

Minutes of actions taken by the Board of Governors of the Federal Reserve System on Thursday, November 20, 1947.

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

Mr. Carpenter, Secretary
 Mr. Sherman, Assistant Secretary
 Mr. Morrill, Special Adviser
 Mr. Thurston, Assistant to the Chairman

Minutes of actions taken by the Board of Governors of the Federal Reserve System on November 19, 1947, were approved unanimously.

Memorandum dated November 14, 1947, from Mr. Thomas, Director of the Division of Research and Statistics, recommending that the basic salary of Mrs. Lucile R. MacLean, a library assistant in that Division, be increased from \$2,394.00 to \$2,544.48 per annum, effective November 30, 1947.

Approved unanimously.

Memorandum dated November 14, 1947, from Mr. Thomas, Director of the Division of Research and Statistics, recommending that the basic salary of Miss Patricia Anne Vandoren, a clerk-stenographer in that Division, be increased from \$2,093.04 to \$2,168.28 per annum, effective November 30, 1947.

Approved unanimously.

11/20/47

-2-

Memorandum dated November 17, 1947, from Mr. Thomas, Director of the Division of Research and Statistics, recommending increases in the basic annual salaries of the following employees in that Division, effective November 30, 1947:

<u>Name</u>	<u>Designation</u>	<u>Salary Increase</u>	
		<u>From</u>	<u>To</u>
Dorothy I. South	Economist	\$3,773.40	\$3,898.80
John B. Churchill	Research Assistant	3,021.00	3,146.40
Elsie T. Nelson	Research Assistant	3,021.00	3,146.40
Ethel L. Evans	Clerk	3,648.00	3,773.40
Elva H. Townsend	Clerk	2,469.24	2,544.48
Anna Grace Green	Clerk	2,394.00	2,469.24
Mary R. Wilkinson	Clerk	2,168.28	2,243.52
Tressa B. Hemminger	Secretary	2,770.20	2,895.60
A. Regina Hurley	Clerk-Stenographer	2,394.00	2,469.24
Louise Richards	Clerk-Typist	2,544.48	2,619.72
Mary Murphy	Clerk-Typist	2,394.00	2,469.24
Samie Reed	Messenger	2,093.04	2,168.28

Approved unanimously.

Memorandum dated November 13, 1947, from Mr. Parry, Director of the Division of Security Loans, recommending an increase in the basic salary of Miss Alice Swindlehurst, a clerk in that Division, from \$3,146.40 to \$3,271.80 per annum, effective November 30, 1947.

Approved unanimously.

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

"Mr. Szymczak has referred to the Board your letter of November 13, 1947, advising that the War Department

11/20/47

-3-

"had requested the services of Mr. Alfred Von Klemperer as assistant to Mr. Jack Bennett, the finance advisor to General Clay in Germany, and that accordingly, a six-month leave of absence without pay was voted for Mr. Von Klemperer by the Executive Committee.

"The Board has no doubt that Mr. Von Klemperer's services will be beneficial to the military government in Europe and, in the circumstances, interposes no objection to the arrangement with respect to him as described in your letter."

Approved unanimously.

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

"Reference is made to your letter to Governor Evans of November 17, 1947, submitting informally proposed increases in the salaries of three junior officers.

"The Board of Governors approves the payment of salaries to the following officers of the Federal Reserve Bank of Cleveland for the period December 1, 1947 through April 30, 1948, at the rates indicated, if your Board of Directors formally fix the salaries at such rates:

<u>Name</u>	<u>Title</u>	<u>Annual Salary</u>
James R. Lowe	Assistant Cashier	\$7,000
Jos. M. Miller	Assistant Cashier	7,000
Geo. R. Ross	Assistant Cashier	7,000"

Approved unanimously.

Letter to the board of directors of the "Security Trust Company of Rochester", Rochester, New York, stating that, subject to conditions of membership numbered 1 to 6 contained in the Board's Regulation H and the following special condition, the Board approved the bank's application for membership in the Federal Reserve System

11/20/47

-4-

and for the appropriate amount of stock in the Federal Reserve Bank of New York:

- "7. Prior to admission to membership, such bank, if it has not already done so, shall charge off or otherwise eliminate losses of \$10,348, as shown in the report of examination of such bank as of September 19, 1947, made by an examiner for the Federal Reserve Bank of New York."

Approved unanimously, together with a letter to Mr. Sproul, President of the Federal Reserve Bank of New York, and a separate letter to the applicant bank. The letters read as follows:

Letter to Mr. Sproul

"The Board of Governors of the Federal Reserve System approves the application of the Security Trust Company of Rochester, Rochester, New York, for membership in the Federal Reserve System, subject to the conditions prescribed in the enclosed letter which you are requested to forward to the board of directors of the institution. Two copies of such letter are also enclosed, one of which is for your files and the other of which you are requested to forward to the Superintendent of Banks for the State of New York, for his information.

