At a meeting of the Federal Reserve Board held in
the office of the Board on Wednesday, September 3, 1919, at
11 A.M.,

PRESENT: The Governor
Mr. Strauss
Mr. Miller
Mr. Hamlin
Mr. Chapman, Acting Secretary.

The minutes of the meeting of the Federal Reserve
Board held on September 2d were read, and on motion approved.

Morning business was presented and disposed of as follows:

Opinion of Consulting Counsel dated August 29th bearing
on the status of reciprocal balances and balances due from
foreign banks in calculating reserves.

Referred to Mr. Hamlin for report.

Letter dated September 2d from Deputy Governor Case of
the Federal Reserve Bank of New York, advising of the inaugura-
tion of shipments of German gold from Holland to the Bank of

Noted.

The Governor reported the purchase of special 2½ cer-
tificates of indebtedness of the United States for deposit with
the Comptroller of the Currency as collateral for Federal Re-
serve bank notes, as follows:

<table>
<thead>
<tr>
<th>For Federal Reserve Bank of:</th>
<th>Date</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cleveland</td>
<td>Sept. 2d</td>
<td>$1,000,000</td>
</tr>
<tr>
<td>Atlanta</td>
<td>&quot;</td>
<td>$500,000</td>
</tr>
</tbody>
</table>

Approved.
The Governor reported the reserve positions of the several Federal Reserve banks, and the status of rediscount transactions between Federal Reserve banks as of close of business August 30th.

The Governor reported rediscount transactions, pursuant to authority heretofore vested in him: member bank promissory notes secured by Government obligations; rate 4% on paper secured by certificates of indebtedness and 4 3/4% on paper secured by Liberty bonds and Victory notes, as follows:

<table>
<thead>
<tr>
<th>Date</th>
<th>Bank Rediscounting</th>
<th>With</th>
<th>Amount</th>
<th>Maturities</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sept. 2d</td>
<td>Philadelphia</td>
<td>Chicago</td>
<td>$16,000,000</td>
<td>11-15 days</td>
</tr>
<tr>
<td></td>
<td>Dallas</td>
<td>Chicago</td>
<td>1,500,000</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Atlanta</td>
<td>Chicago</td>
<td>5,000,000</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Richmond</td>
<td>Minneapolis</td>
<td>10,000,000</td>
<td></td>
</tr>
</tbody>
</table>

Noted.

REPORTS OF COMMITTEE NO. 1:

Dated September 3d, recommending admission of State institutions as set forth in the auxiliary minute book as of this date, subject to the conditions stated in the individual reports attached to each application. Approved.

Dated September 2d, (3 reports) recommending changes in stock at Federal Reserve banks as set forth in the auxiliary minute book as of this date. Approved.
At 12:45 P.M., the meeting adjourned.

Approved:

[Signature]

Acting Secretary.

[Signature]

Governor.