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OF
BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
1963
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FRBanks of New York, Chicago, and San Francisco requested to obtain information re, in addition to information re interest rates on time and savings deposits survey

United Nations Special Fund and United Nations Technical Assistance Administration, question re eligibility of, in connection with, agreed to defer final decision pending meeting with representatives of European Coal and Steel Community

Exemption determined not to be applicable to time deposits of, advice to FRBank of New York with notation that interpretation is not to be made public

United Nations Temporary Economic Administration, request for interpretation re, withdrawn by member bank concerned

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Question re possible increase on time deposits having a maturity of less than six months, topic for discussion with FAC

Belief that bankers generally would not favor at the present time, views expressed at joint meeting with FAC

Standby authority over, suggestion in report of Committee on Financial Institutions re, Mr. Solomon designated to attend interagency meeting to prepare draft legislation re

Draft bill (deposit insurance bill) to provide standby authority to Board and FDIC over member and nonmember banks, and to authorize Federal Home Loan Bank Board to fix maximum dividend rates payable by members of Home Loan Bank System, staff to draft report to Budget Bureau

Report sent to Budget Bureau, Gov. Mills dissenting

Revised draft of bill received, Budget Bureau to be informed that Board was unable to express views by indicated deadline

Revised draft discussed, report to Budget Bureau approved, Gov. Mills dissenting

Proposed change in revised draft re criteria for fixing maximum interest rates reviewed, agreed Board would not reply formally to Treasury Dept. staff member's request for Board's views, telephone advice to be given to Treasury and Budget Bureau

Formal report on second revised draft sent to Budget Bureau, Gov. Mills dissenting

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Maximum rates of interest on: (continued)

Time certificates having maturities of 90 days to 6 months and 6 months to one year, increase urged by FR Bank of New York, views expressed by Governors Balderston and Mills as well as staff members, suggested that comments be summarized and made available for further study, memoranda from Messrs. Furth, Dembitz, and Partee distributed later to Board

Views of Chm. Martin re maximum rates of interest and re proposal for stand-by authority

Possible increase in, discussed in relation to Euro-dollar rates, U.S. balance of payments problem, and possible increase in discount rates

Amendment to the Supplement to Reg. Q, effective July 17, 1963, to provide a maximum permissible rate of 4 per cent on time deposits having a maturity of 90 days or more, approved, to be published in the Federal Register, press release issued

Similar action increasing maximum rates payable on time deposits in non-member insured banks taken by FDIC

Savings:

Certificates with fixed maturities payable at a specified date or at the expiration of a specified period after date of issue, question by Beloit State Bank, Beloit, Wis., whether deposits evidenced by forms of, could be classified as, under Reg. Q, advice to FRBank of Chicago
Deposits: (continued)
Savings: (continued)
Corporations, associations or other organizations operating for profit or otherwise, allowed to carry savings accounts in national banks as interpreted by the Comptroller of the Currency, press statement approved indicating Board's authority to define.
Definition of, in light of improper use of, tentative draft of possible revision of Reg. Q, prepared per request by Legal Div. for Board, discussion on, to be considered at subsequent Board meeting.
Definition of, in resolution adopted by the Board of Directors of FDIC recommendation by New Jersey Bankers Association, that section 217.1(e) of Regulation Q and section 329.1(e) of the Rules and Regulations of FDIC be amended, and that interagency conferences of the Federal bank supervisory agencies be arranged to evaluate and study recommendation, understood that Gov. Robertson would contact Director Wolcott for additional information.
No objection to appropriate members of Board's staff participating in initial meeting pertaining to study announced recently by FDIC relating to.
Report by Mr. Hackley on meeting of three bank supervisory agencies, to discuss resolution of New Jersey Bankers Association recommending change in definition of, in regulations of Board and FDIC.
Deposits: (continued)
Savings: (continued)

Interest payment on question re savings in banks taken over by other member banks, interpretation under Reg. Q, stating that such accounts may be treated as having been on deposit in the resulting bank for same time period as in the absorbed bank, allowing continued payment of the maximum 4% on funds having been on deposit for 12 months, to be published in FRBulletin and Federal Register, advice to Presidents of all FRBanks

Question re maximum rate a member bank may pay on, under provisions of Reg. Q, reply to John M. Dorer, Strasburg, Va., re a deposit with the State National Bank, Bethesda, Md.

Question re a member bank crediting interest semiannually on all savings accounts at a rate of 4% per annum and recomputing and adjusting the interest on any part of the savings deposit that does not remain in the bank for 12 months, advice to FRBank of Dallas

Question re establishing a flat 4 per cent maximum rate instead of present split rates of 3-1/2 per cent for deposits of less than one year and 4 per cent for those on deposit for one year or more, general agreement that no change be made at this time

United Security Account Plan of Citizens Bank & Trust Company, Park Ridge, Illinois, holders of Plan being advised of changes resulting in the discontinuance of the conflict with Reg. Q, letter to Presidents of all FRBanks transmitting a copy of the letter submitting the changes
Deposits: (continued)

Savings: (continued)

Withdrawal of savings by common depositors of banks that propose to merge, no objection to a liberal interpretation of Reg. Q with respect to interest on unexpired terms on, customer could withdraw any part of his savings deposit at any time and the bank, if it wishes, could pay accrued interest up to time of withdrawal.

Savings accounts:

Associated Hospital Service of Philadelphia, letter from Comptroller of the Currency to a national bank indicating a favorable opinion re eligibility of, to maintain a savings account with a national bank, notwithstanding Board's interpretation re ineligibility, understood staff to draft letter to Comptroller indicating Board's view that authority to define a savings account includes authority to declare who may have one.

Agreed to send reply to Comptroller's letter interpreting Reg. Q as to eligibility of, to maintain a savings account copy of letter to be sent to Congressman Multer and to FRBanks.

Reply to Comptroller of the Currency with respect to jurisdictional question re interpretation of banking laws and regulations, re-states Board's previously published interpretation of Reg. Q with respect to the eligibility of, to maintain a savings account.

Authority of Board to define, in member banks, under sec. 19 of the FRAct, question whether amendment to Bankruptcy Act authorizing trustees in bankruptcy to deposit funds in interest-bearing savings deposits, affects such authority, Legal Division's view that Board's authority is not affected.
Deposits: (continued)
Savings accounts: (continued)
Authority of Board to define: (continued)
Letter to FRBank of San Francisco which raised question approved, Gov. Mitchell dissenting, understood interpretation of letter would be published in Federal Register and FRBulletin, FDIC in agreement

Stated in press statement, in light of ruling by Comptroller of Currency that national banks may accept funds deposited to the credit of one or more individuals or a corporation, association, or other organization whether operated for profit or otherwise

Funeral home, question re deposit by, in a savings account, moneys deposited with the home by various individuals to cover the cost of future funeral services, Board indicated that funds would qualify as a savings deposit under sec. 217.1(e)(1)(i) of Reg. Q

Officers' "open" mess, considered to be eligible for classification as a savings deposit under Reg. Q

Trustees in bankruptcy, eligibility of deposits of, question raised in light of amendment to Bankruptcy Act authorizing such trustees to deposit funds in interest-bearing savings deposits, understood staff to draft amendment to Reg. Q to provide that trustees in bankruptcy, liquidating agents and receivers, are entitled to maintain
Deposits: (continued)

Savings shares, request by Indian Head National Bank of Nashua, N.H., for ruling re payment of interest at the maximum 4% on funds, having been on deposit for 12 months, and represented as, and being acquired by purchase of assets and assumption of liabilities of Claremont Co-operative Bank, a building and loan association, emphasis in draft reply re status as deposits, of share accounts in building and loan association, criticized, agreed that letter would be redrafted for further consideration

Letter to FRBank of Boston indicating no objection, approved

Time certificates:

Exchange of outstanding certificates having maturities of 12 months or more, for new certificates having maturities of 90 days or more, in light of Board's recent action of increasing maximum rate on time deposits with maturities from 90 days to one year, this would constitute payment of time deposits before maturity in violation of Reg. Q, advice to FRBank of Chicago

Finder's fee, question from B.C. Morton Organization Inc., Boston, Mass., re payment by a bank of a, for moneys referred to them by a third party for certificates of deposit, advice to FRBank of Boston

Fixed maturities payable at a specified date or at the expiration of a specified period after date of issue, question by Beloit State Bank whether such forms of certificates could be classified as savings deposits under Reg. Q, advice to FRBank of Chicago
Deposits: (continued)
Time certificates: (continued)
"Franklin Time Savings Certificates": SEE: Deposits:
Time certificates:
Long term
Growth, question with respect to volume and rates on time certificates of deposit, views on sharp growth in, for bank liquidity needs, topic for discussion at FAC
Council believes that growth of time certificates of deposit will continue and that rates on these deposits will tend to remain near present levels, some concern that banks may be unable to offer competitive rates necessary to retain these funds, discussion at joint meeting of Board and FAC

Interest, payment on, in reference to section 217.3(f) of Regulation Q, question whether an extra day's interest may be paid on time certificates of deposit which fall due on a day declared by State law to be a legal holiday, advice to Smith, Axtell and Howell, Jacksonville, Florida

Long-term:
Inquiry from First National Bank, Port Arthur, Texas, whether it could continue to pay present maximum rate under a 3-year contract if Board during that period should reduce the maximum rate of interest permitted, reply approved
Deposits: (continued)

Time certificates: (continued)

Long-term: (continued)

Proposed amendment to Reg. Q to require member banks to modify contracted interest rate payable on, if necessary to conform to any action by Board reducing maximum permissible rate, agreed to postpone publication pending discussion by Gov. Robertson with Chairman of FDIC in light of disinclination of FDIC to amend its regulations re

Reference to possible amendment of Regulation Q providing for modification of the interest rate on, in case of a reduction in the permissible rate, further consideration suggested in light of approved letter to FRBank of New York re interest rate on 20-year "time savings certificates" issued by the Franklin National Bank, Mineola, New York

Maximum rate of interest on:

SEE: Deposits:

- Maximum rate of interest on:

Name deleted of one depositor from a 12-month certificate originally issued jointly, would not constitute a violation of Reg. Q, advisable to have consent of both depositors, advice to Exchange National Bank, Winter Haven, Florida

Reference to a 1960 ruling re the transfer of a certificate, deciding factor as to whether or not the deposit is paid out by the member bank prior to maturity

Negotiable, corporate, question re possible competitive abuses due to rapidly expanding use of, topic for discussion with FAC
Deposits: (continued)
Time certificates: (continued)
Negotiable: (continued)
Belief that no significant competitive abuses have arisen from the expanding use of, expansion has resulted in shifts in types of bank assets and will tend to lessen the liquidity of the banking system due to pressure to use these funds profitably, views expressed at joint meeting with FAC
Proposal by Gov. Robertson to amend Reg. Q to place a limit on the amount of such certificates a bank can have outstanding at one time
Question raised by Gov. Balderston as to whether FRExaminers might be alerted re, in order to discuss proposal with banks, Gov. Robertson not in favor unless examiners were to receive advance guidance or a definite policy statement from Board, no expression of any difference of view by other Board members
Recommendations of the System Research Advisory Committee and its subcommittees that weekly reporting member banks report on F.R. 416 all outstanding, in denominations of $100,000 or more, with a special confidential report F.R. 416b for reporting banks indicating an outstanding total of $50 million or more to be submitted every six months, approved by Board, advice to Presidents of all FRBanks
Terms of, as used by The Oberlin Savings Bank Company, Oberlin, Ohio, question re compliance under sec. 217.6 of Regulation Q, advice to FRBank of Cleveland re
Deposits: (continued)

Time certificates: (continued)
Withdrawal of, by common depositors of banks that propose to merge, no objec-
tion to a liberal interpretation of Regulation Q with respect to interest on unexpired terms on time certificates, and payment of accrued interest up to time of withdrawal on savings deposits

Time and savings:
Interest rate levels, developments and trends re, question re cost burden of higher, topic for discussion with FAC
Continue to expand, but rate of increase less than a year ago, pressure to extend maturities and buy higher yielding assets has lessened, in general lending and investment policies have been consistent with accepted standards of bank liquidity and asset quality, views expressed at joint meeting with FAC
Interest rates paid on, by certain member banks (from which information was collected in January 1962 survey), survey of, approved letter to FRBanks, separate letter to FRBanks of New York, Chicago, and San Francisco requesting additional information on interest rates paid on foreign time deposits
Slackening in bank efforts to attract, question re, and any change in the pattern of bank investment of these savings inflows, topic for discussion with FAC
Deposits: (continued)
Time and savings: (continued)
Slackening in bank efforts to attract: (continued)
Belief that banks are making a less intensive effort to attract, however, no easing of interest rates, little change expected in bank investment portfolios, situations in individual Federal Reserve Districts reported, views expressed at joint meeting with FAC

Window dressing:
Notice to national banks by the Comptroller of the Currency re practice of, reply to Chairman Fascell of the House Legal and Monetary Affairs Subcommittee re Board's view with respect to
Agreed that Governor Robertson would represent Board at hearings before House Legal and Monetary Affairs Subcommittee, statement to be prepared along lines suggested by discussion at meeting
Letters to Comptroller of the Currency and FDIC approved, suggesting that joint meetings be held by representatives of FRBank, regional representatives of Comptroller's office, and FDIC, after which meetings with individual banks engaged in, might be set up
Comptroller of the Currency, unfavorable to proposed interagency approach re, FDIC favorable, Governor Robertson suggested letter be drafted to the Presidents of FRBanks outlining program of moral suasion in cooperation with FDIC, also letter to Comptroller of the Currency noting his reaction and current views re fixed dates for mid-year and year-end calls, reversing his earlier position
1963

Deposits: (continued)

Window dressing: (continued)

Letter to FDIC expressing appreciation for willingness to have its Supervisory Examiners join FRBanks in meeting with commercial banks re practice of, letter to Comptroller of the Currency noting his views, agreed that letter to FRBanks not be sent until FDIC replied re willingness to proceed without participation of Comptroller of the Currency

Letter to Presidents of FRBanks on Nov. 21, 1963, re

Comments by Gov. Robertson concerning current program re use of moral suasion in an effort to combat, request that Presidents contact the larger banks as soon as possible, further comments by Presidents as to progress of program in their respective districts, reported at joint meeting with Presidents' Conference

Withdrawal of, by common depositors of banks that propose to merge, no objection to a liberal interpretation of Reg. Q with respect to interest on unexpired terms on time certificates, and payment of accrued interest up to time of withdrawal on savings deposits

