

At a regular meeting of the Federal Reserve Board held in the office of the Board on Saturday, February 9, at 11 A. M.,

## PRESENT:

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

The minutes of the meeting of the Board held on February 6 were read and, on motion, approved.

The minutes of the meeting of the Executive Committee held on February 7, were read and, on motion, approved and the action therein set forth ratified.

The minutes of the meetings of the Gold Exports Committee held on February 7, 8 and 9 were presented and, on motion, approved and the action therein set forth ratified.

The special order of the day, the bill for the sale of silver held by the Treasury, was taken up and on motion, it was voted to reconsider the action already taken with reference to the proposed plan for the sale of silver. Mr. Hamlin read a letter drafted by him and stating the position previously taken by the Board on this subject. Discussion ensued. On motion it was voted that the draft letter

be approved subject to minor changes, minority members to express themselves to the contrary.

Mr. Hamlin and Mr. Warburg were recorded in the negative.

Correspondence with Federal Reserve Agent Perrin re the early establishment of a branch at Salt Lake City was presented and the matter tabled until after the conference of Federal Reserve Agents on the 26th of February.

A letter from Mr. F. R. Hart of the Old Colony Trust Co., re subscriptions to certificates was referred to Governor Harding with power.

The matter of writing to Federal Reserve Agents regarding the Index Digest was referred to Governor Harding.

The exercise of fiscal agency functions at branches was presented and ordered made a topic for the coming meeting of Federal Reserve Agents. It was agreed that Mr. Broderick be asked to attend the conference.

Correspondence with Federal Reserve Agent Perrin regarding the status of state banks in California was read, and on motion the San Francisco Committee was requested to confer with Congressman Hayes.

An application on behalf of the National City Bank

for permission to establish a branch in San Juan with sub-branches in Arecibo, Mayaguez and Ponce in Porto Rico was presented and on motion, referred to Committee No. 2 and Counsel.

A telegram of inquiry from Federal Reserve Agent Perrin re the status of shipments from Hawaii was read and on motion referred to Counsel.

Correspondence with Federal Reserve Agent Jay and Chief Examiner Broderick re the proof and verification of operations in the fiscal agents department at New York for the first and second Liberty Loans was presented and referred to Governor Harding with power.

A letter from the "Continental Credit Trust" of Chicago re the status of its obligations was referred to Committee No. 2 with Counsel.

Reports of Committee No. 1, were, on motion, approved as follows:

Dated Feb. 8	approving	appointment	of	D. H. Wood	as	Examiner.
"	"	9	"	"	of	Mrs. E. W. Reeve,
						Stenographer (Capital Issues Com.)
"	"	7	"	Salaries	at	the Federal Reserve
						Bank of Boston.
"	"	6	"	appointment	of	T. G. Sanders, Asst.
						Federal Reserve Agent at Kansas City.
"	"	6	"	appointment	of	D. M. Kenyon, Asst.
						Cashier, Boston.
"	"	9	"	appointment	of	W. N. Wood, Asst.

F. R. A. at San Francisco.

Dated Feb. 6 approving appointment Miss E. Morey at \$1,200, (Board's staff) effective on taking office, and Miss B. Black, at \$1320, effective February 11th. (Board's staff.)

" " 6 Approving foreign Exchange Division employees (Miss Thompson \$1200, Miss Jemi at \$900 and Thomas Walsh at \$480.)

The secretary was directed to insert in the minutes of February 1, the original report of Committee No. 1 dated February 1, re the salaries for Misses Waters, Coyne and Carroll, (Capital Issues Committee.)

Reports of Committee No. 2 were approved as follows:

Dated February 9th, approving the use of drafts drawn by the American Woollen Co., to create Argentine Exchange.

Dated February 9 recommending the admission of the following institutions:

Penn County Trust Company, Allentown, Pa.  
216 shares in the Federal Reserve Bank of Philadelphia.

Alliance Trust & Guaranty Co. Hackensack, N. J.  
90 shares in the Federal Reserve Bank of New York.

Rutherford Trust Co., Rutherford, N. J.  
75 shares in the Federal Reserve Bank of New York.

Farmers & Merchants Bank, Filer, Idaho.  
15 shares in the Federal Reserve Bank of San Francisco.

Western Bank & Trust Co., Cincinnati, Ohio.  
525 shares in the Federal Reserve Bank of Cleveland.

First Bank of Grantsburg, Grantsburg, Wis.  
32 shares in the Federal Reserve Bank of Minneapolis.

Reports of Committee No. 3 were presented and,  
on motion, approved, as follows:

Dated February 4, granting powers of trustee,  
executor and administrator to National Bank of  
Owensboro, Ky.

Dated February 5, granting powers of trustee,  
executor, administrator and registrar to Commercial  
National Bank, Great Falls, Montreal.

