

At a regular meeting of the Federal Reserve Board held in the office of the Board on Friday, May 3, 1918, at 11:20 A. M.,

PRESENT:

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

The minutes of the meeting of the Board held on May 1, were read and, on motion, approved.

The minutes of the meetings of the Gold Export Committee held on May 2 and May 3, were presented and, on motion, approved and the action therein set forth ratified.

The minutes of the meeting of the Capital Issues Committee held on April 27, were presented and, on motion, approved and the action therein set forth ratified.

Governor Harding read a draft of a letter addressed to the Federal Reserve Bank of San Francisco re the charging off of the value of buildings now standing on the future site of the San Francisco bank. The letter was discussed and approved for transmission.

Discount rate sheets transmitted by various Federal Reserve Banks (no changes suggested) were presented and noted. The Secretary was authorized to write Federal Reserve banks asking for uniform rates one week in advance in sending in rate sheets.

A letter from Assistant Secretary Leffingwell re the melting of standard silver dollars, amounting to 23,000,000 fine ounces of silver, and other phases of the silver retirement operation provided for under recent legislation was read. On motion, the Governor was authorized to request the Comptroller of the Currency to prepare Federal Reserve bank notes of denominations of \$1 and \$2 in the same proportions already set for the \$5 notes.

Governor Harding laid before the Board an application from the Tulsa Clearing House Association for the establishment of a branch at that point. The Secretary of the Board was directed to reply.

The Governor was requested to investigate the cash payment situation at Oklahoma banks before taking any further steps.

A memorandum from Counsel dated May 1, re the apportionment of the cost of Federal Reserve

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bank notes was read and ordered mimeographed and transmitted to Federal Reserve banks.

Reports of Committees were presented and approved as follows:

No. 1.

Dated May 1, re methods of appointing members of the staff of the Board.

" " 2, recommending the appointment of Miss M. H. Root (Division of Foreign Exchange) at \$780 per annum effective May 3.

" " 3, recommending appointment of Miss K. Harrold (Division of Foreign Exchange) at \$1,200 per annum, effective May 6.

No. 2.

Dated May 2, recommending correction in certificates accompanying oil acceptances suggested by William Foley of the Mercantile Trust Co., St. Louis.

Dated " 2, recommending acceptance powers to 100% for the First National Bank of Terrell, Texas.

" " 3, recommending the admission of institutions upon terms named by the Committee in each case as follows:

Bay City Bank, Bay City, Michigan.
300 shares in the Federal Reserve Bank of Chicago.

The Lake Providence Bank, Lake Providence, La.
18 shares in the Federal Reserve Bank of Dallas.

Citizens State Bank of Tekoa, Tekoa, Wash.
21 shares in the Federal Reserve Bank of San Francisco.

Blackfoot City Bank, Blackfoot, Idaho.
36 shares in the Federal Reserve Bank of San Francisco.

No. 3.

Dated May 1, recommending approval of the applica-
tion of H. A. Chatham under the Clay-
ton Act.

" " 30, recommending that no action be taken
re the directors of the Deseret Nation-
al Bank of Salt Lake City.

" " 1, recommending changes in capital stock
at Federal Reserve Banks as follows:

Applications for original stock.

District No. 5.

		Shares	
First National Bank	Shenandoah, Va.	<u>20</u>	20

District No. 10.

First National Bank	Oilton, Okla.	<u>15</u>	<u>15</u>
	Total.....		35

Applications for additional stock.

District No. 2.

Somerset National Bank	Barker, N. Y.	1
First National Bank	Bay Shore, N. Y.	8
First National Bank	Brushton, N. Y.	3
Cazenovia National Bank	Cazenovia, N. Y.	2
Central Valley Natl Bank	Central Valley, N.Y.	1
Conenwango Valley Natl Bk.	Conewango " N. Y.	1
National Bank of	Cortland, N. Y.	3
Edwards National Bank	Edwards, N. Y.	3
First National Bank	Farmingdale, N. Y.	1
First National Bank	Forestville, N. Y.	<u>1</u>
		24

<u>District No. 2. Cont'd.</u>	Bro't for'd.....	24	
Union National Bank	Franklinville, N. Y.	15	15
Goshen National Bank	Goshen, N. Y.	1	
Citizens National Bank	Hammond, N. Y.	6	
First National Bank	Harrisville, N. Y.	1	
Manufacturers National Bank	Ilion, N. Y.	18	
Swedish American Nat'l. Bk.	Jamestown, N. Y.	3	
The Bank of New York, N.B.A.	New York, N. Y.	300	
North Creek National Bank	North Creek, N. Y.	3	
First National Bank	North Rose, N. Y.	1	
Madison County Trust & Deposit Company,	Oneida, N. Y.	11	
Citizens National Bank	Poland, N. Y.	9	
Red Creek National Bank	Red Creek, N. Y.	19	
Peoples National Bank	Salem, N. Y.	1	
Saranac National Bank	Saranac Lake, N. Y.	1	
First National Bank	Sodus, N. Y.	2	
Suffern National Bank	Suffern, N. Y.	18	
Ticonderoga National Bank	Ticonderoga, N. Y.	6	
Tottenville National Bank	Tottenville, N. Y.	1	
Citizens National Bank	Wellsville, N. Y.	6	
First National Bank	Whitesville, N. Y.	1	
First National Bank	Winthrop, N. Y.	1	
First National Bank	Bradley Beach, N. J.	2	
First National Bank	Branchville, N. J.	6	
First National Bank	Dunellen, N. J.	6	
First National Bank	Englishtown, N. J.	6	
First National Bank	Eatontown, N. J.	4	
First National Bank	Farmingdale, N. J.	2	
Peoples Trust & Guaranty Co.	Hackensack, N. J.	360	
First National Bank	Jamesburg, N. J.	15	
First National Bank	Millburn, N. J.	1	
Ocean Grove National Bank	Ocean Grove, N. J.	5	856