Destruction of records:

Board records, request for destruction schedules with respect to certain specified categories, submission to National Archives, authorized

Dinners:

Academic economists, discussion concerning arrangements for a meeting on January 30, 1964, of, no objection to date indicated, payment of the cost of a dinner to be given on January 29, 1964, authorized
Auditors Conference, arrangements for dinner on May 1, 1963, approved

Cosmos Club:
Costs of a dinner and luncheon in connection with a meeting of representatives of the Bank of England, the British Treasury, and the International Monetary Fund with representatives of the Board, the U.S. Treasury, and the FR Bank of New York, approved, Mr. Ralph Young acting as host at the

Payment by the Board of the costs of a dinner given at the, on May 21, 1963, on the occasion of the visit of officials of the Bank of England and the British Treasury, as requested by Ralph A. Young, approved

Payment authorized to Mr. Young, Adviser to Board and Director, Division of International Finance, for his guests: Governor Mitchell, Robert L. Sammons, Adviser, Division of International Finance, and Javier Marquez, Director of Center for Latin American Monetary Studies, dinner on October 3, 1963

Dinner for Jasper Rootham, Chief, Central Banking Information Department, Bank of England, memorandum from Mr. Young, Adviser, to Board and Director, Division of International Finance re dinner for Mr. Rootham to be held on December 2, 1963, payment authorized

Counsel of FRBanks, memorandum from Mr. Hackley, General Counsel of the Board, recommending Board authorize holding of a Conference of FR Bank Counsel, program to include a dinner
Dinners: (continued)

Directors Day, March 20-21, 1963, program discussed including occasions for the visiting directors to meet members of the Board, the first occasion a dinner the evening of March 20th

Reactions to the program expressed by directors, Board member, and members of the Board's staff, reviewed by Messrs. Fauver and Morgan, followed by general evaluation to be borne in mind for future programs

Examiners' conference of representatives of the Bank Examination Departments of FRBanks to be held on March 11-12, 1963, with dinner approved

List of persons to be invited to attend dinner in connection with, approved

FRBank of New York, question of using Bank's funds to pay for dinner, honoring certain officers scheduled to retire, consensus of Board that payment for dinner would involve an expenditure of questionable appropriateness, understood Chm. Martin and President Hayes would discuss matter further

International Monetary Fund and International Bank for Reconstruction and Development, dinner in Board's building for Working Party 3 of the Economic Policy Committee of Organization for Economic Cooperation and Development delegates to, approved, dinner to be held on September 27, 1963

"Laboratory on Regression" sponsored by the Systems Committee on Computers in Research, Gov. Shepardson authorized on behalf of the Board, a dinner for approximately 75 people at the cost of about $530
Directors:

Advisory, honorary, or consultative (special) of State member banks, including branches, instructions re detailed listing of, in reports of examinations rescinded, advice to all FRBanks, information re compensation of branch or honorary directors would continue to be provided in examination reports

FRBank of Atlanta:

Cheatham, J.M., currently serving as Class C director of FRBank of Atlanta, designated as Deputy Chairman of FRBank of Atlanta for the year 1964

Hunter, John A., Class C, appointment for three-year term to be tendered if willing to accept

Willing to accept, appointment telegram sent on January 10, 1964 for unexpired portion of three-year term ending December 31, 1966

Tarver, Jack, Chairman and FRAgent, designation for 1964

FRBank of Boston:

Nominating advisory committees appointed by member banks to assist in nominating candidates for Class A and B directors of the FRBanks, invitation to President of, to participate in discussions re recommendations for nominating directors questioned, matter to be discussed with President Ellis when he is in Washington

Canham, Erwin D., Chairman and FRAgent, designation for 1964

Fey, John T., Class C, President of University of Vermont, appointment to be made if willing to accept

Advice received re willingness to accept, appointment telegram sent on September 25, 1963
Directors: (continued)

FRBank of Boston: (continued)

Leeson, Robert, Class C, appointment to be made if willing to accept for unexpired portion of three-year term ending December 31, 1965 6/4 1821
Unable to accept appointment 6/4 1822
Norton, Wilbur H., Class C, death of noted 5/6 1484
Sharpe, Henry Dexter, Jr., Class C, appointment to be made if willing to accept for unexpired portion of three-year term ending December 31, 1965 6/4 1821
Unable to accept appointment 6/4 1822
Tanner, Fred C., Class C, appointment for an unexpired portion of the term ending December 31, 1965, to be made if willing to accept 5/6 1484
Unable to accept appointment 6/4 1821
Webster, William, Class C, reappointment for three-year term approved 10/23 3613 Appointment as Deputy Chairman for 1964 10/23 3614

FRBank of Chicago:

Briggs, Robert P., Chairman and FRAgent, designation for 1964 10/23 3614
Hilton, James H., Deputy Chairman, appointment for 1964 10/23 3614
Sheldon, John W., Class C, reappointment for three-year term approved 10/23 3613

FRBank of Cleveland:

Clay, Albert G., Class C, appointment for three-year term to be tendered if willing to accept 12/9 4256
Willing to accept, appointment telegram sent on December 11, 1963 12/9 4256
Hall, Joseph B., Chairman and FRAgent, designation for 1964 10/23 3614
Johnston, Logan T., Deputy Chairman, appointment for 1964 10/23 3614

FRBank of Dallas:

Classification for purposes of electing Class A and B directors, changes approved 5/15 1578, 1588
Anderson, Robert O., Chairman and FRAgent, designation for 1964 10/23 3614
Directors: (continued)

FRBank of Dallas: (continued)

Levine, Max, Class C, appointment for three-year term to be tendered if willing to accept
Willing to accept, appointment telegram sent on December 16, 1963 12/9 4256
Thomsen, Carl Jacob, Class C, appointment approved for the unexpired portion of a three-year term ending Dec. 31, 1964
Determined that Mr. Thomsen would accept, appointment telegram sent on Dec. 12, 1963, and designation as Deputy Chairman effective Dec. 17, 1963 12/9 4258

FRBank of Kansas City:
Classification for purposes of electing Class A and B directors, changes approved 6/21 2028, 2040
Scott, Homer A., Class C, reappointment for three-year term approved 10/23 3613
Designation as Chairman and FRAgent for 1964 10/23 3614
Simons, Dolph, Deputy Chairman, appointment for 1964 10/23 3614

FRBank of Minneapolis:
Bean, Atherton, Chairman and FRAgent designation for 1964 10/23 3614
Bemis, Judson, Class C, reappointment for three-year term approved 10/23 3613
Appointment as Deputy Chairman for 1964 10/23 3614

FRBank of New York:
Classification for purposes of electing Class A and B directors, changes adopted, Governor Robertson dissenting for reasons indicated 8/29 2953, 2972
Minutes of meetings of, for certain years with related papers, requested by Chairman Patman of the House Banking and Currency Committee, reported by Chairman Martin and Mr. Sherman, FRBank to study and contact Board later 4/2 1122
Draft letter from FRBank of New York transmitting, concurred in by Board, with question re including statement re concurrence of FOMC 4/4 1141
Directors: (continued)
FRBank of New York: (continued)
(Individual names):
Case, Everett N., Class C, reappointment for three-year term approved 10/23 3613
Reed, Philip D., Chairman and FRAgent, designation for 1964 10/23 3614
Wise, James DeCamp, Deputy Chairman, appointment for 1964 10/23 3614
FRBank of Philadelphia:
Bevan, David C., Deputy Chairman, appointment for 1964 10/23 3614
Hoadley, Walter E., Class C, reappointment for three-year term approved 10/23 3614
Designation as Chairman and FRAgent for 1964 10/23 3614
FRBank of Richmond:
Classification for purposes of electing Class A and Class B directors, changes approved 8/2 2557, 2564
Grier, William H., Class C, reappointment for three-year term approved 10/23 3613
Appointment as Deputy Chairman for 1964 10/23 3614
Hyde, Edwin, Chairman and FRAgent, designation for 1964 10/23 3614
FRBank of St. Louis:
Classification for purposes of electing Class A and Class B directors, Board agrees with Bank's opinion that no change in existing classification is necessary at this time 9/6 3058, 3068
Longwell, J. H., Deputy Chairman, question re service as director if elected Mayor of Columbia, Missouri, in light of 1915 resolution, civic and nonpartisan nature of office of Mayor discussed, agreed Board would interpose no objection, Gov. Mills dissenting 3/20 962
Appointment for 1964 approved 10/23 3614
Directors: (continued)
FRBank of St. Louis: (continued)
Rebsamen, Raymond, Class C, appointment approved, and designated as Chairman and FRAgent for remainder of the year 1963
Chairman and FRAgent, designation for 1964
Self, William King, Class C, appointment for three-year term to be tendered if willing to accept
Willing to accept, appointment telegram sent on December 10, 1963
Shepley, Ethan A. H., Class C, resignation in view of plan to stand for nomination as a candidate for political office
FRBank of San Francisco:
Minutes of meetings of, during 1962, sent to Congressman Patman in connection with disappearance of certain Treasury certificates from vault at San Francisco
Fredericks, John D., Class C, reappointment for three-year term approved
Appointment as Deputy Chairman for 1964
Whitman, F. B., Chairman and FRAgent, designation for 1964
FRBanks:
Class A and B:
Nomination and election of, discussion re nominating advisory committees appointed by member banks to assist in, as revealed by FRBanks in answer to request for information re, in light of request by House Banking and Currency Committee for information re procedures with respect to, payment of expenses of such committees and invitation to President of FRBank of Boston to participate questioned, Legal Division to review procedure
Letter to Congressman Patman, Chm. of the House Banking and Currency Committee, transmitting materials re
Directors: (continued)
FRBanks: (continued)

Class B:

Bank stock owned by, request for information from Professor Mansfield of House Banking and Currency Committee staff re, Chm. Martin advised that same information had been requested before and did not reveal any questionable situation, no requirement that Class B directors could not own bank stock, understood Mr. Cardon would talk further with Professor Mansfield.

Insurance company and savings and loan association officers, sole occupation as, not eligible for Class B director, position taken in 1925 because a candidate for a Class B director should be actively engaged in commerce, agriculture, and industry, letter to all FRBanks re election of, with reference to 1925 interpretation.

Classification of member banks for purposes of electing Class A and B directors, question re changing, particularly formula for Group 1 banks, agreed no action would be taken at this time.

Mayor of Columbia, Missouri, question re service of J. H. Longwell as Director and Deputy Chairman of FRBank of St. Louis, if elected as, in light of 1915 resolution, civic and non-partisan nature of office of, discussed, agreed that Board would interpose no objection, Gov. Mills dissenting.

Political affiliations, 1915 resolution regarding, suggestion re studying with view to lessening rigidity of its language, also suggested similar results might be achieved through judicious administration.
Directors: (continued)
FRBanks and branches:
Appointments, difficulties encountered in locating qualified persons to serve as, noted in discussion of question under 1915 resolution, which might bar service in civic areas
Understood that members of the Board would assume responsibility for making inquiry as to appointment possibilities at Reserve Banks, including consultation with the Chairmen of such Banks and that the appointments to be made would then be considered further by the Board
Meeting, Directors Day, March 20-21, 1963, tentative program including a dinner, luncheon, and possibly a buffet breakfast discussed, in light of favorable comments it was understood the breakfast would be included, presentation on supervisory responsibilities of the System to be included in the program
Reactions expressed by directors, Board members, and members of the Board's staff to the program, reviewed by Messrs. Fauver and Morgan, followed by general evaluation to be borne in mind for future programs
FRBranch banks:
Baltimore:
Cummings, Harry B., reappointment for three-year term approved
Birmingham:
Jones, Carl T., appointment for three-year term if willing to accept
Not available for appointment
Buffalo:
LaMont, Thomas E., reappointment for three-year term approved
Directors: (continued)
FRBranch banks: (continued)

Charlotte:
Morris, Dr. James A., Dean of School of Business Administration, University of South Carolina, Columbia, South Carolina, appointment to be made if willing to accept
Willing to accept, appointment telegram sent on December 16, 1963 12/12 4346

Cincinnati:
Langsam, Walter C., reappointment for three-year term approved 10/23 3613

Denver:
Person, Robert T., reappointment for two-year term approved 10/23 3614

Detroit:
Heavenrich, Max P., Jr., reappointment for three-year term approved 10/23 3613

El Paso:
McNally, C. Robert, Jr., appointment for three-year term if willing to accept
Advice received that Mr. McNally would accept, appointment telegram sent on December 20, 1963 12/9 4257

Helena:
Koch, Edwin G., appointment for two-year term to be tendered if willing to accept
Ascertained that Mr. Koch would accept, appointment telegram sent him on December 11, 1963 12/9 4258

McClave, C. G., appointment approved if willing to accept, agreed that Chairman of FRBank of Minneapolis should ascertain willingness to accept 10/9 3492

Mr. McClave willing to accept, appointment telegram sent on October 18, 1963 10/9 3493
Directors: (continued)
FRBranch banks: (continued)
Helena: (continued)
   Newburn, H. K., resignation accepted, due to change of residence out of the Ninth District
      Reference to resignation
      6/24  2043
      10/19  3492
   Houston:
      Levine, Max, reappointment for three-year term approved
      10/23  3613
      Peters, Lovett C., appointment for three-year term if willing to accept
      12/9  4257
      Advice received that Mr. Peters would accept, appointment telegram sent on December 27, 1963
      12/9  4257
   Jacksonville:
      Edmunds, J. Ollie, reappointment for three-year term approved
      10/23  3613
   Little Rock:
      Blanks, Frederick P., reappointment for three-year term approved
      10/23  3613
   Los Angeles:
      Coons, Arthur G., appointment approved, if willing to accept
      12/16  4385
      Willing to accept appointment telegram sent on January 2, 1964, appointing him for the unexpired portion of a two-year term ending on December 31, 1965
      12/16  4385
      DuBridge, Lee A., appointment for two-year term to be tendered if willing to accept
      12/9  4258
      Not available for appointment
      12/9  4258
      Re-stated not available for appointment
      12/16  4384
      Ramo, Simon, appointment approved, if willing to accept
      12/16  4385
      Not available for appointment
      12/16  4385
   Louisville:
      Baker, Lisle, Jr., appointment for three-year term if willing to accept
      12/9  4257
      Willing to accept, appointment telegram sent on December 10, 1963
      12/9  4257
Directors: (continued)
FRBranch banks: (continued)

Louisville: (continued)

Green, C. Hunter, to be appointed for unexpired term ending December 31, 1965, if willing to accept
Appointment telegram sent

