

894

At a regular meeting of the Federal Reserve Board held in the office of the Board on Wednesday, May 22 at 11:20 A. M.,

PRESENT:

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

The minutes of the meeting of the Board held on May 20 were read and on motion approved.

The minutes of the joint sessions of the Board and the Advisory Council held on May 20 and 21 were presented and, on motion, referred to Mr. Delano.

The minutes of the meetings of the Gold Export Committee held on May 21 and 22 were presented and, on motion, approved and the action therein set forth ratified.

Mr. Warburg reported the situation as to the discounting of paper intended to finance the wool crop as far as purchased by the government and submitted a memorandum. On motion it was voted to ask the Federal Reserve Bank of Chicago to see what can be done toward organizing a small banking syndicate to manage the financing of the wool crop.

Mr. Warburg was instructed to communicate with the Chicago bank.

Correspondence with Musher & Co., and with Governor Strong, re exports of gold to Spain, was presented and a letter suggested by the Gold Export Committee authorized for transmission to Musher & Company.

A letter from Federal Reserve Agent Ramsay, re the discount situation at Kansas City, was read and noted.

A letter from Federal Reserve Agent Jay, re collection charges, was presented and ordered circulated.

A letter from Governor Lynch, re purchase of old government bonds by the San Francisco bank, was presented and ordered circulated.

A memorandum of Governor Morss with plans re the purchase of a bank building at Boston was presented and ordered circulated.

A letter from the Bartlesville National Bank, re discount of oil paper, and proposed reply of Governor Harding thereto, were read and referred to the Governor and Vice Governor of the Board with

power to act.

A letter from W. L. Boss, addressed to the Secretary of the Treasury, re the guaranty of bank deposits, was presented and ordered referred to the Comptroller of the Currency.

In reply to a message from Deputy Governor Hardt of Philadelphia asking whether Federal Reserve banks may subscribe to the Red Cross, it was agreed to inform the banks that the Board cannot authorize such contributions.

A letter proposed for transmission to the E. W. Scripps Newspapers re the payment of dividends in Liberty Bonds, was read and on motion it was voted to refer the proposed draft to Assistant Secretary Leffingwell for reply.

The usual summer arrangement of the Board's quarters was ordered put into effect at once.

Reports of Committees were presented and acted upon as follows:

No. 1.

Dated May 20, authorizing the appointment of Miss L. Mercready at \$1,200 per annum, effective May 20,--ordered inserted in the minutes of May 20.

Dated May 21, fixing the salary of National Bank Examiner Newnham at \$5,000, effective June 1.

Dated May 22, fixing the salary of Bank Examiner W. E. Fair at \$5,000, effective June 1st.

No. 2.

Dated May 21, recommending the admission of state institutions upon terms named by the Committee in each case, as follows:

First State Bank, Canisteo, New York.  
45 shares in the Federal Reserve Bank of New York.

The Citizens Bank of Aztec, Aztec, N. H.  
30 shares in the Federal Reserve Bank of Kansas City.

Citizens State Bank, Frost, Texas.  
30 shares in the Federal Reserve Bank of Dallas.

No. 3.

Dated May 18, recommending the approval of the applications of Daniel Whitmore and H. V. Walker under the Clayton Act.

" " 22, recommending changes in capital stock at Federal Reserve banks as follows:

Application for surrender of stock.

District No. 10.

		Shares
Western National Bank,	Oklahoma City, Okla	<u>72</u>

Applications for original stock.

District No. 9.

		Shares
First National Bank	Erskine, Minn.	17

<u>District No. 9. Cont'd.</u>	Bro't. for'd.....	17	
First National Bank	Charlo, Mont.	15	
First National Bank	Lambert, Mont.	<u>18</u>	50
<u>District No. 10.</u>			
First National Bank	Quapaw, Okla.	<u>15</u>	15
<u>District No. 11.</u>			
First National Bank	Turkey, Texas.	<u>9</u>	9
<u>District No. 12.</u>			
Sebastopol National Bank	Sebastopol, Cal.	32	
First National Bank	Gridley, Cal.	<u>18</u>	50
	Total.....		124

Applications for additional stock.

