

At a regular meeting of the Federal Reserve Board held in the office of the Board at 11:00 a. m., on Thursday, November 11,

PRESENT:

Mr. Hamlin, presiding Mr. Warburg

Mr. Delano Mr. Harding

Mr. Williams Mr. Miller

Mr. Willis, Secretary.

The minutes of the meeting of November 9, were read and approved.

The minutes of the joint conference with Federal reserve agents on November 4 - 5 and 6 were ordered referred to Mr. Delano for reading and report.

Applications for additional stock in Federal reserve banks, duly recommended by Mr. Harding were approved as follows:

DISTRICT No. 3.

Shares.

National Bank of	Malvern, Pa.	9
First National Bank	Leesport, Pa.	2
Hopewell National Bank	Hopewell, Pa.	1
Berwick National Bank	Berwick, Pa.	6

DISTRICT No. 4.

Shares.

First National Bank	Bruin, Pa.	2
First National Bank	Mt. Sterling, O.	3
Piketon National Bank	Piketon, Ohio	1
First National Bank	Hazard, Ky.	1
First National Bank	Cheviot, Ohio	2

DISTRICT No. 5.

Commercial National Bank	Snow Hill, Md.	2
First National Bank	Snow Hill, Md.	2
Farmers' & Merchants Nat.	Bel Air, Md.	3
First National Bank	Mt. Airy, Md.	3
Central National Bank	Richmond, Va.	2

DISTRICT No. 6.

National City Bank	Rome, Ga.	6
First National Bank	Ozark, Ala.	2
City National Bank	Decatur, Ala.	1
First National Bank	De Land, Fla.	4
Peoples National Bank	Orlando, Fla.	1

DISTRICT No. 7.

First National Bank	Clear Lake, Iowa	3
First National Bank	Madison, Wis.	12
First National Bank	Mayville, Wis.	3
First National Bank	St. Anne, Ill.	3
Atlas Exchange Nat'l Bank	Chicago, Ill.	14
Farmers & Merchants Nat.	Morris, Ill.	3

DISTRICT No. 9.

Gregory National Bank	Gregory, S. Dak.	1
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DISTRICT No. 10.

Kansas National Bank	Wichita, Kans.	30
Peoples National Bank	Kansas City, Kans.	2
American National Bank	Tulsa, Okla.	2

Stock Yards National Bank	Kansas City, Mo.	6
Gate City National Bank	Kansas City, Mo.	18
Enid National Bank	Enid, Okla.	6
National Bank of Commerce	Shawnee, Okla.	1
State National Bank	Shawnee, Okla.	1
First National Bank	Tulsa, Okla.	6
National Bank of Commerce	Tulsa, Okla.	6

DISTRICT No. 11.

Stone Fort Nat'l Bank	Nacogdoches, Tex.	6
Stockmens National Bank	Cotulla, Texas.	15

Applications for the surrender of stock in Federal reserve banks, duly recommended by Mr. Harding were approved as follows:

DISTRICT No. 2. Shares.

Commercial Nat'l Bank	Syracuse, N. Y.	420
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DISTRICT No. 4.

First National Bank	Conneaut Lake, Pa.	1
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A letter from the Federal Reserve Bank of Chicago relative to conditions in the Commercial and Savings Bank of Albion, Michigan, was referred to the Committee on State Banks with power to take immediate steps.

The report of Mr. Harding, acting as a special committee to consult with the Secretary of the

Treasury regarding representation at certain coming meetings, to the effect that the Buffalo meeting was provided for, and that he would himself attend a meeting at Atlanta at the desire of the Secretary of the Treasury, was approved.

A report of Mr. Warburg and Mr. Delano acting as a special committee on the forthcoming meeting of the Advisory Council, and suggesting certain topics for the approaching sessions, was presented to the Board, approved, and ordered circulated.

A report of a special committee consisting of Mr. Warburg and Mr. Delano, relating to transfers in the Agents' settlement fund designed to offset shipments of mutilated notes, and favorable to permitting such shipments under specified conditions, provided they are in multiples of ten thousand dollars was read, and on motion approved.

The report of a special committee (Mr. Delano, Mr. Miller, Mr. Hamlin) relating to the suggestion of Federal Reserve Agent Curtiss for a change in position of the serial number on notes, to the effect that the

present practice meets the objection raised by Mr. Curtiss, was read and on motion, approved.

A report of the Committee on Issue and Redemption relating to the sorting and re-shipment of Federal reserve notes transmitted for redemption, was read and on motion, approved, the following resolution being adopted:

First:

Assistant Secretary Malburn be requested to sort the Federal Reserve notes which he has thus far received and which he may hereafter receive, ship the fit notes back to the issuing banks, and charge the actual cost for the clerical labor of sorting and issuing, and the cost of shipping Federal Reserve notes to the issuing banks.

