

News Release

THE FEDERAL RESERVE BANK of KANSAS CITY

1 Memorial Drive • Kansas City, MO 64198 • Phone: 816.881.2683

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CONTACT: Bill Medley
816/881-2556
Bill.Medley@kc.frb.org

HERMAN CAIN'S SERVICE AS A DIRECTOR OF THE FEDERAL RESERVE BANK OF KANSAS CITY

Statement from Thomas M. Hoenig, president and chief executive officer:

“From 1992 to 1996, Herman served as a director of the Federal Reserve Bank of Kansas City in the capacities of deputy chairman and then chairman of the Board. Fed directors are dedicated representatives of Main Street business, community development, organized labor and financial services sectors who agree to give their time to help the Federal Reserve understand the economy and to oversee our operations. It was my privilege to work with Herman very closely during his five years on the Kansas City board.

I appreciate the opportunity to provide greater understanding of the role of Federal Reserve Bank directors because they provide a tremendous service to our country.”

(Fact sheet attached)

The Federal Reserve Bank of Kansas City is a nonpartisan organization and does not endorse or comment on political candidates. As the regional headquarters of the nation's central bank, the Federal Reserve Bank of Kansas City, along with its Branch offices in Denver, Oklahoma City and Omaha, participates in each of the Federal Reserve's three mission areas of monetary policy, banking supervision and financial services. The Bank serves the Tenth Federal Reserve District, a region that includes western Missouri, Nebraska, Kansas, Oklahoma, Wyoming, Colorado and northern New Mexico.



Fact Sheet

Herman Cain - Terms of Service

Federal Reserve Bank of Kansas City

1-1-89 to 12-31-91 Chairman, Omaha Branch board

1-1-92 to 12-31-94 Deputy Chairman, Head office board

1-1-95 to 8-19-96 Chairman, Head office board

Appointment Process

Mr. Cain was appointed as a Class C director by the Board of Governors of the Federal Reserve System to represent the public. A Class C director cannot be affiliated with the banking industry. Read the full description at:

<http://www.kansascityfed.org/aboutus/leadership/board-of-directors-classes.cfm>

The Role of a Director

Find a description of the Reserve Bank directors' role, a list of current and past directors, and a director FAQ at this link:

<http://www.kansascityfed.org/aboutus/leadership/board-of-directors.cfm>

Responsibilities of the Federal Reserve Bank of Kansas City

The work of the Federal Reserve Bank of Kansas City is described by department in this issue of TEN magazine, which includes the Bank's annual report:

<http://www.kansascityfed.org/publicat/TEN/pdf/Spring%202011/TEN-complete.pdf>

Fed Directors' Role in Protecting the Decentralized Central Bank

The Federal Reserve Bank of Kansas City published, "The Balance of Power: The Political Fight for an Independent Central Bank," which addresses the importance of today's 12-bank decentralized system. The book describes the Federal Reserve System as product of the populist movement designed to ensure that financial power was not vested only in Wall Street or Washington. It is free to the public and can be found on our website at:

<http://www.kansascityfed.org/publications/aboutthefed/index.cfm>.