

A meeting of the Federal Reserve Board was held in the office of the Board on Tuesday, June 28, 1921, at 11:15 a.m.

PRESENT: Governor Harding
 Mr. Platt
 Mr. Hamlin
 Mr. Miller
 Mr. Crissinger
 Mr. Eddy, Assistant Secretary.

The minutes of the meeting of the Board held June 24th were read and on motion approved.

The Governor reported the reserve positions of the several Federal reserve banks as at close of business June 23rd, June 24th and June 25th and the status of rediscounts between the Federal reserve banks as of the same dates.

The Governor reported rediscount transactions between Federal reserve banks as follows:

<u>Date</u>	<u>Bank rediscounting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
June 24th	Richmond	New York	\$10,000,000	11-15 days (Govt. Oblig.)
June 24th	Minneapolis	New York	1,000,000	1-90 days (Com'l paper)
June 24th	Dallas	Boston	3,000,000	11-15 days (Govt. Oblig.)
June 25th	Dallas	Boston	1,000,000	11-15 days "
June 27th	Richmond	New York	5,000,000	11-15 days "
June 27th	Minneapolis	New York	3,000,000	11-15 days "
				1-90 days (Com'l paper)

Telegram dated June 28th from Governor of the Federal Reserve Bank of Dallas, advising that the resignation of the Deputy Governor and Cashier had left the bank with only one senior officer and asking for suggestions.

Governor authorized to advise that the Board would be willing to detail Mr. Emerson to the Federal Reserve Bank of Dallas for service pending arrangements being made to permanently fill the vacancies.

Letter dated June 22nd, from the Federal Reserve Bank of Cleveland recommending approval of the application of the City National Bank of Columbus, Ohio to accept drafts and bills of exchange up to 100% of its capital and surplus.

Approved.

Letter dated June 23rd, from the Railway Loan Advisory Committee of the Federal Reserve Board, recommending approval of the form of obligation submitted by the Erie Railroad Company for the purpose of taking down the balance, \$1,590,700 of the loan of \$1,840,700 granted it under the provisions of Section 210, Transportation Act, 1920, as amended.

Approved.

Letter dated June 24th, from the Railway Loan Advisory Committee of the Federal Reserve Board, recommending approval of the form of obligation submitted by the Pennsylvania Railroad Company to take down the full amount of the loan of \$5,700,000 made to it under the provisions of Section 210, Transportation Act, 1920, as amended.

Approved.

Letter dated June 27th, from the Railway Loan Advisory Committee of the Federal Reserve Board, recommending approval of the form of obligation submitted by the Wichita Northwestern Railway Company to take down the full amount of the loan of \$381,750, made to it under the provisions of Section 210, Transportation Act, 1920, as amended.

Approved.

Letter dated June 24th, from Assistant Secretary of the Treasury

Gilbert, transmitting for the information of the Board copies of instructions to Federal reserve banks with respect to expenses incurred in connection with fiscal agency operations.

Noted.

Letter dated June 25th, from the Governor of the Federal Reserve Bank of Kansas City, asking the Board's opinion with respect to the purchase of one or two sites upon which to erect a new building for its Oklahoma City Branch.

Referred to Governor to advise that matter of which site is most desirable should be determined by proper officers of the Federal Reserve Bank of Kansas City.

Governor submitted draft of letter to the Secretary of the Treasury, expressing Board's willingness to have the Under Secretary of the Treasury attend such meetings of the Board as the Secretary of the Treasury finds it inconvenient to attend.

Approved.

Governor submitted draft of letter to the Chairman of the Senate Committee on Banking and Currency, expressing Board's views with respect to Senate Bill 1835, authorizing the establishment of domestic branches by national banks.

Approved.

Letter dated June 24th, from the Federal Reserve Agent at Kansas City, transmitting petition of the Executive Committee of the Federal Reserve Bank of Kansas City, asking that the First State Bank of North Bend, Nebr. be requested to surrender its stock in the Federal Reserve Bank and to forfeit all rights and privileges of membership, for

reasons set forth in the letter and petition.

Referred to Counsel for preparation of form citing the First State Bank of North Bend, Nebr. to appear before the board of directors of the Federal Reserve Bank of Kansas City, or the Federal Reserve Board in Washington, as it may elect, on dates to be specified, to present reasons why it should not be required to surrender its stock in the Federal Reserve Bank and forfeit all rights and privileges of membership.

Letter dated June 22nd, from the Chairman of the Federal Reserve Bank of Kansas City, advising that Mr. John Howard Logan had been employed as Superintendent of the Bank's new building, at a salary of \$2500.00 per annum, effective June 16th, 1921.

Approved.

