

A meeting of the Federal Reserve Board was held in the office of the Federal Reserve Board on Wednesday, December 31, 1924 at 12:15 o'clock.

PRESENT: Governor Crissinger
 Mr. Platt
 Mr. Hamlin
 Mr. James
 Mr. Cunningham
 Mr. McIntosh
 Mr. Eddy, Secretary.

The reading of the minutes of the meetings of the Federal Reserve Board held on December 18th, 23rd and 30th was dispensed with.

The Governor then stated the special order of business would be consideration of reports approved by the Committee on Salaries, Expenditures and Efficiency, submitting budgets to cover the cost of operation of the various Divisions of the Board during the year 1925.

Memorandum dated December 31st from the Secretary of the Board as follows:

"The amounts which it is estimated will be required for the maintenance of the offices of the Board Members during 1925 are as follows:

<u>Personal Services</u>	
Salaries of Board Members	\$79,000
Salaries of Secretaries and Stenographers	<u>27,250</u>
Total Personal Services	\$106,250
<u>Non-Personal Services</u>	
Supplies and Materials	500
Support and subsistence of persons	1,000
Communication service	500
Travel Expenses	3,000
Printing, engraving and binding	500
Repairs to Equipment	50
Special and Miscellaneous	1,000
Equipment	<u>1,000</u>
Total Non-Personal Services	\$7,550
Total budget of expenditures for offices of Board Members for year 1925	\$113,800

Upon motion by Mr. James, it was voted to approve a budget of \$113,800 for salaries and other expenditures in the offices of Board Members during the year 1925.

Memorandum dated December 30th from the Secretary of the Board, as follows:

"There is respectfully submitted for your consideration the following budget of the expenditures which, in my opinion, it will be necessary to incur during the year 1925 for the proper conduct of the Office of the Secretary of the Federal Reserve Board:

Expenditures on account of personal services \$115,853.55

The above stated amount will be needed to cover salaries of employees during the year 1925, as follows:

ADMINISTRATIVE:

<u>Name</u>	<u>Title</u>	<u>Present Salary</u>	<u>Salary during 1925.</u>
Walter L. Eddy	Secretary	\$10,000	\$11,000
J. C. Noell	Assistant Secretary	5,400	6,000
E. M. McClelland	Asst. to Secretary	3,600	4,000
Frances S. Fitzgerald	General Assistant	2,700	2,700
Lucy S. Black	Clerk	1,800	1,800
Ruth L. Martin	Stenographer	1,800	1,800
Katherine I. Latterman	Stenographer	1,800	1,800
T. W. English	Stenographer	1,600	1,800

OFFICE OF CHIEF CLERK

Geo. E. Good	Chief Clerk	4,000	4,500
C. W. Hanford	Asst. Chief Clerk	3,000	3,000
Herve W. Kitzmiller	Prtg. & Record Clerk	3,000	3,000
W. W. Jemison	Chief File Clerk	2,650	2,650
Madison P. Coe	Asst. Printing Clerk	2,200	2,200
Ruth A. Westergren	General Clerk	1,905	1,905
Margaret A. Rice	Correspondence Clerk	1,800	1,900
Mary H. Watson	Asst. File Clerk	1,800	1,900
Mildred DeHart	Stenographer	1,600	1,700
J. W. Harris	General Clerk	1,600	1,700
Raymond C. Twomey	General Clerk	1,600	1,700
J. F. Furbeshaw	Stenographer	1,600	1,600
Nelle Swan	Stenographer	1,500	1,500
Catherine M. Burke	Telephone Operator	1,400	1,400