Memphis:

Cooper, Sam, appointment for unexpired portion of three-year term ending December 31, 1965, if willing to accept
Willing to accept, appointment telegram sent to him on December 11, 1963

LeMaster, Edward B., reappointment for three-year term approved

Nashville:

Ward, James E., appointment for three-year term if willing to accept
Willing to accept, appointment telegram sent on December 12, 1963

New Orleans:

Blair, George Benjamin, appointment for three-year term if willing to accept
Willing to accept, appointment telegram sent on December 11, 1963

Oklahoma City:

Allison, James E., reappointment for two-year term approved

Omaha:

Harris, John T., reappointment for two-year term approved

Pittsburgh:

Bach, G. L., reappointment for three-year term approved
Willing to accept

Portland:

Barbey, Graham J., reappointment for two-year term approved
Directors: (continued)

FRB Branch banks: (continued)

Salt Lake City:
Price, Howard W., reappointment for two-year term approved

San Antonio:
Hagelstein, G. C., reappointment for three-year term approved

Seattle:
Anderson, Henry N., not eligible for reappointment under Board's rotation policy, will have completed six full years of service as director at the end of 1963
Fowler, Worth B., to be asked to serve as Director of Seattle Branch if Mr. William McGregor is unable to accept appointment
McGregor, William, appointment to be made if willing to accept, for two-year term beginning January 1, 1964
Acceptance ascertained, appointment telegram sent November 8, 1963

State member banks:
Special, including members of branch advisory boards and persons appointed in an honorary advisory capacity, detailed listing in reports of examination of, as previously requested, rescinded, advice to Presidents of all Federal Reserve Banks, information re compensation of branch or honorary directors to continue to be provided in examination reports as previously requested

10/23 3614
10/23 3614
10/23 3615
10/23 3615
10/23 3615
11/18 4028
5/9 1514, 1527
Discount officers of FRBanks:

Meetings of:

Board favors recommendation of the System Committee on Eligible Paper re, and the instituting of arrangements by the Presidents' Conference Committee on Discounts and Credits for the first of the periodic meetings of, Board to be represented by Mr. Holland, Adviser, Division of Research and Statistics, be designated as Board's regular representative to discount officers' meetings

Report by Mr. Holland to Board's staff on Oct. 29, 1963, discussing increased pressure on, revision of Reg. A, and desirability of achieving uniform lending procedures, agreement with recommendation that discount officers meeting next year deal with means of judging and restraining continuous borrowing

Discount window:

FRBank of Chicago, Gov. Mitchell expressed opinion that reports of examination did not provide adequate coverage on administration of, borrowings of certain Seventh District member banks involved abuse of discount privilege; it was his thought that discussion with President Scanlon would be profitable

Use of, frequent use by one reserve city bank and five country banks in the Tenth District noted in connection with the review of the examination report of the FRBank of Kansas City

Discounts and advances by FRBanks to member banks:

Eligibility of paper for, following the recommendation of Presidents' Conference, agreed that System Committee on Eligible Paper be discharged, understood Chairman of Presidents' Conference be advised
Discounts and advances by FRBanks to member banks: (continued)

Eligibility of paper for: (continued)

Possibility of proposing legislation re, question re need for revising Reg. A under existing statutes, comments by Gov. Robertson

Nonmember banks, draft bill (deposit insurance bill) to extend Federal Reserve credit facilities to, question re extending reserve requirements to demand deposits, as well as to time and savings deposits, in connection with

Report sent to Budget Bureau, Gov. Mills dissenting

Revised draft received omitting provisions re

Notes of Colwell Company, Los Angeles, Calif., inquiry from Securities and Exchange re eligibility for, Board's view that they are not eligible for discount under sec. 13, FRAct, but not necessarily barred from being available for advances under sec. 10(b), reply approved

Notes held by member banks, participations in which have been issued to correspondent banks, question re eligibility for rediscount, or as security for an advance by FRBanks, advice to FRBank of Boston

Regulation A:

SEE ALSO: Advances by FRBanks to member banks:

Regulation A

Revision of:

Desirability re, suggested by Gov. Robertson, possible revision being drafted by staff as reported by Mr. Hackley, question re need for revision before proposing legislative changes re eligibility requirements
Discounts and advances by FRBanks to member banks: (continued)

Regulation A: (continued)
Revision of: (continued)

Draft eliminating provisions relating to "eligibility" in conformity with the proposed legislation, consensus of Presidents' Conference that the Board be urged to expedite, Chm. Martin indicated that a proposed draft revision would be given consideration in July, reported at the joint meeting with the Presidents.

Preliminary draft discussed in light of recommended legislative changes re eligibility requirements of paper for, staff requested to draft letters to Senate and House Banking and Currency Committees explaining the need and submitting the draft legislation, and to FRBank Presidents informing them of the proposed legislation and requesting comments on proposed revision of, understood that action would be cleared with Governors King and Mitchell, comments re memoranda by Gov. Mills with respect to

Discussion re draft letter to Chairmen of Senate and House Banking and Currency Committees re proposed legislation, agreed that letter would be revised for further consideration, draft letter to Presidents of FRBanks regarded as satisfactory.

Letter to Chairmen of Senate and House Banking and Currency Committees approved and personally presented on Aug. 21st, letter to FRBank Presidents transmitted Aug. 22nd.
Dividends:

Payment by member banks without request for Board approval, action of Muscatine Bank and Trust Company, Muscatine, Iowa, noted by Gov. Mills, Examinations Div. to follow operation of bank carefully 6/10 1857

(Individual banks):

Effingham State Bank, Effingham, Ill., no objection to the declaration of dividends in 1961 and 1962, and the declaration of a dividend in June 1963, approved 5/22 1678, 1700

Declaration of a dividend to be made in the fourth quarter of 1963, approved 11/15 4006, 4012

Hermann Bank, Hermann, Missouri, declaration of dividends in 1961 and 1962, no objection by Board 1/24 238, 247

Declaration of dividend to be made on December 17, 1963, approved 11/15 4006, 4011

Muscatine Bank and Trust Company, Muscatine, Iowa, declaration of a dividend declared in June, 1963, approved 6/10 1857, 1866

Extent of dividend payments, without request for Board approval, noted by Gov. Mills, Examinations Div. to follow operation of bank carefully 6/10 1857

Declaration of dividends to be made in December 1963, approved 11/18 4016, 4029

Prairie State Bank, Augusta, Kansas, declaration of dividend to be made in 1963, approved 12/9 4246, 4267

Rio Grande County Bank, Del Norte, Colorado, no objection to the declaration of dividends paid June 30, 1962, and December 31, 1962 5/22 1679, 1704

Sterling State Bank, Mount Sterling, Ohio, declaration of a dividend payable June 30, 1963, approved 6/7 1840, 1847

Dollar exchange:
Southern Arizona Bank and Trust Company, Tucson, Ariz., authorized to accept drafts or bills of exchange as required by usages of trade in certain designated countries, dependencies, or insular possessions of the U.S., for purpose of furnishing

Dormant accounts:
SEE: Deposits: Dormant accounts

Douglas, Paul H., Senator:
Federal Open Market Committee record of policy actions requested by Congressman Reuss, as member of Joint Economic Committee, in advance of submission of Board's Annual Report to Congress, following letter to, advising that record would be sent as soon as possible, Gov. Mills dissenting

Gold reserve requirements of FRBanks, reply to, re inquiry with respect to, approved subject to discussed changes

Dual Banking System, Centennial of the Proclamation re:
SEE: Proclamations: Dual Banking System, Centennial of the "E"

Earnings and dividends reports:
Unpublished historical information from condition and, requested for use in a doctoral thesis by Mr. Albert Cox, Jr., American Bankers Association, to be made available with the usual understanding that no figures for individual banks will be disclosed

Earnings and expenses:
FRBanks, proposed 1963 year-end entries to profit and loss accounts of, noted without objection, understood that respective FRBanks would be advised by telegram
Eastland, James O., Senator:

S. 691, a bill to require public hearings to be held in each state affected by a proposed agency rule, if timely protest is filed after notice of proposed rule is published in Federal Register, report sent to 3/4 759, 770

S. 1663, a bill to amend Administrative Procedure Act, letter to, Chairman of Senate Judiciary Committee, reporting on, approved, Board favors but suggests that action be deferred until decision is made re establishment of a permanent Administrative Conference.

Report sent to, with copies to such agencies as requested access to them 11/1 3734, 3744

S. 1664, a bill to create an Administrative Conference of the U.S. to provide for continuous improvement of the administrative procedure of Federal agencies, report sent to, as Chairman of Committee on the Judiciary 12/4 4206

S. 1666, a bill to amend the Administrative Procedure Act, sec 3, to clarify and protect the right of the public to information, Board favorable to stated purposes, but questions provisions re disclosure of certain confidential information, and disclosure of vote of Board members in all proceedings, report sent to, Chm. of the Senate Judiciary Committee 6/20 1991, 2015

Economic Commission for Asia and Far East (ECAFE):

Meetings, Robert F. Emery, Economist, Division of International Finance authorized to serve as a U.S. representative to meeting of ECAFE Working Party on Economic Development and Planning to be held in Bangkok, Thailand, Sept. 16-23, 1963, with understanding his travel would be at Board expense and that his trip would include visits to Japan and other countries 7/2 2175, 2180

8/9 2663
Economic conditions:

Domestic, developments and observations:

Topic for discussion with FAC
Views expressed at the joint meeting with FAC

Topic for discussion with FAC
Views of FAC expressed at joint meeting

Topic for discussion with FAC
Views expressed at joint meeting with FAC

Domestic, effects of anticipated tax cut, whether prices will rise, and quality of consumer and business credit:

Topic for discussion with FAC
View that the business outlook is favorable and that taxes will be cut having a stimulating effect on the economy, expressed at joint meeting with FAC

Economic consultants to Treasury:

Meeting of:
SEE: Meetings:

Economic consultants to Treasury

Economic Research Institute of Drew University, Div. of Research and Statistics authorized to contract for a banking market study with, provisions for cost of contract to be made in 1964 budget of Div. of Research and Statistics

Edwards, Frank, request for unpublished condition report data for use in preparing his doctoral thesis, recommendation by Div. of Bank Operations to furnish requested information, approved

Emergency plans:

Board of Governors:
Defense mobilization activities during the year ending June 30, 1963, including program for continuity of FRSystem functions in event of attack; bank preparedness, and V-loan program, sent to Chm. Patman, Joint Committee on Defense Production
Emergency plans: (continued)

Cash agent banks:

Presidents' Conference agreed that individual Reserve Banks should determine whether cash placed with, should be FRBank cash or FRAgent's cash, decision at joint meeting that Board would study and Presidents would be advised.

Board concurs in action taken at Presidents' Conference that matter should be determined by individual Reserve Bank, no objection to FRnotes stored at, being transferred to status of unissued currency held by FRAgents, Gov. Mills' reservations noted, advice to all FRBank Presidents, copies to FRAgents, problem re classification of money stored at FRBank of Richmond, under control of two groups of officers, no objection to one group being appointed FRAgents representatives for custody of FRnotes.

Currency vault, plans for emergency relocation facility for the joint use of FRBank of Richmond and Board to include, report of joint study presented, importance of continuing active operations at location stressed, agreed to advise Bank of Board's concurrence in proposal so that Bank could move ahead with development of plans and construction of facility at site.

Detroit Branch:

Fallout shelters at FRBank of Chicago and Detroit, no objection to, expenditures authorized.

Fallout shelters:

H.R., a bill relating to incorporation of, in Federal structures, understanding re testimony by Chm. Martin before Subcommittee No. 3, House Armed Services Committee.
Emergency plans: (continued)

FRAgent's representatives, incident to matter of cash with cash agent banks, Mr. Hexter of Legal Division pointed out that the use of FRBank officers at FRAgent's representatives was not in accord with section 16 of FRAct, it would be desirable from a legal standpoint to amend this section since FRnotes are substantially under the control of the FRBank at the time they are shipped to the Bank

FRBank of Chicago:
Fallout shelters at FRBank of Chicago and Detroit Branch, no objection to, expenditures authorized

FRBank of Dallas:
Fallout shelter, circulation by Division of Bank Operations re shelter in Bank's second and third basements to accommodate building's population of approximately 500, cost to be higher than that of any other FRBank shelter, letter to FRBank of Dallas approving plan, Gov. Mitchell dissenting

Relocation facility for the joint use of Board and FRBank of Richmond, to include an emergency currency vault, report of joint study by representatives of FRBank of Richmond and Board re, importance of continuing active operations at the location stressed, agreed to advise Bank of Board's concurrence in proposal so that Bank could move ahead with development of plans and construction of facility
Employment Act of 1946:
H.R. 1711, a bill to amend, to establish policies with respect to productive capital investments of the Government, report sent to Congressman Dawson

England:

Equipment:
Board of Governors:
Computer, 1410, paper and magnetic tape requirements for, underestimated in 1963 budget, overexpenditure approved
Rental for 1964, provision for, in 1964 budget, approved

Buffalo Branch:
Electronic check processing equipment, rental of IBM 1401 and an IBM 1420 system when it becomes available as a replacement, with understanding re purchase option clause, Board interposes no objection

Data Processing:
Interagency Committee on Automatic, Bureau of the Budget, nomination of M.H. Schwartz, Director of the Division of Data Processing, as the Board's representative on, letter advising approved
Use of electronic data processing in banks, Dr. Felix Kaufman of Lybrand, Ross Bros. & Montgomery of N.Y. City, to be invited to discuss, at Examiners Conference, understanding re

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http://fraser.stlouisfed.org
Federal Reserve Bank of St. Louis
Equipment: (continued)
Expenditures, question re observation of expansion in expenditures for plant and, topic for discussion with FAC
Increase in the months ahead in prospects for an expansion in plant and equipment expenditures, due to the improved expectations of businessmen, views expressed at joint meeting with FAC

FRBank of Atlanta:
Bank Transit System, IBM 1420, intention to contract for rental of, no objection

FRBank of Boston:
Electronic check processing equipment, report of examination of, revealed unsatisfactory performance record in check collection department, recommendation to replace high-speed equipment currently leased from National Cash Register Company by high-speed complex manufactured by Burroughs Corporation, agreement that study be made

FRBank of Dallas:
Electronic check processing system, no objection to acquisition of Burroughs B-270 high-speed check processing equipment under lease-purchase agreement

FRBank of New York:
Electronic check processing system, acquisition on rental basis of IBM 1401-1419, with understanding re replacement by IBM 1420 system under a lease-purchase agreement, no objection, reference to intention to order second 1420 system, decision deferred
Equipment: (continued)

FRBank of Philadelphia:
Electronic check handling equipment, no objection to rental of third complement of, understanding re rental of IBM 1401-1419 system, to be replaced with an IBM 1420 system in 1964 under a purchase-option agreement.

