

Minutes of actions taken by the Board of Governors of the Federal Reserve System on Monday, June 5, 1950.

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

Mr. Carpenter, Secretary
Mr. Sherman, Assistant Secretary
Mr. Kenyon, Assistant Secretary

Minutes of actions taken by the Board of Governors of the Federal Reserve System on June 2, 1950, were approved unanimously.

Letter to Mr. Weigel, Secretary of the Federal Reserve Bank of St. Louis, reading as follows:

"Reference is made to your letter of May 18, 1950, advising that your board of directors has approved, subject to the approval of the Board of Governors, an increase in the minimums and maximums of grades 1, 2, and 3 of the salary structure for the Federal Reserve Bank of St. Louis, including the Branches.

"The Board of Governors approves, effective June 1, 1950, the following minimum and maximum salaries for the respective grades at the Head Office and Branches:

<u>Grade</u>	<u>Minimum Salary</u>	<u>Maximum Salary</u>
1	\$1560	\$2040
2	1620	2160
3	1680	2280
4	1800	2460
5	1980	2700
6	2220	3000
7	2460	3300
8	2760	3700
9	3060	4100
10	3360	4600
11	3700	5000
12	4100	5500

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<u>"Grade</u>	<u>Minimum Salary</u>	<u>Maximum Salary</u>
13	\$4600	\$6200
14	5300	7200
15	6100	8200
16	7200	9700

"The Board approves the payment of salaries to the employees, other than officers, within the limits specified for the grades in which the positions of the respective employees are classified. It is assumed that all employees whose salaries are below the minimum of their grades as a result of the structure increase will be brought within the appropriate range as soon as practicable and not later than July 31, 1950."

Approved unanimously.

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

"In accordance with your letter of May 25, 1950, the Board of Governors approves the payment of salary to you as President at the rate of \$25,000 per annum and to Mr. W. D. Gentry as First Vice President at the rate of \$18,000 per annum for the period June 1, 1950, through February 28, 1951, the date your terms of office will expire, provided these rates are formally fixed by your Board of Directors.

"The Board of Governors also approves the payment of salary to the following officers at the rates indicated for the period June 1, 1950, through May 31, 1951, provided these rates are formally fixed by your Board of Directors. These rates, according to your letter of May 25, 1950, have been fixed by the Executive Committee but have not been approved by the Board of Directors.

<u>Name</u>	<u>Title</u>	<u>Annual Salary</u>
R. B. Coleman	Vice President	\$14,000
E. B. Austin	Vice President	12,000
L. G. Pondrom	Vice President & Cashier	12,000
H. R. DeMoss	Vice President	12,000
W. H. Irons	Vice President	12,000
Mac C. Smyth	Vice President	9,600
Harry A. Shuford	Counsel	9,500

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<u>"Name</u>	<u>Title</u>	<u>Annual Salary</u>
Morgan H. Rice	Assistant Vice President and Secretary of the Board	\$ 9,600
J. L. Cook	Assistant Cashier	8,000
Howard Carrithers	Assistant Cashier	7,500
W. D. Waller	Assistant Cashier	7,200
T. W. Plant	Assistant Cashier	6,600
H. W. Kilman	Assistant Cashier	6,600
<u>HOUSTON BRANCH</u>		
W. H. Holloway	Vice President	11,000
H. K. Davis	Cashier	6,800
B. J. Troy	Assistant Cashier	6,000
<u>SAN ANTONIO BRANCH</u>		
W. E. Eagle	Vice President	10,000
Alfred E. Mundt	Cashier	6,000
F. C. Magee	Assistant Cashier	5,500
<u>EL PASO BRANCH</u>		
C. M. Rowland	Vice President	8,500
T. C. Arnold	Assistant Cashier	5,200

"In letters dated May 2, 1950, and May 29, 1950, the Board of Governors approved the payment of salary to Alvin E. Russell as Cashier, El Paso Branch, and E. H. Berg as Acting General Auditor, Head Office, respectively, until May 31, 1951."

Approved unanimously.

Telegram to Cecil Puckett, University of Denver, Denver, Colorado, reading as follows:

"Board of Governors of the Federal Reserve System has appointed you director of Denver Branch of the Federal Reserve Bank of Kansas City for unexpired portion of term ending December 31, 1951, and will be pleased to have your acceptance by collect telegram. It is understood that you are not a director of a bank and do not hold public or political office. Should your situation in these respects change during the tenure of your appointment, it will be appreciated if you will advise the Chairman of the Board of Directors of the Federal Reserve Bank of Kansas City."

Approved unanimously.

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Memorandum dated June 2, 1950, from Mr. Hooff, Assistant Counsel, recommending that there be published in the law department of the June issue of the Federal Reserve Bulletin a statement in the form attached to the memorandum with respect to the following:

Mortgage Insurance for Low-Cost Homes
Amendment to Section 24 of the Federal Reserve Act

Approved unanimously.

Letter to The Honorable, The Comptroller of the Currency, Treasury Department, Washington 25, D. C., reading as follows:

"It is respectfully requested that you place an order with the Bureau of Engraving and Printing supplementing the order of June 20, 1949, for printing Federal Reserve notes of the Federal Reserve Bank of Minneapolis in the amounts and denominations stated below:

<u>Denomi- nation</u>	<u>Number of sheets</u>	<u>Amount</u>
\$10	18,000	\$2,160,000
20	18,000	4,320,000"

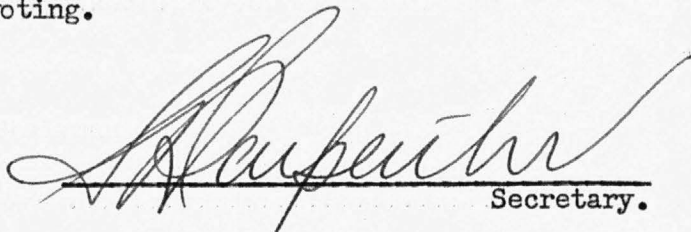
Approved unanimously.

Memorandum dated May 24, 1950, from Mr. Nelson, Director of the Division of Personnel Administration, recommending that the Board approve a subsistence allowance of \$14.00 per diem for Mr. Gregory O'Keefe while he is in Washington working on the Transamerica case, but that no special allowance be granted Examiner James C. Smith, who will receive the regular subsistence allowance of \$9.00 per day during his assignment in Washington in connection with the case.

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Approved, Mr. Vardaman
not voting.


Secretary.