texas, National Association .....	President
McAllen	McAllen National Bank .....	President
Mexia	First National Bank of Mexia .....	President, Vice President, Cashier
Midland	First National Bank of Midland .....	Chairman, President, Chief Executive Officer
Newton	First National Bank of Newton .....	President, Executive Vice President, Vice President, Cashier
Odessa	Western National Bank .....	Chairman, President, Vice President, Cashier
Ozona	Crockett National Bank .....	President, Vice President
Paris	Peoples National Bank .....	*
Pecos	The Security State Bank of Pecos .....	President, Vice President, Cashier
Plainview	Hale County State Bank .....	Chairman
Plano	First Independent National Bank .....	President
Plano	Parkway Bank, National Association .....	*
Port Lavaca	First National Bank in Port Lavaca .....	President
Quitman	Wood County National Bank .....	President
Ralls	Security Bank .....	Chairman, President, Vice President, Cashier
Refugio	The First National Bank of Refugio .....	Cashier
San Antonio	Clear Lake National Bank .....	Chairman, President, Senior Vice President, Vice President, Cashier
San Antonio	Intercontinental National Bank .....	President, Vice President, Cashier
San Antonio	Mission National Bank .....	President
San Antonio	Plaza Bank .....	Chairman, President
San Antonio	The Trust Company, National Association .....	Chairman
Seguin	First Commercial Bank, National Association .....	President
Slaton	Citizens Bank .....	Chairman, President, Executive Vice President, Senior Vice President
South Padre Island	South Padre Bank, National Association .....	President
Sunray	Sun Bank .....	*
Sweetwater	First National Bank, Sweetwater, Texas .....	President, Executive Vice President
Sweetwater	Texas National Bank .....	Chairman, President
Terrell	The American National Bank of Texas .....	Chairman, President, Vice President, Cashier
Tomball	Texas National Bank .....	*
Uvalde	National American Bank .....	President, Vice President, Cashier
Vernon	The Herring National Bank of Vernon .....	President, Vice President, Cashier
Vernon	The Waggoner National Bank of Vernon .....	President, Vice President
Waco	American Bank National Association .....	Chairman, President, Cashier
Waco	Central National Bank .....	President, Vice President, Cashier
Waco	First National Bank of Central Texas .....	President, Vice President, Cashier
Waxahachie	Citizens National Bank in Waxahachie .....	President
Wellington	Wellington State Bank .....	President
Wichita Falls	American National Bank .....	President
Winnsboro	The First National Bank of Winnsboro .....	Chairman, President, Vice President, Cashier

**Directors of the Federal Reserve Bank of Dallas  
As of August 20, 2002**

Name	Occupation	Elected by Banks in Group	Class	Term Expires Dec. 31
Kenneth T. Murphy .....	Chairman of the Board, First Financial Bankshares Inc., Abilene, Texas	1	A	2002
David S. Barnard .....	President and Chief Executive Officer, National Bank, Gatesville, Texas	2	A	2004
Matthew T. Doyle .....	Vice Chairman/Chief Executive Officer, Texas First Bank, Texas City, Texas	3	A	2003
Judy Ley Allen .....	Partner, Allen Investments, Houston, Texas	1	B	2003
Malcolm Gillis .....	President, Rice University, Houston, Texas	2	B	2002
Julie Spicer England .....	Vice President, Texas Instruments, Dallas, Texas	3	B	2004
H. B. Zachry, Jr. .... <i>Chairman</i>	Chairman and Chief Executive Officer, H. B. Zachry Company, San Antonio, Texas	Appointed by the Board of Governors of the Federal Reserve System	C	2003
Patricia M. Patterson. .... <i>Deputy Chairman</i>	President, Patterson Investments Inc., Dallas, Texas	Appointed by the Board of Governors of the Federal Reserve System	C	2002
Ray L. Hunt .....	Chairman and Chief Executive Officer, Hunt Consolidated Inc., Dallas, Texas	Appointed by the Board of Governors of the Federal Reserve System	C	2004