

Minutes of actions taken by the Board of Governors of the Federal Reserve System on Wednesday, June 25, 1947.

PRESENT: Mr. Eccles, Chairman  
Mr. Szymczak  
Mr. Draper  
Mr. Vardaman  
Mr. Clayton

Mr. Carpenter, Secretary  
Mr. Sherman, Assistant Secretary  
Mr. Morrill, Special Adviser

Minutes of actions taken by the Board of Governors of the Federal Reserve System on June 24, 1947, were approved unanimously.

Letter to Mr. Peterson, Vice President of the Federal Reserve Bank of St. Louis, reading as follows:

"In accordance with the request contained in your letter of June 18, 1947, the Board approves the appointment of William Howard Archer as an assistant examiner for the Federal Reserve Bank of St. Louis. It will be appreciated if you will advise us as to the date upon which the appointment becomes effective."

Approved unanimously.

Letter to Mr. Volberg, Vice President of the Federal Reserve Bank of San Francisco, reading as follows:

"In accordance with the request contained in your letter of June 20, 1947, the Board approves the appointment of John N. Aamodt as an assistant examiner for the Federal Reserve Bank of San Francisco. Please advise us of the date upon which the appointment becomes effective, and as to the salary rate.

"It has been noted that Mr. Aamodt is indebted to Bothell State Bank, Bothell, Washington, an insured

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"nonmember bank, for two loans in the aggregate amount of \$865.82, contracted on June 13, 1947 for the purpose of making improvements to his home. It is understood that both loans are on a monthly reduction basis. As you know, it is the Board's feeling, as expressed in letter X-7638 of October 14, 1933 (F.R.L.S. #9180), that members of the examining staffs of the Federal Reserve Banks should not be indebted to banking institutions. However, in the circumstances, including the fact that Mr. Aamodt has been an employee of the Federal Reserve Bank of San Francisco since October 7, 1942, the Board will interpose no objection in this case."

Approved unanimously.

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

"Reference is made to your letter of June 18, 1947, submitting a copy of the resolution adopted by the Board of Directors of The Ottoville Bank Company, Ottoville, Ohio, signifying its intention to withdraw from membership in the Federal Reserve System and a copy of your Counsel's letter advising that the member bank has complied with the necessary legal requirements to authorize the officers of the bank to complete the withdrawal.

"In view of your recommendation, the Board of Governors waives the usual requirement of six months' notice. Accordingly, upon surrender of the Federal Reserve Bank stock issued to The Ottoville Bank Company, the Federal Reserve Bank is authorized to cancel such stock and make appropriate refund thereon. It is assumed that the bank will wish the termination of its membership to coincide with its acceptance for insurance by the FDIC. If application for continuation of insurance is made, the bank will have four months from the date of this letter to accomplish termination of its membership (F.R.L.S. #3548).

"Please advise the Board when cancellation is effective and refund is made. The certificate of membership issued to the bank should also be obtained, if possible, and forwarded to the Board. The State banking authorities should be advised promptly when the bank's withdrawal

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"from membership has been effected and given the reasons therefor, if desired.

"It will be appreciated if you will forward for the Board's files copies of the bank's letters of December 31, 1946, January 15, 1947, and June 11, 1947, to which reference is made in Counsel's opinion submitted with your letter."

Approved unanimously.

Letter to Mr. Rounds, First Vice President of the Federal Reserve Bank of New York, reading as follows:

"Many thanks for your letter of June 20, 1947 reporting upon discussions which you have held with officers of the International Bank for Reconstruction and Development regarding the functions to be discharged by you as fiscal agent for the Bank in connection with the issuance of its securities. While members of our staff have had an opportunity from time to time to discuss these matters informally with representatives of the International Bank, they have not been kept currently or consistently informed concerning developments in this field. It would therefore be appreciated if you would continue to advise the Board of significant developments.

"Reference is made in your letter to the fact that the Bank is preparing a draft of a fiscal agency agreement or resolution of the Executive Directors of the Bank outlining the duties which the Bank will expect you to perform. It is assumed that the Board will be given an opportunity to consider this agreement or resolution prior to its acceptance by you.

Approved unanimously.

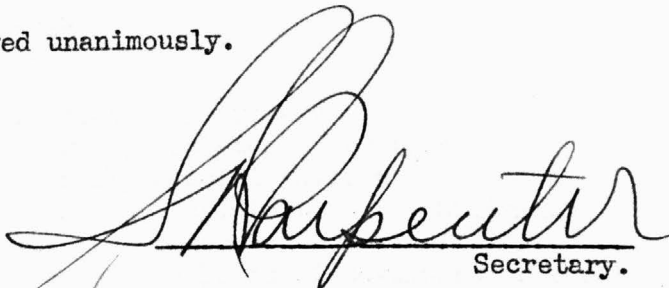
Memorandum dated June 19, 1947, from Mr. Leonard, Director of the Division of Examinations, recommending for the reasons stated in the memorandum that the Board reimburse the Federal Reserve Bank of New York for the traveling expenses of Mr. G. W. Schofield, a

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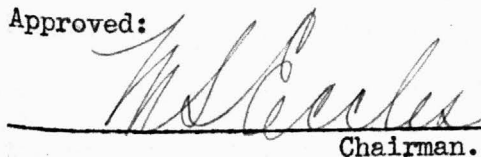
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member of the auditing staff of that Bank, and payment of \$25.00 to Mr. Schofield, in connection with the current examination of the Federal Reserve Bank of Cleveland.

Approved unanimously.

  
Secretary.

Approved:

  
Chairman.