FRBank of St. Louis:
Electronic check processing equipment, acquisition of IBM 1420 system, at certain monthly rental, and supporting low-speed encoding equipment, no objection.

FRBank of San Francisco:
Electronic check processing, letter noting plan to obtain new and improved check processing equipment approved.

FRBanks:
Currency counting machine used at FRBank of Philadelphia, question re possible use at other FRBanks, even though it affords little opportunity to detect counterfeits, submitted to Chm. Irons of the Presidents' Conference for views of Presidents.

Electronic check processing equipment, mentioned in connection with discussion re FRBank budgets for first half of 1964, approximately half of increase in gross expenses was in noncontrollable expense category, including.

FRBanks and Branches:
Electronic, letter to Presidents of all FR Banks revoking previous request that the Board be advised in advance of the proposed acquisition of costly.

Seattle Branch:
Electronic check-processing equipment (Univac BP I), no objection to the rental, under lease-purchase agreement, of two complements of.
European Coal and Steel Community:

Time deposits of:

Applicability of exemption from interest rate limitations of foreign time deposits, pursuant to P.L. 87-827, with respect to, no objection for members of Board to meet with representatives of, Chm. Martin indicated that he would endeavor to discuss subject with Under Secretary of the Treasury Roosa, possible need for new legislation indicated by Gov. Robertson

Meeting of Board's staff members and Mr. Crowley (FRBank of New York) on Jan. 10th with representatives of, reported by Mr. Hackley, noted that State Dept. regards the Community as a supranational agency

Board meeting with representatives of, discussion re activities, powers, and organization of the Community, and request from its representatives that it be considered as falling within the scope of the term "foreign governments" for purposes of

Determined exemption from interest rate limitations of foreign time deposits not applicable to, advice to FRBank of New York with notation interpretation not to be made public, copy of letter sent to State Dept. as matter of information

European Economic Community:

Negotiations within, question re extent of concern to bank customers, topic for discussion with FAC

Increase in concern re, noted, views expressed at joint meeting with FAC
Examinations:

Expenses incurred annually by the FRSystem with respect to examination and supervision of State member banks and bank holding companies, requested by FDIC to assist in projecting a hypothetical sum of noninsurance expenses of the proposed Federal Banking Commission, whose establishment is the subject of H.R. 5874, providing a base for estimating refunds to insured banks (other than national banks)

FRBank of Atlanta:
Report reviewed, question re exploring the need for establishing a FRBranch office in Miami, which would have a bearing on the possible need for expansion of the Jacksonville Branch

Reports made during years 1960, 1961, and 1962 sent to Congressman Patman

Report reviewed

FRBank of Boston:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman

Report reviewed, discussion re check collection functions, debit balance described as "differential on Canadian currency", V-loans, salaries paid in advance and not reimbursed by employees who had left bank, and physical condition of certain Bank officers, agreement that Messrs. Farrell and Kiley would make a thorough study and report to the Board

FRBank of Chicago:
Reports made during years 1960, 1961, and 1962 sent to Congressman Patman
Examinations: (continued)

FRBank of Chicago: (continued)
Report reviewed, discussion re frequent deficiencies in required reserves of member banks with penalties waived, Chm. Martin suggested memorandum be prepared on subject preparatory to thorough review by Board
11/29 4144

FRBank of Cleveland:
Reports made during years 1960, 1961, and 1962 sent to Congressman Patman
Check collection operations, observations of Board's examiners re, during recent examination, noted
Consideration of report of examination by Board would be deferred until after report, and supplemental memorandum relating to examination, had completed circulation to members of Board
9/27 3370, 3374
Report reviewed, problems encountered in check collection function discussed, National Cash Register electronic check-processing equipment creating problems, Mr. Kiley of Board's staff expects to be in Cleveland in near future, possible erection of new Cincinnati Branch building commented on by Gov. Mills
10/16 3569-70

FRBank of Dallas:
Report reviewed, reference to special study of auditing function by Audit Review Committee of the Board of Directors, and to handling of salary proposals for members of audit staff
3/27 1035
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman
Report reviewed
5/27 1772, 1781
9/5 3051
Examinations: (continued)

FRBank of Kansas City:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman
Report reviewed, frequent use of discount window by one reserve city bank and five country banks noted, understood that Gov. Mills would discuss situation with President Clay

FRBank of Minneapolis:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman

FRBank of New York:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman
Report reviewed, agreed there was no information developed that warranted specific action by Board

FRBank of Philadelphia:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman
Report reviewed, discussion re trouble resulting from combined use of old and new postal money order forms, debit balance of assistant examiner in a margin account, use of high-speed counting equipment resulting in operating economies but, affording little detection of counterfeit bills, letter to Chm. of Presidents' Conference asking for views of FRBank Presidents re use of high-speed currency counting equipment at their banks
Agreed staff would present letter for consideration re margin accounts

FRBank of Richmond:
Functional expense survey made during 1962 examination, request from staff members of House Committee on Banking and Currency for information re, agreed general principle of full disclosure be regarded as applicable, Mr. Farrell to proceed, with certain understanding
Examinations: (continued)

FRBank of Richmond: (continued)
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman

FRBank of St. Louis:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman
Report reviewed, growing looseness in administration of operating responsibilities detected

FRBank of San Francisco:
Reports for 1961 and 1962, requested by a Subcommittee of the House Banking and Currency Committee in preparation for a hearing in San Francisco on the disappearance of certain Treasury securities from the vault at the FRBank of San Francisco, authorized to furnish on a confidential basis only to members of the Congress and their staff

FRBanks:
Expenditures:
FRBanks of New York and Philadelphia listed no special, Gov. Mills noted request by House Banking and Currency Committee for analysis of FRBank expense such as travel and entertainment and felt all FRBank examiners should comment on expenses not within scope of ordinary scheme of operations, might be advisable for Board's letters of instruction to FRBanks to be reviewed

5/14 1562, 1571
5/27 1772, 1781
10/16 3567
4/19 1275
5/14 1562, 1571
6/28 2136
8/30 2987, 2988
Examinations: (continued)
FRBanks: (continued)
Expenditures: (continued)

Memorandum from Division of Examinations outlining procedures in reviewing non-routine type of expenses, Gov. Mills expressed disagreement with Division's memorandum, in light of possible misunderstanding, it was understood that a revised memorandum would be made available to the members of the Board

Inspection of reports of, by State authorities under abandoned property laws, letter to FRBanks suggesting that FRBanks resist any such attempt

Looseness in administration of operating responsibilities detected by Gov. Mills in the examination report of the FRBank of St. Louis and recent reports of other FR Banks, important that Board's examinations be thorough with adequate follow-ups, new techniques to be used by examining staff discussed

Personnel, Gov. Balderston suggested possibility of asking advice of Reserve Bank Chairmen on problem of developing top-quality personnel for examining function

Procedures for supervision and:
   Proposal by Gov. Robertson being reviewed by Haskins & Sells, Price Waterhouse & Co., and Arthur Andersen & Co., comments expected in near future, agreed to defer decision re assignment to Haskins & Sells for reviewing work of Board's field examining staff during 1963, pending receipt of comments
Examinations: (continued)
FRBanks: (continued)

Procedures for supervision and: (continued)

Changes proposed by Gov. Robertson, memoranda from certain divisions and letters from three public accounting firms regarding, distributed, comments by Messrs. Schaeffer, Solomon, Hackley and Farrell, matter to be discussed further 3/20 964

Memorandum from Division of Examinations distributed, comments by Messrs. Connell and Johnson amplifying their previously distributed memoranda, further consideration at March 25th Board meeting 3/22 990

Comments by Gov. Robertson and other Board members in light of previous discussions and memoranda, no decision to change procedures other than to move in direction of greater efficiency, Gov. Shepardson to discuss relationships of Divisions of Examinations, Bank Operations, and Personnel Administration with staff members 3/25 1017

Inquiry from Price Waterhouse & Co., re assignment for observation of techniques re, during 1962, to be acknowledged 3/25 1032

Memorandum by Gov. Robertson proposing changes in, together with staff and accounting firm memoranda, to be reviewed by Robert F. Leonard, with understanding re reimbursement for his services 4/5 1150

Memo by Gov. Shepardson reviewing consensus of Board discussion at 3/25/63 meeting and reporting re instructions for procedural improvements and a recruiting program, plus the initiation of a joint study by divisions concerned, recommendations for the annual review of a FRBank examination to be made by Haskins & Sells and the securing of a specialist in audit sampling, approved, with Board reviewing qualifications of proposed specialist 5/1 1421
Examinations: (continued)

FRBanks: (continued)

Procedures for supervision and: (continued)

Board in accord to grant request of House Banking and Currency Committee to see memoranda re suggested changes in

Proposed revised procedures for the processing of examination reports as set forth in the memorandum from the Division of Examinations dated Sept. 25, 1963, and as amended by the suggestion of Gov. Robertson were approved

Question re use of statistical sampling methods in activities of the Board's Division of Examinations, and in examination of FRBanks, letter to Federal Housing Administration re the possibility of securing the consultant services of Mr. Louis Teitlebaum, Board pleased to provide reimbursement for expenses, a fee, or both, either to FHA or Mr. Teitlebaum

Reports of, requested by House Banking and Currency Committee:

FRBanks of New York, Richmond, Chicago, and San Francisco, reports made during years 1960, 1961, and 1962, sent to Congressman Patman

FRBanks of Boston, Philadelphia, Cleveland, Atlanta, St. Louis, Minneapolis, Kansas City, and Dallas, reports for years 1960, 1961, and 1962, sent to Congressman Patman

Board agreed to provide work papers for the FRBank of Richmond examination, to be reviewed at the Board's offices, procedure for reviewing papers for the examinations of other FRBanks to be determined later
Examinations: (continued)
FRBanks: (continued)
Reports of, requested by House Banking and Currency Committee: (continued)
Copies of Board letters of instruction to FRBanks re expenditures delivered to Mr. Stark of the Committee, in connection with their review of
Supplemental payment re retirement allowances for FRBank Presidents, questioned in connection with review of certain papers covering examinations of FRBanks, understood full disclosure of information should be given to the Committee per their request
Letter from Congressman Patman alleging that certain memoranda had been withheld from the 1962 work papers submitted to the Committee, with respect to, Board's reply indicating all previously requested material had been supplied, agreed to furnish missing memoranda and any other papers relating to
Excerpts from minutes of directors' meetings with respect to, letters to FRBanks of Boston, Cleveland, Richmond, and Chicago re intention to furnish to House Banking and Currency Committee
Review of:
Suggestion by Gov. Robertson that findings in connection with, be considered more promptly by the Board, general agreement, reference to a revision of procedure being worked out by Div. of Examinations to make summary comments on examination reports available to the Board expeditiously
Examinations: (continued)
FRBanks: (continued)
Review of: (continued)

Understood steps would be taken to bring Mr. Schaeffer, Chief Examiner to Washington from time to time during year to present comments with respect to

Complaint by Gov. Mitchell that the examination reports did not provide adequate coverage of the discount window, and request for FRBank Presidents to meet with the Board to discuss abuse of the discount privilege and construction of new buildings

Foreign banking corporations:
Credentials for FRBank of San Francisco examiners to assist in the examinations of International Bank of Commerce, Seattle, Washington, and Wells Fargo Bank International Corporation, San Francisco, California

Credentials to be furnished examiners from FRBank of Cleveland to assist in the examination of Mellon International Finance Corporation, Pittsburgh, Pennsylvania

Form F.R. 272, used for requesting copies of reports of, and other information for interagency use, revised to include statement similar to that included in FDIC Form DE-5, transmitted to FDIC

Reports of State member and national banks, Form F.R. 209, summary of, program to revise and expand providing supplementary banking data, authorized, instructions re preparation transmitted to all FRBanks
Examinations: (continued)

Salary figures for bank officers as shown in reports of, request from a staff member of the House Banking and Currency Committee for use in survey re management succession and compensation, similar data to be requested from national and nonmember insured banks if Board has no objection to proposal, understood consideration would be given if formally requested by the Committee.

Letter to Congressman Patman indicating Board's willingness to supply, sent following advice re favorable action by FDIC, understood that the Comptroller of the Currency had agreed to comply.

State member banks:

Crimes against banks:

Inquiry from Congressman Fascell re preventive measures taken by Board to cope with, reply indicating procedures followed by FRBank examiners which would have possible bearing on, approved.

In reply letter to inquiry from Chm. Fascell of House Legal and Monetary Affairs Subcommittee, Board enclosed a paper entitled "Bank Supervision and Examination in Relation to Prevention, Detection, and Prosecution of Crimes Against State Member Banks", Gov. Robertson and Mr. Frederic Solomon, Director, Div. of Examinations to represent Board at forthcoming hearings re
Examinations: (continued)
State member banks: (continued)
Directors, special, including members of branch advisory boards and persons appointed in an honorary advisory capacity, detailed listing in reports of examination of, as previously requested, rescinded, advice to Presidents of all FRBanks

Instructions to examiners:
Detailed listing in reports of examination of members of branch advisory boards and persons appointed in an honorary advisory capacity to boards of directors, rescinded, advice to Presidents of all FR Banks, information re compensation of branch or honorary directors to continue to be provided in examination reports as previously requested

Revised and new pages of report, Form F.R. 410 including new page for purpose of reporting differences in reports of condition and examination and re certain information when a bank acts as a trustee or agent, instructions sent to all FRBank Presidents

Investment tax credit allowable under Revenue Act of 1962, treatment of, in examination reports and condition reports, advice to FRBank of San Francisco

Repurchase arrangements in transactions between Morgan Guaranty Trust Company of New York and dealers in municipal securities, question re reporting as loans or investments in securities in reports of condition and reports of, advice to FRBank of New York
Examinations: (continued)
State member banks: (continued)
(Individual banks):
Davison State Bank, Davison, Mich., (now merged into Genesee Merchants Bank & Trust Co.) request from attorney for Genesee Merchants for reports for year 1957-1962, for use in connection with claims filed under fidelity bond issued by America Fore Loyalty Group for alleged misapplication of funds by an officer and an employee of, agreed furnishing of reports would not be in the public interest, letters to attorney and to FRBank of Chicago
Farmers and Merchants Bank of Long Beach, Calif., subpoenas served on Vice President Galvin and Examiner Walker of the FRBank of San Francisco, ordering access to correspondence and examination reports of, in connection with possible illegal banking transactions between the member bank and Messrs. Riedman and Chohon, agreed to Mr. O'Connell's suggestion to authorize use of only specific information relevant to the investigation, Gov. Mills dissenting
Assistant U.S. Attorney Murphy agreed to issue a more specific subpoena, telegram of instructions sent to FRBank of San Francisco

5/16 1597, 1624-25
5/20 1649
5/20 1652, 1657
Examinations: (continued)

State member banks: (continued)

First State Bank, Premont, Texas, (operations suspended effective 12/30/61) FR Bank of Dallas examiner subpoenaed to testify at a trial of perjury charges against the attorney for the officer of, following a trial of criminal charges involving a disappearance of funds of, no objection interposed by Board.

