

At a regular meeting of the Federal Reserve Board held in the office of the Board at 11.00 a. m. on Wednesday, May 5,

PRESENT:

Mr. Hamlin, presiding,	Mr. Harding
Mr. Delano	Mr. Miller
Mr. Warburg	Mr. Willis, Secretary.

The minutes of the meeting of Tuesday, May 4th were read and approved.

The Secretary presented applications for 631 shares of additional stock in Federal reserve banks duly recommended by Mr. Harding, and on motion the same were approved, as follows:

<u>DISTRICT No. 1.</u>		Shares.
First National Bank	Haverhill, Mass.	30
<u>DISTRICT No. 3.</u>		
First National Bank	Westwood, N. J.	4
<u>DISTRICT No. 4.</u>		
German National Bank	Marietta, Ohio.	45
First National Bank	Kenton, Ohio.	1
<u>DISTRICT No. 5.</u>		
National Exchange Bank	Baltimore, Md.	450
<u>DISTRICT No. 7.</u>		
First National Bank	Bay City, Mich.	60

<u>DISTRICT No. 8.</u>		Shares.
First National Bank	Berryville, Ark.	1
<u>DISTRICT No. 9.</u>		
Farmers National Bank	Waseca, Minn.	3
Miners National Bank	Eveleth, Minn.	1
First National Bank	Minnesota Lake, Minn.	1
First National Bank	Redwood Falls, Minn.	1
First National Bank	Sleepy Eye, Minn.	12
First National Bank	Crosby, N. Dak.	1
National Bank of	De Pere, Wis.	3
German American Nat'l. Bank	Shawano, Wis.	4
<u>DISTRICT No. 10.</u>		
Stockgrowers National Bank	Ashland, Kans.	9
<u>DISTRICT No. 11.</u>		
First National Bank	Colbert, Okla.	1
First National Bank	Gibbsland, La.	1
First National Bank	Lipan, Tex.	1
First National Bank	Cleveland, Tex.	1
First National Bank	Baird, Tex.	1

Mr. Harding reported that the application of the Citizens National Bank of Tell City, Indiana, for power to exercise executor and trustee powers had been recommended by the Committee in charge. On motion the Board approved the application.

The application of the Millikin National Bank of Decatur, Illinois for executor and trustee powers was reported to the Board by Mr. Harding, with the recommendation that it be tabled pending the next report of the National Bank Examiner of the district. On motion this report was approved.

Attention having been called to the date and conditions under which the last call for condition of National banks had been sent out by the Office of the Comptroller of the Currency, Mr. Harding was, on motion, appointed a committee of one to draft a letter addressed to the Comptroller conveying certain suggestions with reference to the methods of making these calls.

On motion it was voted to refer the question of a new method of procedure in regard to the issue, custody and delivery of Federal reserve notes, to the Committee on Issue and Redemption, with power to arrange with the Comptroller of the Currency a date, reciprocally convenient to him and to the Board, for putting into effect the practical operation of the new plan.

Discussion of the question of engaging Mr. Joseph P. Cotton of New York as Special or Advisory Counsel to the Board ensued, and on motion it was voted to retain Mr. Cotton on the basis outlined in the motion of Mr. Miller at the meeting of May 4.

On motion the proposed circular relating to the admission of State banks into the Federal reserve system was taken up for discussion, read and amended. No final action was taken.

The Secretary of the Board presented the minutes of the recent joint meeting of the Board with the Federal Advisory Council, duly approved by Mr. Delano, to whom the same had been referred. On motion the minutes were approved.

The Secretary of the Board read a letter from Messrs. Williams and Sinkler, Attorneys of the Federal Reserve Bank of Philadelphia, asking for a copy of the Board's opinion in regard to the New Jersey redistricting case. It was directed that a copy of the Board's formal statement to the public be transmitted in reply.

A memorandum from Chief of Division Broderick recommending the acceptance of examinations made by the Commissioner of Insurance and Banking of Texas in the case of the First State Bank of Wolfe City and the First State Bank of Bremond, Texas, was presented to the Board and on motion approved.

On motion at 1.05 p. m. the Board adjourned to meet at 11.00 a. m. Thursday, May 6th.

H. Parker Willis

Secretary.

APPROVED:

W. H. Austin

Chairman.