

At a regular meeting of the Federal Reserve Board held in the office of the Board on Friday, February 1, at eleven A. M.,

PRESENT:

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

The minutes of the meeting of the Board held on January 30 were read and, on motion, approved.

The minutes of the meetings of the Gold Exports Committee held on January 31 and February 1 were presented and, on motion, approved, and the action therein set forth ratified.

The minutes of the meetings of the Capital Issues Committee held on January 30 were presented and, on motion, approved and the action therein set forth ratified.

Mr. Warburg reported he had communicated with the Philadelphia Committee in charge of the selection of a Governor for that bank, and that the Committee would arrive in Washington for consultation on Tuesday, February 5. In this connection Mr. Warburg read a letter from Mr. Joseph Wayne of the Board of Directors, and letters he expected to send

to Messrs. Thomsen & Harrison.

Correspondence with Governor Van Zandt and between President Cullan of the Texas Cattle Raisers Association and the Secretary of the Treasury regarding the status of cattle paper in Texas, was presented and outlined, and, on motion, referred to the Dallas Committee.

The Secretary of the Board stated the substance of a conversation with Mr. James G. McNary regarding the organization of a branch at El Paso, Texas, and also submitted a telegram from Mr. McNary regarding the status of El Paso. The facts were noted.

A memorandum of Counsel regarding the status of savings accounts under specified conditions at Wilmington, Delaware, was presented and, on motion, referred to the Committee on Law.

Letters from Governor Rhoads reporting the recovery of a lost shipment of bonds; and discussing the matter of moving into new quarters, were presented and ordered brought to the attention of Governor Harding.

A letter from Federal Reserve Agent Perrin regarding a possible conference of Federal Reserve agents was read and, on motion, laid on the table until the meeting of Monday, February 4.

A resolution fixing the status of the Executive Committee February 1-4, was, on motion, adopted as follows:

WHEREAS, by resolution of the Board adopted at the meeting held on the twelfth day of December 1917, it was by resolution provided that the Governor, and in his absence, the Vice Governor, should have authority to make requisition upon the Comptroller of the Currency for delivery of Federal Reserve notes to any Federal reserve agent; and

WHEREAS, it has now become necessary to make provision for delivery of such notes and for the performance of other executive acts usually performed by the Governor and Vice Governor during the absence or disability of both officials;

NOW, THEREFORE, BE IT RESOLVED that Messrs. Hamlin, Miller and Delano be, and they are hereby constituted and appointed Executive Committee pro tempore, with full power to perform all duties and exercise all powers of the Executive Committee during the absence or disability of the Governor and Vice Governor, Mr. Hamlin being, and he hereby is, constituted and appointed Chairman of said Committee with full power to sign all mail, orders, and

other papers usually signed by the Governor, or Vice Governor, as Acting Chairman of the Executive Committee, during the absence or disability of the Governor and Vice Governor.

A telegram from Deputy Governor Calkins of San Francisco regarding rupee exchange, was read and discussed and referred to Mr. Warburg for reply.

A letter from the Phelps Dodge Corporation addressed to C. H. Bates regarding the supplying of gold for export by Federal Reserve banks, was read and, on motion, referred to Mr. Warburg as chairman, with power to act.

A report of Committee No. 1 re salaries in the fiscal agent's department at the Federal Reserve Bank of Atlanta and the New Orleans Branch, was laid on the table.

A report of Committee No. 1 dated February 1, approving the salary of Mr. R. M. Gidney at \$4,500 at the Federal Reserve Bank of New York, was approved.

A report of Committee No. 1 dated February 1, approving certain salaries for the staff of the Capital Issues Committee was approved.

The question of allowing Mr. R. M. Gidney

to participate in bonuses, was referred to Counsel..

A report of Committee No. 2 approving the admission of state institutions upon conditions named by the Committee in each case, was approved and the institutions ordered admitted as follows:

Farmers Loan & Trust Company New York City.
3,600 shares in the Federal Reserve Bank of New York

State Savings Bank, of Warren, Warren, Michigan
24 shares in the Federal Reserve Bank of Chicago .

The Bank of Hammondport, Hammondport, N. Y.
60 shares in the Federal Reserve Bank of New York.

Leesburg State Bank, Leesburg, Fla.
24 shares in the Federal Reserve Bank of Atlanta.

Lewiston State Bank, Lewiston, Montana
36 shares in the Federal Reserve Bank of Minneapolis.

Bank of Santa Monica, Santa Monica, California
95 Shares in the Federal Reserve Bank of San Francisco.

Mountainair State Bank, Mountainair, N. M.
18 shares in the Federal Reserve Bank of Dallas

Central Savings Bank & Trust Co., Akron, Ohio
600 shares in the Federal Reserve Bank of Cleveland.

State Bank of Coloma, Coloma, Michigan
19 shares in the Federal Reserve Bank of Chicago.

First State Bank, Paris, Texas
135 shares in the Federal Reserve Bank of Dallas.

City Bank & Trust Co., New Orleans, La.,
180 shares in the Federal Reserve Bank of Atlanta.

Superior Savings & Trust Co., Cleveland, Ohio.
900 shares in the Federal Reserve Bank of Cleveland.

A report of Committee No. 3 approving the grant of the powers of trustee, executor, administrator and registrar to the Boulder National Bank of Boulder, Colorado, was read and, on motion, approved.

A memorandum of a proposed arrangement between the Treasury and the Mexican Government as to gold shipments to Mexico was presented and ordered circulated.

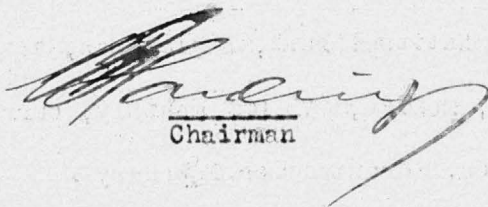
A draft of a letter proposed to be sent by Mr. Warburg to Director Thompson of the Philadelphia Bank, was read and noted.

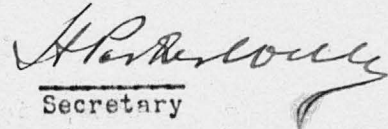
A memorandum of Counsel re the endorsement of paper in favor of banks discounting domestic acceptances, was presented and ordered referred to the Committee on Law.

Mr. Warburg reported the situation as to renewal acceptances in New York, and read letters from Governor Strong on the subject. Discussion ensued. Mr. Warburg was invited to draft a reply for the Board.

At 12:40 P. M. the Board adjourned.

APPROVED:


Chairman


Secretary