

R E S O L U T I O N

X-4783

Adopted By

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FEDERAL RESERVE BOARD,

At Meeting January 27, 1927.

WHEREAS, by a resolution adopted at a meeting held on June 27, 1923, and amended at a meeting held on July 30, 1923, the Federal Reserve Board authorized the Federal Reserve Bank of Atlanta and the Federal Reserve Bank of Boston to establish separate agencies in Havana, Cuba, subject to certain terms and conditions defining the respective rights and powers to be exercised by each such Federal reserve bank through such agencies;

WHEREAS, pursuant to such authority, the Federal Reserve Bank of Boston and the Federal Reserve Bank of Atlanta each established an agency in Havana, Cuba, which agencies were opened for business on September 1, 1923;

WHEREAS, by a resolution adopted at a meeting held on December 22, 1926, and becoming effective on January 1, 1927, the Federal Reserve Board authorized the Federal Reserve Bank of Boston to discontinue its agency in Havana, Cuba, and authorized the Federal Reserve Bank of Atlanta to assume, exercise, and perform, in its own right and on its own behalf, through its agency in Havana, Cuba, all of the duties, functions, rights, powers and privileges previously performed or exercised by the Federal Reserve Bank of Boston through its agency in Havana, Cuba, in addition to the duties, functions, rights, powers and privileges then being performed or exercised by the Federal Reserve Bank of Atlanta through its agency in Havana, Cuba;

WHEREAS, effective January 1, 1927, the agency of the Federal Reserve Bank of Boston in Havana, Cuba, was discontinued and the duties, functions, rights, powers and privileges previously performed or exercised by the Federal Reserve Bank of Boston through such agency were assumed by the Federal Reserve Bank of Atlanta and have since been exercised and performed by the Federal Reserve Bank of Atlanta through its agency in Havana, Cuba;

WHEREAS, it now appears desirable to change in some respects the duties, functions, rights, powers and privileges to be exercised by the Federal Reserve Bank of Atlanta through its agency in Havana, Cuba;

NOW, THEREFORE, BE IT RESOLVED BY THE FEDERAL RESERVE BOARD, that, effective March 1, 1927, the Federal Reserve Bank of Atlanta is hereby authorized to maintain and operate its agency in Havana, Cuba, subject to the following terms and conditions:

(1) The Federal Reserve Bank of Atlanta is authorized to exercise the following powers in Havana, Cuba, through such agency:

(a) To buy, sell and collect prime bankers' acceptances and prime bills of exchange, which accept-

ances and bills are payable in dollars, arise out of actual import or export transactions, bear the signatures of two or more responsible parties, bear a satisfactory bank endorsement, have not more than 90 days to run, exclusive of days of grace, and are secured at the time of purchase by shipping documents evidencing the actual import or export and the actual sale of goods and conveying or securing title to such goods;

(b) To buy from, or sell to, the Republic of Cuba or any banking institution doing business in Havana, Cuba, cable transfers to or from any banking institution located in any city in the United States in which there is located a Federal Reserve Bank or a branch of a Federal Reserve Bank, charging therefor a commission at the rate of \$1.00 per \$1,000; Provided, that no such cable transfer shall by its terms be for credit to the account of any third party;

(c) To pay out Federal Reserve notes or other currency of the United States in such denominations as may be demanded in payment of cable transfers to Havana, or in payment of cable transfers, bankers' acceptances, or bills of exchange purchased in Havana, the kinds of currency paid out to be discretionary with the agency;

(d) To accept any and all kinds and denominations of United States currency, including Federal Reserve notes, in payment for cable transfers, bankers' acceptances, or bills of exchange sold by it in Havana;

(e) To make direct exchanges in like denominations and amounts of new or fit currency for mutilated or unfit currency tendered by the Treasury of the Republic of Cuba or by any banking institution doing business in Havana, charging for such exchanges a commission at the rate of \$1.00 per \$1,000; and

(f) To exercise only such incidental powers as shall be necessary to the exercise of the above powers;

(2) The maintenance and operation of such agency in Havana, Cuba, by the Federal Reserve Bank of Atlanta and the exercise of the above powers through such agency shall be subject to such changes and such further rules and regulations as the Federal Reserve Board may prescribe from time to time;

(3) The Federal Reserve Board expressly reserves the right to revoke at any time its consent to the continuance of such agency by the Federal Reserve Bank of Atlanta, to require the discontinuance of such agency, or to authorize the establishment of new agencies whenever in its discretion it considers it desirable to do so;

BE IT FURTHER RESOLVED that, effective March 1, 1927, this resolution shall supersede the resolution on this subject adopted by the Federal Reserve Board on June 27, 1923, and amended on July 30, 1923, and the resolution on this subject adopted by the Federal Reserve Board on December 22, 1926.