

FEDERAL RESERVE BOARD

WASHINGTON

ADDRESS OFFICIAL CORRESPONDENCE TO
THE FEDERAL RESERVE BOARD

X-9009

November 2, 1934.

Dear Sir:

The agreements executed by the Federal reserve banks and the Secretary of the Treasury, setting forth the arrangements with respect to transactions between the Secretary of the Treasury and the Federal reserve banks pursuant to Section 13b of the Federal Reserve Act as amended, provide that whenever the Federal reserve bank shall have made one or more loans, discounts, advances and purchases or commitments, pursuant to the provisions of Section 13b of the Federal Reserve Act, it may certify the facts to the Secretary in such manner as he shall prescribe by regulation and that upon receipt of such certification in proper form the Secretary of the Treasury will make payment to the Federal reserve bank as outlined in paragraphs 2 and 3 of the agreement.

Advice has been received by the Federal Reserve Board that three Federal reserve banks already have forwarded to the Secretary of the Treasury a certification of the loans made by them under Section 13b of the Federal Reserve Act, and as all of the banks have made such loans, the Federal Reserve Board suggests that consideration be given to the desirability of the certification promptly by

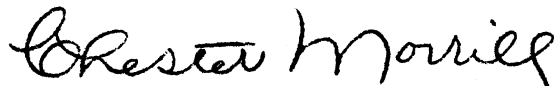
- 2 -

your bank to the Secretary of the Treasury of the loans which have been made by it in order that payment may be received from the Treasury in accordance with the provisions of the agreement above referred to.

The Board believes that it is desirable also for the Federal reserve banks to certify to the Secretary of the Treasury the industrial loans hereafter made by them as often as such action is justified, from the standpoint of practical operation, by the amount of new loans made since the previous certification.

It will be appreciated if you will give consideration to this matter and advise the Board of the decision reached in connection therewith.

Very truly yours,



Chester Morrill,
Secretary.

TO GOVERNORS OF ALL F. R. BANKS.