12/31/24

-3-

T. V. Ott	Mail Clerk	\$900	\$1,000
	Additional stenographer when required		1,500
Paul McGee	Messenger boy	660	660
Thos. N. Buckley	Messenger boy	820	820
W. T. Fletcher	Mimeograph Operator	1,440	1,440
L. Trueheart	Mimeograph Operator	1,440	1,440
Henry McDowell	Chief Messenger	1,440	1,440
Seaton Dyson	Asst. Chief Messenger	1,300	1,400
Beverly A. Carter	Messenger	1,440	1,440
F. L. Watkins	Messenger	1,250	1,250
Essex Banks	Messenger	1,200	1,200
E. L. Hargett	Messenger	1,200	1,200
Leroy Hicks	Messenger	1,200	1,200
Robert Piper	Messenger	1,200	1,200
Bliss Plaine	Messenger	1,200	1,200
R. N. Simms	Messenger	1,200	1,200
Carl M. Skinner	Messenger	1,200	1,200
Geo. M. Bradley	Messenger	1,080	1,080
John Hunley	Messenger	1,000	1,100
	2 additional messengers when required		2,200
Lizzie Freeman	Charwoman	375.60	375.60
Frances Thomas	Charwoman	375.60	375.60
Annie H. Smith	Charwoman	375.60	375.60
Ruth S. Lamb	Clerk	1,200.00	1,200.00

DIVISION OF CURRENCY:

A. A. Moore	Chief	3,200	3,500
William J. Rowan	Vault clerk and custodian	2,150	2,150
L. C. Richardson	General Clerk and stenographer	1,800	1,900
Robt. W. Benner	General clerk	1,800	1,800

DIVISION OF GOLD SETTLEMENT:

John DeLaMater	Chief	4,500	4,500
W. N. Baldwin	General Clerk	2,400	2,500
Phyllis E. Stewart	General Clerk & Stenog.	2,000	2,000
Harry B. Stone	General Clerk	1,800	2,000
Robt. E. Sherfy	General Clerk	1,600	1,700
A. L. Houghton	General Clerk	1,600	1,700

Additional help to assist in night clearing:

John I. Boone		691.50
A. W. Dunn		460.50
F. H. Jenkins		459.00
Charles W. Lanham		251.00
J. E. Tanner		251.00

J. E. Vogts	690.75
Norval P. Wigginton	229.50
Robert A. Lyon	(Substitutes. These men work only in
John S. Ridgely	(the absence of the regular men named above)
Vacation allowances	58.50

NON-PERSONAL SERVICES

Supplies and Materials	\$1,600
Subsistence and Support of Persons	200
Communication Service	2,400
Travel Expenses	300
Transportation of Things	50
Printing, Engraving and Binding	625
Repairs (Equipment)	225
Equipment	250
Special and Miscellaneous	200

Total of Personal Services	\$115,853.55
Total of Non-Personal Services	<u>5,850.00</u>

Grand Total -	\$121,703.55
---------------	--------------

Upon motion by Mr. James, it was voted to approve salaries for employees in the Office of the Secretary, effective January 1, 1925, as stated above.

Upon motion by Mr. James, it was voted to approve a budget of \$121,703.55 for expenditures in the office of the Secretary during the year 1925.

Memorandum dated December 30th from the Chief of the Division of Bank Operations, as follows:

"There is respectfully submitted for your consideration the following budget of the expenditures which, in my opinion, it will be necessary to incur during the year 1925 for the proper conduct of the Division of Bank Operations:

Expenditures on account of personal services . . . \$61,145

The above stated amount will be needed to cover salaries of employees during the year 1925, as follows:

<u>Name</u>	<u>Title</u>	<u>Present Salary</u>	<u>Salary during 1925.</u>
E. L. Smead	Chief of Division	\$7,000	\$8,000
J. R. VanFossen	Asst. Chief of Division	4,500	4,700
J. E. Horbett	Section supervisor	3,500	3,700
W. H. Mitchell	Section supervisor	2,700	2,700

