

FEDERAL RESERVE BANK
OF DALLAS

April 26, 1916.

NUMBER 34

TO THE MEMBER BANK ADDRESSED:

Your attention is directed to the provisions of Section 19 of the Federal Reserve Act, which, beginning May 16th, 1916, require the maintenance by member banks with the Federal Reserve Bank of reserve deposits as follows:

BANKS LOCATED ELSEWHERE THAN IN CENTRAL RESERVE AND RESERVE CITIES --- four-twelfths of twelve per centum of their demand deposits plus four-twelfths of five per centum of their time deposits.

BANKS LOCATED IN RESERVE CITIES --- five fifteenths of fifteen per centum of their demand deposits plus five-fifteenths of five per centum of their time deposits.

Reserves may be established by deposits of gold or lawful money or Federal Reserve notes, on shipments of which CHARGES MUST BE PREPAID.

GOLD COINS FALLING BELOW THE LIMIT OF TOLERANCE IN WEIGHT WILL BE ACCEPTED AT BULLION VALUE ONLY, AND SHORTAGES WILL BE CHARGED TO THE ACCOUNTS OF THE SENDING BANKS.

Drafts on members of the Federal Reserve system in New York, Chicago and St. Louis will also be accepted at the current rate of exchange applicable on the date of receipt.

Eligible paper conforming with the Federal Reserve Act and regulations of the Federal Reserve Board may be accepted in payment of not exceeding one-half of this installment. Such paper must be submitted for discount on our regular application blanks, and sufficient time allowed for action on same by our Executive Committee.

All reserves should be calculated in conformity with the method prescribed by the Comptroller of the Currency, and deposits should be made not later than the day on which the increased requirements become operative.

Respectfully,

R. L. VAN ZANDT,

Governor.