

A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Friday, February 26, 1937, at 11:15 a.m.

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

Mr. Morrill, 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 Messrs. Kimball and Clark, Secretaries of the Federal Reserve Banks of New York and Atlanta, respectively, stating that the Board approves the establishment without change by the New York bank on February 25, 1937, and by the Atlanta bank today, of the rates of discount and purchase in their existing schedules.

Approved unanimously.

Telegram to Mr. Worthington, First Vice President of the Federal Reserve Bank of Kansas City, reading as follows:

"Retel today; Board approves designations as assistant examiners of the three employees named in order that they may lend clerical assistance to your regular examiners."

Approved unanimously.

Letter to the Presidents of all Federal reserve banks, reading as follows:

"The Board has given further consideration to the subject of Federal reserve bank participation in, and

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"support of, the activities of the American Institute of Banking in the light of the action taken at the Presidents' Conference on November 18, 1936, when the opinion was expressed that circumstances and conditions make it impracticable for all Federal reserve banks to pursue exactly the same course with respect to encouragement and support of the American Institute of Banking and that the manner and extent to which the Federal reserve banks give such encouragement and support to the local chapters of the American Institute of Banking and the Graduate School of Banking at Rutgers University should be left to the judgment of the several Federal reserve banks.

"The Board of Governors feels that the officers and employees of the Federal reserve banks should be encouraged to participate in the educational activities of the American Institute of Banking and the Graduate School of Banking at Rutgers University and to this end that the Federal reserve banks should follow a system policy which is as nearly uniform in its application as may be practicable in view of the varying local conditions and responsibilities of the individual Federal reserve banks. With this principle in mind, however, expenditures for this purpose should not exceed those which would be permitted under the procedure proposed in the statement attached to the Board's letter of October 30, 1936, X-9729, and therefore advance approval of the Board should be obtained for the expenditures exceeding those provided for by that statement."

Approved unanimously.

Thereupon the meeting adjourned.

Chester Morrie
Secretary.

Approved:

W. S. ...
Chairman.