<u>District No. 5.</u>			
First National Bank of Southern Maryland,	Upper Marleboro, Md.	3	
First National Bank	Allendale, S. C.	13	
do	do	3	
First National Bank	Rocky Mount, N. C.	5	
Planters National Bank	do	15	
First National Bank	Morganton, N. C.	24	
First National Bank	Honaker, Va.	6	
Rockingham National Bank	Harrisonburg, Va.	6	
Culpepper National Bank	Culpepper, Va.	45	
Commonwealth National Bank	Readville, Va.	1	
First National Bank	Fairview, W. Va.	1	
First National Bank	Welch, W. Va.	12	135

<u>District No. 6.</u>	Bro't For'd.....	991
First National Bank	Alexandria, La.	<u>180</u> 180

<u>District No. 11.</u>		
Nogales National Bank	Nogales, Ariz.	1
First National Bank	Arcadia, La.	6
First National Bank	Winnfield, La.	2
First National Bank	Belen, N. M.	9
First National Bank	Carrizozo, N. M.	2
First National Bank	Clovis, N. M.	44
First National Bank	Lovington, N. M.	3
First National Bank	Melrose, N. M.	3
First National Bank	Portales, N. M.	9
First National Bank	Tucumcari, N. M.	15
Caddo National Bank	Caddo, Okla.	2
First National Bank	Durant, Okla.	3
First National Bank	Bogata, Texas.	2
Merchants National Bank	Brownsville, Tex.	9
Coggin National Bank	Brownwood, Tex.	6
First National Bank	Cangon, Tex.	6
First National Bank	Cleveland, Tex.	1
First National Bank	Channing, Tex.	1
Farmers National Bank	Cross Plains, Tex.	3
First National Bank	Eagle Pass, Tex.	30
First National Bank	Eldorado, Texas.	9
First National Bank	Fort Stockton, Tex.	2
First National Bank	Gorman, Texas.	2
First National Bank	Hawkins, Texas.	1
Citizens National Bank	Higgins, Texas.	3
First National Bank	Hondo, Texas.	1
First National Bank	Lockhart, Texas.	9
First National Bank	Lovelady, Texas.	2
First National Bank	Mabank, Texas.	6
First National Bank	Mansfield, Texas.	5
First National Bank	Marble Falls, Texas.	1
First National Bank	Pharr, Texas.	2
First National Bank	Poth, Texas.	2
Sabinal National Bank	Sabinal, Texas.	5
First National Bank	Saint Jo, Texas.	12
Sanger National Bank	Sanger, Texas.	4
First National Bank	Silverton, Texas.	13
City National Bank	Temple, Texas.	6
First National Bank	Troup, Texas.	3
Commercial National Bank	Uvalde, Texas.	6
City National Bank	Wichita Falls, Tex.	30
First National Bank	Wylie, Texas.	<u>3</u> 284
	Total.....	1,455

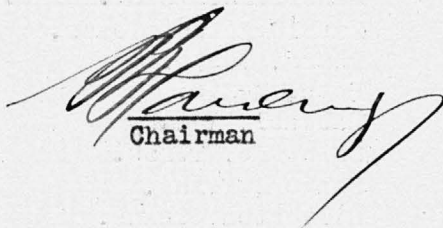
Discussion of a recent speech by Senator Owen re foreign exchange ensued. The situation as affecting the Board was referred to the Executive Committee with the understanding that a general memorandum on the subject be prepared.

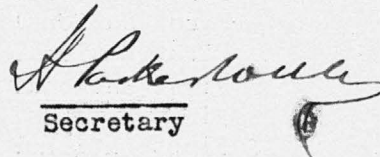
Mr. Miller asked for authority for Committee No. 4 to take up with the Treasury the revision of the circulation and per capita money statement of the Department. On motion, the authority was granted.

Mr. Hamlin presented the report of examination of the Boston bank and the question of paying acceptances in Boston by Cashiers' drafts. The matter was referred to Committee No. 2, for report.

On motion, at 12:37, P. M., the Board adjourned.

APPROVED:


Chairman


Secretary