At a meeting of the Executive Committee held in
the office of the Vice Governor on Tuesday, June 19, 1917,
at twelve noon,

PRESENT:

Mr. Warburg, presiding,
Mr. Delano,
Mr. Miller,
Mr. Hamlin,
Mr. Allen, Assistant Secretary.

Mr. Miller presented a telegram received from Mr. Perrin, informing the Board that in view of the passage
of amendments, the San Francisco Bank planned to rescind
its earlier action and to organize the Spokane branch,
with three directors, one of whom was to be the manager.

After full discussion it was voted that a tele-
gram be sent to Mr. Perrin to the effect that in the judg-
ment of the Board the Spokane branch should not be organ-
ized with fewer than five directors in order to insure
the constant presence of three, the minimum number that
should serve as an executive committee; that it was the
view of the Board that this would not interfere with the
management of the bank's ordinary routine by the three
members composing the executive committee, that a system
of rotation might be provided by the by-laws; and that it
was also the Board's view that two of the directors might well be not bankers but representative of business interests.

Mr. Warburg reported that he telegraphed all Federal Reserve Banks that a reprint of the Act as amended was in preparation and asked them to inform the Board how many copies they would require.

Mr. Warburg directed attention to the transfer of reserves made necessary by the amendments to the Act, stating that these payments could be resolved into three divisions: payments from central reserve cities, reserve cities and country banks. The amounts were stated as follows: From central reserve cities $104,000,000, reserve cities $14,000,000, and country banks $38,000,000.

After discussion it was tentatively voted that the Executive Committee recommend that banks in central reserve cities be requested to transfer their reserves at once.

It was the sentiment of those present that banks in Federal reserve cities could also be asked to make transfer of reserves at once.

As to reserve banks in reserve cities and country banks, it was agreed to suggest to the Board that these
banks transfer as much as possible of their reserves from cash in vault, but that the Federal reserve banks might possibly better not impose any penalties on deficient balances until July 15, 1917, so as not to force these member banks to draw on their reserve accounts until the beginning of July.

Vice Governor Warburg was authorized to prepare for approval of the Board a letter to Federal Reserve Banks embodying these suggestions.

Mr. Hamlin was appointed to edit the revision of the Act in process of preparation by Counsel.

The Committee on Reports and Statistics was requested to make a report as to the new form of weekly statement to be used by the Federal Reserve Board, changes having been made necessary by the amendments to the act.

At 12:40 p.m. the meeting adjourned.

APPROVED:

Chairman.

Ass't Secretary.