A meeting of the Executive Committee of the Federal Reserve Board was held in the office of the Governor on Friday, July 15, 1927, at 10:45 a.m.

PRESENT: Governor Crissinger
Mr. James
Mr. Cunningham
Mr. Eddy, Secretary
Mr. Noell, Asst. Secretary

Telegram dated July 13th from the Chairman of the Federal Reserve Bank of Boston, advising that the board of directors at their meeting on that date made no change in the bank's existing schedule of rates of discount and purchase.

Noted.

Letter dated July 14th from the Secretary pro tem of the Federal Reserve Bank of New York, advising that at the meeting of the board of directors on that date the existing schedule of rates of discount and purchase was presented and no changes were made.

Noted.

Telegram dated July 14th from the Chairman of the Federal Reserve Bank of Richmond, advising that the board of directors at their meeting on that date made no change in the bank's existing schedule of rates of discount and purchase.

Noted.

Telegram dated July 14th from the Chairman of the Federal Reserve Bank of Kansas City, advising that the board of directors at their meeting on that date made no change in the bank's existing schedule of rates of discount and purchase.
Note:

Report of Committee on Salaries and Expenditures on letter dated July 12th from the Federal Reserve Agent at Kansas City, requesting the Board's approval of an increase from $2,400 to $2,700 per annum, effective July 1st, in the salary of Mr. Harry L. Haak, who is employed by the bank as a special agent for the collection of paper acquired through suspended banks; the Committee recommending approval.

Approved.

Report of Committee on Salaries and Expenditures on letter dated July 12th from the Federal Reserve Agent at Kansas City, requesting the Board's approval of an increase from $2,500 to $3,100 per annum, effective July 1st, in the salary of Mr. C. W. Trost, one of the bank's examiners; the Committee recommending approval.

Approved.

Report of Committee on Salaries and Expenditures on letter dated July 12th from the Federal Reserve Agent at Kansas City, requesting the Board's approval of an increase from $2,500 to $3,100 per annum, effective July 1st, in the salary of Miss Mabel C. Beeler, Nurse and Manager of the Bank's dining room; the Committee recommending approval.

Approved.

Telegram dated July 14th from the Chairman of the Federal Reserve Bank of Richmond, advising of the action taken on that date by the board of directors of the bank with respect to leasing the so-called Scott property at Charlotte, N. C., for the purpose of housing the branch of the Richmond bank to be opened at that point, and letter dated July 14th from the Chairman
of the Bank with further reference to the action of the board of directors as above stated and their action on certain suggestions communicated to the bank by the Federal Reserve Board in its letter of June 23rd, concerning the by-laws, personnel, etc., of the proposed branch.

Following a discussion, it was voted to defer action on the above until the next meeting of the Board, at which the Board's Committee on District #5 will render a written report thereon.

The Secretary was then instructed to communicate with the Chairman of the Richmond bank by telephone, and request that he come to Washington for an interview with the Committee on District #5 and all members of the Board who are present in Washington, prior to the next meeting of the Board.

Matter approved on initials on July 13th, namely, letter to Mr. Albert R. Granger, replying to his letter of July 12th, and advising that the Board will grant him six weeks in which to prepare the data which he wishes to submit to the Board in connection with his Clayton Act application, involving the Delaware County National Bank and the Delaware Trust Company, both of Chester, Pa., which was temporarily refused by the Board on June 21st.

Formally approved.

Letter dated July 9th from the Federal Reserve Agent at San Francisco, advising that the Pacific-Southwest Trust and Savings Bank of Los Angeles, has now completed a new building for its Altadena Branch at 2736 Lake Avenue, which is only a few doors from the old location, and that the branch will be moved in a few days.

Noted without objection.

Letter dated July 9th from the Federal Reserve Agent at San Francisco transmitting and recommending approval of the application of the American
Trust Company, San Francisco, for permission to move its branch now operated at 3900 24th Street, San Francisco, to new quarters at the northeast corner of 24th and Castro Streets; the letter stating that a new building is being erected on the latter location, which is two blocks west of the present location, and that the move will not be consummated for approximately 90 days.

Approved.

Memorandum from Counsel dated July 11th, submitting, in accordance with the Board's request, data for publication in the forthcoming issue of the Federal Reserve Bulletin, with reference to the applicability to State member banks of the criminal provisions of Section 22 of the Federal Reserve Act and of the Revised Statutes of the United States.

Upon motion, the material submitted by Counsel was approved for publication in the Bulletin.

Memorandum from Counsel dated July 6th, submitting, in accordance with the Board's request, a ruling for publication in the Federal Reserve Bulletin prepared along the lines of the letter addressed to the Federal Reserve Bank of Chicago under date of June 29th, with reference to the classification as savings accounts of certain special reserve savings accounts of the Harris Trust and Savings Bank of Chicago.

Upon motion, the ruling submitted by Counsel was approved for publication in the Bulletin.

