

A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Wednesday, March 3, 1937, at 12:15 p. m.

PRESENT: Mr. Eccles, Chairman  
Mr. Szymczak  
Mr. Davis

Mr. Morrill, Secretary  
Mr. Carpenter, Assistant Secretary  
Mr. Clayton, Assistant to the Chairman

Consideration was given to each of the matters hereinafter referred to and the action stated with respect thereto was taken by the Board:

Telegrams dated March 3, 1937, to Mr. Young, President of the Federal Reserve Bank of Boston, Mr. Austin, Chairman of the Federal Reserve Bank of Philadelphia, and Mr. Stewart, Secretary of the Federal Reserve Bank of St. Louis, stating that the Board approves the establishment without change by the respective banks on that date, of the rates of discount and purchase in their existing schedules.

Approved unanimously.

Bond in the amount of \$50,000, executed under date of March 1, 1937, by Mr. Walter L. Eddy as Assistant Federal Reserve Agent at the Federal Reserve Bank of Boston.

Approved unanimously.

Telegram to Mr. Schaller, President of the Federal Reserve Bank of Chicago, stating that, subject to the conditions of membership numbered 1 to 3 contained in the Board's Regulation H and the following special condition, the Board approved the application of the Community

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State Bank, Grandville, Michigan, for membership in the Federal Reserve System, effective if and when the bank is duly authorized to commence business by the Michigan State Banking Department:

- "4. Such bank shall make adequate provision for depreciation in its banking house and furniture and fixtures."

The telegram also stated that in addition to the usual comments, the Board's letter to the Community State Bank will include the following:

"Since application for membership was made on behalf of the Community State Bank prior to its organization, it is requested that, in connection with the acceptance of the conditions of membership prescribed by the Board, the board of directors of the bank ratify the action which has been taken on its behalf in making application for membership in the Federal Reserve System."

The telegram stated further that before accepting payment for or issuing stock in the Federal reserve bank to the Community State Bank, President Schaller should satisfy himself that the bank's proposed capital stock of \$25,000 had been paid in and that the organization papers incident to the organization of the bank had been considered by counsel for the Federal Reserve Bank of Chicago and that he was satisfied as to their legal aspects; and requested that a copy of the opinion of counsel for the reserve bank in this connection, together with copies of the bank's organization papers, including a copy of the bank's charter, be forwarded to the Board as soon as possible.

Approved unanimously.

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Thereupon the meeting adjourned.

Orestes Morier  
Secretary.

Approved:

W. S. Lewis  
Chairman.