

FEDERAL RESERVE BOARD

WASHINGTON

X-9069

December 28, 1934.

ADDRESS OFFICIAL CORRESPONDENCE TO
THE FEDERAL RESERVE BOARD

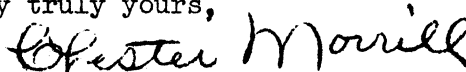
SUBJECT: Expenditures of Federal Reserve Banks

Dear Sir:

The Board has reviewed the portion of its circular letter of October 20, 1932 (X-7276), which pertains to minor expenditures by Federal reserve banks for memorials, testimonials, floral offerings, and similar purposes, and, since the responsibility for making expenditures of this character rests in the first instance with the management of each reserve bank, the Board believes that the Board of directors or executive committee of each reserve bank should be free to exercise its discretion in authorizing such expenditures, after considering the advisability thereof in each case, without taking the matter up with the Board.

Therefore, the Board hereafter will not require the submission of such cases to it for approval, but will rely upon its examiners to note such expenditures during the course of their regular examinations and to include the facts in their reports. If in the review of any such report it appears that a particular expenditure is questionable, the Board will then take the matter up with the particular bank concerned.

Very truly yours,

Chester Morrill,
Secretary