

At a regular meeting of the Federal Reserve Board held in the office of the Board on Monday, January 21, at eleven a.m.,

PRESENT:

Mr. Harding, presiding, Mr. Miller,
Mr. Delano, Mr. Willis, Secretary.
Mr. Hamlin,

The minutes of the meeting of the Board held on January 18 were read and, on motion, approved.

The minutes of the meeting of the Gold Export Committee held on January 19 and 21 were presented and, on motion, approved, and the action therein set forth ratified.

A letter from Edwin Baxter, Cashier of the Federal Reserve Bank of Cleveland, relative to the 1918 issue of circulars and regulations, was read and, on motion, referred to the Secretary for reply.

The Secretary presented a memorandum of Chief Examiner Broderick regarding securities said to have been lost in certain cases by the Federal Reserve Bank of Philadelphia.

On motion it was voted that all Federal Reserve banks be instructed to advise the Board promptly in the

event of any losses of money or securities.

A report of Committee No. 1, dated January 18, regarding salaries at the Federal Reserve Bank of St. Louis, was read and, on motion, approved.

A report of Committee No. 1, dated January 21, approving a salary of \$2,400 for Examiner E. F. Parker, was read and, on motion, approved.

A report of Committee No. 1, dated January 18, relative to salaries at the Federal Reserve Bank of Kansas City, was read, and, on motion, approved.

A report of Committee No. 1 fixing the salary of Mr. L. C. Adelson at \$4,800, effective January 16, was read and, on motion, approved with the amendment that the salary become effective February 1.

A report of Committee No. 2 recommending the granting of power to accept up to 100% of capital and surplus, was read and, on motion, approved in favor of the Second National Bank of New York.

A report of Committee No. 2 recommending the admission of institutions upon conditions named in each case, was read and the banks ordered admitted accordingly as follows:

The Terre Haute Trust Company, Terre Haute, Ind.
Oak Park Trust & Savings Bank, Oak Park, Ill.
Bank of Boyceville, Boyceville, Wisconsin.

A report of Committee No. 2 recommending permission for the National Newark & Essex Banking Company of Newark, and the Merchants National Bank of Worcester, Mass., to invest in the stock of the American Foreign Banking Corporation, was read and, on motion, approved.

Upon recommendation of Committee No. 3 changes in capital stock at Federal Reserve banks were approved as follows:

Applications for Original Stock.

<u>District No.</u>		<u>Shares</u>	
<u>District No. 3.</u>			
First National Bank	Wrightstown, N.J.	<u>17</u>	17
<u>District No. 8.</u>			
First National Bank	Mineral Springs, Ark.	9	
First National Bank	Marked Tree, Ark.	<u>17</u>	26
<u>District No. 9.</u>			
First National Bank	Dodson, Mont.	<u>17</u>	17
<u>District No. 10.</u>			
Farmers National Bank	Fairview, Kans.	<u>18</u>	18
<u>District No. 12.</u>			
Lodi National Bank	Lodi, Calif.	<u>90</u>	90
	Total,		<u>168</u>

Applications for Additional Stock.

<u>District No. 1.</u>			
First National Bank	New Haven, Conn.	<u>510</u>	510
<u>District No. 2.</u>			
Union Exchange National Bank	New York, N.Y.	180	
National Park Bank of New York	New York, N.Y.	3000	
First National Bank	Genoa, N.Y.	2	
First National Bank	E. Rochester, N.Y.	1	
National Newark & Essex Bank Co	Newark, N.J.	<u>600</u>	3783

Applications for Additional Stock (Con.)

District No. 6.

Maury National Bank	Columbia, Tenn.	3	
First National Bank of Acadia			
Parish At Crowley	Crowley, La.	4	
First National Bank	Ashford, Ala.	2	
Commercial National Bank	New Orleans, La.	90	
First National Bank	Atmore, Ala.	1	
City National Bank	Decatur, Ala.	5	
Central National Bank	Albany, Ala.	3	
Camden National Bank	Camden, Ala.	1	
First National Bank	Midland City, Ala.	1	
Isbell National Bank	Talladega, Ala.	30	
First National Bank	Lincoln, Ala.	1	
Exchange National Bank	Tampa, Fla.	30	
Central National Bank	St. Petersburg, Fla.	15	
American National Bank	Tampa, Fla.	15	
First National Bank	Lavonia, Ga.	3	
Macon National Bank	Macon, Ga.	4	
First National Bank	Milledgeville, Ga.	6	
Farmers National Bank	Shelbyville, Tenn.	2	
Elk National Bank	Fayetteville, Tenn.	17	
American National Bank	Lebanon, Tenn.	3	
Cumberland Valley National Bank	Nashville, Tenn.	5	
First National Bank	Coal Creek, Tenn.	2	
City National Bank	Johnson City, Tenn.	3	
First National Bank	So. Pittsburg, Ten.	6	
Erwin National Bank	Erwin, Tenn.	1	<u>257</u>
	Total,		4040

