

At a meeting of the Executive Committee of the Federal Reserve Board held in the office of the Governor at 3 P.M., on Friday, June 28, 1918,

PRESENT:

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

A telegram asking the Federal Reserve Bank of New York to lease space in the Equitable Building for use of the Division of Foreign Exchange was approved for transmission.

A telegram from the Federal Reserve Bank of Chicago asking whether new state members should be penalized for reserve deficiencies was ordered answered with the suggestion that such members be given a reasonable time to make good their reserves.

A letter from Assistant Federal Reserve Agent Elliott re the supply of notes at San Francisco was ordered answered with the statement that proper measures will be taken to increase the supply.

A telegram from Federal Reserve Agent Perrin asking that Federal Reserve notes and Federal Reserve bank notes be made interchangeable at sub-treasuries

was ordered answered with the statement that proper orders have been issued.

A letter from Governor Strong re the division of post-war gold obligations among Federal Reserve Banks was read and it was agreed to say that the proposed plan seems wise and will be discussed with the Governors of reserve banks on July 1st.

The question of deferring action on the introduction of a schedule of member collections charges was considered and it was agreed to postpone the application of the plan, for the present.

A letter of Governor Strong re an informal conference of Governors recently held in New York, at which were present Messrs. Strong, Passmore, Seay, Fancher, Wold and MacDougal, stating the conclusions arrived at in the conference on various topics and proposing topics for the approaching formal conference on July 1st was read and considered. Some of the recommendations were adopted for the program.

It was agreed to write the Federal Reserve Bank of St. Louis that action on the establishment of a branch at Little Rock is deferred for the present.

A letter from W. H. Kettig re the Birmingham branch and rental of its quarters was read and it was

agreed to authorize a two year lease at \$400 per month, with option of renewal.

A telegram from Federal Reserve Agent Wellborn re by-laws for use at Birmingham and Jacksonville was read and it was agreed to reply that the Board favors the changes in by-laws proposed by Mr. Wellborn.

The Secretary was directed to notify Chief Examiner Broderick of the Conference of July 1st and 2d, in case he should desire to attend.

The question of salaries at reserve banks was taken up but no action taken.

At 4:30 P.M., the Committee adjourned.

APPROVED:

Chairman.

H. Parker Louie
Secretary,