A meeting of the Executive Committee of the Federal Reserve Board was held in the office of the Federal Reserve Board on Tuesday, December 9, 1930, at 11:30 a.m.

PRESENT: Governor Meyer
Mr. Hamlin
Mr. Miller
Mr. James
Mr. McClelland, Assistant Secretary.

The Governor reported receipt of advice from Governor Black that the Federal Reserve Bank of Atlanta has agreed to act for the Federal Intermediate Credit Banks as custodian of warehouse receipts on cotton in connection with the loan to the American Cotton Cooperative Association.

He then stated that he has been giving close attention recently to the currency situation in connection with demands which may be made on the Federal Reserve Banks and referred to the fact that all of the Federal Reserve banks were advised of the arrangement which has been authorized at some of the branches for the custody of unissued Federal Reserve notes. He stated that upon further consideration, he had reached the conclusion that the Board should interpose no objection to the suggestion made by the Federal Reserve Agent at Dallas that an agreement be executed covering the custody of unissued Federal Reserve notes at branches of that bank in advance of need for the actual establishment of reserve stocks of unissued notes.

Upon motion, it was voted to reconsider the action taken by the Executive Committee on December 5th in approving a letter to the Federal Reserve Agent stating that in the opinion of the Board it would be better not to have any agreement in effect which does not actually cover an established custody of unissued Federal Reserve notes.

It was then voted to advise the Federal Reserve Agent at Dallas that the Board will not object to the execution of the agreement as suggested by him.
Telegrams dated December 5th from the Secretary of the Federal Reserve Bank of Minneapolis and the Chairman of the Federal Reserve Bank of Dallas; both advising that their boards of directors at meetings on the dates stated, made no changes in the banks' existing schedules of rates of discount and purchase.

Without objection, noted with approval.

Reports of Committee on Salaries and Expenditures on lists submitted by the Federal Reserve Banks of New York, Cleveland and Kansas City of employees for whom the directors of those banks authorized leaves of absence with pay, on account of illness, during the month of November, where the total of such absences since January 1, 1930 has exceeded thirty days; the Board's Committee also recommending approval of the salary payments involved.

Approved.

Letter dated December 5th from the Chairman of the Federal Reserve Bank of Cleveland, advising of the reappointment of the following branch directors:

**CINCINNATI**
- C. F. McCombs, Managing Director
- B. H. Kroger

**PITTSBURGH**
- J. C. Nevin, Managing Director
- R. B. Mellon

Noted.

Letter dated December 5th from the Chairman of the Federal Reserve Bank of Kansas City, advising of the reappointment of the following branch directors:

**DENVER**
- J. E. Olson, Managing Director
- Harold Kountze

**OMAHA**
- L. H. Barnhart, Managing Director
- R. O. Barnell

**TERM EXPIRES**
- December 31, 1931
- December 31, 1933
- December 31, 1931
- December 31, 1933
- December 31, 1931
- December 31, 1933
Report of Committee on Salaries and Expenditures on letter dated December 5th from the Federal Reserve Agent at Cleveland, requesting approval of the designation as Examiner of Mr. Harold Renz, who has been acting as Assistant Examiner for some time, and advising that if the change in designation is approved Mr. Renz's salary will probably be advanced from $2,500 to $2,700 per annum; the Board's Committee recommending approval.

Approved.

Report of Executive Committee on letter dated December 2nd from the Federal Reserve Agent at San Francisco, recommending, with the concurrence of his Executive Committee, that the Board waive the usual six months' requirement and permit immediate termination of membership by the W. G. Jenkins and Company Bankers, Mackay, Idaho, which on November 19th filed voluntary notice of intention to withdraw from the Federal Reserve System; the Committee also recommending approval.

Approved.

Memorandum from Counsel dated December 4th, submitting draft of a letter to the Federal Reserve Agent at Atlanta with respect to an application for trust powers received from the First National Bank of Gulfport, Mississippi, recently formed by the consolidation of the First National Bank and the National Bank of Gulfport which had previously been authorized to exercise trust powers; the letter stating that while under an existing ruling of the Board the fiduciary powers granted to the constituent banks pass by operation of law to the consolidated institution, it is believed advisable in such cases to have
a confirmatory application filed promptly and a new permit issued by the Board.

Upon motion, the letter submitted by Counsel was approved.

Memorandum from Counsel dated December 2nd, submitting draft of letter to the Federal Reserve Agent at Chicago with regard to the procedure which should be followed in order to effect cancellation of Federal Reserve Bank stock standing in the name of the Capital State Savings Bank, Chicago, Illinois, which recently consolidated with the Builders and Merchants State Bank of Chicago, a nonmember institution, to form an entirely new corporation.

Upon motion, the letter submitted with the Counsel's memorandum was approved.

Memorandum dated December 9th, from the Chief of the Division of Bank Operations, advising that the System Committee on Reserves at a meeting yesterday approved the form of letter to the Deputy Governor of the Federal Reserve Bank of St. Louis, with reference to the calculation of required reserves of member banks for Sundays and holidays, referred to it by the Executive Committee on December 6th; the memorandum stating that the Committee also recommends that a copy of the letter be sent to each other Federal Reserve bank.

Upon motion, the letter to the St. Louis Bank was approved and a copy ordered transmitted to all Federal Reserve banks as recommended by the Committee on Reserves.

RECOMMENDATIONS OF STANDING COMMITTEES:

Dated, December 9th

Recommending changes in stock at Federal Reserve Banks, as set forth in the Auxiliary Minute Book of this date. Recommendations approved.

Dated, December 8th

Recommending approval of the application of Mr. Nathan Adams, for permission to serve at the same time as a director and officer of the First National Bank in Dallas, Texas, as director and officer of the First National Bank in McKinney, Texas, and as an officer and director of the Red River National Bank in Clarksville, Texas.

Approved.
The meeting adjourned at 12:30 p. m.

E. W. McClelland
Assistant Secretary

Approved:

Governor