

A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Monday, May 3, 1937, at 10:45 a. m.

PRESENT: Mr. Eccles, Chairman
Mr. Ransom, Vice Chairman
Mr. Broderick
Mr. Szymczak
Mr. McKee
Mr. Davis

Mr. Morrill, Secretary
Mr. Bethea, Assistant Secretary
Mr. Carpenter, Assistant Secretary
Mr. Clayton, Assistant to the Chairman
Mr. Thurston, Special Assistant to the
Chairman
Mr. Goldenweiser, Director of the Division
of Research and Statistics
Mr. Thomas, Assistant Director of the
Division of Research and Statistics
Mr. Dreibelbis, Assistant General Counsel

Reference was made to the draft of the review of the month proposed to be printed in the May issue of the Federal Reserve Bulletin. The portion of the review dealing with open market operations during April was discussed and approved in revised form. Following the discussion Messrs. Goldenweiser and Thomas left the meeting.

Chairman Eccles referred to the termination on April 30, 1937, of the appointment of Mr. J. M. Daiger, Special Assistant to the Chairman, and suggested that the Board authorize the payment to him in lieu of accumulated leave of an amount equal to fifteen days salary.

Mr. Broderick moved that such payment be made to Mr. Daiger.

Carried, Mr. McKee voting "no".

At this point Messrs. Thurston and Dreibelbis left the meeting and consideration was then given to each of the matters hereinafter re-

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ferred to and the action stated with respect thereto was taken by the Board:

The minutes of the meeting of the Board of Governors of the Federal Reserve System held on April 30, 1937, were approved unanimously.

The minutes of the meeting of the Board of Governors of the Federal Reserve System held on May 1, 1937, were approved and the actions recorded therein were ratified unanimously.

Letter to Mr. Young, Vice President of the Federal Reserve Bank of Chicago, reading as follows:

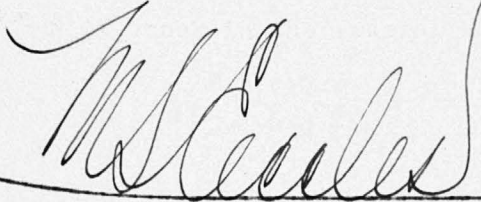
"This is to advise you that the Board today approved the bond which was executed on April 13, 1937, by The Fidelity & Casualty Company of New York, New York, New York, and Mr. Bernard L. Raether, covering Mr. Raether as Federal Reserve Agent's Representative.

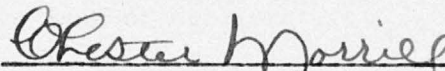
"In the circumstances, it is assumed that there is no objection to the Board's notifying The Fidelity & Casualty Company of New York that it is under no obligation on the bond executed by it on August 3, 1936, covering Mr. Raether as Assistant Federal Reserve Agent, for any acts committed by him subsequent to the date upon which his title was changed to Federal Reserve Agent's Representative, but it will be appreciated if you will furnish the Board with advice to this effect, together with advice as to the date upon which such change of title became effective. In connection with your comments regarding the recital in Mr. Raether's new bond to the effect that his appointment was made by the Federal Reserve Agent, there is inclosed a copy of a self-explanatory letter which the Board has addressed to the bonding company. You will be advised further regarding this matter upon the receipt of a reply from the bonding company."

Approved unanimously.

Thereupon the meeting adjourned.

Approved:


Chairman.


Secretary.