Pan American Bank of Miami, Florida, request by Justice Dept., for access to certain examination reports and correspondence including certain confidential sections re, agreed to provide under custody of FDIC Examiner Lindsey, with certain stipulations suggested by Gov. Robertson re confidential sections, Gov. Mills dissenting.

Examiners:

Board of Governors:

FRBank of Cleveland:
Examiners acting as FRExaminers for Board of Governors in conducting examinations of Edge Act and agreement corporations, letter to, authorizing similar arrangement in that District for examination of Mellon International Finance Corporation, Pittsburgh, Pa.

FRBank of San Francisco:
Examiners: (continued)

Field examining staff, comments by Mr. Schaeffer re present staff and procedures for examination of FRBanks, made during discussion of possible change in procedures proposed by Governor Robertson 3/20 965

Memorandum from Div. of Examinations showing deployment of Board's manpower, comments made by staff members formerly associated with the field examining function 3/22 990

Further discussion by Board 3/25 1017

Time certificates, question by Gov. Balderston re alerting FRExaminers to Gov. Robertson's proposal re limitation on amounts of negotiable, in order that they might discuss such with the banks, Gov. Robertson not in favor due to lack of definite policy statement from Board, no difference in view by other members of the Board 7/17 2334

(Individual names)

Bakke, Karl E., Senior Attorney, Legal Division, designation as a FRExaminer on a temporary basis in connection with his participation in a forthcoming examination of a State member bank to be conducted by examiners from the FRBank of Richmond 5/9 1515

Goodfellow, Allen F., Examiner, FRBank of San Francisco, arrangements re temporary assignment to Board's Div. of Examinations and re designation as to an FRExaminer, letter to FRBank of San Francisco 5/23 1729

Herigstad, Frank P., Asst. FRExaminer, Div. of Examinations, appointment and salary approved 1/7 39
Examiners: (continued)

Hochstatter, Robert J., Examiner, FRBank of Chicago, temporary assignment to the Board's Div. of Examinations, to be designated as FR Examiner, FRBank of Chicago to absorb salary and travel expenses

Jordan, Rosemary V., Special Assistant Federal Reserve Examiner, transfer from position of Clerk-Stenographer in Div. of Examinations, with no change in basic annual salary approved

Kline, Don E., Asst. FRExaminer, appointment and salary approved

McCuen, William J., Jr., from FRBank of Philadelphia assignment to Board's Division of Examinations for approximately three months approved, with understanding McCuen would be designated as FRExaminer and FRBank would absorb salary and travel expenses

Stanford, Harvey, Assistant Federal Reserve Examiner, Division of Examinations, change in official headquarters from Birmingham, Alabama, to Atlanta, Georgia, approved

Thomas, Judith Ann, Special Assistant Federal Reserve Examiner, appointment and salary approved

Conference of representatives of the Bank Examination Departments of FRBanks to be held on March 11-12, 1963, with dinner approved

List of persons to be invited to attend dinner in connection with, approved

Dr. Felix Kaufman, Partner, Lybrand, Ross Bros. & Montgomery of N.Y. City to be invited to discuss use of electronic data processing in banks, with an understanding re transportation, expenses, and invitation to dinner
Examiners: (continued)

Federal Deposit Insurance Corporation:
Lindsey, Thomas E., Pan American Bank of Miami, Florida, request by Justice Dept. for access to certain examination reports and correspondence including certain confidential sections of Pan American Bank of Miami, agreed to provide under custody of FDIC Examiner Lindsey, with certain stipulations suggested by Gov. Robertson re confidential section, Gov. Mills dissenting

FRBanks:
Appointment of examiners, assistant examiners, and special or special assistant examiners vested in Gov. Shepardson to approve

Bank management and succession problems in State member banks brought to light by examinations, Gov. Robertson's suggestion that a bank examiner take bank management and succession problems to a bank's Board of Directors rather than to the FRBank to be given further consideration by Div. of Examinations

Family relationships:
Adams, Douglass H., FRBank of Richmond, noted that Mr. Adams' father is executive vice president and director of Parkersburg National Bank, Parkersburg, West Va., not to participate in examination as long as father is connected with that bank

Bostwick, Preston Turner, assistant examiner, FRBank of Atlanta, appointment approved not to participate in examination of Bostwick Banking Company, Arlington, Ga., as long as his father remains an officer of that bank

Denton, William F., Assistant Examiner, FRBank of St. Louis, not to participate in the examination of the Planters Bank, Sikeston, Mo., as long as his father remains an officer or director of that bank
Examiners: (continued)
FRBanks: (continued)

Family relationships: (continued)

Lang, Richard M., appointment as assistant examiner for FRBank of Chicago approved, not to participate in examination of the department of Harris Trust and Savings Bank, Chicago, Ill., so long as his wife is employed by that institution 6/19 1977, 1989

Lawrence, C. Andrew, assistant examiner, FRBank of Chicago, appointment approved, not to participate in examination of First National Bank in Chicago Heights, Ill., as long as his mother is employed as a bookkeeper of that bank 1/9 74, 79

Mack, James F., Jr., assistant examiner, FRBank of Kansas City, appointment approved, not to participate in the examination of Traders National Bank, Kansas City, Mo., as long as his father is an officer of that bank 3/22 993, 1015

Miller, Clifford R., II, appointment approved as asst. examiner of FRBank of Chicago, not to participate in an examination of City Bank and Trust Company, Jackson, Michigan, a State member bank, of which his father is an officer; and National Bank of Detroit, Michigan, where his brother is employed 8/30 2989, 2996

Pearson, Richard K., appointment as an asst. examiner of the FRBank of Chicago, approved, not to participate in an examination of a State member bank so long as his brother is employed by that bank 1/25 276, 280
Examiners: (continued)
FRBanks: (continued)
Family relationships: (continued)

Walker, Charles, J., appointment as assistant examiner, FRBank of Chicago, approved with the understanding that he will not participate in the examination of Waterloo Savings Bank, Waterloo, Iowa, a State member bank of which his father is Chairman of the Board and of which he owns stock, understanding Mr. Walker has agreed to dispose of his stock 11/5 3812, 3821

Wallgren, Robert A., assistant examiner, FRBank of Philadelphia, appointment approved, not to participate in an examination of the Philadelphia National Bank, Philadelphia, Pa., as long as his father is an officer of that bank 11/5 3812, 3820

Walsh, Thomas H., assistant examiner, FRBank of Chicago, appointment approved, not to participate in an examination of the National Bank of Monticello, Illinois, as long as his father is an officer or director of that bank 5/17 1635, 1642

Zumas, Gust H., appointment as assistant examiner approved, with the understanding that he will not participate in an examination of Price, Utah, branch of Walker Bank & Trust Company, Salt Lake City, Utah, as long as his sister is employed by that institution 12/20 4491, 4496

Personnel problem, Gov. Balderston suggested possibility of asking advice of Reserve Bank Chairmen on the problem of developing top-quality personnel in the examining function 11/13 3929
Examiners: (continued)
FRBanks: (continued)
Violation of William E. Cheshier, FRBank of Dallas, designation of Mr. Cheshier as special assistant examiner canceled, Board notes decision not to report to Dept. of Justice and FBI probable criminal violations of Mr. Cheshier and Texas Bank & Trust Company of Dallas, Texas 8/27 2933, 2950

Executive orders:
No. 10988:
Section 11, proposed rules as revised for the nomination of Arbitrators under, letter to Secretary of Labor offering no comments, approved 3/11 841, 868

Exhibits:
American Bankers Association convention to be held in Washington, D. C., favorable reaction to the arrangement of a suitable exhibit in the FRBuilding for those attending, understood that the staff would proceed with plans, use of building facilities subject to approval by Governor Shepardson 5/1 1419

Noted that some features of an exhibit might be retained for the benefit of visitors to the FRBuilding on a continuing basis 5/1 1420

Currency, understood that an examination would be made to determine the condition of the specimen currency now on display, Division of Administrative Services authorized to work with Messrs. Molony and Daniels to prepare a suitable exhibit of the new low-numbered FRnotes 11/6 3827

FRnotes, one dollar denomination:
Bureau of Engraving and Printing suggested that some or all of FRBanks might want 32 bills comprising first sheet of their new one-dollar FRnotes mounted on exhibit board and covered with plastic, agreed that Bureau of Engraving and Printing be advised orally that Board had decided against the suggestion 10/23 3612
Exhibits: (continued)
FRnotes, one dollar denomination: (continued)
Division of Administrative Services authorized to work with Messrs. Molony and Daniels to prepare a suitable exhibit of, understood that an examination would also be made to determine the condition of the specimen currency now on display
Letter to Presidents of all FRBanks with reference to exhibits re

Expenses:
Board of Governors:
Academic economists seminar:
Additional expenditures for purposed meeting of academic economists with Board, understood provision for expense involved in project would be made in budget of Div. of Research and Statistics
Discussion concerning arrangements for a meeting on January 30, 1964, of no objection to date, cost of dinner authorized
Payment of travel, telephone and secretarial expenses incurred by Professor Bach in organizing the academic economist for their three one-day meetings with the Board during 1964, authorization for other expenses such as postage, duplicating, stationery, and supplies that might be incurred by Prof. Bach in this project, approved

American Bankers Association, convention to be held in Washington, D. C., proposed program approved unanimously, payment of out of pocket expenses authorized, along with such overtime compensation as might be involved
Expenses: (continued)

Board of Governors: (continued)

Audit sampling specialist, request by Federal Housing Administration for the consultant services of Mr. Louis Teitlebaum to advise re use of audit sampling to help determine the nature and extent of sample verification that would be valid in the light of the Board's supervisory responsibilities in the examination of FRBanks, Board pleased to provide reimbursement for expenses, a fee, or both, either to FHA or Mr. Teitlebaum, in any manner appropriate

Bad debt reserves of commercial banks, study by Treasury re, request for assistance in compiling information which will involve computer time and expense, agreed Board's data processing staff to give assistance

Banking market study contracted with Economic Research Institute of Drew University, provisions for cost of contract to be made in 1964 budget of Division of Research and Statistics

Center for Latin American Monetary Studies, understanding re costs of a luncheon, translating facilities, conducted tour of Washington and certain other minor expenditures during annual visit of trainees of

Charts for Seventh Meeting of Technicians of Central Banks of the American Continent in Rio de Janeiro, Brazil, approval for unbudgeted expenditure for
Expenses: (continued)

Board of Governors: (continued)

Christmas greeting card, format for, to convey greetings and recognize the 50th anniversary of the signing of the FRA Act displayed, Board authorized to obtaining of a supply of cards for appropriate distribution along with payment of necessary costs

Congressional, press, and public inquiries, request for total man-hours and expenses incurred with respect to, reply to Chm. Moss of Foreign Operations and Government Information Subcommittee of House Committee on Government Operations

Consultant appointment, Professor E.R. Wicker, Indiana University, Bloomington, Ind., on a temporary contractual basis to review and evaluate the Board's records, overexpenditure made in the 1963 budget of the Office of the Secretary, approved

Consumer finance survey, continuance of second phase obtaining from Census Bureau information on changes in financial position by interviewing participants of first phase, costs to include questions on liquidity by University of Michigan Survey Research Center in its annual report re, approved

Consumer credit program, costs for contractual professional services, including studies and continuing program of data collection by Census Bureau, annual data from Michigan Survey Research Center, and quarterly listings of new companies supplied by Bureau of Old Age and Survivors Insurance of HEW expenditure, approved
Expenses: (continued)

Board of Governors: (continued)

Dinner, Cosmos Club, payment authorized for dinner given by Mr. Young, Director, Division of International Finance and Adviser to Board in honor of Jasper Rootham, Chief, Central Banking Information Department, Bank of England

Directors Day, March 20-21, 1963, tentative program including a dinner, luncheon, and possibly a buffet breakfast discussed, following favorable comments it was understood that the breakfast would be included

Employee training and development program:

Oral communication, effective, 24-hour course to be conducted by Prof. Edwin L. Stevens, arrangements confirmed, with understanding re compensation

Reading improvement, 24-hour course to be conducted by Mr. George L. Stevens, arrangements confirmed with understanding re fee

Agreed that Board would pay $40 for each participant at the completion of the program

Secretarial training program to be conducted by the Katharine Gibbs Consulting Service, New York, N.Y., with the understanding that required materials be provided by the Service, Board to pay fee of $400, plus travel expenses

Examiners Conference of Representatives of the Bank Examination Departments of FRBanks to be held on March 11-12, 1963, with expense for dinner approved

11/27 4131
3/11 855
2/11 534
2/13 544
12/19 4467
4/17 1250
1/10 80
Expenses: (continued)

Board of Governors: (continued)

Examiners Conference of Representatives of Bank Examination Departments of FRBanks: (continued)

Understanding re transportation and expenses of Dr. Felix Kaufman of Lybrand, Ross Bros. & Montgomery of New York City in connection with invitation to discuss use of electronic data processing in banks, at Federal Reserve Issue and Redemption Division, Comptroller of Currency requesting payment of estimated expenses for, including item for "management and administrative services", expense approved

Letter to the Office of the Comptroller of the Currency re reimbursement of, annual leave accumulated by employees of FRSystem--Purposes and Functions, revised edition, question re continued distribution without charge discussed, authorization for publication of, with understanding that the Board would cover the expense

Financial data for research purposes, memorandum by Mr. Noyes requesting a contract with University of Wisconsin for an exploratory investigation of methods of organizing, at a cost of $25,000 during year 1964, principal investigator for project would be Edgar L. Feige, Assistant Professor of Economics, University of Wisconsin