12/31/24

M. P. Caskey	Section Supervisor	\$2,700	\$2,700
D. Scudder	Technical clerk	2,400	2,600
O. B. Morrisette	Technical clerk	2,200	2,200
C. K. Bizzell	Technical clerk	2,200	2,200
J. J. Hurley	Technical clerk	2,100	2,200
L. S. Myrick	Technical clerk	2,100	2,200
F. A. Walker	Technical clerk	2,000	2,000
W. B. Dorsey	Technical clerk	1,905	1,905
	Additional technical clerk, if necessary vice R. W. Cooke, transferred to Division of Examinations		2,000
Kathleen T. Lally	Junior technical clerk	1,700	1,700
Emma L. Chapin	Junior technical clerk	1,700	1,700
Marjorie F. Jones	Junior technical clerk	1,600	1,700
Dorothy Stoddard	Junior technical clerk	1,600	1,600
Helen Bowie Clary	Junior technical clerk	1,600	1,600
Esther M. Wells	Junior technical clerk	1,500	1,500
Flora S. Devereux	Junior technical clerk	1,500	1,500
Mary C. Williams	Typist	1,600	1,600
Frank J. Callahan	Typist	1,500	1,600
Gladys Rice	Stenographer	1,400	1,500
M. Grace Keegin	Comptometer Operator	1,600	1,700
Rita S. Fugitt	Comptometer Operator	1,500	1,600
Loretta M. Goheen	Comptometer Operator	1,380	1,440
	Additional comptometer operator, if necessary, vice Marietta N. Wallace, resigned December 31, 1924.		<u>1,300</u>

Total Personal Services \$61,145

Non-Personal Services

Supplies and materials	1,100
Subsistence and support of persons	50
Communication service	5,900
Traveling expenses	100
Printing, engraving, binding, etc.	600
Repairs (equipment)	100
Special and miscellaneous	100
Equipment	<u>450</u>

Total Non-Personal Services \$8,400

Total budget of expenditures for Division of Bank Operations for year 1925 \$69,545."

Upon motion by Mr. James, it was voted to approve salaries for employees in the Division of Bank Operations effective January 1, 1925, as stated above.

12/31/24

-6-

Upon motion by Mr. James, it was voted to approve a budget of \$69,545 for expenditures in the Division of Bank Operations during the year 1925.

Memoranda dated December 30th from the Director of Research and Statistics as follows:

<u>Personal Services</u>	
(list of salaries attached)	
	\$94,920
 <u>Non-personal services:</u>	
Supplies and Materials	\$1,200
Sub. and Sup. of Persons	300
Communication Service	3,500
Travel Expenses	600
Ptg., Bind., Eng., Etc.	1,200
Repairs	100
Special and Miscellaneous	100
Equipment	<u>2,000</u>
 Total, non-personal services	 <u>9,000</u>
 Total budget	 \$103,920

DIVISION OF RESEARCH AND STATISTICS.

<u>Name</u>	<u>Title</u>	<u>Present Salary</u>	<u>Salary during 1925</u>
W. W. Stewart	Director	\$10,000	\$11,000
E. A. Goldenweiser	Statistician	6,000	6,500
Carl Parry	Research	5,000	5,000
John Cummings	Research	4,000	4,000
Robert B. Warren	Research	3,000	3,200
Woodlief Thomas	Research	2,900	3,200
W. J. Carson	Research	2,500	2,700
Dorothy B. Riefler	Research	2,700	2,700
W. R. Stark	Research	2,500	2,700
Winfield Riefler	Research	2,500	2,700
Elsie Rackstraw	Librarian	2,400	2,400
Mary S. Evans	Statistical research	2,000	2,000
Helen D. Drake	Statistical supervision	1,800	2,000
Viola A. Hodson	Statistical supervision	1,800	2,000
Nora V. Elder	Draftsman	2,000	2,000
Olga Wiersmith	Secretary	1,800	1,900
Dorothy R. Deeds	Secretary	1,800	1,800
Demra Shumate	Statistical research	1,680	1,800
Blanche L. Sutton	Statistical research	1,680	1,800
Dale E. Hoffman	Statistical clerk	1,700	1,700

