

6/21/41 A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Saturday, June 21, 1941, at 11:00 a.m.

PRESENT: Mr. Szymczak
Mr. Draper

Mr. Bethea, Assistant Secretary

The action stated with respect to the matter hereinafter referred to was taken by the Board:

Letter to the board of directors of the "Jersey Shore State Bank", Jersey Shore, Pennsylvania, stating that, subject to conditions of membership numbered 1 to 3 contained in the Board's Regulation H, the Board approves the bank's application for membership in the Federal Reserve System and for the appropriate amount of stock in the Federal Reserve Bank of Chicago.

The letter also contained the following special comment:

"It appears that the bank possesses certain powers which are not being exercised and which are not necessarily required in the conduct of a banking business, such as the power to act as surety in certain circumstances. Attention is invited to the fact that if the bank desires to exercise any powers not actually exercised at the time of admission to membership, it will be necessary under condition of membership numbered 1 to obtain the permission of the Board of Governors before exercising them. In this connection, the Board understands that there has been no change in the scope of the corporate powers exercised by the bank since the date of its application for membership."

Approved unanimously, together with a letter to Mr. Sinclair, President of the Federal Reserve Bank of Philadelphia, reading as follows:

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"The Board of Governors of the Federal Reserve System approves the application of the 'Jersey Shore State Bank', Jersey Shore, Pennsylvania, for membership in the Federal Reserve System, subject to the conditions prescribed in the enclosed letter which you are requested to forward to the Board of Directors of the institution. Two copies of such letter are also enclosed, one of which is for your files and the other of which you are requested to forward to the Secretary of Banking for the Commonwealth of Pennsylvania for his information.


"It is assumed that the Reserve Bank will follow to a conclusion the matter of bringing into conformity with the provisions of law and the Board's regulations, the time deposit described on page 16 of the report of examination and the bank's practices with respect to withdrawals of savings deposits."

Thereupon the meeting adjourned.



Assistant Secretary.

Approved:



Member.