Dated February 5, granting powers of trustee,  
executor, registrar, and administrator to Exchange  
National Bank of Muskogee, Okla.

Dated February 5, granting powers of trustee,  
executor, registrar, and administrator, to Bennington  
Co., National Bank, Bennington, Vt.

Dated February 5, granting powers of trustee,  
executor and administrator to 1st National Bank of  
Carlisle, Ind.

Dated February 5, granting powers of trustee,  
executor and administrator to 1st National Bank of  
Dublin, Ind.

Dated December 5, granting powers of trustee,  
executor and administrator to 1st National Bank,  
Danville, Pa.

Dated December 5, granting powers of trustee,  
executor and administrator to Mechanics National  
Bank, Omaha, Nebraska.

Dated February 9, granting powers of trustee,  
and registrar to Shoshone National Bank, Cody, Wyo.

The application of the Commercial National Bank,  
Great Falls, Mont., was ordered held.

Approving the applications of Guy Gary, A. H. Bell,

and S. D. Warriner, under the Clayton Act.

Granting power to act as trustee, administrator, executor and registrar of stocks and bonds to the Commercial National Bank, Independence, Kansas.

Recommending changes in capital stock as follows:

Applications for surrender of stock.

<u>District No. 1.</u>		Shares	
Roxbury National Bank	Boston, Mass.	6	
First National Bank	Attleboro, Mass.	15	
Thames National Bank	Norwich, Conn.	30	
National Black River Bank	Proctorsville, Vt.	2	
Lamoille County National Bank	Hyde Park, Vt.	<u>36</u>	89
<u>District No. 3.</u>			
Citizens National Bank	Middletown, Del.	<u>96</u>	96
<u>District No. 6.</u>			
First National Bank	St. Augustine, Fla.	<u>24</u>	24
<u>District No. 10.</u>			
First National Bank	Stuart, Okla.	<u>18</u>	18
<u>District No. 11.</u>			
Farmers & Merchants Natl Bank	Comanche, Tex.	36	36
<u>District No. 12.</u>			
First National Bank	Gilroy, Cal.	<u>54</u>	<u>54</u>
	Total.....		317

Applications for original stock.

<u>District No. 1.</u>		Shares	
Mattapan National Bank	Boston, Mass.	<u>76</u>	76
<u>District No. 7.</u>			
Minonk National Bank	Minonk, Ill.	17	
First National Bank	Hume, Ill.	20	37
<u>District No. 8.</u>			
First National Bank	Monette, Ark.	<u>16</u>	16

<u>District No. 9.</u>		Shares
Stockmens National Bank	Raynesford, Mont.	18
Montana National Bank	Havre, Mont.	30
First National Bank	Winner, S. Dak.	18
First National Bank	Chester, Mont.	18
First National Bank	Proctor, Minn.	20
First National Bank	Boyceville, Wis.	18
		<u>122</u>
<u>District No. 10.</u>		
Citizens National Bank	Boulder, Colo.	72
First National Bank	Haxtun, Colo.	30
		<u>102</u>
<u>District No. 12.</u>		
First National Bank	Mesa, Ariz.	69
First National Bank	Flagstaff, Ariz.	30
		<u>99</u>
	Total.....	452

A report of the Richmond Committee naming Government directors for the Baltimore Branch was read and laid on the table until Monday, February 11, being placed meantime in the hands of Governor Harding for inquiry into certain details.

Mr. Harding presented business which was acted upon as follows:

Correspondence with Federal Reserve Agent Rich re payment of liberty loan expenses, read and referred to the Minneapolis Committee.

Correspondence between Governor Wold and E. S. Johnson of Minneapolis, re rates of interest on deposits, also memorandum of reply on same subject. It was agreed to ascertain the facts as to the present practice of pay-

ing interest on deposits.

A letter from Federal Reserve Agent Curtis re losses of certificates of indebtedness at Boston - read.

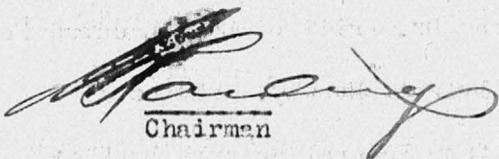
An opinion of Counsel re the status of reserve cities - read and referred to Committee No. 3.

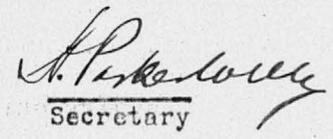
Mr. Delano presented the question of the position of the Guaranty State Bank of Hansford, Texas, as an applicant for admission, and discussion ensued but no action was taken.

On motion of Mr. Miller, discussion of the re-discount sections of the War Finance Corporation bill was made a special order for Monday, February 11.

At 1:15 P..M., the Board adjourned.

APPROVED:

  
Chairman

  
Secretary