12/31/24

-7-

*May M. Reed	Statistical clerk		1,700
Louise F. Young	Stenographer	1,600	1,700
Franc H. Schreiner	Stenographer	1,600	1,700
Edith Cheney	Library Assistant	1,600	1,700
Helena F. Baur	Statistical clerk	1,500	1,600
Helen Vincent	Statistical clerk	1,500	1,500
Helen R. Dyer	Stenographer-librarian	1,680	1,680
Ruth H. Porter	Statistical clerk	1,500	1,600
Effie Mehan	Statistical clerk	1,440	1,440
Everett Entriiken	Library clerk	1,300	1,300
Maria D. Miles	Library clerk	1,200	1,200
Raymond Collier	Messenger	900	900
**To fill present vacancies			<u>13,800</u>

Total personal services \$94,920

*To take over work of Miss Hoffman, who will resign during 1925.

**This item represents certain commitments already made, such as \$2,400 authorized for a study of the London Market during 1925; \$3,000 to fill vacancy created by resignation of Mr. Widemann at that salary; \$2,400 to fill vacancy created by resignation of Mr. Mann at a salary of \$3,600; and \$6,000 to provide for the addition to the staff of a competent editorial assistant.

Upon motion by Mr. James, it was voted to approve salaries for employees in the Division of Research and Statistics, effective January 1, 1925, as stated above.

Upon motion by Mr. James, it was voted to approve a budget of \$103,920 for expenditures in the Division of Research and Statistics during the year 1925.

Memorandum dated December 31st from the Chief Examiner, as follows:

"There is respectfully submitted for your consideration the following budget of the expenditures which, in my opinion, it will be necessary to incur during the year 1925 for the proper conduct of the Division of Examination:

Expenditures on account of personal services .. \$111,280

The above stated amount will be needed to cover salaries of employees during the year 1925, as follows:

<u>Name</u>	<u>Title</u>	<u>Present Salary</u>	<u>Salary during 1925</u>
J. F. Herson	Chief Examiner	\$12,000	\$13,000
James Buchanan	Examiner	8,000	8,500
W. J. Donald	Examiner	7,000	7,000
Ralph M. Chapman	Examiner	5,000	5,000
Frank J. Drinnen	Examiner	5,000	5,000
P. A. Gordon	Examiner	5,000	5,000
John F. Prah	Assistant Examiner	4,200	4,500

12/31/24

-8-

<u>Name</u>	<u>Title</u>	<u>Present Salary</u>	<u>Salary During 1925.</u>
R. B. Wiltse	Assistant Examiner	\$4,200	\$4,500
J. A. Bobb	Assistant Examiner	4,000	4,200
Rolfe H. Brett	Assistant Examiner	3,900	4,200
R. B. Chamberlin	Assistant Examiner	3,900	3,900
E. A. Farrell	Assistant Examiner	3,300	3,300
R. F. Leonard	Assistant Examiner	3,300	3,600
C. H. Ball	Assistant Examiner	3,200	3,500
George M. Ringen	Assistant Examiner	3,200	3,500
M. R. Wilkes	Assistant Examiner	3,200	3,500
L. A. A. Siems	Assistant Examiner	3,000	3,300
F. H. Winkler	Assistant Examiner	3,000	3,300
R. A. Bryans	Assistant Examiner	2,400	2,700
Lorne C. Comley	Assistant Examiner	2,400	2,700
Robert W. Cooke	Assistant Examiner	2,400	2,700
A. M. Stone	Office Assistant	2,200	2,500
Ellery W. Baker	Office Assistant	2,100	2,100
Nannette L. Milliken	Clerk	1,920	2,100
Charles H. Bartz	Clerk	1,500	1,680
	Additional Assistant Examiner authorized if needed		3,000
	Additional Assistant Examiner to be authorized if needed		<u>3,000</u>
Total personal services			\$111,280

Expenditures on account of non-personal services \$ 62,751

The above stated amount will be needed to cover non-personal services during the year 1925, as follows:

Supplies and materials	\$1,000.
Subsistence and support of persons	39,000.
Communication service	136.
Traveling expenses	21,000.
Printing, engraving, binding, etc.	750.
Transportation of things	475.
Repairs (equipment)	40.
Special and miscellaneous	100.
Equipment	<u>250.</u>
Total non-personal services	\$62,751.

