

12/10/42  
A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Thursday, December 10, 1942, at 11:45 a.m.

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

Mr. Morrill, Secretary  
Mr. Bethea, Assistant Secretary  
Mr. Carpenter, Assistant Secretary  
Mr. Clayton, Assistant to the Chairman

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 December 9, 1942, were approved unanimously.

Memorandum dated December 3, 1942, from Mr. Goldenweiser, Director of the Division of Research and Statistics, recommending that Miss Elizabeth Ridings Crandall be appointed as a clerk in that Division on a temporary indefinite basis, with salary at the rate of \$1,560 per annum, effective as of the date upon which she enters upon the performance of her duties after having passed satisfactorily the usual physical examination.

Approved unanimously.

Memoranda dated December 2, 1942, from Mr. Paulger, Chief of the Division of Examinations, recommending that the following increases in salaries of employees in that Division be approved, effective as of January 1, 1943:

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<u>Name</u>	<u>Designation</u>	<u>Salary Increase</u>	
		<u>From</u>	<u>To</u>
Edwin R. Millard	Federal Reserve Examiner	\$6,400	\$6,900
Joseph H. Porter	Federal Reserve Examiner	4,600	4,800
Arthur H. Lang	Assistant Federal Reserve Examiner	3,200	3,400
James C. Smith	Assistant Federal Reserve Examiner	3,000	3,300
Mrs. Nancy R. Porter	Clerk-stenographer	1,800	1,920

Approved unanimously.

Memorandum dated December 7, 1942, from Mr. Leonard, Director of the Division of Personnel Administration, submitting the resignation of Mrs. Wanda G. McLenighan as secretary to Governor Szymczak, and recommending that it be accepted as of the close of business on December 30, 1942.

The resignation was accepted.

Memorandum dated December 9, 1942, from Mr. Morrill, submitting the resignation of Charles S. Overmiller as a clerk in the Secretary's Office, to become effective as of the close of business on December 21, 1942, and recommending that the resignation be accepted as of that date.

The resignation was accepted.

Letter to Mr. Logan, Vice President and General Counsel of the Federal Reserve Bank of New York, reading as follows:

"We acknowledge receipt of your letter of December 1, 1942, transmitting for the approval of the Board of Governors bill of Messrs. Lynch and Cahn for \$1,000 in fees for services and reimbursement for expenses incurred of \$9.90. We understand that this is in connection with the preparation of the briefs and all other steps incident to the appeal and argument before the United States Circuit Court of Appeals in two cases brought by one Russell K. Mosier against the Federal Reserve Bank of New York.

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"We understand that this fee has the approval of the board of directors of the Federal Reserve Bank of New York and has your approval as General Counsel.

"We wish to advise that the Board of Governors approves payment of this fee and disbursements as above described."

Approved unanimously.

Telegram to Mr. R. E. Klages, President of the Columbus Auto Parts Company, Columbus, Ohio, reading as follows:

"Before taking any action on matters referred to in your letter of December 3 (concerning official personnel at Cleveland Reserve Bank) Board would like to meet with your Committee. Would it be possible to have the meeting on December 16 or 17?"

Approved unanimously.

Letter to the board of directors of the "Bank of Auburn", Auburn, Alabama, 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 Atlanta:

- "4. Prior to admission to membership, such bank, if it has not already done so, shall charge off or otherwise eliminate estimated losses of \$1,466.03, as shown in the report of examination of such bank as of October 26, 1942, made by an examiner for the Federal Reserve Bank of Atlanta."

The letter also contained the following special comment:

"It appears that the bank is authorized to exercise trust powers but is not doing so and that it may possess certain other powers which are not being exercised and which are not necessarily

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"required in the conduct of a banking business. Attention is invited to the fact that if the bank desires to exercise any powers not actually exercised at the time of admission to membership, it will be necessary, under condition of membership numbered 1, to obtain the permission of the Board of Governors before exercising them. In this connection, the Board understands that there has been no change in the scope of corporate powers exercised by the bank at the time of its application for membership."

Approved unanimously, for  
transmission through the Federal  
Reserve Bank of Atlanta.

Letter to the board of directors of the "State Bank of Latham", Latham, Illinois, 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 Chicago.

Approved unanimously, for  
transmission through the Federal  
Reserve Bank of Chicago.

Thereupon the meeting adjourned.

Roberta Morrie

Secretary.

Approved:

W. S. ...  
Chairman .