Applications for Surrender of Stock.

District No. 1.

Yale National Bank	New Haven, Conn.	480	Shares
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District No. 4.

St. Clair National Bank	Freedom, Pa.	60	
Citizens National Bank	Disco, Tex.	18	<u>558</u>
	Total,		558

Upon recommendation of Committee No. 3 the National Bank of Bellows Falls, Vermont, was granted permission to act as trustee, executor and administrator.

Governor Harding presented business as follows:

A letter from Mr. J. H. Puelicher re the effort of Mr. T. J. Sweeney to cooperate in obtaining new members.

A letter from Federal Reserve Agent Wellborn re the amendment of State laws to facilitate admissions; referred to Committee No. 3.

A letter from Governor Van Zandt re pledge of collateral protecting Federal Reserve notes; read and noted.

A letter from Representative D. T. Morgan re short term credit for farmers; read and referred to the Executive Committee (papers in hands of the Governor.).

A letter from Governor Strong of New York addressed to Mr. Warburg re acceptance credits and the making of acceptances; read and referred to the Executive Committee for report.

A letter from Federal Reserve Agent Martin notifying the Board of the election of Mr. F. O. Watts as a member of the Federal Advisory Council; - read and noted.

A letter from President Forgan of the Advisory

Council regarding reserves graduated on the basis of different classes of deposits, and notifying the Board of the next meeting of the Council of February 18; - read and noted.

A letter from the Federal Reserve Bank of Richmond (Governor Seay) regarding the placing of certificates of indebtedness; - read and noted.

A letter from Federal Reserve Agent Austin re the purchase of a vault at Philadelphia; read and referred to the Philadelphia Committee with power to act.

A letter from President C. A. Hinsch regarding the use of trade acceptances; - read and referred to Committee No. 2.

A letter from a committee of directors of the Federal Reserve Bank of Minneapolis re the salaries of the officers of the bank; read and referred to Committee No. 1.

A letter from Federal Reserve Agent Wellborn re a pneumatic tube system for the new building at Atlanta; - read and referred to the Atlanta Committee.

A letter from Governor Wold re the methods to be used in the sale of certificates in the Minneapolis District; also a letter on the same subject from Federal Reserve Agent Heath re sales in the Chicago District; - read and referred to the Executive Committee with power.

A letter from Governor McDougal re serve percentages for small banks within the corporate limits of Chicago; - read and noted.

A letter from Governor McDougal re conditions in Wisconsin and Michigan as to the status of depositaries in those states; - read and noted.

A letter from Governor Wells of St. Louis re the sale of Treasury Certificates in the St. Louis District; read and noted.

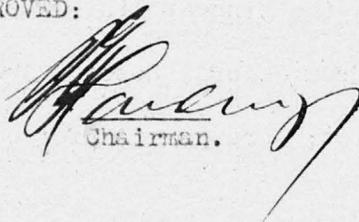
A letter from Federal Reserve Agent Wellborn re the sale of Treasury Certificates; - read and noted.

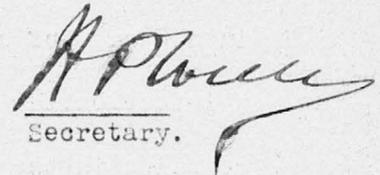
Mr. Warburg reported informally that the Board could probably obtain rooms 54, 55 and 56, Treasury Building, but that it was difficult to make a complete rearrangement.

A report of Committee No. 3 re the use of silver now held behind certificates, was, on motion, made a special order for Wednesday, January 23.

At 12.30 p.m. the Board adjourned.

APPROVED:


Chairman.


Secretary.