A meeting of the Federal Reserve Board was held in the office of
the Federal Reserve Board on Wednesday, December 30, 1931, at 11:30 a. m.

PRESENT: Governor Meyer
Mr. Hamlin
Mr. Miller
Mr. James
Mr. Pole

Mr. Morrill, Secretary
Mr. McClalland, Assistant Secretary
Mr. Harrison, Assistant to the Governor.

The following matters of business were considered and acted upon by
the Board:

Letter, approved by five members of the Board on December 29, to
the Federal Reserve Agent at Atlanta, advising that in accordance with the
recommendation contained in his letter of December 13 reporting that the
First National Bank of Russellville, Alabama, has been deficient in its re-
quired reserves for more than six consecutive months, the Board will defer
action on the matter pending receipt of the further report which the Agent
stated would be submitted to the Board in January of next year, and that a
copy of the letter is being sent to the Comptroller of the Currency for the
information of his office.

Letter approved.

Letter, approved by five members of the Board on December 29, to the
Comptroller of the Currency enclosing a copy of a letter received under date
of December 16 from the Federal Reserve Bank of Dallas reporting that the
Clyde National Bank, Clyde, Texas, was deficient in its required reserves
for the period June 1 to November 30, 1931, and recommending that the matter
be called to the attention of the Comptroller of the Currency; the Board's
letter stating that it will be necessary for the bank to take vigorous steps
in order to accomplish a satisfactory reduction in its loans and discounts
and a restoration of its reserves, and requesting that the Comptroller ad-
vise the Board of any further developments in the matter.

Letter approved.

Consideration was then given to the individual budgets of the several divisions of the Board's organization for the year 1932, including salaries of employees, which were approved, as was also the combined budget, aggregating $824,319.00, and consisting of the following items:

<table>
<thead>
<tr>
<th>Personal Services</th>
<th>$558,060.00</th>
</tr>
</thead>
<tbody>
<tr>
<td>Non-Personal Services:</td>
<td></td>
</tr>
<tr>
<td>Supplies &amp; Materials</td>
<td>5,850.00</td>
</tr>
<tr>
<td>Subsistence Expenses</td>
<td>50,900.00</td>
</tr>
<tr>
<td>Transportation Expenses</td>
<td>21,250.00</td>
</tr>
<tr>
<td>Communication Service</td>
<td>17,450.00</td>
</tr>
<tr>
<td>Ptg., Engr., Bdg., etc.</td>
<td>43,150.00</td>
</tr>
<tr>
<td>Heat and Light</td>
<td>900.00</td>
</tr>
<tr>
<td>Rents - Building</td>
<td>16,125.00</td>
</tr>
<tr>
<td>Rents - Equipment</td>
<td>54.00</td>
</tr>
<tr>
<td>Repairs - Equipment</td>
<td>735.00</td>
</tr>
<tr>
<td>Equipment</td>
<td>7,450.00</td>
</tr>
<tr>
<td>Special &amp; Miscellaneous</td>
<td>2,395.00</td>
</tr>
<tr>
<td>Non-Personal Services Total</td>
<td>$166,259.00</td>
</tr>
</tbody>
</table>

Complete Total

| Complete Total             | $824,319.00 |

Memorandum dated December 28 from the Board's Fiscal Agent recommending that the Board levy an assessment on the Federal Reserve banks of eight hundred twenty-two ten thousandths of one per cent (.000022) of their total paid-in capital and surplus as at the close of business December 31, 1931, to cover the expenses of the Federal Reserve Board for the first six months of 1932.

Upon motion, the following resolution was adopted:

"WHEREAS, under Section 10 of the act approved December 23, 1913, and known as the Federal Reserve Act, the Federal Reserve Board is empowered to levy semi-annually upon the Federal reserve banks, in proportion to their capital stock and surplus, an assessment sufficient to pay its estimated expenses, including the salaries of its members, assistants, attorneys, experts and
employees, for the half year succeeding the levying of such assess-
ment, together with any deficit carried forward from the preceding
half year; and

"WHEREAS, it appears from estimates submitted to and considered
by the Federal Reserve Board that it is necessary that a fund equal
to eight hundred twenty-two ten thousandths of one per cent
(0.000822) of the total paid-in capital stock and surplus of the
Federal reserve banks be created for the purpose hereinbefore described,
exclusive of the cost of engraving and printing of Federal reserve
notes;

NOW, THEREFORE, BE IT RESOLVED BY THE FEDERAL RESERVE BOARD; That:

(1) There is hereby levied upon the several Federal reserve
banks an assessment in an amount equal to eight hundred twenty-two
ten thousandths of one per cent (0.000822) of the total paid-in
capital and surplus of each such bank at the close of business on
December 31, 1931;

(2) Such assessment shall be paid by each Federal reserve
bank in two equal installments on January 2, 1932, and March 1,
1932, respectively; by crediting the amount thereof on the books
of the Federal reserve bank in the General Account of the Treasurer
of the United States, for credit to the Federal Reserve Board in an
account designated and known as 'Salaries and Expenses, Federal
Reserve Board, Special Fund';

(3) For each such installment of such assessment, each Federal
reserve bank shall issue and send to the Treasurer of the United
States a certificate of deposit evidencing said deposit and the fact
that it is in payment of the assessment levied by the Federal Reserve
Board for its general expenses and is to be credited to the Federal
Reserve Board in an account designated and known as 'Salaries and
Expenses, Federal Reserve Board, Special Fund'; and

(4) A duplicate copy of each such certificate of deposit,
together with a statement showing the amount of the capital and
surplus of the Federal reserve bank at the close of business on
December 31, 1931, shall be sent to the Federal Reserve Board on the
date of the payment of each installment."

Consideration was then given to the organization of the Board's
Committees for the coming year and the following appointments were made, the
Governor being an ex-officio member of each Committee:

EXECUTIVE: (First Quarter)
Mr. Meyer, Chairman
Mr. Hamlin
Mr. Miller

LAW:
Mr. Hamlin, Chairman
Mr. Miller
12/30/31

EXAMINATIONS:
Mr. Magee, Chairman
Mr. James

RESEARCH AND STATISTICS:
Mr. Miller, Chairman
Mr. Hamlin

SALARIES AND EXPENDITURES OF
FEDERAL RESERVE BANKS:
Mr. James, Chairman
Mr. Magee

DISTRICT COMMITTEES:

Boston:
Mr. Hamlin, Chairman
Mr. Miller

New York:
Mr. Hamlin, Chairman
Mr. James

Philadelphia:
Mr. Miller, Chairman
Mr. Hamlin

Cleveland:
Mr. Miller, Chairman
Mr. Hamlin

Richmond:
Mr. Hamlin, Chairman
Mr. Magee

Atlanta:
Mr. James, Chairman
Mr. Magee

Chicago:
Mr. Magee, Chairman
Mr. Miller

St. Louis:
Mr. James, Chairman
Mr. Hamlin

Minneapolis:
Mr. Magee, Chairman
Mr. Miller

Kansas City:
Mr. Magee, Chairman
Mr. James

Dallas:
Mr. James, Chairman
Mr. Magee

San Francisco:
Mr. Miller, Chairman
Mr. James

The meeting adjourned at 12:00 noon.

Approved:

Eugene
Governor

Secretary: