

March 20, 1947.

Chairman Eccles:

Here are the excerpts from section 10 of the Federal Reserve Act which we discussed over the telephone.

FBC

EXCERPTS FROM SECTION 10 OF THE FEDERAL RESERVE ACT
REGARDING EXPENSES OF THE BOARD

From the fourth paragraph:

"The Board shall determine and prescribe the manner in which its obligations shall be incurred and its disbursements and expenses allowed and paid, and may leave on deposit in the Federal Reserve banks the proceeds of assessments levied upon them to defray its estimated expenses and the salaries of its members and employees, whose employment, compensation, leave, and expenses shall be governed solely by the provisions of this Act, specific amendments thereof, and rules and regulations of the Board not inconsistent therewith; and funds derived from such assessments shall not be construed to be Government funds or appropriated moneys."

From the first paragraph:

"The members of the Board shall devote their entire time to the business of the Board and shall each receive an annual salary of \$15,000, payable monthly, together with actual necessary traveling expenses."