

FEDERAL RESERVE BANK  
OF DALLAS

Circular No. 36.

May 31, 1916.

CHATTEL MORTGAGE PAPER

TO THE MEMBER BANK ADDRESSED:

The number of notes secured by chattel mortgages offered this bank for rediscount has reached such proportions, and it being so difficult for our Executive Committee to determine the value or correct description of the security when only a memorandum receipt from the recorder is furnished, it has become necessary for us to require a uniform practice on the part of our member banks in furnishing detailed evidence of such security.

Therefore, in order that you may promptly receive credit for the proceeds of notes secured in this manner sent us for discount on or after July 1, 1916, it will be necessary for you to accompany each such note with an EXACT COPY OF THE CHATTEL MORTGAGE, on which must be written, or printed, or stamped, and signed by the proper recording officer, a statement to the effect that the original thereof has been properly filed for record.

We suggest that in drawing your mortgages you make carbon copies of same on your regular form, and send both original and duplicate to the recording officer, with the request that he certify on the copy to the filing of the original, and return the copy to you. You would then have the duplicate in your files for convenient reference or inspection by your directors, or for transmittal with the note in the event you should desire to rediscount same with this bank.

Complying with numerous requests, we have prepared a chattel mortgage form, which has been approved by our Counsel and which is recommended for use by our member banks. A copy of this form is enclosed herewith for your information. We have made no arrangements for supplying these blanks, as they are not copyrighted and can be made up for you by any printing establishment, but if a sufficient number of our members desire to obtain a supply through us we can probably get them in large quantities at a greatly reduced price. This price will, of necessity, depend on the number ordered, and if you wish a supply please advise us promptly in order that we may arrange for the printing of same.

Yours very truly,

