A meeting of the Federal Reserve Board was held in the office of the Federal Reserve Board on Monday, May 7, 1928 at 11:50 a.m.

PRESENT: Governor Young
Mr. Platt
Mr. Hamlin
Mr. Miller
Mr. James
Mr. Noell, Assistant Secretary
Mr. McClelland, Assistant Secretary

The minutes of the meeting of the Federal Reserve Board held on May 2nd were read and approved as amended.

In connection with the statement submitted by him at the meeting on May 2nd, Mr. James moved that the question of requiring the daily computation of reserves by member banks in all Federal Reserve Bank and Branch cities, based upon deposits as at the opening of business, be made special order of business for Thursday, May 24th.

Carried.

The minutes of the meeting of the Federal Reserve Board held on May 3rd were read and approved.

The minutes of the meeting of the Executive Committee held on May 4th were read and upon motion the actions recorded therein were ratified.

The Secretary stated that following the meeting of the Executive Committee on May 4th, Mr. Hamlin, who was not a member of the Committee, signified his approval of the appointment of Mr. Frank Crow of McAllen, Texas as a director of the San Antonio Branch for the unexpired term of Mr. H. H. Rogers, resigned, ending December 31, 1929. He stated that the appointment was then tendered to Mr. Crow and his acceptance received.

Upon motion, the appointment was formally approved.

Matter approved by the Executive Committee on initials on May 5th, namely, telegram dated May 5th from the Chairman of the Federal Reserve
Bank of Dallas, advising that the board of directors on that day voted to establish a rediscount rate of 4 1/2% on all classes of paper of all maturities, effective the first business day following that on which approved by the Board.

The rediscount rate of 4 1/2% established by the directors of the Dallas bank for all classes of paper of all maturities having been informally approved, effective May 7th, was formally ratified, Mr. James voting "no".

Mr. James stated that he has already explained to the Board his reasons for voting in the negative on recent rate increases.

Telegram dated May 4th from the Secretary of the Federal Reserve Bank of Cleveland, 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.

Without objection, noted with approval.

Memorandum dated April 28th from the Chief of the Division of Bank Operations, submitting statements of expenditures by the Federal Reserve banks for educational and welfare work, etc. during the month of March and for the three month period ending March 31st.

Ordered circulated.

Letter dated May 4th from the Federal Reserve Agent at Chicago, transmitting proceedings of a conference held at the Federal Reserve Bank of Chicago on May 2nd, attended by State Bank Supervisors from the several states in the Seventh District, by representatives of the Examining Departments of the Federal Reserve Banks of St. Louis and Minneapolis and by the Chief National Bank Examiner for the Seventh District.
Ordered circulated.

Report of Committee on Salaries and Expenditures on letter dated May 4th from the Governor of the Federal Reserve Bank of Chicago, advising of the action of the Executive Committee of that bank in voting to extend for periods of not to exceed three months each from May 4th, April 25th and May 3rd, respectively, leaves of absence, with full pay, previously granted on account of illness to Miss Naomi Howell, Miss Lillian Milburn and Mr. Arill F. Olsen, employees of the bank; the Board's Committee recommending approval of the salary payments involved.

Approved.

Letter dated May 4th from the Chairman of the Federal Reserve Bank of New York, advising that his board of directors at a meeting on May 3rd voted to appoint Mr. Walter S. Logan as General Counsel of the bank, to succeed Mr. I. R. Mason, resigned, at a salary of $20,000 per annum, effective July 1st; the Chairman referring to Mr. Logan's previous service as Assistant Counsel and General Counsel of the Board and requesting approval of the salary fixed by the New York directors.

Referred to the Law Committee.

REPORTS OF STANDING COMMITTEES:

Dated, May 4th, Recommending action on applications for fiduciary powers as set forth in the Auxiliary Minute Book of this date. Recommendations approved.

The meeting adjourned at 12:40 p.m.

Approved:

[Signatures]

Governor

Assistant Secretary