A meeting of the Federal Reserve Board was held in the office of the Federal Reserve Board on Monday, June 30, 1924, at 2:45 o'clock.

PRESENT: Governor Crissinger
Mr. Hamlin
Mr. Miller
Mr. James
Mr. Eddy, Secretary

The minutes of the meeting of the Federal Reserve Board held on June 25th were read and approved.

The Governor announced the appointment of Mr. James as a member of the Executive Committee for the three months' term expiring September 30, 1924, to succeed Mr. Miller.

The Secretary then announced that Mr. Cunningham had increased the salary of Miss Leona Beller, stenographer in his office, from $1500 to $1600 per annum, effective July 1, 1924.

Letter dated June 25th from the Acting Comptroller of the Currency, requesting approval of the appointment of Mrs. Belle H. Bohn as money counter in the Federal Reserve Issue and Redemption Division, at a salary of $1200 per annum, effective July 1, 1924.

Approved.

Letter dated June 25th from the Federal Reserve Agent at Philadelphia, requesting approval of the designation of Mr. E. W. Clark as an assistant to Examiner.

Approved.

Report of Committee on Examinations on memorandum dated June 25th from the Acting Comptroller of the Currency, recommending approval of the
application of the First National Bank of Fair Haven, Vermont, for permission to reduce its capital stock from $100,000 to $50,000, provided any loans made excessive thereby be reduced to the legal unit; the Board's Committee also recommending approval.

Approved.

Letters dated June 26th from the Chief Clerk of the Treasury Department, recommending that the services of Missouri Hanna, charwoman, be dispensed with as at the close of business June 19th, 1924, and that Mrs. Annie H. Smith be appointed as charwoman, at $375.60 per annum, effective July 1, 1924.

Approved.

Letter dated June 23rd from the Secretary of the Federal Reserve Bank of Chicago, recommending approval of the action of the directors of that bank in declaring a dividend for the six months' period ending June 30, 1924 at the rate of 6% per annum on the paid-in capital stock of the bank; together with copy of telegraphic reply made on June 26th on the initials of members of the Board, approving the payment of a dividend.

Upon motion, the dividend resolution of the Chicago directors was formally approved.

Letter dated June 19th from the Deputy Chairman of the Federal Reserve Bank of San Francisco, recommending approval of the action of the directors of that bank in declaring a dividend for the six months' period ending June 30, 1924 at the rate of 6% per annum on the paid-in capital stock of the bank; together with copy of telegraphic reply made on June 26th on the initials of members of the Board, approving the payment of a dividend.

Upon motion, the dividend resolution of the San Francisco directors was formally approved.

Copies of telegrams dated June 26th and 27th to the Chairmen of the
Federal Reserve Banks of Chicago, St. Louis and Atlanta, advising that the Board is of the opinion that those banks cannot legally close on Saturday, July 5th, unless a legal holiday is declared by the states in which they are located.

Upon motion, the above mentioned telegrams, which were sent on the initials of members of the Board, were formally approved.

Draft of letter to the Governors of all Federal Reserve banks, advising that the Board has abolished the position of Consulting Architect, effective June 30, 1924.

Approved.

Memorandum dated June 25th from the Director of the Division of Research and Statistics, recommending acceptance of the resignation of Mr. Morris Jacobson, Statistician, as of July 31, 1924, instead of June 30th as stated in Mr. Jacobson's letter of resignation, thus allowing him thirty days' leave with pay.

Upon motion, Mr. Jacobson's resignation was accepted as of July 31, 1924.

Memorandum dated June 25th from the Director of the Division of Research and Statistics, recommending that the services of Mr. Charles F. Corcoran, Assistant Librarian, be discontinued on July 15, 1924.

Approved.

Memorandum dated June 25th from the Director of the Division of Research and Statistics, recommending the appointment of Mr. Hans A. Widenmann as Research Assistant for a period of three months beginning July 1, 1924, at a salary of $250 per month.

Approved.

Letter dated June 27th from the Chairman of the Federal Reserve Bank of Philadelphia, with regard to the recent action of the directors of that bank in establishing a flat rediscount rate of 3 1/2%.
Ordered circulated.

Telegram dated June 30th from the Chairman of the Federal Reserve Bank of Kansas City, requesting approval of the action of the Executive Committee in voting to reduce the rediscount rate of the bank to 4½% on all classes of paper of all maturities, effective July 1, 1924.

Approved.

Letter dated June 26th from the Assistant Attorney General, enclosing a report from the Acting Director of the Bureau of Investigation, regarding the apprehension of G. E. Whiteman, former Cashier of the Citizens National Bank of Laurel, Montana, now in the employ of the Federal Reserve Bank of Minneapolis, for violation of Section 5200 of the Revised Statutes while an officer of the Laurel institution.

Upon motion, it was voted that the following letter be addressed to the Federal Reserve Bank of Minneapolis:

"There is transmitted herewith copy of a letter from the Assistant Attorney General, which relates to Mr. G. E. Whiteman, formerly Cashier of the Citizens National Bank of Laurel, Montana, who appears now to be an employee of your bank. The Board desires that the matter referred to in the communication be given immediate attention by your bank and that the Board be advised of any conclusions reached."

Report of Committee on Examinations on letter dated June 25th from the Federal Reserve Agent at San Francisco, transmitting and recommending approval of the application of the Mercantile Trust Company of San Francisco for permission to acquire the business and assets of the Valley National Bank of Sonoma for the purpose of merging it with its present branch at that place; the Board's Committee recommending approval.

Approved, Governor Crissinger voting "no".
Memorandum from Counsel dated June 17th, with regard to the application of the Lake City Bank of Minnesota, Lake City, Minnesota, for permission to exercise trust powers under a recent amendment to its charter; Counsel in his memorandum stating that there appears to be no legal reason why the Board should not approve the application of the Lake City Bank of Minnesota, for a broadening in its functions.

Approved.

Draft of reply to letter dated June 16th, from the Cashier of the First National Bank of Wills Point, Texas, inquiring whether Federal Reserve bank stock may be deducted in making tax returns to the state, county or city; the proposed reply quoting several Court decisions in connection with the inquiry and suggesting that the bank consult its local attorney with regard to any further questions that may arise.

Upon motion, the proposed reply was approved.

Memorandum dated June 25th from General Counsel, approved by the Law Committee, submitting a draft of a new edition of the Board's Regulations and pointing out and explaining all changes contained in the draft.

Ordered circulated.

Report of Examination of the Federal Reserve Bank of Kansas City and its branches made as at the close of business on May 3, 1924.

Referred to Committee on Examinations and Committee on District #10.

Report of Examination of the Federal Reserve Bank of Minneapolis and its branch made as at the close of business on May 24, 1924.
Referred to Committee on Examinations and Committee on District #9.

REPORTS OF STANDING COMMITTEES:

Dated, June 26th, Recommending changes in stock at Federal Reserve Banks, 27th, as set forth in the Auxiliary Minute Book of this date. Approved.

Dated, June 30th, Recommending action on application for fiduciary powers as set forth in the Auxiliary Minute Book of this date. Approved.

The meeting adjourned at 3:30 p.m.

Approved:

[Signature]

Governor.

[Signature]

Secretary.