

At a regular meeting of the Federal Reserve Board held in the office of the Board on Tuesday, June 22, at 11.15 a. m.

## PRESENT:

Mr. Delano, presiding,            Mr. Warburg

Mr. Williams                        Mr. Harding

Mr. Willis, Secretary.

The following minutes were read and approved:

Executive Committee meeting, June 17; Meeting of the Board, June 17 and Executive Committee meeting, June 18.

It was understood that approval of the minutes of the Executive Committee meetings as above, carried with it ratification of the action taken as described in the minutes aforesaid.

On motion applications for stock in Federal Reserve Banks totaling 157 shares duly recommended by Mr. Harding, were approved as follows:

<u>DISTRICT No. 5.</u>		Shares.
Peoples National Bank	Bennettsville, S. C.	32
<u>DISTRICT No. 9.</u>		
First National Bank	Lakeville, Minn.	24
First National Bank	Hebron, N. Dak.	20
<u>DISTRICT No. 10.</u>		
Security National Bank	Arkansas City, Kans.	66
Farmers National Bank	Yale, Okla.	15

On motion applications for the surrender of stock in Federal reserve banks, totaling 154 shares, duly recommended by Mr. Harding, were approved as follows:

<u>DISTRICT No. 4.</u>		Shares.
Citizens National Bank	Mansfield, O.	6
<u>DISTRICT No. 8.</u>		
First National Bank	Tuckerman, Ark.	17
Warren National Bank	Bowling Green, Ky.	62
<u>DISTRICT No. 10.</u>		
Garden City National Bank	Garden City, Kans.	6
Farmers National Bank	Ault, Colo.	15
First National Bank	Central City, Colo.	15
American National Bank	Alamosa, Colo.	33

On motion an application of the Federal Reserve Bank of Dallas for Federal Reserve Notes amounting to \$1,600,000 duly recommended by the Committee on Issue and Redemption, was approved as follows:

\$5 denomination	\$800,000
10 "	400,000
20 "	400,000

It was understood that shipment should be made in accordance with a memorandum showing the relative cost of express and mail shipments, submitted by the Secretary.

A plan for the establishment of a branch of the Federal Reserve Bank of Atlanta at New Orleans, was taken up for

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discussion, read and revised.

On motion it was voted that a meeting be held at 3.00 p. m. this day, to pass finally upon the question of the establishment of a branch at New Orleans.

The Secretary of the Board read a letter received by Mr. Harding from Federal Reserve Agent Miller at Kansas City, relative to the admission of the Fidelity Trust Company of that place as a member of the Federal reserve system.

On motion it was ordered that the application be sent to Counsel for information with respect to the points raised in the letter of Mr. Miller.

Discussion ensued concerning the transmission of an extra copy of the forthcoming dividend reports to each national bank, with a request that it fill out the same and transmit it to the Federal reserve bank of its own district. The question was laid on the table without action.

Mr. Delano presented correspondence with Governor J. B. McDougal of Chicago relative to the action of the recent conference of Governors at Chicago, in respect to the question of withholding balances from the Gold Settlement Fund. On motion the following resolution, passed by the Governors at the aforesaid Conference, was approved as the basis of action until further notice:

VOTED, that the Conference recommend to the Federal Reserve Board that the Federal Reserve banks be permitted to withhold for certain exchange purposes balances from the Gold Settlement Fund - whenever such balances are withheld, both banks to advise the Federal Reserve Board of the amounts to be withheld.

A report prepared by Mr. Harding relative to the admission of building and loan associations to the Federal reserve system, was read to the Board and approved, the Secretary being ordered to transmit a letter in accordance therewith to the Manheim Building and Loan Association.

A report prepared by a special committee with reference to the conversion of 2% bonds into 3% bonds, setting forth the proposed form of the bonds, etc., was read to the Board, and after discussion, was recommitted for further study.

Mr. Harding presented a report with reference to the admission of State banks with capitalization less than that of national banks in the same city, indicating that such admission could not be permitted under the law. On motion the report was approved and the Secretary ordered to transmit a letter in accordance therewith to enquirers.

The Secretary of the Board called to its attention certain correspondence received by him relative to the alleged

robbery of the Federal Reserve Bank of Richmond, denying that any such event had occurred.

On motion at 1.20 p. m. the Board adjourned to meet at 3.00 p. m. this day.

H. Parker Willis  
Secretary.

APPROVED:

J. C. Adams  
Chairman.