

At a regular meeting of the Federal Reserve Board held in the office of the Board at 11.00 a. m. on Friday, April 9th

PRESENT:

Mr. Delano, presiding, Mr. Warburg
 Mr. Williams Mr. Harding
 Mr. Willis, Secretary.

The minutes of the meeting of 11.10 a. m. Wednesday, April 7th were read and approved, subject to corrections.

Applications for the surrender of 140 shares of stock in the Federal Reserve Bank of San Francisco were approved, as follows:

		Shares
First National Bank	Monterey, Cal.	3
First National Bank	Payette, Idaho	12
First National Bank	Elgin, Ore.	3
National Copper Bank	Salt Lake City, Utah	122

On motion, applications for executor and trustee powers, duly passed upon by the special committee (Mr. Harding and Mr. Williams) were acted upon as follows:

DISAPPROVED -

First National Bank	Algona, Ill.
Old National Bank	Fort Wayne, Ind.
Citizens-German Nat'l.	Hammond, Ind.
Citizens National Bank	Winamac, Ind.

APPROVED.

Rush County National Bank	Rushville, Indiana
- Union National Bank	Macomb, Illinois -
First National Bank	Marseilles, Illinois
Planters and Merchants National	South Boston, Va.
First National Bank	Bay City, Michigan
First National Bank	Sibley, Iowa
Second National Bank	Saginaw, Michigan

APPROVED AS REGISTRAR OF STOCKS AND BONDS

National Bank of Commerce	New York City
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HELD FOR FURTHER INFORMATION

National Bank of Waupun	Waupun, Wisconsin
Michigan National Bank	St. Clair Heights, Mich.
Peoples National Bank	Strasburg, Va.
Howard National Bank	Kokomo, Ind.
First National Bank	Birmingham, Mich.
First National Bank	Traverse City, Mich.

Applications for power to exercise the functions of executor, trustee etc., were referred to Mr. Harding and Mr. Williams, as follows:

Edwards National Bank	Edwards, N. Y.
National City Bank	New York City
Austin National Bank	Austin, Minn.

On motion, the question of returning to the Lincoln National Bank of Rochester, N. Y. the duplicate of the application of that bank for power to exercise the functions of registrar of stocks and bonds, was referred to Counsel.

The application of Federal Reserve Agent Wills of

Cleveland, asking for special permission to waive the 25% requirement as to municipal warrants, so as to permit the Federal Reserve Bank of Cleveland to take 50% of a forthcoming issue of \$900,000 at 4% of the city of Cleveland was approved and the Secretary was ordered to notify Mr. Wills accordingly.

A communication from Federal Reserve Agent Austin of Philadelphia, submitting a sample form of trust receipt and inquiring whether such receipt would be considered adequate security in substitution for the release of the goods before the payment of a draft accepted under paragraph (f) of Section IV of Regulation J, Series of 1915, was read to the Board and the form of receipt approved, the Secretary being directed so to inform Mr. Austin.

The acting Governor presented to the Board the question of making the appointment of Morris Jacobson, now Chief of the Division of Reports and Statistics, permanent, and notifying the Interstate Commerce Commission to that effect, with thanks for the leave of absence granted to Mr. Jacobson heretofore. On motion, Mr. Delano's recommendation was approved and the proper notifications ordered sent.

A memorandum from Mr. Warburg, outlining the general policy which, in his judgment, should be pursued by the Board in its dealing with some of the general problems now before it, was presented by the Secretary and ordered received and filed.

A draft of a letter to be sent to all Federal reserve agents, accompanied by an outline of the plan for settlements between Federal reserve banks was presented to the Board, and on motion adopted and ordered sent to all Federal Reserve agents.

On motion, it was voted that the Secretary should communicate with Mr. O. Howard Wolfe of New York City, inquiring whether his services could be obtained on a temporary basis to assist in organizing the settlement plan and outlining the system to be pursued in the development of the Board's settlement system.

Correspondence with Federal Reserve Agent Rich of the Federal Reserve Bank of Minneapolis, relative to the action of the Board of Directors of that bank on the clearing house question, and transmitting resolutions adopted by the directors, was read to the Board. Mr. Delano also presented to the Board a tentative reply signed by himself individually, which he had transmitted

to Mr. Rich.

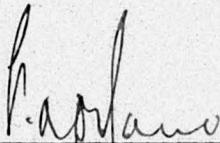
Correspondence relating to bills now pending before State legislatures, authorizing National Banks to perform the functions of trustee, executor, etc., was read to the Board. On motion, Mr. Warburg was authorized to prepare a press statement giving the attitude of the Board with reference to the status of banks exercising such powers under State law.

A letter from the Federal Reserve Bank of Cleveland, inquiring whether that institution would be permitted to credit itself with the excess amount it had paid in on account of cost of preparation of Federal reserve notes, having been read to the Board, the Secretary was directed to transmit a copy of the letter to the Counsel, for Assistant Attorney General Warren's information.

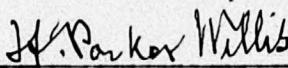
On motion, the Counsel of the Board was authorized to transmit one copy of his opinion relating to Section 22 of the Federal Reserve Act to Mr. G. H. Tinkham of Boston, stating that it is the opinion of Counsel as prepared for the Board.

On motion at 1.00 p. m. the Board adjourned to meet at 11.00 a. m. on Monday, April 12th.

APPROVED:



 Chairman.



 Secretary.