

At a regular meeting of the Federal Reserve Board held in the office of the Governor on Wednesday, October 3, at 11.20 a.m.,

PRESENT:

Mr. Harding, presiding, Mr. Miller,

Mr. Delano, Mr. Williams,

Mr. Hamlin, Mr. Willis, Secretary.

Mr. Warburg,

The minutes of the meeting of the Board held on October 2 were read and, on motion, approved.

The minutes of the meetings of the Executive Committee held on September 29 and October 1 and 2 were read and, on motion, approved and the action therein set forth ratified.

After discussion, it was, on motion, voted that the Secretary of the Board be henceforward authorized and instructed to have prepared two carbon copies of the minutes of the Executive Committee meetings, one such copy to be sent to any member of the Board desiring it for his information, such copy to be later returned by such member to the Secretary's office.

The report on the redesignation of reserve cities

made a special order for this day, was taken up, and Mr. Delano stated that the Committee which originated the report now proposed to omit Jacksonville, Florida, and Evansville, Indiana, from the list of new reserve cities, whose designation had been recommended. This would leave Buffalo, Toledo, Peoria, Memphis, Grand Rapids and Oakland as new reserve cities to be placed on the existing list. After discussion it was, on motion, voted to lay the matter on the table until the last meeting in October, making it a special order at that time.

A telegram from Federal Reserve Agent Perrin proposing a rate on trade acceptances and bankers acceptances of $2\frac{1}{2}$ - $4\frac{1}{2}$ % was read and, on motion, the proposed rate was approved.

On recommendation of the Committee on Membership the following institutions were ordered admitted to the Federal reserve system upon the conditions named in each case in the report of the Committee:

The Guaranty Trust Company of New York;

The Sioux Falls Savings Bank, Sioux Falls, S.D.

Upon recommendation of the Committee on Investments the following institutions were granted power to accept drafts under the Federal Reserve Act up to 100% of capital and surplus:

Safety Fund National Bank, Fitchburg, Mass.,

Merchants National Bank, Richmond, Va.

On recommendation made by the Clayton Act Committee that the application of Mr. R. V. Johnson of Washington, Pa., be declined, was discussed and referred back to the Committee.

The Secretary of the Board having stated that the Treasurer of the United States asks the Board's consent to his use of the Treasury telegraphic code in communications with the Federal Reserve Banks, the Board, on motion, referred the matter to the Executive Committee with power to act.

Changes in capital stock at Federal Reserve Banks, duly recommended by the Committee on Membership, were, on motion, approved as follows:

Application for surrender of stock.

<u>District No. 7.</u>		Shares
First National Bank of	Minonk, Ill.	37

Application for original stock.

<u>District No. 9.</u>		
First National Bank	Raymond, Mont.	17
First National Bank	Plevna, Mont.	<u>10</u> 27

Governor Harding stated to the Board that Federal Reserve Agent Wellborn, who is now in Washington, had advised him that the Board's instructions with respect to

Director Toole of the Federal Reserve Bank of Atlanta, had been complied with. Informal discussion of the situation at the Federal Reserve Bank of Atlanta ensued.

On motion, at 12.15 p.m. the Board adjourned to meet on Thursday, October 4, at eleven a.m.

APPROVED:

H. Parker Willis
Secretary.

Chairman.