Total budget of expenditures for Division of Examination for year 1925 \$174,031.

Upon motion by Mr. James, it was voted to approve salaries for employees in the Division of Examinations, effective January 1, 1925, as stated above.

Upon motion by Mr. James, it was voted to approve a budget of \$174,031 for expenditures in the Division of Examination during the year 1925.

Memorandum dated December 31st from the Fiscal Agent as follows:

"There is respectfully submitted for your consideration the following budget of the expenditures which, in my opinion, it would be necessary to incur during the year 1925 for the proper conduct of the Office of the Fiscal Agent:

Expenditures on account of personal services . . . \$12,260

The above stated amount will be needed to cover salaries of employees during the year 1925, as follows:

<u>Name</u>	<u>Title</u>	<u>Present Salary</u>	<u>Salary During 1925</u>
William M. Inlay	Fiscal Agent	\$4,500	\$4,550
Oliver E. Foulk	Deputy Fiscal Agent	3,900	3,950
Burnetta Black	General Clerk	2,000	2,000
Josephine E. Lally	General Clerk	1,660	1,760

Total personal services \$12,260

NON-PERSONAL SERVICES.

Supplies and materials	250
Communication service	95
Printing, Engraving, Binding, etc.	120
Repairs (equipment)	25
Special miscellaneous	25
Equipment	<u>25</u>

Total non-personal services 540

Total budget of expenditures for Office of Fiscal Agent for year 1925 \$12,800"

Upon motion by Mr. James, it was voted to approve salaries for employees in the Office of Fiscal Agent, effective January 1, 1925, as stated above.

Upon motion by Mr. James, it was voted to approve a budget of \$12,800 for expenditures in the Office of Fiscal Agent during the year 1925.

Memorandum dated December 31st from the Secretary of the Board as follows:

12/31/24

-10-

"There is respectfully submitted for your consideration the following budget of the expenditures which, in my opinion, it will be necessary to incur during the year 1925 for the proper conduct of the Division of Issue.

Expenditures on account of personal services . . . \$ 56,200

The above stated amount will be needed to cover salaries of employees during the year 1925, as follows:

<u>Name</u>	<u>Title</u>	<u>Present Salary</u>	<u>Salary dur- ing 1925.</u>
L. G. Copeland	Chief	\$ 4100.00	\$ 4300.00
W. J. Tucker	Assistant Chief	2760.00	2760.00
W. K. Durnbaugh		2280.00	2280.00
Helen P. Wedderburn	Technical Asst.	1920.00	2040.00
Searing T. Dashiell	Asst. Teller	1860.00	1860.00
Thomas J. Murray	Asst. Teller	1800.00	1800.00
Martha J. Martin	Bookkeeper	1620.00	1620.00
Viola C. Ricker	Clerk Counter	1620.00	1620.00
Helen M. Beattie	Clerk Counter	1500.00	1500.00
Geo. A. Gailes	Clerk Counter	1500.00	1560.00
Alys E. Gott	Clerk Counter	1500.00	1500.00
Otis N. Hester	Asst. Teller	1500.00	1500.00
Fannie P. Meade	Clerk Counter	1500.00	1500.00
Julia D. Murphy	Clerk Counter	1500.00	1500.00
Mary S. Landes	Clerk Counter	1500.00	1500.00
Susan U. Snead	Clerk Counter	1500.00	1500.00
Lillie M. Stanowsky	Clerk Counter	1500.00	1500.00
Theresa Barrow	Clerk Counter	1440.00	1440.00
Madeline G. Emerson	Clerk Counter	1440.00	1440.00
Edna S. Mead	Clerk Counter	1440.00	1440.00
Mary C. Mulvehill	Clerk Counter	1440.00	1500.00
Ruthette M. Penn	Clerk Counter	1440.00	1440.00
Caroline B. Quesenberry	Clerk Counter	1440.00	1500.00
Margaret M. Bicknell	Clerk Counter	1380.00	1380.00
Mary E. Everett	Clerk Counter	1380.00	1380.00
Ethel M. Harvey	Clerk Counter	1380.00	1380.00
Kathryn P. Winchell	Clerk Counter	1380.00	1440.00
Addie K. Burchard	Clerk Counter	1320.00	1320.00
Mary L. Soule	Clerk Counter	1320.00	1320.00
Belle H. Bohn	Clerk Counter	1200.00	1200.00
Natalie W. Furniss	Clerk Counter	1200.00	1200.00
Mary C. Poston	Bookkeeper	1080.00	1200.00
Dora I. Fox	Clerk Counter	1020.00	1140.00
Elsie L. Grammer	Clerk Counter	1020.00	1140.00

