

A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Wednesday, May 2, 1945, at 10:30 a.m.

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

Mr. Morrill, Secretary
Mr. Carpenter, Assistant Secretary
Mr. Thurston, 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 May 1, 1945, were approved unanimously.

Memorandum dated April 30, 1945, from Mr. Bethea, Director of the Division of Administrative Services, recommending that the temporary appointment of Mrs. Evelyn M. Loveless, a cafeteria helper in that Division, be extended for an indefinite period from May 4, 1945, and that her basic salary be increased from \$1,080 to \$1,200 per annum, effective May 16, 1945. The memorandum stated that Mrs. Loveless would become a member of the Board's retirement system.

Approved unanimously.

Letter to the Attorney General reading as follows:

"A copy of the bill of complaint in the case of John Agnew and F. O. Fayerweather v. Board of Governors of the Federal Reserve System, in the District Court of the United States for the District of Columbia, was served on the Board

5/2/45

-2-

"of Governors of the Federal Reserve System on April 30, 1945. We understand that a copy of the bill of complaint in this case was also served on the United States Attorney for the District of Columbia and that a copy was received by the Department of Justice.

"Inasmuch as the Board of Governors of the Federal Reserve System is an agency of the United States, it will be appreciated if the Department of Justice will arrange to appear in this case on behalf of the Board. It is assumed that, in accordance with the usual practice, the matter will be referred to the United States Attorney for the District of Columbia, and, if agreeable to the Department, the Board would like to have its Legal Division collaborate closely with him and lend all assistance possible in the matter.

"In order to expedite the matter, the Board's Assistant General Attorney, Mr. Townsend, has already had an informal discussion with Mr. Curran, United States Attorney for the District of Columbia, as to the procedure in connection with this suit."

Approved unanimously.

Letter to the Presidents of all the Federal Reserve Banks reading as follows:

"There is enclosed a copy of a memorandum, dated April 27, 1945, received from the War Department, signed by Colonel Paul Cleveland, Chief, Advance Payment and Loan Branch, in reply to questions which have been raised as to what amendments of an outstanding guaranteed loan or credit will require the execution of a new guarantee agreement and what amendments may be effected by the use of supplements to existing agreements."

Approved unanimously.

Letter to the Presidents of all the Federal Reserve Banks reading as follows:

"There are enclosed copies of memoranda received from the War Department and Navy Department, dated April

5/2/45

-3-

"27 and April 28, 1945, respectively, with further reference to modifications of collateral under Section 11 of the 1943 Form of Guarantee Agreement and Section 7 of the 1944 V Loan Guarantee Agreement."

Approved unanimously.

Memorandum dated May 2, 1945, from Mr. Bethea, Director of the Division of Administrative Services, submitting a voucher in the amount of \$123.21 covering expenses incurred by Glenn M. Goodman, a Federal Reserve Examiner in the Division of Examinations, in connection with his trip to the Philippines pursuant to the Board's authorization of April 5, 1945, and recommending that payment of the voucher be approved.

Approved unanimously.

Thereupon the meeting adjourned.

Chester Morris
Secretary.

Approved:

W. S. ...
Chairman.