

Upon call of the Governor a special meeting of the Federal Reserve Board was held in the office of the Governor on Thursday, August 12, 1926 at 2:30 p.m.

PRESENT: Governor Crissinger  
Mr. Platt  
Mr. Hamlin  
Mr. James  
Mr. McIntosh  
Mr. Noell, Asst. Secretary  
Mr. McClelland, Asst. Secretary.

The Governor stated that he had been advised over the telephone that the board of directors of the Federal Reserve Bank of New York today voted to establish a rediscount rate of 4% on all classes of paper of all maturities, effective the first business day following that on which approved by the Federal Reserve Board.

Thereupon ensued a discussion following which Mr. Hamlin moved that the Board approve a 4% rate for the Federal Reserve Bank of New York, effective tomorrow, August 13th.

Mr. Hamlin's motion being put by the Chair was unanimously carried.

Telegram dated August 11th from the Deputy Chairman of the Federal Reserve Bank of Boston, advising that the board of directors on that day made no change in the bank's existing schedule of rates of discount and purchase.

Noted.

Telegram dated August 12th from the Chairman of the Federal Reserve Bank of Richmond, advising that the board of directors on that day made no change in the bank's existing schedule of rates of discount and purchase.

Noted.

Telegram dated August 12th from the Chairman of the Federal Reserve Bank of Kansas City, advising that the board of directors on that day made no

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change in the bank's existing schedule of rates of discount and purchase.

Noted.

Memorandum dated August 12th from Counsel advising that in accordance with the authority granted by the Board yesterday he has employed Mrs. Grace L. Costinett as a temporary stenographer in his office for a period of six weeks, commencing August 12th at a salary of \$150 per month.

Noted.

Letter dated August 11th from the Chairman of the Federal Reserve Bank of New York, advising he has learned from the Chairmen of some of the other Federal Reserve banks that it is their custom to send to the Board copies of all credit investigations or examinations made of member banks by Federal Reserve Examiners and stating that if the Board desires to receive copies of his examiners' reports he will be glad to send them in future.

After discussion, the Secretary was instructed to request the Federal Reserve Agent at New York to furnish the Board with copies of reports of all credit investigations and examinations made by his examiners.

Letter dated August 11th from the Chairman of the Federal Reserve Bank of New York, recommending approval of an application of the American Trust Company of New York City for an extension of 90 days from August 16th in the time in which the bank may establish the branch approved for 30 Bay Street, St. George, Staten Island.

Approved.

Memorandum from Counsel dated August 11th, with reference to the ruling approved by the Board on August 3rd in a letter addressed to the Deputy Governor of the Federal Reserve Bank of Kansas City, with reference to the eligibility

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for rediscount at the Federal Reserve bank of certain notes of the Kansas City Cold Storage and Warehouse Company; Counsel submitting a form of ruling with the recommendation that it be published in the next issue of the Federal Reserve Bulletin and that copies be furnished to all Federal Reserve banks.

Approved.

Mr. Hamlin then referred to the matter considered by the Board at the meeting on July 14th, namely, a letter dated July 7th from the Chairman of the Federal Reserve Bank of New York inquiring whether the Board would have any objection to his being away on a vacation for about a month and a half starting the middle of September.

Mr. Hamlin moved that the Board approve a vacation of six weeks for Mr. Jay.

Mr. Hamlin's motion being put by the Chair was carried, Mr. James voting "no".

Mr. James stated that he was opposed to vacation periods for officers of Federal Reserve banks extending beyond a period of 30 days except in cases of illness or for special reasons.

The minutes of the meeting of the Federal Reserve Board held on August 11th were then read and approved.

REPORTS OF STANDING COMMITTEES:

- Dated, August 12th, Recommending changes in stock at Federal Reserve banks, as set forth in the Auxiliary Minute Book of this date.  
Approved.
- Dated, August 10th, 11th, Recommending action on applications for fiduciary powers as set forth in the Auxiliary Minute Book of this date.  
Approved.
- Dated, August 10th, Recommending approval of the application of Mr. A. M. Chaffey for permission to serve at the same time as director and officer of the National City Bank, Los Angeles, Cal., as director and officer of the California Bank, Los Angeles, Cal. and as director and officer of the California Trust Company, Los Angeles, Cal.  
Approved.



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REPORTS OF STANDING COMMITTEES: (Cont'd)

Dated, August 10th, Recommending approval of the application of Mr. George A. J. Howard for permission to serve at the same time as director of the National City Bank, Los Angeles, Cal. as director and officer of the California Bank, Los Angeles, Cal. and as Vice President and Director of the California Trust Company, Los Angeles, Cal.

Approved.

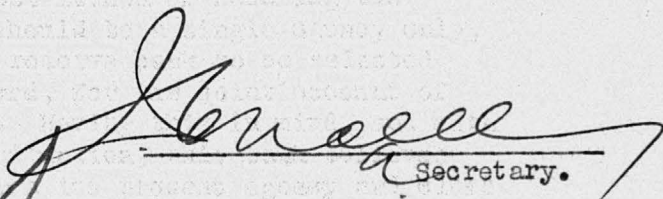
Dated, August 10th, Recommending approval of the application of Mr. Harry J. Bauer for permission to serve at the same time as director of the National City Bank, Los Angeles, Cal. and as director of the California Bank, Los Angeles, Cal.

Approved.

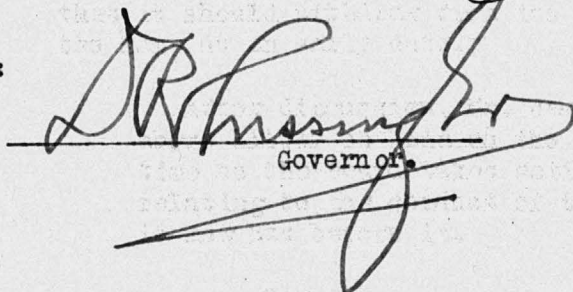
Dated, August 10th, Recommending approval of the application of Mr. Gordon C. Smith for permission to serve at the same time as director and officer of the National City Bank, Los Angeles, Cal. and as officer of the California Bank, Los Angeles, Cal.

Approved.

The meeting adjourned at 3:00 o'clock.

  
Secretary.

Approved:

  
Governor.