Financial Institutions, report by inter-agency committee on, request by Chm. Heller of the Council of Economic Advisers for Board's contribution of $100 toward payment of printing costs of, no objection
Expenses: (continued)

Board of Governors: (continued)

Financial operations of, request from the Bureau of the Budget for data re, to be included in the 1965 Federal Budget for informational purposes only, reply approved 12/16 4382, 4398

Motion picture, FRSys film, "Money on the Move--The Federal Reserve Today", Board authorized necessary expenditure to complete Spanish sound track, including corresponding increase in 1963 budget of Board Members' Offices 10/7 3450

Physical examinations, annual examination for cafeteria employees arrangements with Dr. Chapman confirmed with understanding re fee 1/7 42

Payment of additional $3 to Board's physician for each pre-employment examination to cover cost of hemoglobin test, resulting in increase from $10 to $13 and an increase in examinations for cafeteria employees from $25 to $28, approved 4/3 1138

Arrangements for Dr. Frederic D. Chapman to conduct annual physical examination of all employees in Board's cafeteria during 1964, at a fee of $125, approved 12/20 4491

Retirement system:

Actuarial computations relating to Mr. George B. Buck, Actuary of the Retirement System authorized to make, maximum total cost $4,500 2/27 702

Board plan, increased retirement benefits for Board annuitants, letter to Secretary, Retirement System of the FRBanks re basis of payment by the Board for cost of 6/4 1823, 1834
Expenses: (continued)

Board of Governors: (continued)


Survey of insured commercial banks re compensation and succession of, request from Chm. Patman of House Banking and Currency Committee for, discussion re expense to Board, letter to Congressman Patman approved 7/25 2437, 2450

Surveys of correspondent banking, letter to Chm. Patman of House Banking and Currency Committee, agreeing to participate, reimbursement from Committee expected for out-of-pocket expenses in the amount of $12,000 to $15,000 10/10 3504, 3523

Textual Changes in the FRAct and Related Laws, printing of loose-leaf compilation of, understood cost of, would constitute an overexpenditure for Div. of Administrative Services, approved 11/5 3813

FRBank of New York:

Dinner to be given for certain officers scheduled to retire from Bank's services, consensus of Board that expenditure would be of questionable appropriateness, understood Chm. Martin would discuss matter further with President Hayes 7/12 2276

FRBank of San Francisco:

Functional expenses reports of, James A. McIntosh, Technical Assistant, Division of Bank Operations, to review 8/22 2874
Expenses: (continued)

FRBanks:

Coin shortages, expense of handling coin return by nonmember banks to FRBanks to be subject of forthcoming meeting of Presidents' Conference 7/23 2381

Directors, nominating advisory committees appointed by member banks to assist in nominating candidates for Class A and B directors, question re payment of transportation and other expenses of the committees, understood that the Legal Division would review the entire nomination and election procedure 7/17 2327

Examinations of FRBanks of New York and Philadelphia, Gov. Mills noted recent request by House Banking and Currency Committee for analysis of FRBank expense items such as travel and entertainment and felt all FRBank examiners should comment on expenses not within scope of ordinary scheme of operations, might be advisable for Board's letters of instruction to FRBanks to be reviewed 8/30 2987, 2988

Expenditures:

Letter to Presidents of all FRBanks requesting that the following expenses be subtotaled separately in submitting the first half of the 1964 budget to the Board:

Assessment for Board expenses
Cost of Federal Reserve currency
Depreciation
Taxes on real estate
Inter-bank expenses

Request by House Banking and Currency Committee for explanation and justification of certain types of expenses, for use by the Committee in its study re, agreement that manner of responding to the Committee be left to individual FRBanks 9/19 3242, 3253

10/10 3519
Governor Balderston informed Chm. Patman of the House Banking and Currency Committee that the FRBanks would supply the material as quickly as possible.

Memorandum from the Division of Examinations outlining procedures followed in reviewing non-routine type of, in light of Governor Mills' dissatisfaction, it was understood that a revised memorandum would be prepared.

Additional information on, resulting from educational programs, requested by Congressman Patman, letter to Presidents of all FR Banks.

Further request from Congressman Patman for information re tuition or other costs to attend schools, seminars, conferences, and for "impacting information," letter to FRBanks asking for date that such information could be furnished.

Functional expense survey made during 1962 examination of FRBank of Richmond by Division of Bank Operations, possible request from staff members of House Banking and Currency for additional information, agreed general principle of full disclosure be regarded as applicable, Mr. Farrell to proceed, with certain understanding.
Expenses:  (continued)
FRBanks:  (continued)
Instructions from Board to FRBanks re expenditures sent to Mr. Stark of House Banking and Currency Committee's staff, in connection with the Committee's review of work papers prepared during the 1962 examinations of FRBanks

FRSystem:
Examination and supervision of State member banks and bank holding companies, expenses incurred annually by the FRSystem with respect to, requested by FDIC

Exports:
Financing of, report of Committee of 5, of the White House Conference of Export Expansion re, request from Secretary of Commerce Hodges for views and comments re extending the term, applicable to bankers acceptances, from 180 to 365 days, reply approved

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Fair employment practices:
Board's regulations re nondiscrimination amended to conform with amended Rules and Regulations of the President's Committee on Equal Employment Opportunity, copies distributed to all members of Board's staff

Fascell, Dante B., Congressman:
Bank merger applications, report of operations of Board in processing, sent to Condition reports of national banks, Board's views requested by, with respect to a comment re window dressing of call reports, sent in a notice to all national banks by the Comptroller of the Currency, reply approved and transmitted to
Fascell, Dante B., Congressman: (continued)

Crimes against banks and savings and loan associations:
Inquiry from, re preventive measures being taken by Federal supervisory agencies to cope with, reply approved and transmitted to

Paper entitled "Bank Supervision and Examination in Relation to Prevention, Detection, and Prosecution of Crimes Against State Member Banks" transmitted to, Governor Robertson and Mr. Frederic Solomon, Director, Division of Examinations to represent Board at forthcoming hearings re

Disappearance of certain Treasury securities from vault at FRBank of San Francisco, request for report re, for Legal and Monetary Subcommittee of House Government Operations Committee, reply being prepared

Report approved and sent to

FRnotes:
Question re change from twelve separate issues to one central issue of, and local destruction of, Presidents views requested by Board re, in light of request by, Chm. of the Legal and Monetary Affairs Subcommittee for the Board's present views re, discussed at joint meeting with the Presidents

Float:
Reduction of, question re changing deferment schedules from a two-day to a three-day maximum, Board's present views requested by, Presidents' Conference to assist in drafting reply to, reported in joint meeting with Presidents
Fascell, Dante B., Congressman: (continued)

Question re Board's present position re float and local destruction and a single issue of FRnotes requested by, reference to Board's responses to similar questions from Congressman Hardy, recent developments being studied, advice to

Reply transmitted to

Service charges of member banks, question by, Chairman of the Legal and Monetary Affairs Subcommittee of the House Committee on Government Operations, further consideration to be given to matter before reply would be made

Reply to Chairman Fascell approved

Federal Advisory Council:

Absorption of exchange charges:

Memorandum by Legal Division requested by Board re possible revision of Reg. Q, with respect to, Chm. Martin's suggestion that the problem be taken up in mid-November meeting of FAC and subsequent meeting

Mr. Hackley's memorandum discussed in connection with Board's position re, in preparation for discussion at joint meeting of

Belief of Council that regulation should be enforced re, and that no change should be made in present regulation covering

Advances by FRBanks to member banks:

Legislation recommended to broaden the kinds of security on which credit can be advanced by the FRBanks, Board would be glad to have views by FAC re

Belief that commercial bankers would strongly favor enactment
Federal Advisory Council: (continued)

Agenda topics, draft of:

SEE: Federal Advisory Council:
Topics for discussion

Balance of payments:
Possible measures to cope with the problem of deficit in the United States balance of payments discussed at the joint meeting with FAC.

Concern by informed persons re deficit in, views of FAC expressed in joint meeting.

Solutions discussed, believed that further tightening of monetary policy might be desirable, views expressed at joint meeting with FAC.

Belief that monetary policy has contributed to recent improvement and to somewhat more favorable short-term outlook on Bank financing, business needs, most members of FAC believe commercial and industrial loans will continue to show a more than seasonal rise following customary decline after first of year.

Bank loans:
Demand for, moderate increase anticipated during the next several months, with some increase likely in the durable goods sector, views expressed at joint meeting with FAC.

Expansion in the economy will be reflected in a rise in overall credit demands of business, but the large volume of corporate cash flows is likely to moderate the demand for, views of FAC expressed at joint meeting.

Business conditions:
Views expressed at joint meeting with FAC.
Views expressed at joint meeting with FAC.
Situation in various FRD districts discussed at joint meeting with FAC.
Federal Advisory Council: (continued)

Construction:
Residential, belief that the recent building of single-family homes has been firmly based and that residential construction will experience a sideways movement with no pronounced upward trend, views expressed at joint meeting with

Consumer credit:
Demand for, concern re deterioration of consumer loan standards, particularly in auto loans, views expressed at joint meeting with
deterioration in quality of consumer and business credit but quality of over-all loan portfolio is generally satisfactory, repayment of mortgage and consumer instalment credit represent high level of disposal income views expressed at joint meeting with

Deposits:
Maximum permissible rate of interest under Reg. Q, belief that bankers generally would not presently favor an increase on time deposits having a maturity of less than six months, views expressed at joint meeting with

Time certificates:
Belief that no significant competitive abuses have arisen from the expanding use of, expansion has resulted in shifts in types of bank assets and will tend to lessen the liquidity of the banking system due to pressure to use these funds profitably, views expressed at joint meeting with
Federal Advisory Council: (continued)

Deposits: (continued)

Time certificates: (continued)

Question re ability to offer competitive rates necessary to retain such funds

Time and savings:

Continue to expand, but rate of increase less than a year ago, pressure to extend maturities and buy higher yielding assets has lessened, in general lending and investment policies have been consistent with accepted standards of bank liquidity and asset quality, views expressed at joint meeting with

Belief that banks are making a less intensive effort to attract, little change expected in bank investment portfolios, situations in individual FRDistricts reported, views expressed at joint meeting with

Economic conditions:

Views re, expressed at joint meetings with

Equipment:

Expenditures, increase in, due to expansion in plant and equipment expenditures, views expressed at joint meeting with

European Economic Community:

Negotiations within, increase in extent of concern to bank customers noted, views expressed at joint meeting with

Executive Committee:

Members, election of Messrs. Petersen, McRae, and Zwiener; and to serve as ex officio members, Messrs. Murphy and Hobbs
Federal Advisory Council: (continued)

Liquidity of the banking system:
Considered adequate to accommodate the present and foreseeable volume of credit demands, view expressed at joint meeting with Declined, but belief that commercial banks are in a position to meet a moderate upsurge in credit demands, views expressed at joint meeting with

Loans:
Business, no strong upward thrust visualized by, although a general movement upward expected
Business or consumer, FAC believes that commercial banks have become more selective in granting business and consumer loans in recent months as reserve position of banks has become less easy

Meeting with Board

Meetings:
May 20-21, 1963, next to be held
Sept. 16-17, 1963, next to be held
Nov. 18-19, 1963, next to be held
Feb. 17-18, 1964, next to be held

Members:
Alternates:
Betts, I. F., present at meeting representing Eleventh District in the absence of Mr. Aston
Fox, John, present at meeting representing Eighth District in the absence of Mr. Maestre
Smith, Geoffrey S., present at meeting representing Third District in the absence of Mr. Petersen
Aston, James W., attended first meeting as newly appointed member
Hobbs, Robert B., elected Vice President
Federal Advisory Council: (continued)
Members: (continued)
  Martin, Lawrence H., attended first meeting as newly appointed member
  Murphy, George A., elected President
  Stoner, L. A., attended first meeting as newly appointed member

Monetary and credit policy:
  Views re, expressed at joint meetings with

Prices:
  Commodity:
    Scattered increases could be the forerunner of broader upward movement of prices and wages, but competition pressures resulting from unused domestic capacity and manufacturers abroad will tend to discourage broad price rises in the near future, views expressed in joint meeting with
    Trend toward price stability, views expressed at joint meeting with
    Farm land, continuing rise in level of, views expressed at joint meeting with
    Fluctuations, members of FAC do not believe that an over-all accumulative rise in prices is developing, tax cut may create inflationary pressures which would be reflected in price indices

Rates:
  Discount, increase, hypothetical question by Chairman Martin involving possibility of an international payments crises and as to whether an increase in the discount rate would be effective in such circumstances, discussed at joint meeting with

2/19 623

2/19 623

2/19 623

5/21 1675

9/17 3201

11/19 4066

5/21 1664

9/17 3180

2/19 632

11/19 4039

2/19 643
Federal Advisory Council: (continued)
Real estate credit, some deterioration in lending standards observed, particularly in the field of, views at joint meeting with Regulation K, revision of, draft submitting proposed changes authorized for publication in Federal Register with copy to be sent to, for comments
Regulation M, revision of, to improve the usefulness of national bank branches in foreign countries, favored by FAC, comments at joint meeting
Staff:
Korsvik, William J., elected Assistant Secretary
Prochnow, Herbert V., elected Secretary
Steel:
Inventories, opinion that the liquidation of, acquired earlier this year has about run its course, views expressed at joint meeting with FAC
Taxes:
Depreciation and credit provisions adopted in 1962, with the exception of certain industries, few effects had been observed that could be attributed to, views expressed at joint meeting with Reduction in, FAC does not regard early tax reduction as essential to sustained business expansion this year, but a reduction in the tax burden is essential to the longer-term growth of the economy
Opinion that businesses planning to expand were probably planning to go ahead with or without tax cut
Federal Advisory Council: (continued)

Topics for discussion:

Absorption of exchange charges, in light of FDIC's interpretation re and inequities to State member banks, question re amendment to Reg. Q

Agenda, revision of, to include absorption of exchange charges and to delete question of stock market credit for meeting of Nov. 18-19, 1963

Balance of payments:

Attitudes and developments with respect to

Monetary policy, question re effect on

Bank loans:

Demand for, in various loan categories, question re prospects during the next several months

Prospects for loan demand at banks during next several months

Business conditions:

Outlook and comparison with last report

Observations re business investments in plant and equipment

Construction, residential, question re further expansion of

Credit, consumer and business, views re quality and repayments on mortgage and consumer instalment credit at unduly burdensome levels

Deposits:

