

A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Monday, July 27, 1936, at 11:30 a. m.

PRESENT: Mr. Eccles, Chairman
Mr. Ransom
Mr. Davis

Mr. Morrill, Secretary
Mr. Bethea, Assistant Secretary
Mr. Carpenter, Assistant Secretary
Mr. Clayton, Assistant to the Chairman

Consideration was given to each of the matters hereinafter referred to and the action stated with respect thereto was taken by the Board:

Telegrams to Mr. Powell, Secretary of the Federal Reserve Bank of Minneapolis, and Mr. Walsh, Chairman of the Federal Reserve Bank of Dallas, stating that the Board approves the establishment without change by the Minneapolis bank on July 25 and by the Dallas bank today of the rates of discount and purchase in their existing schedules.

Approved unanimously.

Bond in the amount of \$50,000.00, executed under date of July 21, 1936, by Mr. Harold C. Timberlake as alternate Acting Assistant Federal Reserve Agent at the Federal Reserve Bank of Minneapolis.

Approved unanimously.

Memorandum dated July 25, 1936, from Mr. Smead stating that the Federal Reserve Bank of Cleveland wished to transfer from the Federal reserve agent to the bank the examination and research work conducted at the bank as authorized by the Board in its letter of July 17, 1936, and in connection therewith wished to appoint Mr. J. B. Anderson, now

7/27/36

-2-

Assistant Federal Reserve Agent, to the position of "Manager - Bank and Public Relations" with salary at rate of \$4,500 per annum as provided in the bank's personnel classification plan. The memorandum recommended that the proposed maximum salary of \$4,500 per annum for that position be approved by the Board.

Approved unanimously.

Letter to Mr. Fletcher, Assistant Federal Reserve Agent at the Federal Reserve Bank of Cleveland, reading as follows:

"Reference is made to your letter of July 14, 1936, submitting to the Board the application of 'The Ohio Citizens Trust Company', Toledo, Ohio, for permission to retire \$50,000 of its \$400,000 of outstanding capital debentures owned by the Reconstruction Finance Corporation.

"The Board has considered the information submitted, and, in view of the satisfactory condition of the applicant bank, its good management, and other favorable factors, approves the proposed retirement of \$50,000 of its capital debentures. It is understood from your letter that the Superintendent of Banks of the State of Ohio has formally approved the transaction."

Approved unanimously, together with a letter to Mr. J. F. Herson, Administrative Assistant at the Reconstruction Finance Corporation, reading as follows:

"This is to advise that the Board of Governors of the Federal Reserve System has this day given its approval to the proposed retirement, by 'The Ohio Citizens Trust Company', Toledo, Ohio, of \$50,000 of its \$400,000 of capital debentures now outstanding and owned by the Reconstruction Finance Corporation."

Letter to Mr. Dillistin, Assistant Federal Reserve Agent at the Federal Reserve Bank of New York, reading as follows:

"In accordance with your recommendation, the Board will interpose no objection to the purchase of assets and assump-

7/27/36

-3-

"tion of liabilities of 'The First National Bank of Trumansburg', Trumansburg, New York, by the 'Tompkins County Trust Company', Ithaca, New York, under the plan submitted in your letter of July 17, 1936, and approves the establishment and operation of a branch at Trumansburg, New York, by the Tompkins County Trust Company, Ithaca, New York, subject to the final approval of appropriate State authorities. Please advise the Tompkins County Trust Company accordingly and furnish the Board with a copy of the agreement executed by it and the First National Bank of Trumansburg in this connection, together with a copy of the approval given by the State authorities to the establishment and operation of the branch at Trumansburg.

"It will be appreciated if you will advise the Board as to the action taken by the Tompkins County Trust Company relative to the matters of criticism listed in the report of examination made by the State Banking Department as of March 14, 1936, particularly with respect to criticised loans of officers and directors and to the bank's own stock held as collateral and carried in its investments. It will be appreciated, also, if you will advise the Board as to the action taken by the bank to effect the elimination of the stocks purchased in 1934, concerning which you wrote the bank under date of May 15, 1936."

Approved unanimously.

Thereupon the meeting adjourned.

Chesley Monroe
Secretary.

Approved:

W. S. Scales
Chairman.