For additional clerk counter as needed

1500.00
\$56200.00

12/31/24

-11-

Non-Personal Services:

Supplies and Materials	\$110.00	
Communication Service	100.00	
Traveling Expenses	5.00	
Printing, Engraving & Binding	300.00	
Repairs to equipment	25.00	
Special and miscellaneous	10.00	
Equipment	<u>150.00</u>	
	\$ 700.00	<u>\$ 700.00</u>
		\$56,900.00"

Upon motion by Mr. Hamlin, it was voted to approve salaries for employees in the Division of Issue, effective January 1, 1925, as stated above.

Upon motion by Mr. James, it was voted to approve a budget of \$56,900 for expenditures in the Division of Issue during the year 1925.

Memorandum dated December 31st from the Board's General Counsel, as follows:

"There is respectfully submitted for your consideration the following budget of expenditures which, in my opinion, it will be necessary to incur during the year 1925 for the proper conduct of the Office of General Counsel:

Expenditures on account of personal services . . . \$28,400

The above stated amount will be needed to cover salaries of employees during the year 1925, as follows:

<u>Name</u>	<u>Title</u>	<u>Present Salary</u>	<u>Salary During 1925</u>
Walter Wyatt	General Counsel	\$ 9,000	\$10,000
G. B. Vest	Assistant Counsel	4,000	5,000
B. M. Wingfield	Law Clerk	1,800	2,400
O. M. Croghan	Stenographic-Clerk	2,200	2,500
S. A. Dyer	Stenographer	2,000	2,200
S. E. Seitz	File Clerk	1,600	1,800
Harriet Fowler	Stenographer	1,500	1,500
	Additional allowance to cover contingencies due to resignation of E. W. Freeman, Assistant Counsel		<u>3,000</u>
	Total personal services		\$28,400

12/31/24

-12-

NON-PERSONAL SERVICES

Supplies and Materials	\$250
Subsistence and support of persons	100
Communication service	200
Travel expenses	250
Printing, Engraving, Binding, etc.	100
Repairs (Equipment)	50
Special and miscellaneous	50
Equipment	<u>600</u>

Total non-personal services \$1,600

Total budget of expenditures for Office of General Counsel
for the year \$30,000

Upon motion by Mr. Hamlin, it was voted to approve salaries for employees in the Office of General Counsel, effective January 1, 1925, as stated above.

Upon motion by Mr. James, it was voted to approve a budget of \$30,000 for expenditures in the Office of General Counsel during the year 1925.

Memorandum dated December 31st from the Secretary of the Board,
as follows:

"It is estimated that the Board will be required during the year 1925 to make the following expenditures to cover items which cannot be properly chargeable to operating divisions:

Printing and binding	\$45,000
Heat and light	1,200
Building rental	20,000
General and miscellaneous	<u>1,100.45</u>

Total \$67,300.45"

Upon motion by Mr. Cunningham, it was voted to approve a budget of \$67,300.45 for expenditures during the year 1925 to cover items which can not be properly chargeable to operating divisions.

