

A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Wednesday, November 26, 1941, at 11:30 a.m.

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

Mr. Morrill, Secretary
Mr. Bethea, Assistant Secretary
Mr. Carpenter, Assistant Secretary

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

Memorandum dated November 24, 1941, from Mr. Morrill, Secretary, recommending that the following increases in salaries of employees in the Correspondence and Publications Section of the Secretary's Office be approved, effective as of December 1, 1941:

<u>Name</u>	<u>Designation</u>	<u>Salary Increase</u>	
		<u>From</u>	<u>To</u>
William A. Kline	Printing Clerk	\$2,400	\$2,600
Margaret Lee Higdon	Clerk-Stenographer	1,800	1,920
Elizabeth Carmichael	Stenographer	1,620	1,740

Approved unanimously.

Memorandum dated November 24, 1941, from Mr. Goldenweiser, Director of the Division of Research and Statistics, recommending that assent be given by the Board to the examination and certification by the Civil Service Commission of Mrs. Lyndall C. McCloud, an economic assistant in that Division, for the position of junior professional assistant (junior economist).

Approved unanimously.

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Memorandum dated November 24, 1941, from Mr. Goldenweiser, Director of the Division of Research and Statistics, recommending that assent be given by the Board to the examination and certification by the Civil Service Commission of Mrs. Maxine G. Stewart, a clerk in that Division, for the position of junior professional assistant (junior economist).

Approved unanimously.

Letter to Mr. Henry H. Tucker, President of Fones Brothers Hardware Company, Little Rock, Arkansas, reading as follows:

"Mr. Nardin has advised the Board of your election on November 18 as a Class B director of the Federal Reserve Bank of St. Louis for the unexpired portion of the term ending December 31, 1943, and has transmitted your letter of November 14 in which you submit your resignation as a director of the Little Rock Branch.

"The Board accepts your resignation as tendered, and wishes to thank you most sincerely for the service you have rendered as a branch director. The Board extends its congratulations on your election to the head office board, and is glad to learn that you will continue to serve the System.

"We hope that it goes without saying that we are always desirous of being whatever assistance we can and that we trust you will not hesitate to call on us whenever we can be of service."

Approved unanimously.

Letter to Mr. Powell, First Vice President of the Federal Reserve Bank of Minneapolis, reading as follows:

"The Board of Governors approves the changes in the personnel classification plan of your Bank as requested in your letter of November 15, 1941."

Approved unanimously.

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Letter to the board of directors of the "Bank of Greenville", Greenville, West Virginia, stating that, subject to conditions of membership numbered 1 to 3 contained in the Board's Regulation H, 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 Richmond.

Approved unanimously for transmission through the Federal Reserve Bank of Richmond.

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

"Reference is made to Mr. Diercks' memorandum dated October 6, 1941, in which he stated that the Springfield Marine Bank, Springfield, Illinois, did not publish the report of its affiliate in connection with the September 24, 1941 call, and that such publication in future call reports had been discussed with the management of the member bank.

"The report of examination of the bank dated September 8, 1941, showed that Bunn Capitol Grocery Company, Springfield, Illinois, had been an affiliate of the bank for several years as a result of certain shareholders who owned the majority of the shares of the bank also owning all the shares of the affiliate, and that the management of the member bank was not aware of the existence of the affiliation until it was called to its attention during the course of the examination. The examination report also showed that the affiliate was indebted to the member bank in the amount of \$95,000.

"The publication at this time of the affiliate reports as of past call dates will serve no practical purpose, and, in the circumstances, the Board will not insist upon their publication. If, however, the affiliation exists at the time of the next call for condition reports, the report of the affiliate should be submitted and published unless waived by the waiver provisions printed on form F. R. 220b."

Approved unanimously.

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Letter to the Comptroller of the Currency, reading as follows:

"It is respectfully requested that you place an order with the Bureau of Engraving and Printing, supplementing the order requested June 14, 1941, for the printing of Federal reserve notes of the 1934 Series in the amount and denomination stated for the Federal Reserve bank of Boston:

Denomi- nation	Number of sheets	Amount
\$5	250,000	\$15,000,000"

Approved unanimously.

Thereupon the meeting adjourned.

Chester M. Quinn
Secretary.

Approved:

Donald A. Quinn
Vice Chairman.