

At a regular meeting of the Federal Reserve Board held in the office of the Board on October 15, 1918, at 12:30 P.M.,

PRESENT: Mr. Harding, presiding
Mr. Miller
Mr. Hamlin
Mr. Williams
Mr. Broderick, Secretary.

The minutes of the meeting of the Board held on October 3d were read and on motion approved.

The minutes of the meeting of the Executive Committee held on October 8th and 10th were read and approved, and the action therein set forth ratified.

The minutes of the meetings of the Gold Export Committee held on October 4th, 5th, 7th, 8th, 9th, 10th, 11th, 12th, 14th and 15th, were presented and approved, and the action therein set forth ratified.

Morning business was presented and disposed of as follows:

Governor Harding submitted revised plates for Federal Reserve notes of the denominations of \$500 and \$10,000.

Approved.

Letter dated October 14th, from National Association of Credit Men with respect to preferential interest rate for trade acceptances.

Governor to reply.

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Letter dated October 4th, from J. H. Fulton, Vice President of the National City Bank, with respect to the reserves to be maintained by foreign branches of National Banks, together with opinion of Counsel dated October 7th.

Voted that Mr. Fulton be invited to appear before the Board, and to bring with him information as to the legal reserve requirements of all the countries in which the National City Bank maintains branches.

Letter, dated October 10th, from Assistant Federal Reserve Agent at New York, advising that Deputy Governor and Counsel Curtis of that Bank, by reason of ill health, will be absent until January 1, 1919.

Noted.

Applications of the following banks to accept drafts and bills drawn on them up to 100% of the capital and surplus, under the provisions of Section 13 of the Federal Reserve Act, were approved:

State National Bank, Honey Grove, Texas;
Bank of Pittsburgh, N.A., Pittsburgh, Pa.;
National State and City Bank, Richmond, Va.;
National Bank of Commerce, St. Louis, Mo.;
Mechanics-American National Bank, St. Louis,
Mo.

The application of the First National Bank of Milwaukee, Wisconsin, for permission to accept up to 100% was presented and discussed.

Referred to Executive Committee with power.

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Discount rate sheets from Federal Reserve Banks of Boston and Chicago. No changes recommended.

Noted.

The Governor stated that he was in receipt of a telegram, dated October 14th, from Federal Reserve Bank of Dallas, requesting the rediscount of \$5,000,000 of member bank promissory notes maturing within 15 days, secured by Liberty Bonds and certificates of indebtedness, and stated that he had arranged this rediscount at the rate of 4%, the Federal Reserve Bank of Chicago taking \$2,500,000, and the Federal Reserve Bank of Cleveland taking \$2,500,000.

Approved.

Memorandum, dated October 10th, from Mr. Jacobson, suggesting that call for member bank condition reports be made as of some date in October or November, concurrent with call by Comptroller of the Currency.

Referred to the Governor with power.

Letter, dated October 7th, from Federal Reserve Agent at San Francisco, reporting defalcation amounting to \$621.50, and stating that the Bank had decided to take no action other than the discharge of the offender.

The Governor was instructed to advise the Federal Reserve Agent that hereafter all such cases should be submitted to the Board before any action is taken by the Bank.

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REPORTS OF COMMITTEE NO. 1:

Dated October 15th, recommending admission of State institutions as set forth in the auxiliary minute book as of this date, subject to the conditions stated in the individual reports attached to each application.

Dated October 10th and 14th (2 reports) recommending changes in stock at Federal Reserve Banks as set forth in the auxiliary minute book as of this date.

Dated October 10th, recommending action upon application for fiduciary power as stated in auxiliary minute book as of this date.

CHANGES IN STAFF:

The following appointments were approved:

Division of Foreign Exchange:

| <u>Name</u> | <u>Position</u> | <u>Salary</u> | <u>Date Effective</u> |
|---|-----------------|---------------|-----------------------|
| Mrs. Helen G. Rhineland, Asst. in Research Section, | | \$900 | Oct. 21, 1918 |

Division of Analysis and Research:

| | | | |
|-------------------------|--------------------------|-------|---------------|
| Miss Priscilla A. Galt, | Stenographer and Typist, | 1,440 | Oct. 21, 1918 |
|-------------------------|--------------------------|-------|---------------|

Division of Redemption and Issue:

| | | | |
|-----------------------|----------------|-----|---------------|
| Miss Alice B. Joynes, | Clerk-Counter, | 900 | Oct. 11, 1918 |
|-----------------------|----------------|-----|---------------|

Dated October 9th, recommending approval of salaries of National Bank Examiners as follows:

| | <u>Salary</u> | <u>Effective</u> |
|---------------------|---------------|------------------|
| George E. Stauffer, | \$4,500 | Oct. 15, 1918 |
| William C. Roberts, | 3,600 | Nov. 1, 1918 |

Approved.

Dated October 8th, recommending reduction, effective September 1, 1918, of salary of Harry E. Henneman, National Bank Examiner, from

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\$7,500 to \$6,000 per annum upon
return from detail to South America,
as per understanding.

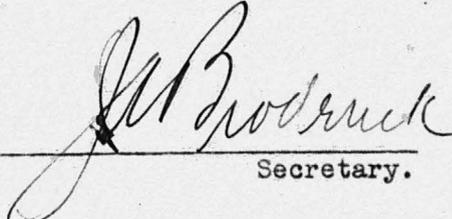
Approved.

Dated October 15th, reporting employment of following persons at Federal Reserve Bank of New York at salaries of \$2,400 per annum and over:

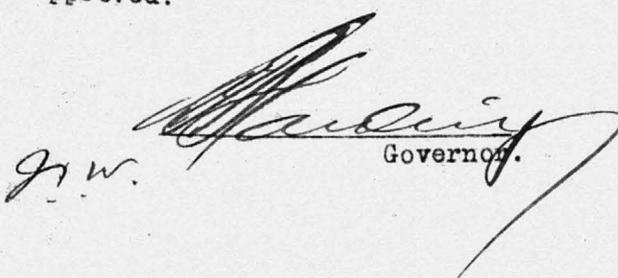
| | |
|-----------------------|---------|
| Frank Cunard | \$2,400 |
| George Jamison | 2,400 |
| Henry C. Low, Jr., .. | 2,400 |
| Channing Rudd | 9,000 |

Approved.

At 1:20 P.M., the meeting adjourned.


Secretary.

Approved:


Governor.