

name of "Porto Rico" shall be held to refer to such island under and by the name of "Puerto Rico."

Approved, May 17, 1932.

[CHAPTER 191.]

AN ACT

To amend Title II of the Federal Farm Loan Act in regard to Federal intermediate credit banks, and for other purposes.

May 19, 1932.

[S. 2409.]

[Public, No. 138.]

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That section 202 (a) of Title II of the Federal Farm Loan Act, as amended (U. S. C., title 12, ch. 8, sec. 1031), is hereby amended by substituting a semicolon for the period at the end of clause (3) and adding thereto the following new matter: "and to accept drafts or bills of exchange issued or drawn by any such association when secured by warehouse receipts and/or shipping documents covering staple agricultural products as herein provided."

Federal intermediate credit banks.

Vol. 42, p. 1455; Vol. 43, p. 1264; Vol. 46, p. 816.

U. S. C., p. 316; Supp. V, p. 133.

Acceptance of secured drafts, etc., of cooperative agricultural associations.

SEC. 2. Section 205 of Title II of the Federal Farm Loan Act, as amended (U. S. C., title 12, ch. 8, sec. 1061), is hereby amended by adding at the end thereof the following new matter: "In the event that there shall be an impairment of the paid-in capital of any Federal intermediate credit bank, the Farm Loan Board, at such time or times as it deems advisable, may determine and assess the amount thereof against the other Federal intermediate credit banks on such equitable basis of apportionment as it shall prescribe. Each bank against which such an assessment is made shall, out of its surplus and/or to an extent up to 50 per centum of its net earnings, in accordance with the terms of such assessment, pay the amount thereof as soon as possible to the bank having the impairment. In such event payments into the surplus fund and payments of the franchise tax prescribed by this chapter shall be determined on the basis of the net earnings remaining after providing for the payment of any such assessment."

Impairment of capital of any credit bank.

Vol. 42, p. 1457.

U. S. C., p. 317.

Proportionate assessment of amount thereof against member banks, authorized.

Payment.

Utilization of surplus, or net earnings.

SEC. 3. Section 206 (b) of Title II of the Federal Farm Loan Act, as amended (U. S. C., title 12, ch. 8, sec. 1072), is hereby amended (effective January 1, 1932) by striking out the first two sentences of said section and substituting therefor the following new matter: "After all necessary expenses of a Federal intermediate credit bank have been paid or provided for, the net earnings shall be paid into a surplus fund until it shall amount to 100 per centum of the subscribed capital stock of such bank, and thereafter 50 per centum of such earnings shall be paid into the surplus. Whenever the surplus thus paid in shall have been impaired it shall be fully restored before payment of the franchise tax herein prescribed. After the aforesaid requirements of this section have been fully met and, except as otherwise provided in this Act, 50 per centum of the net earnings shall be paid to the United States as a franchise tax."

Special reserve and surplus funds.

Vol. 42, p. 1457; U. S. C., p. 317, amended.

Net earnings to be applied to.

Restoration of surplus.

Payment of franchise tax.

Liability on debentures.

Vol. 42, p. 1458; U. S. C., p. 317, amended.

Proviso. Mutual arrangements for transfer of funds to meet contingencies.

SEC. 4. Section 207 of Title II of the Federal Farm Loan Act, as amended (U. S. C., title 12, ch. 8, sec. 1081), is hereby amended by striking out the period at the end thereof and substituting a colon together with a proviso as follows: "Provided, That in view of the liability of all Federal intermediate credit banks for the debentures and other such obligations of each bank under this Act, the banks shall, in accordance with rules, regulations, and orders of the Federal Farm Loan Board, enter into adequate agreements and arrangements among themselves by which funds shall be transferred and/or made available from time to time for the payment of all such debentures and other such obligations and the interest thereon when due in accordance with the terms thereof."

Federal reserve banks.
Vol. 42, p. 1479; U. S. C., p. 282, amended.
May discount, for intermediate credit bank, notes covering loans by such bank.

Vol. 43, p. 1264; Vol. 46, p. 316.
U. S. C., p. 316; Supp. V, p. 133.

Collateral trust debentures, etc.
Vol. 38, p. 264; U. S. C., p. 282.
Acceptance as security.

SEC. 5. The second paragraph of section 13 (a) of the Federal Reserve Act, as amended (U. S. C., title 12, ch. 3, sec. 349), is hereby amended by adding thereto a new sentence as follows: "Any Federal reserve bank may also, subject to regulations and limitations to be prescribed by the Federal Reserve Board, discount notes payable to and bearing the indorsement of any Federal intermediate credit bank, covering loans or advances made by such bank pursuant to the provisions of section 202 (a) of Title II of the Federal Farm Loan Act, as amended (U. S. C., title 12, ch. 8, sec. 1031), which have maturities at the time of discount of not more than nine months, exclusive of days of grace, and which are secured by notes, drafts, or bills of exchange eligible for rediscount by Federal Reserve banks."

SEC. 6. The seventh paragraph of section 13 of the Federal Reserve Act, as amended (U. S. C., title 12, ch. 3, sec. 347), is hereby amended by changing the period at the end thereof to a comma and adding thereto the words "or by the deposit or pledge of debentures or other such obligations of Federal intermediate credit banks which are eligible for purchase by Federal reserve banks under section 13 (a) of this Act."

Approved, May 19, 1932.

[CHAPTER 192.]

AN ACT

May 19, 1932.

[S. 4289.]

[Public, No. 139.]

To amend the Act of February 23, 1927, as amended (U. S. C., title 47, sec. 85), and for other purposes.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That section 5, subparagraph C of the Act of February 23, 1927, as amended (U. S. C., title 47, sec. 85), is amended by striking out the word "persons" after the words "issue them to such" and inserting the words "citizens of the United States," so that the amended paragraph will read: "to prescribe the qualifications of station operators, to classify them according to the duties to be performed, to fix the forms of such licenses, and to issue them to such citizens of the United States as he finds qualified."

Approved, May 19, 1932.

[CHAPTER 193.]

JOINT RESOLUTION

May 19, 1932.

[S. J. Res. 75.]

[Pub. Res., No. 21.]

Authorizing the Joint Committee on the Library to procure an oil portrait of former President Calvin Coolidge.

Resolved by the Senate and House of Representatives of the United States of America in Congress assembled, That the Joint Committee on the Library is hereby authorized to procure an oil portrait of former President Calvin Coolidge for the Executive Mansion, at a cost not to exceed \$2,500.

Approved, May 19, 1932.

[CHAPTER 194.]

AN ACT

May 20, 1932.

[S. 418.]

[Public, No. 140.]

To extend the admiralty laws of the United States of America to the Virgin Islands.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That there be, and is hereby, conferred upon the judicial tribunals of the Virgin Islands jurisdiction in admiralty which shall be the same as is exercised by the United States district courts, and the practice and procedure

Virgin Islands.
Admiralty laws of the United States extended to.
Vol. 39, p. 1132.

Calvin Coolidge.
Portrait of, to be procured for Executive Mansion.
Post, p. 527.

Radio Act of 1927.
Vol. 44, p. 1164; U. S. C., Supp. V, p. 682, amended.
Citizenship requirements, station operators.