"Enclosed is a letter approving the retention and operation of branches at Fairport, Pittsford, and Dansville, all in the State of New York, which you are requested to forward to the board of directors of the applicant bank. There is also enclosed a copy of this letter for your files.

"Since it is understood that in the State of New York trust funds deposited in the banking department of a bank are preferred claims in the event of liquidation of the bank, you are authorized, in accordance with the general authorization previously granted by the Board, to waive compliance with condition of membership numbered 6 until further notice.

11/20/47

-5-

"It is noted that steps will be taken to bring the savings accounts listed on page 16(1) of the report of examination for membership into conformity with the law and the Board's regulations and that Director Clark is expected to resign as a director of the applicant bank in order to continue to serve as a director of another local bank."

Letter to the applicant bank

"In connection with the approval of your application for membership in the Federal Reserve System, the Board of Governors of the Federal Reserve System approves the retention and operation by the Security Trust Company of Rochester, after admission to membership, of the three branches listed below, the establishment of such branches having been approved by the Banking Department of New York on the dates indicated:

<u>Location of Branch</u>	<u>Date of approval by the Banking Department</u>
Fairport, New York	May 29, 1944
Pittsford, New York	May 29, 1944
Dansville, New York	September 29, 1947"

Letter to the Honorable Preston Delano, Comptroller of the Currency, reading as follows:

"In accordance with the procedure proposed to Mr. Folger in a recent discussion, we are enclosing three copies each of the voting permits listed on the attached sheets. According to our records, copies of these permits have not been furnished your office heretofore.

"Also enclosed are three copies each of the Board's letter of August 14, 1947, to Mellon National Bank and Trust Company, Pittsburgh, Pennsylvania, advising of the Board's determination that such bank was not engaged, directly or indirectly, as a business in holding the stock of, or managing or controlling, banks, banking associations, savings banks, or trust companies, and accordingly was not a holding company affiliate of The Farmers Deposit National Bank of Pittsburgh except for the purposes of

11/20/47

-6-

"section 23A of the Federal Reserve Act, and the Board's letter of July 22, 1947, to The First National Bank of Tampa, Tampa, Florida, rescinding a similar determination dated January 6, 1941, with respect to the holding company affiliate status of The First National Bank of Tampa and Union Security & Investment Company, Tampa, Florida."

Approved unanimously.

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

"During its recent sessions, the Conference of Presidents considered the recommendations of the Conference of Examiners with respect to the analysis of reports of examination of national banks and, upon recommendation of the Committee on Member Bank Supervision, approved the recommendations. For convenience a copy of the report of the Conference of Examiners is attached.

"The Board has reviewed the report of the committee of the Conference of Examiners and likewise approves the recommendations.

"It is expected that the President of each Reserve Bank will satisfy himself that the procedures followed by his Bank are consistent with the Committee report."

Approved unanimously.

Letter to Mr. John T. Rohr, President of The Toledo Trust Company, Toledo 3, Ohio, reading as follows:

"This will acknowledge receipt of your letter of November 12, enclosing a copy of a resolution unanimously adopted by the Toledo Clearing House Association opposing the proposal terminating the reserve city designation of Toledo. The resolution will be considered by the Board before action is taken to change the reserve city designation of any of the present reserve cities."

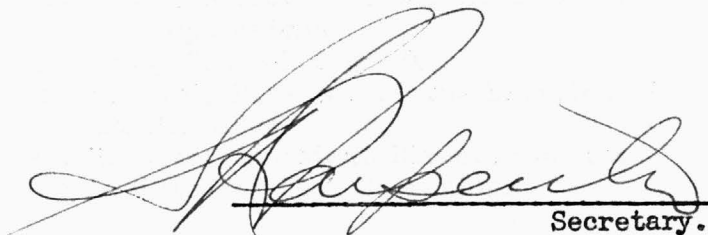
Approved unanimously.

11/20/47

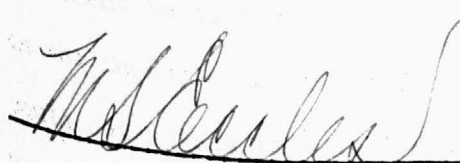
-7-

Memorandum dated November 17, 1947, from Mr. Thomas, Director of the Division of Research and Statistics, recommending, for the reasons stated in the memorandum, that \$1,000 be added to the item of Stationery and Supplies in the 1947 non-personal budget of that Division.

Approved unanimously.


Secretary.

Approved:


Chairman.