

At a regular meeting of the Federal Reserve Board held in the office of the Governor of the Board at 11:10 a. m., on Monday, May 15,

PRESENT:

Mr. Hamlin, presiding Mr. Warburg

Mr. Delano Mr. Harding

Mr. Miller

Mr. Allen, Secretary.

The minutes of the meeting of May 13 were read and approved.

A letter prepared in reply to an inquiry from the Federal Reserve Bank of Dallas on rediscounting with other Federal reserve banks, was referred to Mr. Harding that he might take the matter up with Counsel and the Division of Statistics.

The Committee on Clearing was requested to obtain a report as to the results of the meeting of transit managers in Chicago,

and, in the meantime, action on the request for postponement to July 15 was laid on the table.

Attention was called to the resolution of a special committee of the Texas Bankers' Association recommending the calling of a special meeting of the Association at Dallas on May 24 to consider the Board's clearing plan.

Mr. Harding called attention to the fact that the Federal Reserve Agent at Dallas communicates directly with the Board rather than with the Committee on Operation of Banks having the Dallas Bank in charge, and the question raised as to how communications intended both for the Board and the Committees on Operation should be addressed, was left open for consideration at the agent's conference.

Attention was called to the receipt of a letter stating the action taken at the

Conference of Governors held in Washington on April 17-22, and it was ordered that copies be circulated.

A letter from Mr. W. H. McMasters of Allston, Massachusetts, on financing of foreign loans by banks, was noted, as was a letter from Governor Rhoads stating his arrangements for forwarding report of the condition of the Federal Reserve Bank of Philadelphia for June 30.

A memorandum stating the separation of the gold certificates making up the Gold Settlement Fund so that certain numbers are credited to the Federal Reserve Agents' Fund, and certain other numbers to the Federal Reserve Bank' Fund, was read, and the matter referred to the Committee on the Gold Settlement Fund.

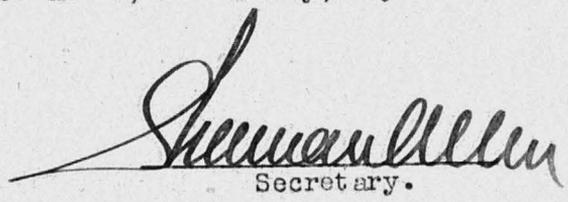
Mr. Warburg suggested as a question to be considered by the Advisory Council the present condition of bank reserves, and a def-

inite policy by the Federal Reserve Board there-
to. This was approved to be forwarded.

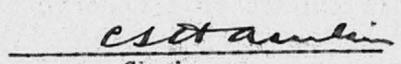
There was discussion of rediscount
rates of Federal reserve banks, and a telegram
to be sent by the Committee on Operation of the
Federal Reserve Bank of Atlanta to that Bank
as to the commodity rate, was approved.

There was discussion as to the pur-
chase of bonds by Federal reserve banks, and
particularly with reference to the Federal Re-
serve Bank of Kansas City.

At 12:30 p. m., the Board adjourned
to meet at 11:00 a. m., on Tuesday, May 16.


Secretary.

APPROVED:


Chairman.