Questions re possible increase on time deposits having a maturity of less than six months, abuses in connection with negotiable certificates of, and cost burden of higher interest rate levels on time and savings
Federal Advisory Council: (continued)
Topics for discussion: (continued)
Deposits: (continued)
  Time and savings, question whether there is any slackening in efforts to attract and any change in the pattern of bank investment of these savings inflows
  Economic conditions:
    Domestic, question re outlook with respect to
  Equipment expenditures, question re observation of change in prospects for plant and
  European Economic Community, negotiations within, question re extent of concern to bank customers
  Liquidity of the banking system:
    Question re ability to accommodate the present and foreseeable volume of credit demands
    Question whether banks are sufficiently liquid to meet upsurge in credit demands
  Loans:
    Question whether business needs for bank financing will continue moderate over the balance of the year or are there signs of a significant increase in
    Question whether commercial banks have recently become more selective in granting business or consumer loans

9/4  3019, 3046
2/5  440, 456
4/30 1391, 1406
9/4  3019, 3046
10/29 3698, 3704
9/4  3019, 3046
2/5  440, 456
4/30 1391, 1406
9/4  3019, 3046
10/29 3698, 3704
9/4  3019, 3046
2/5  440, 456
4/30 1391, 1406
9/4  3019, 3046
10/29 3698, 3704
Federal Advisory Council: (continued)
Topics for discussion: (continued)

Monetary and credit policy, evaluation under current conditions

Prices:
- Question re scattered price increases reported in recent weeks, interest in any reports of price decreases or cost reductions
- Question whether competitive pressures resulting from unused domestic capacity, as well as from manufacturer abroad will continue to discourage rises in
- Fluctuations, question whether there is a rise in prices developing, or are price increases to remain selective, with decreases offsetting increases in over-all averages
- Real estate credit, question re symptoms of deterioration
- Steel inventories, liquidation of, question re prospect of further liquidation

Tax credit:
- Provisions and depreciation adopted in 1962, effects of
- Question re possible stimulate to investment in plant and equipment
- Taxes, reduction in, how essential to sustained business expansion this year
- Views re business outlook if tax bill is passed or not passed and to what extent have anticipations of tax cut reflected in consumer and business spending
- Unemployment, question re reduction of, in the near-term future
Federal Advisory Council: (continued)

Unemployment, FAC does not anticipate a sufficiently sharp rise in business activity to result in a substantial reduction in unemployment in the near future, views expressed at joint meeting.

Federal Bank Supervisory Agencies:

SEE: Bank supervisory agencies (Federal):

Federal Banking Commission:

Establishment of, H.R. 5874, a bill proposing the, in answer to invited testimony by Congressman Multer at hearings on May 8th before the Subcommittee on Bank Supervision and Insurance, it was agreed that Chm. Martin and Governors Mills, Robertson, and Mitchell would testify each on a personal basis.

Expenses, noninsurance, of the proposed, to provide a base for estimating refunds to insured banks (other than national banks), requested by FDIC to assist in projecting a hypothetical sum of.

Federal Deposit Insurance Corporation:

Bank merger applications filed during 1961 requested by House Banking and Currency Committee thru, no objection to furnishing by FDIC of applications where resulting institution was to be a State member bank, advice to Congressman Patman.

Applications delivered to House Banking and Currency Committee with request to return to Board after Committee finishes with them.

Meeting called by Dept. of Justice, Board, and FDIC representatives to discuss the possibility of the Justice Dept. and the Federal bank supervisory agencies holding meetings to exchange views on, Comptroller of Currency did not choose to have his staff participate.
Federal Deposit Insurance Corporation: (continued)
Bank service arrangements, regulation similar to that adopted by Board (Reg. S),
adopted by, relating to nonmember banks

Bank service corporations, position re assurance required under Sec. 5, Bank Service Corporation Act re regulation and examination of such services, noted

Building, additional rental space in new FDIC building, Governor Shepardson authorized to negotiate for approximately 3,000 additional square feet

Governor Shepardson reported that negotiations had resulted in an agreement to amend the original lease to cover additional space, agreement authorized

Rental of space in, provided for in 1964 Board budget

Condition reports:
SEE: Condition reports:
Continuance of deposit insurance after withdrawal from membership in FRSystem, advice to:
Abington Bank and Trust Company, Abington, Ill.  12/9 4246, 4266
Bank of the Mainland, La Marque, Texas  9/23 3268, 3290
Citizens State Bank of Milford, Illinois  2/5 440, 454
Community Bank of Warsaw, Missouri  2/14 551, 560
Farmers State Bank, Cleveland, Texas  10/14 3527, 3540
First State Bank, Belmond, Iowa  12/18 4411, 4435
First State Bank, Bremond, Texas  2/7 478, 494
First State Bank of Lynwood, California  1/30 289, 304
First State Bank of Tonganoxie, Kansas  1/14 98, 109
Glasgow Savings Bank, Glasgow, Mo.  3/20 960, 974
Merchants Trust & Savings Bank, Kenner, La.  8/16 2726, 2748
Mound City Trust Company, St. Louis, Mo.  8/1 2526, 2540
Peoples Banking Company, McComb, Ohio  2/28 717, 725
Rochester State Bank, Rochester, Ill.  4/26 1343, 1352
Scribner Bank, Scribner, Nebraska  11/4 3741, 3771
Sidell State Bank, Sidell, Ill.  5/13 1536, 1548
Southern Commercial and Savings Bank, St. Louis, Mo.  4/15 1218, 1228
State Bank of Virginia, Virginia, Minnesota  11/14 3947, 3963
Texas State Bank, Austin, Texas  10/14 3527, 3539
Wayne County Bank and Trust Company, Honesdale, Pa.  2/28 717, 724
Wharton Bank and Trust Company, Wharton, Texas  10/7 3443, 3455
Federal Deposit Insurance Corporation: (continued)

Deposit insurance:
SEE: Insurance:
  Deposit insurance

Examination, condition, and income and dividends reports, form F.R. 272, used for requesting copies of, for inter-agency use, and serving as receipts for same, revised to include statement similar to that included in FDIC form DE-5, transmitted to Examination and supervision of State member banks and bank holding companies, estimate of annual expense incurred by the FRSystem with respect to, requested by, to assist in projecting a hypothetical sum of noninsurance expenses of the proposed Federal Banking Commission, whose establishment is the subject of H.R. 5874, providing a base for estimating refunds to insured banks (other than national banks)

Government securities, United States, carrying value of, for examination and supervisory purposes, of U.S. Government securities, received by a State member bank in an exchange of maturing U.S. Government securities, question re, letter of advice to Presidents of all FRBanks, matter reviewed with, and Comptroller of Currency, both of which are taking same position as that in letter to FRBanks

Regulation Q, possible amendment to provide that trustees in bankruptcy, liquidating agents and receivers are entitled to maintain savings accounts, views to be obtained from
Federal Deposit Insurance Corporation: (continued)
Regulation Q: (continued)
Memorandum from FDIC indicating that savings deposits regulations should not be amended to cover deposits of trustees in bankruptcy, not affected by amendment to Bankruptcy Act, Board's opinion that deposits by trustee in bankruptcy may not be classified as savings deposits under Regulation Q

Savings deposits, definition of, understood that there would be no objection to appropriate members of the Board's staff participating with staff members of Comptroller of the Currency and, pertaining to a study re

Meeting of representatives of three bank supervisory agencies to discuss change in definition of FDIC expressed reservations re proposal of Comptroller of the Currency that would permit anyone to hold savings deposit without limit on amount and would have two maximum rates of interest

Time certificates of deposit, long-term, disinclination of FDIC to change its regulations at this time with respect to contracted rates of interest payable on, agreed to defer publication of proposed amendment to Board's Regulation Q pending discussion by Governor Robertson with Chairman Cocke re

Regulation of, re deposits having a maturity of 90 days in nonmember insured banks, maximum rate of interest increased to 4 per cent, action similar to that taken by Board, noted
Federal Deposit Insurance Corporation: (continued)

Window dressing by commercial banks, discussion re, letters to Comptroller of the Currency and, approved unanimously, suggestion that joint meetings be held by representatives of FRBank, regional representatives of Comptroller's Office, and FDIC, after which meetings with individual banks engaged in, might be set up.

Comptroller of the Currency unfavorable to proposed interagency approach re, FDIC favorable, Governor Robertson suggested letter be drafted to the Presidents of FRBanks outlining program of moral suasion in cooperation with.

Letter to, expressing appreciation for willingness to have its Supervising Examiners join FRBanks in meetings with commercial banks re practice of letter to Comptroller of the Currency noting his views, agreed that letter to FRBanks not be sent until FDIC replied re willingness to proceed without participation of Comptroller of the Currency.

Federal Deposit and Savings Insurance Board:

Establishment of, H.R. 729, a bill proposing the, in answer to invited testimony by Congressman Multer at hearings on May 8th before the Subcommittee on Bank Supervision and Insurance, it was agreed that Chairman Martin and Governors Mills, Robertson, and Mitchell would testify each on a personal basis.

Decided later to report by letter on the bill to establish a
Federal Deposit and Savings Insurance Board: (continued)
Establishment of: (continued)
Draft letter expressing views of the Board as a whole re, to be prepared for consideration and transmittal to Congressman Multer
Letter to Congressman Multer opposing proposed legislation approved unanimously

Federal Funds Market:
Transactions re:
Position taken by the Comptroller of the Currency re, Board agreed to defer sending letter to FRBanks re its position in order to study points raised at the meeting
Letter to all FRBanks re recent ruling of Comptroller of the Currency that federal funds be considered purchases and sales of such funds, Board's interpretation that such transactions involve loans and borrowings, understanding that Board's interpretation would be published in Federal Register and FRBulletin
Comment by Governor Mills that federal funds were originally used to make up deficiencies in reserve accounts, but were now being used to support asset structure of banks
Classification of, California State Banking Department forms used by State member banks for publication of condition reports do not comply with Board's ruling re, instructions to FRBank of San Francisco re future publications

Federal funds series:
Revisions in the reporting of Federal funds transactions, letter to Presidents of all FRBanks transmitting clarifying revisions to previous instructions
Federal Home Loan Bank Board:
Home Owners' Loan Act of 1933, proposal to amend Sec. 5 of, to enlarge investment powers of the Federal savings and loan associations, proposed by, understood that the report to the Bureau of the Budget would be redrafted for further consideration

Letter to Budget Bureau indicating it felt Federal Home Loan Bank Board should be strengthened first by appropriate legislation before considering additional investment powers of Federal savings and loan associations

Report to Bureau of the Budget, re revised draft of legislation to amend, approved

S. 374 and S. 474, bills to provide for the establishment of an International Home Loan Bank Board by, report to Senator Robertson approved

Later agreed that report would not be sent at this time, request subsequently withdrawn by Senator Robertson

Federal Home Loan Bank System:
Federal savings and loan associations and certain other members of, draft bill to permit, to act as trustees for trusts qualifying under Self-Employed Individuals Tax Retirement Act of 1962, unfavorable report to Budget Bureau, approved

Federal Housing Administration:
S. 1200 and S. 2226, bills that would authorize Federal Housing Administration to compensate mortgagors for structural defects in insured homes, letter to Chairman Robertson of Senate Banking and Currency Committee approved, Governor Mills' adverse views on Board's position having been noted
Federal Housing Administration: (continued)
Teitlebaum, Louis, request by Board for the consultant services of, on the use of audit samplings to help determine the nature and extent of sample verification that would be valid in the light of the Board's supervisory responsibilities in the examination of FRBanks, Board to provide reimbursement for expenses, a fee, or both, either to FHA or Mr. Teitlebaum

Federal Register:
Bank Service Corporation Act, section 5, interpretation under, involving bank services approved for publication in

Discount rates:
Increase to 3-1/2 per cent at FRBanks of Boston, New York, Cleveland, Richmond, St. Louis, Minneapolis, and Dallas, notice to be published in 7/16 2308
Increase to 3-1/2 per cent at FRBanks of Philadelphia, Chicago and San Francisco, notice to be published in 7/18 2343
Increase to 3-1/2 per cent at FRBank of Atlanta notice to be published in 7/23 2385
Increase to 3-1/2 per cent at FRBank of Kansas City, notice to be published in 7/25 2445

Federal funds market, Board to publish interpretation indicating that transactions in, involve loans and borrowings, rather than purchases and sales as set forth in a recent ruling of the Comptroller of the Currency 9/9 3080
Federal Register: (continued)

Investment securities, Board's statement re recently revised Investment Securities Regulation of Comptroller of the Currency, as it relates to State member banks, understood statement to be published in the Federal Reserve Bulletin and

Loan value of securities used for deposits required by Regulation T to meet margin calls re transactions executed before change in margin requirements, interpretation for publication in, and for press release approved

Regulation G, amendment re definition of noncash items, copy as prepared for publication in, sent to FRBanks

Regulation H, amendment to, adopted to conform with the revision of Regulation M, Governor Mills dissenting, published in

Regulation K, revision of, draft submitting proposed changes authorized for publication in

Adopted with Governor Mills dissenting, to be published in the

Regulation M, proposed new regulation re powers of foreign branches of national banks approved for publication in

Adopted with Governor Mills dissenting, published in

Regulation Q:

Savings deposits in banks involving mergers with member banks, interpretation under, stating that such accounts may be treated as having been on deposit in the resulting bank for the same time period as in the absorbed bank, allowing continued payment of the maximum 4 per cent on funds having been on deposit for 12 months, to be published in the FRBulletin and the
Federal Register: (continued)

Regulation Q: (continued)
Supplement, amendment re increasing maximum rate of interest payable on time certificates and deposits having a maturity of 90 days, to 4 per cent, approved and to be published in Trustees in bankruptcy, eligibility of, savings deposits of, interpretation under, to be published in the FRBulletin and

Regulation S:
Bank Service Arrangements, approved and made effective on date published in

Regulation T:
Amendment proposed to take the form of a paragraph to be added to section 220.4(c)(3), adapting the special account provisions to purchase of refunding securities, publication as a proposed rule making in the, approved

Regulations T and U:
Amendments to the supplement increasing margin and retention requirements from 50 per cent to 70 per cent approved with Governors Robertson and Mitchell dissenting, notice to be published in the

Regulation Y:
Amendments approved, to be published in the FRBulletin and, following approval of forms F.R. Y-1 and F.R. Y-2

Revenue bonds, underwriting authority of member banks, question by Morgan Guaranty Trust Company, N.Y., re, conflict of opinion and ruling by Comptroller of the Currency, Board concluded Washington State bonds are not "general obligations" within purview of section 5136 of the Revised Statutes and thus are not eligible for underwriting by State member banks, interpretation to be published in the FRBulletin and
Amendments proposed, to authorize advances by FRBanks to member banks, as a substitute for the restrictive requirements relating to the "eligibility" of paper for discount or as security for advances by the FRBanks, letters to Chairmen of the Senate and House Banking and Currency Committees transmitting a draft of the proposed legislation, approved and personally presented on Aug. 21st.