Memorandum dated June 24th, from Chief Examiner Herson, recommending increases in salaries of certain employees on the Board's examining force, to take effect as of July 1, 1921.

Approved.

Letter dated June 23rd, from the Governor of the Federal Reserve Bank of Minneapolis asking approval of resolution adopted by the Directors of that bank to set up a reserve of \$300,000 as of June 30, 1921, to partially cover depreciation and probable losses resulting from operations of the bank from January 1 to June 30, 1921.

Approved.

Letter dated June 23rd, from the Chairman of the Federal Reserve Bank of Boston, quoting resolution adopted by the board of directors of that bank providing for the payment of a dividend for the six months period ending June 30, 1921, at the rate of 6% per annum on the paid-in capital stock, payable on the 30th day of June, 1921, to all stockholders of the

bank as shown by the books of the bank on that date.

Approved.

Letter dated June 10th, from the Assistant Federal Reserve Agent of the Federal Reserve Bank of Richmond, enclosing copy of resolution of the board of directors of that bank providing for the payment of a dividend for the six months period ending June 30, 1921, at the rate of 6% per annum on the paid-in capital stock, payable on the 30th day of June, 1921, to all stockholders of the bank as shown by the books of the bank on that date.

Approved.

Letter dated June 22nd, from the Chairman of the Federal Reserve Bank of St. Louis, enclosing copy of resolution of the board of directors of that bank providing for the payment of a dividend for the six months period ending June 30, 1921, at the rate of 6% per annum on the paid-in capital stock, payable on the 1st day of July, 1921, to all stockholders of the bank as shown by the books of the bank on that date, and asking approval of action by directors in authorizing \$40,000 to be charged off on account of furniture and fixtures and that a "Special Reserve" of \$166,144 be set up to cover depreciation and charge-off allowances in connection with real estate owned and bad loans.

Approved.

Letter dated June 23rd, from the Governor of the Federal Reserve Bank of Minneapolis, enclosing copy of resolution of the board of directors of that bank providing for the payment of a dividend for the

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six months period ending June 30, 1921, at the rate of 6% per annum on the paid-in capital stock, payable on the 30th day of June, 1921, to all stockholders of the bank as shown by the books of the bank on that date.

Approved.

Letter dated June 22nd, from the Assistant Federal Reserve Agent of the Federal Reserve Bank of San Francisco, enclosing copy of resolution of the board of directors of that bank providing for the payment of a dividend for the six months period ending June 30, 1921, at the rate of 6% per annum on the paid-in capital stock, payable on the 1st day of July, 1921, to all stockholders of the bank as shown by the books of the bank on that date.

Approved.

Memorandum dated June 8th, from the Assistant Counsel, submitting the applications of Messrs. James T. Bew, James H. Mason, Jr., Joseph Thompson, Isaac Bacharach, Lewis Evans, John Estell Evans and E. V. Corson to serve at the same time as directors of the Second National Bank and the Atlantic Safe Deposit & Trust Company, both of Atlantic City, New Jersey, and recommending that final action be not taken on the applications at this time, but that they be held pending action by Congress on the proposed amendment to the Clayton Act.

Approved.

Letter dated June 23rd from the Comptroller of the Currency, recommending increases in salaries of certain employees in the Federal Reserve Issue and Redemption Division, effective July 1, 1921.

Approved.

Letter dated June 27th from the Equitable Eastern Banking Corporation, New York, asking permission to accept a twelve-months draft drawn in connection with an export transaction.

Referred to Counsel for preparation of a letter authorizing the acceptance under certain conditions.

REPORTS OF COMMITTEE NO. 1:

Recommending changes in stock at Federal Reserve Banks as set forth in the auxiliary minute book as of this date.

Approved.

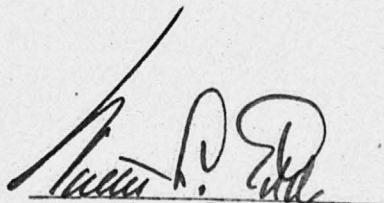
Recommending certain action on applications for fiduciary powers, as set forth in the auxiliary minute book as of this date.

Approved.

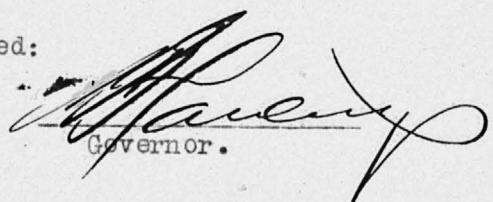
Recommending approval of applications for admission of state institutions, subject to the conditions stated in the individual reports attached to the applications, as set forth in the auxiliary minute book as of this date.

Approved.

At 12:35 the meeting adjourned.


Assistant Secretary.

Approved:


Governor.

