

FEDERAL RESERVE BOARD

X-6407

WASHINGTON

ADDRESS OFFICIAL CORRESPONDENCE TO
THE FEDERAL RESERVE BOARD

November 4, 1929.

SUBJECT: Uniform Policy re Mail Transfers from
Non-member Banks.

Dear Sir:

This is to advise you that the Federal Reserve Board has approved the following recommendation of the Standing Committee on Collections which was concurred in by the Conference of Governors at its meeting on April 3, 1929:

"The committee, therefore, recommends that Federal reserve banks decline to accept mail transfers from non-member banks with the one exception, namely: that any Federal reserve bank accept from any non-member bank, whether located in its own district or in another Federal reserve district, such non-member bank's own draft on a clearing house bank in the city of the Federal reserve bank or one of its branches, for the credit of one of its own member or non-member clearing banks, provided such member or non-member clearing bank has authorized the Federal reserve bank to accept such remittance from the non-member bank as agent of the member or non-member clearing bank, subject to the same conditions of collection and credit that would prevail if such remittance had been sent to the Federal reserve bank by the member or non-member clearing bank itself.

"It is further recommended that, if the Governor's Conference approve this recommendation, the Federal Reserve Board be requested to make their action mandatory upon all Federal reserve banks, since it is evident that the practices of the Federal reserve banks should be uniform in this matter."

By order of the Federal Reserve Board.

Very truly yours,

E. M. McClelland,
Assistant Secretary.

To Governors and Chairmen of all F.R.Banks.