

A meeting of the Federal Reserve Board was held in the office of the Vice Governor on Thursday, July 1st, 1926 at 10:15 a.m.

- PRESENT: Governor Crissinger
- Mr. Platt
- Mr. Hamlin
- Mr. James
- Mr. McIntosh
- Mr. Eddy, Secretary
- PRESENT ALSO: Mr. Wyatt, General Counsel

The Governor stated that the regular order of business would be dispensed with, and in accordance with the action taken at yesterday's meeting the record with respect to the allegations made concerning the conduct of Mr. J. A. McCrary, one of the directors of the Federal Reserve Bank of Atlanta, would be read to the Board.

Thereupon, the Secretary read the following documents:

Minutes of a special meeting of the Federal Reserve Board held on December 5, 1924.

Memorandum prepared by the Secretary and addressed to Mr. James, under date of June 5, 1926, setting forth the status of an investigation conducted by the Department of Justice early in 1925, at the request of the Federal Reserve Board and upon recommendation of the Board's Committee on District No. 6.

Excerpts from the minutes of a meeting of the Board held on May 20, 1926, authorizing an investigation into the conduct of Director McCrary by the Committee which investigated the matter of the shipment of currency to Cuba on April 10th, the investigation to be conducted with a view of determining whether or not Mr. McCrary should be eliminated from the Federal Reserve System.

Report dated June 5, 1926, submitted by Mr. James, who constituted the special committee referred to in the previous paragraph, and certain exhibits attached thereto.

Following discussion of the contents of the above documents the Secretary was instructed to request Mr. Cunningham of the Bureau of

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Investigation, Department of Justice, to come before the Board and advise it of the facts, if any, developed as a result of the investigation conducted by the Department into allegations concerning the official conduct of Director McCrary. Mr. Cunningham then entered the meeting and handed to the Secretary a report dated January 6, 1925, signed by J. M. Tower, Agent in Charge of the Investigation, which report the Secretary read to the Board.

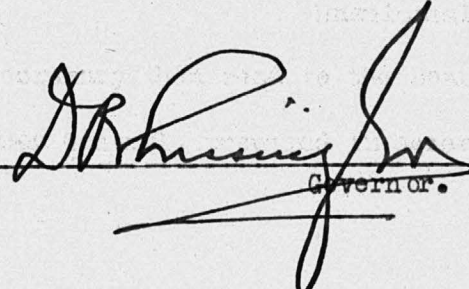
Mr. Cunningham was advised by the Governor of the Board's action at its meeting on yesterday in voting to request the Department to resume its investigation into the conduct of Mr. J. A. McCrary, and Mr. Cunningham suggested that a letter making formal request be addressed by the Board to the Attorney General.

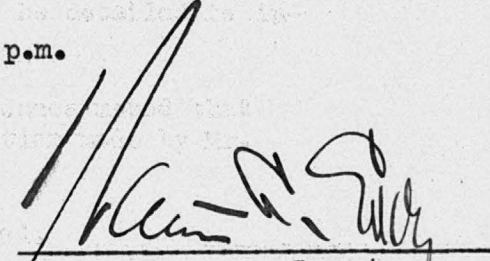
Thereupon, the Secretary was instructed to prepare such a letter for submission to the Board at its meeting tomorrow.

The Secretary was instructed to communicate with the Board's Chief Examiner, who is now on examination of the Federal Reserve Bank of New York, and request that he be in Washington tomorrow morning and sit with the Board during its discussion of the advisability of undertaking an examination of the Federal Reserve Bank of Atlanta at this time, which question the members of the Board voted should be made special order of business for tomorrow's meeting.

The meeting adjourned at 12:50 p.m.

Approved:

  
Governor.

  
Secretary.