

A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Wednesday, September 11, 1940, at 2:30 p.m.

PRESENT: Mr. Ransom, Vice Chairman
 Mr. Szymczak
 Mr. McKee
 Mr. Draper

Mr. Morrill, Secretary
 Mr. Bethea, Assistant Secretary

The action stated with respect to each of the matters herein-after referred to was taken by the Board:

The minutes of the meeting of the Board of Governors of the Federal Reserve System held on September 10, 1940, were approved unanimously.

Memorandum dated August 30, 1940, from Mr. Morrill, Secretary, recommending, for the reasons stated in the memorandum, that the following increases be made in salaries of employees in the Secretary's Office, effective as of September 16, 1940:

<u>Name</u>	<u>Designation</u>	<u>Salary Increase</u>	
		<u>From</u>	<u>To</u>
Catherine M. Burke	Chief Telephone Operator	\$1,800	\$1,980
Frances S. Fitzgerald	Senior Clerk	3,100	3,200
Virginia T. Glazebrook	Stenographer	1,440	1,620
Stewart Thorn	Clerk	1,380	1,620
Margaret A. Rice	Clerk	2,100	2,160
M. DuBose MacDowell	Inventory Clerk	1,380	1,620
Vivian Haislip	Jr. File Clerk	1,440	1,500
Margery Davis	Jr. File Clerk	1,380	1,440

Approved unanimously.

Letter to Mr. Gidney, Vice President of the Federal Reserve Bank of New York, reading as follows:

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"In accordance with the request contained in your letter of September 5, the Board approves the appointments of Frank F. Boone, Samuel J. Edgar, Curtis E. Neldner and George E. Truesdell as assistant examiners for the Federal Reserve Bank of New York. Please advise us of the dates the appointments become effective.

"The Board approves also the designations of William H. Braun, Jr., Charles B. Fischer and John F. Pierce as special assistant examiners, with the understanding, of course, that they will not be transferred permanently to examination work without the Board's approval."

Approved unanimously.

Letter to the board of directors of the "Peoples State Bank of Baldwin", Baldwin, New York, stating that, subject to conditions of membership numbered 1 to 3 contained in the Board's Regulation H and the following special condition, the Board approves the bank's application for membership in the Federal Reserve System and for the appropriate amount of stock in the Federal Reserve Bank of New York:

"4. Prior to admission to membership, such bank, if it has not already done so, shall charge off or otherwise eliminate estimated losses of \$1,885 as shown in the report of examination of such bank as of July 23, 1940, made by an examiner for the Federal Reserve Bank of New York."

Approved unanimously for transmission through the Federal Reserve Bank of New York.

Letter to Mr. Laurence Duggan, Chief, Division of the American Republics, State Department, reading as follows:

"With reference to my letter of June 15 and earlier correspondence concerning a technical adviser for the Banco Central del Ecuador, I am enclosing a copy of a letter of September 6 from Mr. Sproul of the Federal Reserve Bank of New York.

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"You will note that the officials of the Banco Central are apparently still anxious to secure an adviser for a year or more. As you know, the problem of recommending a suitable person to serve in this position is a difficult one, and Mr. Sproul desires to know how important the Department of State considers the matter and what view the Treasury may take. If you have any suggestions with regard to the appropriate line of action for the Federal Reserve Bank of New York, I shall be happy to transmit them to Mr. Sproul.

"I assume that you will discuss the matter with the Treasury and I am not, therefore, sending a copy of Mr. Sproul's letter to that Department."

Approved unanimously.

Thereupon the meeting adjourned.

Chesee Morris
Secretary.

Approved:

Frank J. Brown
Vice Chairman.