<u>District No. 3.</u>		Shares	
Union National Bank	Mount Wolf, Pa.	<u>1</u>	1
<u>District No. 4.</u>			
First National Bank	Russell, Ky.	<u>1</u>	1
<u>District No. 5.</u>			
District National Bank	Washington, D.C.	30	
Federal National Bank	do	30	
National Bank of	Baltimore, Md.	30	
Canton National Bank	Canton, Md.	3	
Farmers & Merchants Natl Bank	Bel Air, Md.	3	
Second National Bank	do	1	
National Bank of	Chesapeake City, Md.	1	
National Bank of	Cockeysville, Md.	1	
So. Maryland National Bank	La Plata, Md.	2	
First Natl Bank of St. Mary's	Leonardtwn, Md.	1	
First National Bank	Parkton, Md.	3	
First National Bank	Mt. Air, Md.	3	
Silver Springs National Bank	Silver Spring, Md.	2	
First National Bank	Sandy Springs, Md.	3	
First National Bank	Snow Hill, Md.	1	
White Hall National Bank	White Hall, Md.	5	
Woodbine National Bank	Woodbine, Md.	2	
First National Bank	Asheboro, N. C.	8	
Farmers & Merchants Natl Bank	Ayden, N. C.	4	
First National Bank	Durham, N. C.	12	

<u>District No. 5. Cont'd.</u>	Bro't. for'd.....	145	2
Citizens National Bank	Hendersonville, N.C.	1	
Merchants National Bank	Raleigh, N. C.	9	
First National Bank	Roanoke Rapids, N.C.	4	
Merchants National Bank	Winston-Salem, N. C.	2	
Peoples National Bank	do	3	
Merchants & Farmers Bank	Cheraw, S. C.	2	
First National Bank	York, S. C.	3	
Peoples National Bank	Abingdon, Va.	1	
Citizens National Bank	Bedford, Va.	9	
First National Bank	Berryville, Va.	1	
First National Bank	Broadway, Va.	2	
Buchanan National Bank	Buchanan, Va.	2	
First National Bank	Chatham, Va.	2	
Front Royal National Bank	Front Royal, Va.	3	
Second National Bank	Culpeper, Va.	6	
First National Bank	Gloucester, Va.	1	
Hallwood National Bank	Hallwood, Va.	2	
Merchants National Bank	Hampton, Va.	3	
The National Bank	Herndon, Va.	1	
Bath County National Bank	Hot Springs, Va.	4	
Lancaster National Bank	Irvington, Va.	1	
First National Bank	Lawrenceville, Va.	2	
Peoples National Bank	Lexington, Va.	2	
First National Bank	Luray, Va.	2	
First National Bank	New Market, Va.	1	
Parksley National Bank	Parksley, Va.	2	
Virginia National Bank	Petersburg, Va.	60	
First National Bank	Pocahontas, Va.	6	
First National Bank	Portsmouth, Va.	1	
Pulaski National Bank	Pulaski, Va.	18	
Broadway National Bank	Richmond, Va.	1	
American National Bank	Roanoke, Va.	8	
Peoples National Bank	Rocky Mount, Va.	1	
Planters & Merchants Natl Bank	So. Boston, Va.	6	
Farmers & Merchants Natl Bank	Stanley, Va.	1	
Augusta National Bank	Staunton, Va.	30	
Rappahannock National Bank	Washington, Va.	2	
First National Bank	Waynesboro, Va.	6	
Farmers & Merchants Natl. Bank	Winchester, Va.	9	
Shenandoah Valley National Bank	do.	30	
Shenandoah National Bank	Woodstock, Va.	6	
Beckley National Bank	Beckley, W. Va.	4	
Flat Top National Bank	Bluerfield, W. Va.	6	
Oil Field National Bank	Griffithsville, W.Va.	3	

<u>District No. 5. Cont'd.</u>	Bro't for'd.....	414	2
Merchants National Bank	Montgomery, W. Va.	3	
Second National Bank	Parkersburg, W. Va.	1	
First National Bank	Parsons, W. Va.	1	
First National Bank	Piedmont, W. Va.	3	
First National Bank	Reedy, W. Va.	2	
First National Bank	Romney, W. Va.	1	
National Bank of	Thurmond, W. Va.	<u>1</u>	426

<u>District No. 6.</u>			
National bank of	Athens, Ga.	120	
City National Bank	Dawson, Ga.	18	
First National Bank	Ozark, Ala.	<u>2</u>	240

<u>District No. 9.</u>			
First National Bank	Opheim, Mont.	<u>7</u>	<u>7</u>
	Total.....		675

Kansas City Committee.

Dated May 22, commenting on the report of Chief Examiner Brocerick re the condition of the Federal Reserve Bank of Kansas City.

At this point Mr. Williams entered the room.

Mr. Hamlin filed a memorandum re petty thefts of stamps from his office; referred to the Secret Service.

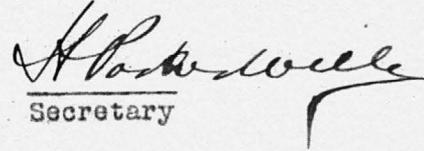
The Secretary was directed to see what could be done toward revising the text of an item in the new appropriation bill providing for the Division of Foreign Exchange.

The method of managing the employment of the staff of the Division of Foreign Exchange was referred to Committee No. 1, with power to act.

On motion at 12:20 the Board adjourned.

APPROVED:

  
Chairman

  
Secretary