Memorandum dated July 14th from the Committee on District #10, submitting letter dated July 12th from the Federal Reserve Agent at Kansas City transmitting the resignation of Mr. Arthur J. Weaver, one of the Board's appointees to the directorate of the Omaha Branch of the Federal
Reserve Bank of Kansas City, who has announced his intention of becoming a candidate for nomination as Governor of Nebraska; the Committee recommending that Mr. Weaver's resignation be accepted by the Board.

Upon motion by Mr. James, Mr. Weaver's resignation was accepted, and the matter of the appointment of a successor was referred to the Committee on District #10 for report.

Memorandum from Counsel dated July 7th, submitting letter from the Supervising Receiver of the Division of Insolvent National Banks, Office of the Comptroller of the Currency, stating that the Federal Reserve Bank of San Francisco has expressed opposition to issuing cashier's checks to examiners in charge or receivers of suspended national banks and requesting the Board's views on the matter; Counsel suggesting that the Board ascertain from the Federal Reserve Bank of San Francisco what its views are on the practical questions involved, and what its reasons are, if any, for wishing not to handle accounts of this kind.

Upon motion, the suggestion of Counsel was approved.

Letter dated July 11th from the Chairman of the Federal Reserve Bank of Atlanta, referring to the Board's letter of June 30th in which it is stated that it is the Board's opinion that the Federal Reserve Bank of Atlanta should exercise its discretion given under Regulation A and require a financial statement of the borrower in support of all agricultural paper offered in amounts of $500 and above; the Chairman's letter stating that the board of directors of the bank has given consideration to the matter and has taken the view that it is not advisable at this time to require statements in accordance with the Board's suggestion, but that
at a later date the matter should be given further consideration.

Upon motion, it was voted to defer action on this matter until the revision of its regulations is taken up by the Board.

Memorandum from Counsel dated July 7th submitting letter from the Deputy Comptroller of the Currency, requesting advice from the Board as to whether national banks located in Nebraska which have received permission from the Board under the provisions of Section 11 (k) of the Federal Reserve Act to exercise trust powers, may exercise such powers in Nebraska; Counsel submitting draft of reply to the Deputy Comptroller's letter advising that since it appears there is no law of Nebraska which either expressly or by necessary implication forbids national banks to exercise trust powers, the Board is of the opinion that a national bank located in Nebraska which has received permission from the Board to exercise trust powers may lawfully exercise them in Nebraska; the letter further advising that even if there were a Nebraska law which by its terms purported to forbid national banks from exercising trust powers, the Board is of the opinion that a national bank in that State which had received permission from the Board could lawfully exercise the trust powers that trust companies organized under the laws of Nebraska, which come into greater or less competition with national banks, are authorized to exercise.

Upon motion, the proposed letter was approved.

Memorandum from the Chief Clerk dated July 15th, advising of the receipt of notice that James Poles and Frank Thompson, detailed employees in the Redemption Division of the office of the Comptroller of the Currency,
whose names have been carried on the Board's rolls and whose salaries
are reimbursable to it, were transferred from the Board's rolls to those
of the Comptroller of the Currency, effective July 1st.

Upon recommendation of the Secretary, it was voted
to drop the names of the above employees from the Board's
rolls, effective July 1st.

REPORTS OF STANDING COMMITTEES:

Dated, July 13th, Recommending changes in stock at Federal Reserve Banks
14th, as set forth in the Auxiliary Minute Book of this date.
Recommendations approved.

Dated, July 13th, Recommending approval of an application for fiduciary
powers as set forth in the Auxiliary Minute Book of
this date.
Recommendation approved.

Dated, July 11th, Recommending approval of the application of Mr. J.
Willison Smith for permission to serve at the same
time as director of the Corn Exchange National Bank,
Philadelphia, Pa., as President and director of the
West End Trust Company, Philadelphia, Pa., and as
director of the Philadelphia Company for Guaranteeing
Recommendation approved.

Dated, July 14th, Recommending approval of the application of Mr. George
Wilcox for permission to serve at the same time as
director of the Sixth National Bank, Philadelphia, Pa.,
and as director of the West End Trust Company, Phila-
delphia, Pa.
Recommendation approved.

Dated, July 14th, Recommending approval of the application of Mr. David
E. Williams, Jr., for permission to serve at the same time as
director of the Corn Exchange National Bank,
Philadelphia, Pa., and as director of the Merion Title
and Trust Company, Ardmore, Pa.
Recommendation approved.

Dated, July 14th, Recommending approval of the application of Mr. Frederick
H. Prince for permission to serve at the same time as
director of the First National Bank, Chicago, Ill., and
as director of the Stock Yards National Bank, Chicago,
Ill.
Recommendation approved.

Dated, July 14th, Recommending approval of the application of Mr. Samuel
S. Fretz, Jr., for permission to serve at the same time

Recommendation approved.

The meeting adjourned at 11:30 a.m.

Approved:

[Signature]

Governor.