

A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Saturday, November 18, 1944, at 10:30 a.m.

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

Mr. Morrill, 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 November 17, 1944, were approved unanimously.

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

"This refers to Mr. Diercks' letter of November 6, 1944, with regard to the application of the South Chicago Savings Bank, Chicago, Illinois, for permission to exercise fiduciary powers.

"In view of the information submitted, and in accordance with Mr. Diercks' recommendation, the Board of Governors of the Federal Reserve System grants the applicant bank permission, under the provisions of its membership numbered 1, to exercise the fiduciary powers now or hereafter authorized under its charter and the laws of the State of Illinois. The Board's approval is given subject to acceptance by the bank of the following standard conditions prescribed in connection with the admission to membership of State banks exercising fiduciary powers:

1. Such bank shall not invest funds held by it as fiduciary in stock or obligations of, or property acquired from, the bank or its directors, officers, or employees, or their

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- "interests, or in stock or obligations of, or property acquired from, affiliates of the bank.
2. Such bank, except as permitted in the case of national banks exercising fiduciary powers, shall not invest collectively funds held by the bank as fiduciary and shall keep the securities and investments of each trust separate from those of all other trusts and separate also from the properties of the bank itself.
 3. If funds held by such bank as fiduciary are deposited in its commercial or savings department or otherwise used in the conduct of its business, it shall deposit with its trust department security in the same manner and to the same extent as is required of national banks exercising fiduciary powers.

"You are requested to advise the South Chicago Savings Bank, Chicago, Illinois, of the Board's action, and to obtain an appropriate resolution of the board of directors of the bank accepting the conditions listed above and forward a certified copy thereof to the Board."

Approved unanimously.

Letter to the Administrative Assistant to the Secretary of the Treasury reading as follows:

"Under the Act of July 7, 1943, relating to the disposal of certain records of the United States Government, and the regulations promulgated thereunder, the records appearing on this schedule have been appraised and in the opinion of this office, will not have sufficient administrative, legal research, or other value to warrant their preservation by the Government after the period of time indicated in each instance.

"It is recommended, therefore, that the records appearing on this schedule, and those of like form and character that may accumulate, be proposed for disposal after the retention period specified in each instance, provided that, when applicable, the requirements of

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"Section 9 of the Act of July 7, 1943, will be fulfilled prior to disposal.

"P.S. Referring to continuing authorization for disposition of certain Fiscal Agency records, advice has been received that Forms PD 975 and PD 1340 (items 13 and 19 on list) are now obsolete."

Approved unanimously.

Thereupon the meeting adjourned.

Chester Morrie
Secretary.

Approved:

Donald Ransom
Vice Chairman.