

Minutes of actions taken by the Board of Governors of the Federal Reserve System on Friday, October 28, 1949.

PRESENT: Mr. Szymczak, Chairman pro tem.
Mr. Draper

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

Telegrams to the Federal Reserve Banks of New York, Cleveland, Richmond, Chicago, St. Louis, Minneapolis, Kansas City, Dallas, and San Francisco stating that the Board approves the establishment without change by the Federal Reserve Bank of San Francisco on October 24, by the Federal Reserve Banks of Chicago and St. Louis on October 26, and by the Federal Reserve Banks of New York, Cleveland, Richmond, Minneapolis, Kansas City, and Dallas on October 27, 1949, of the rates of discount and purchase in their existing schedules.

Approved unanimously.

Memorandum dated October 27, 1949, from Mr. Millard, Director of the Division of Examinations, recommending increases in the basic annual salaries of the following employees in that Division, effective October 30, 1949:

<u>Name</u>	<u>Title</u>	<u>Salary Increase</u>	
		<u>From</u>	<u>To</u>
James C. Smith	Federal Reserve Examiner	\$6,800.00	\$7,000.00
Fred A. Dons	Federal Reserve Examiner	5,400.00	5,600.00

Approved unanimously.

Letter to Mr. Leach, President of the Federal Reserve Bank of

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Richmond, reading as follows:

"In your letter of October 20, 1949, you state that the directors of the Federal Reserve Bank of Richmond have approved the proposed purchase of 38 new steel lockers and 4 small lock boxes to match for use in the Charlotte Branch and request the Board of Governors to approve the acceptance of the low bid of the Herring-Hall-Marvin Safe Company in the amount of \$17,945.29 for furnishing this equipment.

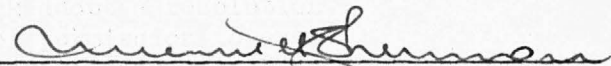
"The Board of Governors has no objection to the acceptance of this low bid by your Bank. It is noted that the 24 second-hand odd-sized lockers to be replaced will be sold."

Approved unanimously.

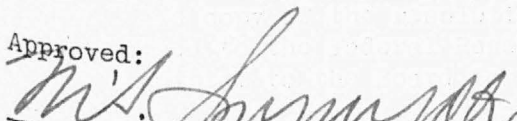
Telegram to Mr. Martin, Assistant Vice President of the Federal Reserve Bank of Atlanta, reading as follows:

"Reurtel, although revised instructions (S-1123) for waiver of penalties for deficiencies in reserves of member banks were made effective on the date of the Board's letter, October 10, 1949, they may be applied to deficiencies in reserves prior to October 10 where penalties had not as yet been assessed."

Approved unanimously,
with telegrams transmitting
this advice to the Presidents
of all other Federal Reserve
Banks.


Assistant Secretary.

Approved:


Chairman pro tem.