Second:

Inasmuch as the shipping of Federal Reserve notes, fit for circulation, to Washington involves the expense of shipment to Washington, sorting out at Washington, and re-shipping to the issuing Federal Reserve Banks:

BE IT RESOLVED, That the Treasurer of the United States be requested to notify National banks, when sending Federal Reserve notes, fit for circulation, that the express charges will be assessed against the sending bank.

Third:

That notice of this action be given to each Federal Reserve Bank.

It was informally agreed that no further action be taken until the foregoing resolution had been brought to the attention of the Executive Committee of the Governors of the banks.

A report of the Committee on Staff recommending the holding of a designated examination for examiner's assistant, and recommending that no clerical examination be held this year was read, and on motion approved.

The Secretary of the Board was directed to take action accordingly for the holding of a designated examination for examiner's assistant..

The Secretary of the Board gave notice of the receipt of information from Governor J. B. McDougal of Chicago that the meeting of Governors' Executive Committee would be set for November 18 instead of November 16th.

A report of the special committee (Mr. Hamlin, Mr. Warburg and Mr. Harding) relating to the conduct of business and the management of publicity relationships, was read and the following resolution adopted:

RESOLVED:

1. That there shall be three stated weekly meetings of the Board, with such special meetings as the Governor of the Board may choose to call in addition.
2. That these stated meetings shall be held on Mondays, Wednesdays and Fridays at 11:00 a. m.
3. That under the supervision of the Executive Committee, the Secretary of the Board shall directly assign pending business to existing standing and special committees.
4. That such committees shall be authorized to secure the aid of Counsel in passing upon the subjects submitted to them whenever necessary.
5. That there shall be placed on each docket a call of committees, the Secretary to provide separate lists showing the division of pending business among the committees, report to be made by each committee within a special period.
6. That all matters which for any reason can not conveniently be disposed of by committees, or which it is the desire of members to present without such preliminary consideration, shall be placed on a unanimous consent list, and the subjects in such list shall be discussed only after all others have been disposed of, except that, by unanimous consent, at the request of any member of the Board, any such subject may be taken from the unanimous consent list for immediate consideration.
7. That a representative of Counsel's office may,

at discretion, attend Board meetings in order to familiarize himself with pending business.

8. That it shall be the duty of the Secretary before transmitting any letter involving new constructions of the Federal Reserve Act, or changes in, or further development of, the general policy of the Board, to keep advised the office of Counsel.
9. That the Secretary shall regularly circulate to members executive correspondence and matters requiring no direct action.

On motion it was voted that the following order be made with reference to the question of publicity:

1. That the Governor of the Board shall semi-weekly hold a conference with newspaper representatives for the purpose of discussing such pending business of the Board as is of a public nature.
2. That the Secretary of the Board shall continue the routine management of publicity on the present basis, but shall submit to the Governor items for discussion at the semi-weekly conferences.

It was informally agreed that the Secretary should use rather more freedom in communicating with newspapers than heretofore.

A letter from Federal Reserve Agent Rich re-

garding the appointment of Mr. Mosher at Minneapolis, was read, approved and ordered transmitted.

On motion applications for Federal reserve notes, duly recommended by the Committee on Issue and Redemption, were approved as follows:

For the Federal Reserve Bank of Minneapolis,

\$2,000,000,

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

For the Federal Reserve Bank of Kansas City,

\$1,000,000,

\$5 denomination	\$600,000
10 "	240,000
20 "	160,000

A report prepared by Mr. Warburg relative to the purchase of State warrants by the Federal Reserve Bank of Minneapolis, in the form of a proposed letter to Governor Wold of Minneapolis, was read and on motion approved.

// It was informally agreed that the Board would consult with Governor Strong of New York regarding certain questions affecting European credits on the day

at the time of the approaching meeting with the executive committee of Governors.

The Secretary of the Board gave notice that the current week's discount rate notices included no changes. The notices were ordered filed.

On motion December 1 was fixed as the date for beginning formal consideration of the annual report of the Board to Congress.

The Secretary of the Board having read a memorandum from the fiscal agent relating to the payment of gold settlement fund expenses out of the general fund of the Board, the action recommended was, on motion approved with the understanding that it should not constitute a precedent in the future.

A report of Mr. Delano as a special committee to pass upon the invitation of the Credit Men's Association that the Board become members of the Robert Morris Club, in the form of a letter to Mr. A. Wall, was read to the Board and on motion approved.

A letter from Mr. H. V. Whipple representing the Connecticut banks asking for transfer to the New

York District, was read and on motion laid on the table.

A report prepared by Assistant Secretary of the Treasury Malburn relating to regulations for the retirement of national bank circulation, and the refunding of United States bonds, was presented by the Governor of the Board, and on motion referred to Mr. Warburg and Mr. Harding as a special committee.

On motion it was voted that the Executive Committee be requested to reconsider and readjust the present committee assignments.

On motion the Board adjourned to meet on Friday, November 12, at 11:00 a. m.

J. P. Ke. Willis
Secretary.

APPROVED:

C. St. Amelin
Chairman.