

FEDERAL RESERVE BOARD

WASHINGTON

ADDRESS OFFICIAL CORRESPONDENCE TO
THE FEDERAL RESERVE BOARD

X-6489

January 31, 1930.

Dear Sir:

Reference is made to the discussion of the question of member bank reserves which took place at the conclusion of the meeting of the Open Market Policy Conference on January 29th.

On the question of an amendment to the Board's regulations to permit the calculation of reserves as at the close of business the previous day, it was understood that each governor would furnish the Board with an expression of his views as to just what benefits it is expected member banks would derive from such an amendment. Early advice of your views on this point would be appreciated.

The discussion regarding the personnel of the committee, recommended by the recent conferences of governors and Federal reserve agents, to make a thorough study of the entire question of member bank reserves resulted in the conclusion that the committee should be appointed, on behalf of the Federal reserve banks, by the Chairman of the Governors' Conference, and it was agreed that any expenses of the committee should be paid by the Federal reserve banks. Should the services of any members of the Board's staff be desired on the committee, the necessary arrangements will be made by the Board. This matter will undoubtedly be taken up with you by Governor Calkins at an early date.

Very truly yours,

R. A. Young,
Governor.