

A meeting of the executive committee of the Federal Open Market Committee was held in the offices of the Board of Governors of the Federal Reserve System in Washington on Monday, September 28, 1942, at 10:00 a.m.

PRESENT: Mr. Eccles, Chairman  
Mr. Sproul, Vice Chairman  
Mr. Szymczak  
Mr. Draper  
Mr. Alfred H. Williams

Mr. Morrill, Secretary  
Mr. Carpenter, Assistant Secretary  
Mr. Goldenweiser, Economist  
Mr. John H. Williams, Associate  
Economist  
Mr. Dreibelbis, Assistant General  
Counsel  
Mr. Rouse, Manager of the System  
Open Market Account  
Mr. Thurston, Special Assistant  
to the Chairman of the Board  
of Governors  
Mr. Smead, Chief of the Division  
of Bank Operations of the Board  
of Governors  
Mr. Thomas, Assistant Director of  
the Division of Research and Sta-  
tistics of the Board of Governors  
Mr. Piser, Chief, Government Securities  
Section, Division of Research and  
Statistics of the Board of Governors  
Mr. Berntson, Clerk in the Office of the  
Secretary of the Board of Governors

Messrs. McKee, Ransom, Evans, Gilbert, Young,  
and Leedy, members of the Federal Open  
Market Committee.

Messrs. Paddock, Fleming, McLarin, Davis,  
and Day, alternate members of the Fed-  
eral Open Market Committee

Messrs. Leach and Peyton, Presidents of  
the Federal Reserve Banks of Richmond  
and Minneapolis, respectively.

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Mr. Sienkiewicz, Secretary of the Presidents' Conference

Mr. Edmiston, Assistant Vice President of the Federal Reserve Bank of St. Louis

Upon motion duly made and seconded, and by unanimous vote, the minutes of the meeting of the executive committee of the Federal Open Market Committee held on August 18, 1942, were approved.

It was stated that, it having appeared on September 15 that it might be necessary for the System to purchase special short-term certificates of indebtedness from the Treasury in an amount between \$300,000,000 and \$500,000,000 to prevent Treasury overdrafts during the tax payment period, the members of the executive committee on that date unanimously agreed to increase to \$500,000,000 the limit on the authority of the Federal Reserve Bank of New York to purchase such short-term certificates for the System account.

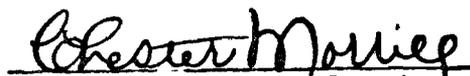
Upon motion duly made and seconded, and by unanimous vote, the action taken by the members of the executive committee to increase the authority of the New York Bank with respect to the purchase of special short-term certificates of indebtedness was approved, ratified, and confirmed.

Upon motion duly made and seconded, and by unanimous vote, the transactions in the System account during the period from August 18 to September 26, 1942, inclusive, as reported daily by the Federal Reserve Bank of New York to the members of the executive committee, were approved, ratified, and confirmed.

Thereupon, the meeting recessed to reconvene following the meeting of the Federal Open Market Committee.

Approved:

  
Chairman.

  
Secretary.