

A meeting of the Federal Reserve Board was held in the office of the Federal Reserve Board on Tuesday, May 6, 1924, at 11:05 a.m.

PRESENT: Governor Crissinger
Mr. Platt
Mr. Hemlin
Mr. Miller
Mr. Cunningham
Mr. Eddy, Secretary

The minutes of the meeting of the Federal Reserve Board held on May 2nd were read and approved.

Telegram dated May 2nd from the Chairman of the Federal Reserve Bank of San Francisco, advising that the Farmers and Stockgrowers Bank of Montour, Montour, Idaho, which has filed notice of its intention to withdraw, has reduced its capital stock below that required of a member bank; together with copy of a telegraphic reply sent under date of May 3rd on the initials of four members of the Board, advising that steps should be taken immediately to require surrender of stock and forfeiture of membership by the bank.

Upon motion, the reply above referred to was formally approved.

Letter dated May 1st from the Comptroller of the Currency recommending a salary of \$3900 per annum for National Bank Examiner T. J. Cottingham, to be assigned to the Sixth Federal Reserve District.

Approved.

Letter dated May 2nd from the Chairman of the Federal Reserve Bank of Boston, advising that at their meeting on April 30th the directors of that bank accepted the resignation of Mr. Alfred L. Aiken as a member of the Federal Advisory Council, and appointed Mr. Charles A. Morss, former Governor of the

5/6/24

bank, to represent it on the Council for the remainder of the present year.

Noted.

Letter dated May 1st from the Chairman of the Federal Reserve Bank of New York, requesting approval of the appointment of Mr. Joseph C. Walters as Chief Electrician at a salary of \$3500 per annum, and Mr. Charles E. Schallowitz as Plumber at a salary of \$3120 per annum.

Referred to the Committee on Salaries and Expenditures.

The Secretary stated that he had discussed with the Governor of the Federal Reserve Bank of Kansas City the matter considered at the meeting on May 2nd, namely, report of Law Committee on letter dated April 25th from the Chairman of the Federal Reserve Bank of Kansas City, requesting approval of a salary of \$6,000 per annum for Mr. H. G. Leedy appointed Counsel of the Bank to succeed Judge Goodrich, and that Governor Bailey had informed him that the salary of \$6,000 was to compensate Mr. Leedy for all services rendered the bank.

Upon motion, it was voted to approve a salary of \$6,000 per annum for Counsel of the Kansas City bank, effective May 1st.

Memorandum dated May 5th from the Assistant Secretary submitting letter of the same date from Mr. Walter S. Cox, quoting rates to be charged on future stenographic work performed for the Board; the Assistant Secretary stating that with the Board's approval he will advise Mr. Cox that his rates are satisfactory.

Approved.

5/6/24

Letter dated April 29th addressed to the Secretary of the Treasury by the Chairman of the Committee on Claims, requesting an opinion on H. R. 5471, providing for a payment of \$10,000 to the widow of Mr. Charles F. Linton, a guard at the Denver Branch of the Federal Reserve Bank of Kansas City, who was killed while on duty; the matter having been referred to the Board by the Secretary of the Treasury with the request that it have prepared a letter making report thereon for the signature of the Secretary.

Upon motion, it was voted that the letter should state that the Federal Reserve Board has no objection to the bill and should also advise the Committee of payments previously made by the Federal Reserve Bank of Kansas City.

Letter dated May 3rd from the Deputy Governor of the Federal Reserve Bank of New York, advising of the arrest of Mr. Thomas Waywell, an employee of the bank, who had confessed to the theft of coupons on \$5,000 of bonds held in safekeeping by the bank, and advising further that an investigation is being made to determine possible collusion.

Noted and copy ordered transmitted to the Department of Justice.

Letter dated May 3rd from the Secretary of the Washington, D. C. Clearing House Association, quoting a resolution adopted by that Association with regard to its relations with the Federal Reserve Bank of Richmond.

Noted.

Letter dated April 30th from the Chairman of the Federal Reserve Bank of Boston, requesting approval of extra compensation at the rate of \$2400 per annum for Mr. H. E. Snow and at the rate of \$1800 per annum for Mr. A. P.

5/6/24

Luscombe, employed at the Havana Agency, such compensation to be effective as of May 1, 1924.

Approved.

Draft of letter to the Chairman of all Federal Reserve banks, with regard to the inadvisability of officers and employees of Federal Reserve Banks and Branches maintaining outside business connections.

Approved.

Report of Committee on Examinations on letter dated May 1st from the Federal Reserve Agent at Boston, transmitting and recommending approval of the application of the New England Trust Company of Boston for permission to establish a branch in the Back Bay district of that city; the Committee recommending approval.

