

FEDERAL RESERVE BOARD

WASHINGTON

ADDRESS OFFICIAL CORRESPONDENCE TO
THE FEDERAL RESERVE BOARD

X-4223

December 19, 1924.

SUBJECT: Circulation of Standard Silver Dollars.

Dear Sir:

The Board understands that as a result of action at the recent Governors' Conference, the Governor of each Federal reserve bank will recommend to his Board of Directors that the bank undertake for a limited time and for a limited amount, purely for the purpose of experiment, to pay the charges on outgoing shipments of standard silver dollars, but not on incoming shipments, subject to the understanding, however, that the practice will be discontinued if and as soon as it is shown that there is no real demand for standard silver dollars, and that consequently it is more expensive on account of the cost of transportation and other factors than using \$1 bills.

You are advised that the Federal Reserve Board favors the Federal reserve banks undertaking for a limited time and for a limited amount, merely for the purpose of experiment, to pay the charges on outgoing shipments of standard silver dollars, but not on incoming shipments. The Board realizes, of course, that it may be impossible to avoid the payment of transportation charges on incoming shipments of standard silver dollars in cases where the shipping member banks include such dollars with other coin shipped to a reserve bank.

Very truly yours,

Walter L. Eddy,
Secretary

TO ALL GOVERNORS