INCREASES IN THE SALARIES OF MEMBERS
OF THE EXAMINING FORCE.

<u>Examiners</u>	<u>Present Salary</u>	<u>Increase Recommended</u>	<u>Proposed Salary</u>
W. J. Donald	\$6,500	--	\$6,500
J. L. Buchanan	6,000	\$500	6,500
G. A. Aughterton	4,500	--	4,500
V. J. Grund	4,500	--	4,500
R. M. Chapman	4,200	--	4,200
<u>Asst. Examiners</u>			
J. B. Atkins	2,700	\$ 300	3,000
C. H. Ball	2,500	200	2,700
R. H. Brett	3,000	300	3,300
R. B. Chamberlin	3,000	300	3,300
F. J. Drinnen	3,600	300	3,900
A. J. Kooman	3,300	500	3,800
Claude Morton	3,300	300	3,600
J. C. Noell	3,800	200	4,000
T. J. Harrington	3,600	--	3,600
J. F. Prahl	3,000	--	3,000
K. E. Prickett	3,000	--	3,000
A. J. Schopp	2,100	400	2,500
R. B. Wiltse	3,000	300	3,300
Alfred Boysen	3,000	--	3,000
P. A. Gordon	4,200	--	4,200

INCREASES IN SALARIES OF EMPLOYEES OF THE
FEDERAL RESERVE ISSUE AND REDEMPTION
DIVISION.

(SUPERVISORY AND CLERICAL FORCE)

Name	Position	Increase July 1/20	Present Salary	Proposed Salary	Increase
W. J. Tucker	Asst. Chief	\$250	\$2,500	\$2,640	\$140
W. K. Durnbaugh	Teller	240	2,040	2,160	120
Helen P. Wedderburn	Stenographer	240	1,880	1,920	40
S. T. Dashiell	Asst. Teller	240	1,740	1,800	60
T. J. Murray	" "	180	1,620	1,740	120
O. M. Hester	" "	240	1,260	1,380	120
Lillian H. Hicks	Ch. Bookkeeper	180	1,500	1,680	180
Annie M. Staton	Bookkeeper	180	1,500	1,620	120
Martha J. Martin	"	240	1,500	1,620	120
Martha Garrison	"	260	1,400	1,560	160
Gertrude E. Croe	Typist	260	1,400	1,500	100
Minnie H. Forsythe	Record Clerk	260	1,400	1,500	100
G. A. Gales	Clerk	240	1,320	1,440	120

CLERK COUNTERS

Counters

Average

Alys E. Gott	\$30,200	200	1,400	1,500	100
Elizabeth C. Jenkins	33,900	200	1,400	1,500	100
Dorothy M. Reeder	32,560	180	1,320	1,500	180
Mary E. Sheffer	37,100	180	1,320	1,500	180
Hallie L. Tharp	31,120	200	1,400	1,500	100
Lillian F. Augusterfer	26,640	240	1,380	1,440	60
Theresa Barrow	25,200	260	1,400	1,440	40
Lilybee C. Cobb	29,700	180	1,320	1,440	120
Annie M. Drewett	27,060	180	1,320	1,440	120
Madeline C. Emerson	27,340	200	1,400	1,440	40
Bertha E. Handy	25,580	260	1,400	1,440	40
Dorothea A. Herd	30,940	180	1,200	1,440	240
M. Audrey Herron	28,440	240	1,380	1,440	60
Mary C. Mulvihill	26,840	120	1,400	1,440	40
Julia D. Murphy	28,250	200	1,400	1,440	40
Ruthette M. Penn	27,900	200	1,400	1,440	40

Name	Counters Average	Increase July 1/20	Present Salary	Proposed Salary	Increase
Caroline B. Quesenberry	\$29,940	\$240	\$1,320	\$1440	\$120
Ada F. Crafford	24,900	180	1,320	1,380	60
Eva M. Devine	25,000	180	1,320	1,380	60
Pauline C. Fred	25,220	240	1,260	1,380	120
S. Myrtle Heale	24,220	240	1,320	1,380	60
Belle H. Bohn	24,080	180	1,200	1,320	120
Addie K. Burchard	24,000	180	1,200	1,320	120
Virginia M. Fellows	24,820	180	1,200	1,320	120
Virginia B. Hereford	24,220	180	1,200	1,320	120
Mary L. Soule	24,540	180	1,200	1,320	120
Edith F. Fowler	28,700	--	1,140	1,260	120
Edna S. Mead	27,550	--	1,020	1,200	180
Viola C. Ricker	29,800	--	1,020	1,200	180
Dorothy J. Pickells	27,250	--	1,020	1,140	120
Kathryn P. Winchell	24,00	--	1,020	1,140	120