Memorandum dated December 31st from the Secretary of the Board,
as follows:

12/31/24

"I hand you herewith for your consideration and approval a budget covering needed expenditures during 1925 for the maintenance of each unit of the organization of the Federal Reserve Board.

The total amount required for the maintenance of each unit during 1925 is summarized below and includes salaries as well as all other overhead expenses:

	<u>Salaries</u>	<u>All Oth- er Items</u>	<u>Total</u>
Board Members & Staff	\$106,250.00	\$7,550	\$113,800.00
Office of Secretary	115,853.55	5,850	121,703.55
Division of Bank Operations	61,145.00	8,400	69,545.00
Division of Examination	111,280.00	62,751	174,031.00
Division of Research & Statistics	94,920.00	9,000	103,920.00
Office of Fiscal Agent	12,260.00	540	12,800.00
Division of Issue	56,200.00	700	56,900.00
Division of General Counsel	<u>28,400.00</u>	<u>1,600</u>	<u>30,000.00</u>
	<u>\$586,308.55</u>	<u>\$96,391</u>	<u>\$682,699.55</u>

GENERAL UNCONTROLLABLE EXPENSES.

Printing, Binding, etc.	\$45,000	
Heat and Light	1,200	
Building rental	20,000	
General and miscellaneous	<u>1,100.45</u>	<u>\$67,300.45</u>

GRAND TOTAL \$750,000.00

Upon motion by Mr. James, it was voted to approve the total budget of \$750,000 to cover all expenditures by the Board during the year 1925.

The Governor then stated that the term of Mr. Cunningham as a Member of the Executive Committee expires today and he appointed Mr. Hamlin to serve on the Committee for a term of three months, expiring March 31, 1925.

Report of Committee on Salaries, Expenditures and Efficiency on letters dated December 31st from the Comptroller of the Currency, recommending approval of a salary of \$3300 per annum for National Bank Examiner Charles L. Miller, to be assigned to the 10th Federal Reserve District and a salary of \$3300 per annum for National Bank Examiner Charles F. Drexel

12/31/24

-14-

to be assigned to the 11th Federal Reserve District; the Committee also recommending approval.

Approved.

Letter dated December 30th from the Comptroller of the Currency, recommending approval of the application of the Forest Hill National Bank of Newark, N. J., a newly organized institution, for permission to act as trustee, executor, administrator, registrar of stocks and bonds, guardian of estates, assignee, receiver, committee of estates of lunatics, and in any other fiduciary capacity in which state banks, trust companies, or other corporations which come into competition with national banks are permitted to act under the laws of the State of New Jersey.

Approved.

Telegram dated December 29th from the Chairman of the Federal Reserve Bank of Dallas, submitting a budget of \$2,325.00 to cover educational work for the employees of the bank during the first six months of the year 1925 and inquiring as to what specific items of educational and welfare work should be covered by the budget; together with draft of a telegraphic reply stating that the budget covering educational and welfare work should in general cover all expenditures made for the benefit of employees and that the bank's appropriation for the first six months of 1925 should be charged against 1925 earnings.

Upon motion, the proposed telegram was approved.

12/31/24

-15-

Memorandum dated December 24th from the Committee on District #8, submitting copy of letter to the directors of the Federal Reserve Bank of St. Louis, prepared in accordance with action taken by the Board at the meeting on December 23rd, regarding salary recommendations of the directors of that bank for its officers and employees.

Noted.

Letter dated December 20th from the Chairman of the Federal Reserve Bank of San Francisco, requesting approval of amendments to those sections of the by-laws of the bank relating to the appointment and duties of officers.

Approved.

Letters dated December 18th and 24th from the Federal Reserve Agent at San Francisco, advising of changes in location of three branches of the Bank of Italy and stating that the bank in future will submit such changes in location for the Board's approval before they have been made.

Noted with approval.