Approved.

Memorandum dated May 6th from the Secretary, requesting authority to transfer to the office of the Chief Clerk certain work in connection with the auditing of telegrams now conducted in the Telegraph Office thus permitting the discontinuance of salary at the rate of \$10 per month for Chief Telegrapher Mooney and a reduction from \$40 to \$20 per month in the amount paid Operator Howe; the memorandum stating that it is also intended to transfer certain other work performed by Mr. Howe to the Chief Clerk's office within the next sixty days.

Approved.

Mr. Cunningham called attention to the physical condition of Mr. Rich,

5/6/24

Federal Reserve Agent at Minneapolis, and stated that he was of the opinion that a leave of absence for Mr. Rich would hasten his recovery.

Mr. Cunningham therefore moved that the Board grant to Mr. Rich a leave of absence of sixty days with full pay.

Carried.

The Secretary then read for the record the following order issued by the President of the United States:

"The White House

May 1, 1924.

ORDER

Washington

Under the provisions of the Federal Reserve Act (Section 10), approved December 23, 1913, and amended by the Act of Congress approved June 3, 1922, D. R. Crissinger is hereby designated as Governor of the Federal Reserve Board for the period from May 1, 1924, to April 30, 1925, or until otherwise directed.

(Signed) Calvin Coolidge"

REPORTS OF STANDING COMMITTEES:

- Dated, May 2nd, 3rd, 5th, Recommending changes in stock at Federal Reserve Banks, as set forth in the Auxiliary Minute Book of this date. Approved.
- Dated, May 6th, Recommending action on application for fiduciary powers as set forth in the Auxiliary Minute Book of this date. Ordered held.
- Dated, May 6th, 6th, 6th, 6th, 6th, 6th, Recommending action on applications for fiduciary powers as set forth in the Auxiliary Minute Book of this date. Approved.
- Dated, May 3rd, Recommending approval of the application of Mr. Woodbury F. Andrews to serve at the same time as director of the Metropolitan National Bank, as director of the Marquette Trust Company and as director of the University State Bank, all of Minneapolis, Minn. Approved.
- Dated, May 3rd, Recommending approval of the application of Mr. Sydney P. Clark to serve at the same time as director of the Centennial National Bank and as a Member of firm of E. W. Clark & Company, both of Philadelphia, Pa. Approved.

5/6/24

REPORTS OF STANDING COMMITTEES (Cont'd)

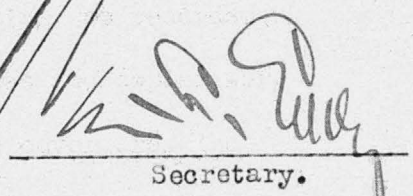
Dated, May 3rd, Recommending approval of the application of Mr. Harry J. Haas to serve at the same time as director of the First National Bank of Philadelphia, Pa. and as director of the Merion Title and Trust Company of Ardmore, Pa.

Approved.

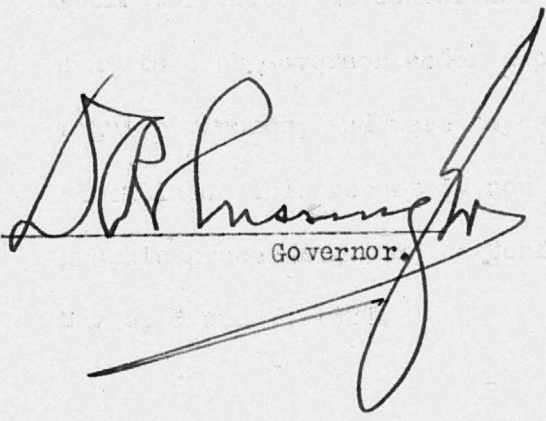
Dated, May 3rd, Recommending approval of the application of Mr. Francis R. Taylor to serve at the same time as director and President of the Cheltenham National Bank of Cheltenham, Pa., and as director of the United Security Life Insurance and Trust Company of Pennsylvania, of Philadelphia, Pa.

Approved.

The meeting adjourned at 12:00 o'clock.


Secretary.

Approved:


Governor.

August 17, 1935.

On May 6, 1924, the members of the Federal Reserve Board met with the Conference of Governors between two and four o'clock to discuss rediscount policy. The stenographic report of this meeting was recorded separately from the Conference minutes and copies were sent to each Governor under separate cover from the regular minutes, and were to be treated strictly confidential. This report is now filed with the stenographic proceedings of the Conference of Governors held May 5, 6 and 7, 1924.