

A meeting of the Board of Governors of the Federal Reserve System was held in Washington on Thursday, July 11, 1946, at 10:30 a. m.

PRESENT: Mr. Eccles, Chairman
Mr. Szymczak
Mr. Evans
Mr. Vardaman

Mr. Carpenter, Secretary
Mr. Thurston, Assistant to
the Chairman.

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

The minutes of the meeting of the Board of Governors of the Federal Reserve System held on June 28, 1946, were approved unanimously.

The minutes of the meeting of the Board of Governors of the Federal Reserve System held on July 2, 3, 8, 9, and 10, 1946, were approved and the actions recorded therein were ratified unanimously.

Memorandum dated July 3, 1946, from Mr. Thomas, Director of the Division of Research and Statistics, recommending that Mrs. Elsie N. Carrick be appointed as a clerk-stenographer in that Division on a temporary indefinite basis with a salary at the rate of \$2,394 per annum, effective as of the date upon which she enters upon the performance of her duties after having passed the usual physical examination. The memorandum also stated that Mrs. Carrick would become a member of the Federal Reserve retirement system un-

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less she had funds in the Civil Service Retirement System from her previous Government service.

Approved unanimously.

Memorandum dated July 10, 1946, from Mr. Leonard, Director of the Division of Personnel Administration, recommending, in accordance with the wishes of Governor Vardaman, (1) the appointment of Miss Dorothy Hoffman as Secretary to Governor Vardaman and an increase in her salary from \$3,021 to \$3,898.80 per annum, and (2) with the concurrence of Mr. Bethea, Director of the Division of Administrative Services, the transfer of Miss Virginia Lambert, from that Division, to the position of stenographer in Governor Vardaman's office, at her present salary at the rate of \$2,394 per annum, all effective July 14, 1946.

Approved unanimously.

Letter to Mr. Shepard, Chairman of the Federal Reserve Bank of Minneapolis, reading as follows:

"At the completion of the examination of the Federal Reserve Bank of Minneapolis, made as of March 22, 1946, by the Board's examiner, a copy of the report of examination was left for your information and that of the directors. A copy was also furnished President Peyton. The examiner has advised that he reviewed with you and the other members of the Executive Committee his findings, including the 'other matters subject to comment', on page 11.

"In its letter of April 10, 1946, the Board granted permission to the Second Northwestern National Bank of Minneapolis to maintain the same reserves against deposits as are required to be maintained by banks located outside

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"of central reserve and reserve cities. The Board also authorized your bank not to make the assessment for any deficiencies in reserves of this bank before the effective date of the permission granted.

"In addition to the facts set forth on page 11 of the report, the examiner has submitted a copy of Mr. Peyton's memorandum of September 17, 1945, with respect to the waiver of a portion of the deficient reserve penalty incurred by Marquette National Bank of Minneapolis. The examiner pointed out to the management of the bank that such waiver cannot be made effective without the prior approval of the Board and has indicated that the management of the bank inadvertently overlooked this fact in readjusting and assessing the penalty. In the circumstances, and to clear up the technicalities involved, the Board approves the adjustment of the penalty and the waiver as reported.

"The Board will appreciate advice that the report of examination has been considered by your Board of Directors. Any comments you may care to offer regarding discussions with respect to the examination or as to further action taken or to be taken as a result of the examination will also be appreciated.

Approved unanimously.

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

"In accordance with the request contained in your letter of July 5, 1946, the Board approves the designations of Harry O. Tennison, formerly an assistant examiner, and Douglas O. Beck as special assistant examiners for the Federal Reserve Bank of Dallas."

Approved unanimously.

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

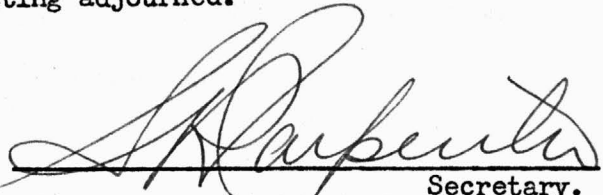
"In accordance with the request contained in your letter of July 2, 1946, the Board approves the appointment of Louis K. Hogan as an assistant examiner for the Federal Reserve Bank of Minneapolis. Please advise us as to the date upon which the appointment becomes effective."

Approved unanimously.

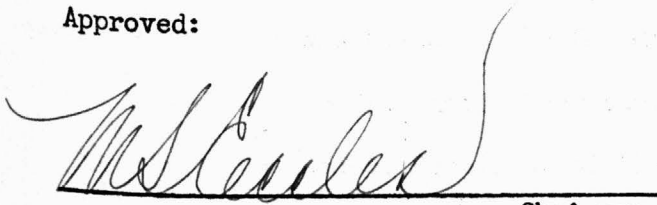
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Thereupon the meeting adjourned.


Secretary.

Approved:


Chairman.