The Secretary then read the following telegram dated December 29th from the Governor of the Federal Reserve Bank of Chicago:

"Referring our telephone conversation today and your letter 26th authorizing charge offs requested in our letter December 5, the amount of claims against failed banks which was approximately \$610,000 on December 5, amount to \$682,000, at close of business December 27 and will be increased today about \$160,000 by closing of State Bank of Newhampton, Iowa. Our previous estimate showed about \$57,000 available for surplus and franchise tax after providing in full for all suspended paper. Due to increased earning assets this month our earnings are now estimated to be \$70,000 more than shown in our previous estimate. In view of increase of \$233,000 suspended paper we propose to increase reserve for probable losses from approximately \$52,000 to \$181,000, leaving nothing

12/31/24

-16-

"to be paid as franchise tax, making our total reserve about \$738,000, which is about \$104,000 less than the total of suspended paper at present. In view of the large amount of paper of the sixty odd banks which were reported to you, we trust Board will approve our proposed action in setting aside additional amount for reserve against suspended paper which we now hold and which may be materially increased by further suspensions."

The Secretary stated that the Governor of the Chicago Bank had today advised over the telephone of the failure of the First National Bank of Denison, Iowa, whose indebtedness to the Federal reserve bank was \$219,000 and submitted the following proposed telegraphic reply:

"Referring your December 29 telegram. Board authorizes you to transfer balance of your net earnings for 1924 after payment of dividends and making charges authorized in Board's letter December 26 to your reserve for probable losses on paper of failed banks. This will result in your bank making no transfer to surplus and paying no franchise tax."

Upon motion, the proposed telegram was approved.

Memorandum dated December 30th from the Secretary of the Board, suggesting the issuance of a statement to the press with regard to charges against surplus account by several of the Federal reserve banks to cover dividends for the year 1924.

After discussion, Mr. Hamlin moved that the Governor be authorized to give to the press a complete statement showing the amount each Federal reserve bank has charged to its surplus, the amounts of reserves for losses set up by the various banks and stating that other usual charge offs have been made which will be shown in detail in the Board's annual report.

Letter dated December 29th from the Chairman of the Federal Reserve Bank of Philadelphia, referring to the action of the Board in referring

12/31/24

-17-

back for reconsideration and adjustment the official salary list of that bank and inquiring if the directors of the bank fail to reach any conclusion as to adjustments by January 15th whether or not the officers are to receive their present salaries; together with draft of reply stating that a Federal reserve bank can not legally make a salary payment to any officer thereof unless the annual salary rate of the officer has first been approved by the Federal Reserve bank.

Approved, Mr. Platt voting "no".

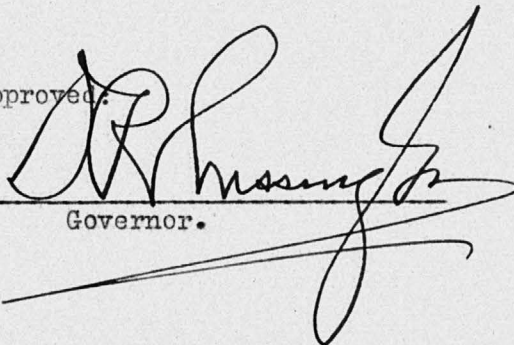
REPORTS OF STANDING COMMITTEES:

Dated December 31, 1924 Recommending changes in stock at Federal reserve banks, as set forth in the Auxiliary Minute Book of this date.

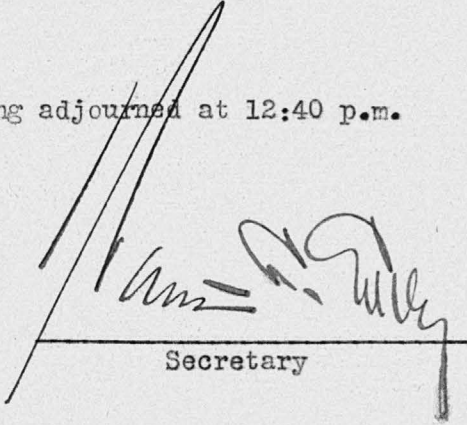
Approved.

The meeting adjourned at 12:40 p.m.

Approved:



Governor.



Secretary