Proposed revision of Regulation A in light of recommended legislative changes, letter to FRBank Presidents transmitted Aug. 22nd.

Press release issued

Section 2:
Interpretation of banking laws and regulations, jurisdictional question re Board's right to interpret its own regulations and enforce them in case of a national bank, letter to Comptroller of the Currency approved

Section 10(b):
Notes of Colwell Company, Los Angeles, Calif., inquiry from Securities and Exchange Commission re eligibility for discount, Board's view not eligible for discount under section 13 of the, but not necessarily barred from being available for advances under, reply approved

Section 13:
Notes of Colwell Company, Los Angeles, California, inquiry from Securities and Exchange Commission re eligibility for discount, Board's view not eligible for discount under, reply approved
FRAct: (continued)

Section 13: (continued)

Notes held by member banks, question re eligibility for rediscount, or as security for an advance by FRBanks, advice to FRBank of Boston 6/7 1839, 1845

Section 16:

FRAgent's representatives, Mr. Hexter of the Legal Division pointed out that the use of FRBank officers as, was not in accord with, it would be desirable from a legal standpoint to amend this section since FRnotes are substantially under the control of the FRBank at the time they are shipped to the Bank 12/16 4378

Section 22(g):

Loans to executive officers, possible amendment re, to permit the Comptroller of the Currency rather than Board to define the term "executive officer" as applied to national banks, and to issue regulations under, understood views of Board would be transmitted informally to the Budget Bureau and the Treasury 6/4 1815

Formal report on second revised draft of Deposit Insurance Bill sent to Budget Bureau, Governor Mills dissenting 6/10 1860, 1874

Program of split-dollar life insurance for bank managerial employees, question as to whether such a program would result in violation of, and Reg. 0, Board's view that no violation is involved, copies of letter to FRBank of Dallas sent to all FRBanks 8/27 2919, 2940
FRAct: (continued)

Section 23A:

Corporate stock purchases by member banks, provisions relating to, referred to as being restrictive rather than a grant of authority to purchase corporate stocks up to the limits prescribed, in connection with proposed transaction involving Mercantile Trust Co. and its subsidiary Mississippi Valley Co.

Extension of credit by a member bank to any subsidiary of the bank's Edge Act or agreement corporation, draft bill to exempt, from limitations of, agreed to suggest alternative by proposing amendment to report sent to Budget Bureau

Interpretation of, pertinent to Board's position re federal funds market

Letter to Presidents of all FRBanks, giving Board's position

Section 24:

Loans by national banks on forest tracts, draft bill to further amend, to liberalize the conditions of, report to Bureau of the Budget approved

Memorandum re views of the Comptroller of the Currency with respect to, proposal questioned but not vigorously opposed, Chairman Martin to convey opinion to the Treasury

S. 2259, a bill to amend, to liberalize conditions of, no objection to favorable consideration of letter to Senator Robertson of the Banking and Currency Committee

Real Estate loans by national banks up to 80 per cent of the appraised value and for a term up to 30 years, Treasury draft bill amending, to permit, unfavorable report to Bureau of the Budget approved unanimously
FRAct: (continued)
Section 24: (continued)
Real Estate loans by national banks: (continued)
Views of Governors Mitchell and Mills stated

Section 25:
Amendment proposed to authorize national banks (and thus State member banks under sec. 9, FRAct), to apply to Board for permission to acquire and hold directly controlling stock interests in foreign banks, letter sent to Budget Bureau

Foreign branches of national banks, H.R. 5800, a bill to amend, to transfer to the Comptroller of the Currency authority to establish, and issue regulations concerning their powers, report opposing, approved for transmittal to Congressman Patman, Chairman of the House Banking and Currency Committee

FRAgents:
FRnotes, question whether cash placed with cash agent banks should be Bank or FRAgent cash, Board concurs in action taken at Presidents' Conference that matter should be determined by individual Reserve Bank, no objection to FRnotes stored at cash agent banks being transferred to status of unissued currency held by FRAgents, Governor Mills' reservation noted, advice to all FRBank Presidents, copies to FRAgents

1963
424 Pages
5/17 1634
5/13 1541, 1559
6/12 1899, 1922
12/16 4376, 4393
FRAgents: (continued)

(Individual names):

Anderson, Robert O., FRBank of Dallas, designation for 1964
Bean, Atherton, FRBank of Minneapolis, designation for 1964
Briggs, Robert P., FRBank of Chicago, designation for 1964
Canham, Erwin D., FRBank of Boston, designation for 1964
Hall, Joseph B., FRBank of Cleveland, designation for 1964
Hoadley, Walter E., FRBank of Philadelphia designation for 1964
Hyde, Edwin, FRBank of Richmond, designation for 1964
Rebsamen, Raymond, FRBank of St. Louis, designation as Chairman and, for remainder of the year 1963
Designation for 1964
Reed, Philip D., FRBank of New York, designation for 1964
Scott, Homer A., FRBank of Kansas City, designation for 1964
Tarver, Jack, FRBank of Atlanta, designation for 1964
Whitman, F. B., FRBank of San Francisco, designation for 1964

FRAgent's, Assistant:

Alexander, Donald L., Alternate, FRBank of Kansas City to replace Mr. Whitsitt, appointment approved

Foley, Cecil B., Alternate, FRBank of Kansas City, to replace Mr. Blair, appointment approved

Pascual, Armand A., FRBank of San Francisco, appointment to succeed Philip M. Stone upon his retirement, approved

Pope, Joseph M., Alternate Assistant FRAgent, FRBank of Kansas City, appointment approved to fill the vacancy resulting from the death of Mr. Self

Stone, Philip M., FRBank of San Francisco, retirement noted in connection with appointment of his successor
FRAgent's Representatives:

Appointments of officers of the FRBank of Richmond as, for the sole purpose of the custody of FRnotes stored at cash agent banks, Board has no objection to this arrangement.

Allin, J. Lander, Jr., Assistant Cashier, FRBank of Richmond, appointment approved 12/16 4380, 4394-95

Dickerson, J. Gordon, Jr., Vice President, FRBank of Richmond, appointment approved 12/16 4380, 4395

Evans, William C., Oklahoma City Branch, appointment to succeed Lee G. Cox, approved 4/8 1156, 1161

Friend, John E., Assistant Cashier, FRBank of Richmond, appointment approved 12/16 4380, 4395

Harrison, William B., III, Assistant Vice President, FRBank of Richmond, appointment approved 12/16 4380, 4395

Jones, E. Riggs, Jr., Assistant Cashier, FRBranch Bank of Baltimore, appointment approved 12/16 4380, 4395

Krueger, Fred C., Jr., Assistant Cashier, FRBranch Bank of Charlotte, appointment approved 12/16 4380, 4395

Ligon, Stanhope A., Cashier, FRBranch of Charlotte, appointment approved 12/16 4380, 4395

Lindstrom, Betty Jean, Helena Branch, to succeed William J. Bell, appointment approved 11/14 3948, 3967

Mention made of the low rank of personnel being presented for approval in this instance 11/14 3949

Martincik, Frank J., Omaha Branch, appointment to succeed Carl C. Tollander approved 6/20 1991, 2014

Myers, Arthur V., Jr., Assistant Cashier, FRBank of Richmond, appointment approved 12/16 4380, 4395

Paulat, Gustav, Pittsburgh Branch, appointment approved to succeed Mr. G. Donald Laughlin 12/9 4246, 4265

Simkins, Robert J., Helena Branch, to succeed Leland W. Powell, appointment approved 11/14 3948, 3967

Mention made of low rank of personnel being present for approval in this instance 11/14 3949
FRAgent's Representatives: (continued)

Smith, Edward E., New Orleans Branch, appointment to succeed Mr. James A. Charbonnet approved

Viverette, Joseph F., Assistant Vice President, FRBank of Richmond, appointment approved

Wienert, Adolph C., Assistant Cashier, FRBranch Bank of Baltimore, appointment approved

FRBank of Atlanta:

Auditors, establishment of officer position of Associate General Auditor and appointment thereto, approved

Banking quarters:

Head office building (new) sculptured bronze eagle to be mounted on central column in front of, steps being taken for design and execution noted

Board notes detailed plans and revised cost estimates for the west building addition of, revised estimate includes sum for work in east building, not included in preliminary estimate

Branches:

Miami, Florida, proposed establishment of:

SEE: Branch banks, FRSystem:

FRBank of Atlanta:

Establishment of Miami Branch:

Equipment:

Bank Transit System, IBM 1420, intention to contract for rental of, no objection

Examinations:

Report reviewed, question re exploring the need for establishing a FRBranch office in Miami, Florida, which would have a bearing on the possible need for expansion of the Jacksonville Branch

Report reviewed

Reports made during years 1960, 1961, and 1962, sent to Congressman Patman
FRBank of Atlanta: (continued)

FRnotes:

Shipment by air courier service from Jacksonville Branch to FRBank of New York and pickup of new FRnotes in Washington for delivery in Atlanta on return trip, proposal re, dis-approved in light of continuing study of proposal of Brink's Incorporated

Salaries:

Employees, nonofficial salary structure, minimum and maximum salaries for Grade 12 thru 16, applicable to the head office only, approved, review requested re proposed revisions at the branches, increases not supportable on same basis since same positions do not exist

Salaries:

Officers, minimum and maximum ranges for officer salary groups approved

Request for missing minimums for three groups

Staff:

Adams, DeWitt, General Auditor, salary approved

Bostwick, Preston Turner, appointment as assistant examiner approved, not to participate in examination of Bostwick Banking Company, Arlington, Georgia, of which his father is President and Director

Branan, Carson, Assistant Cashier, salary approved

Brandt, Harry, Assistant Vice President, salary approved

Breck, Fred I., Assistant Cashier, salary approved

Bryan, Malcolm, President, salary approved

Davis, W. M., Assistant Cashier, salary approved

Salary approved
Denmark, J. E., Vice President, salary approved 12/9 4289

It is noted Vice President Denmark will reach retirement age during 1964, accordingly, salary payment to him is approved only to date of retirement 12/9 4288

Dillion, L. Howard, Jr., appointment as assistant examiner approved 8/6 2580, 2594

Examiners, special assistant, designation of Harry C. Schiering approved 2/20 653, 663

Examiners, special assistant, designation of 16 employees approved 3/18 914, 934

Examiners, special assistant, designation of Richard A. Sanders, approved 7/12 2277, 2286

Forbes, James B., Assistant General Auditor, salary approved 12/9 4289

Ford, C. Mason, Assistant Vice President, salary approved 12/9 4289

Harris, J. T., Assistant Vice President, salary approved 12/9 4289

Hibbert, George, Assistant Counsel, salary approved 12/9 4289

Hingst, Eric, Assistant Cashier, salary approved 12/9 4289

Hinton, William Arthur, Jr., appointment as assistant examiner approved 3/12 880, 892

Hoover, Duane, Assistant Cashier, salary approved 12/4 4202, 4219

Salary approved 12/9 4289

Howard, Beyrl E., Assistant Vice President, salary approved 12/9 4289

Jones, James Lee, Examiner, appointment approved 8/30 2989, 2994

Kantner, Arthur, Assistant Cashier, salary approved 12/4 4202, 4219

Salary approved 12/9 4289

Kessler, John Roger, appointment as assistant examiner approved, not to participate in examination of Fulton National Bank, Atlanta, Georgia, and First National City Bank, New York, New York, until indebtedness has been liquidated 8/12 2685, 2699
Staff: (continued)

- Martin, F. H., Assistant Vice President, salary approved 12/9 4289
- McCorvey, J. E., Vice President and Cashier, salary approved 12/9 4289
- Millsaps, Fred, Assistant Cashier, salary approved 12/9 4289
- Patterson, Harold T., First Vice President and General Counsel, salary approved 12/9 4254, 4306
- Raisty, Lloyd B., Vice President, salary approved 12/9 4289
- Rawlings, Brown R., Vice President, salary approved 12/9 4289
- Sanders, Richard A., Associate General Auditor, salary approved 6/25 2062, 2068 12/9 4289
- Sheffer, George W., Chief Examiner, salary approved 12/9 4289
- Stephenson, R. M., Assistant Vice President, salary approved 12/9 4289
- Taylor, Charles T., Vice President and Director of Research, salary approved 12/9 4289
- Ullenberg, Louis R., assistant examiner, appointment approved 6/26 2113, 2120
- Vallette, Edgar M., Assistant Vice President, salary approved 12/9 4289
- Wapensky, Basil A., Assistant Cashier, salary approved 12/9 4289
- Wells, Jeffrey, Assistant Cashier, salary approved 12/9 4289
- Wright, David McCord, Dr., Professor of Economics, University of Georgia, no objection to Dr. Wright working as part-time consultant, with compensation at rate of $75 per day for time actually in service of bank, plus travel and other out-of-pocket expenses, no intent to use Dr. Wright on FOMC matters or to release FOMC materials to him 8/23 2907
FRBank of Boston:

Budget, 1963, first half, copy transmitted to Congressman Patman, Chairman of the House Committee on Banking and Currency

Check Collection Department, report of examination revealed unsatisfactory performance record in, recommendation to replace high-speed equipment currently leased from National Cash Register Company by high-speed complex manufactured by Burroughs Corporation, Messrs. Farrell and Kiley to visit Bank and report further to Board

Debits to suspense accounts, in report of examination the question was raised whether a debit balance in a suspense account, described as "differential on Canadian currency," meant that the FRBank of Boston was absorbing discount on Canadian coin deposited with it, and, if so, for what reason

Equipment, report of examination of, recommendation to replace high-speed equipment, currently leased from National Cash Register Company, with high-speed complex, manufactured by Burroughs Corporation, agreement that study should be made

Examinations:

Reports made during years 1960, 1961, and 1962, sent to Mr. Patman

Report reviewed, discussion re check collection functions, debit balance described as "differential on Canadian currency," V-loans, salaries paid in advance and not reimbursed by employees who had left bank, and physical condition of certain Bank officers, agreement that Messrs. Farrell and Kiley would visit FRBank of Boston and make a thorough study and report to Board
FRBank of Boston: (continued)

Examinations: (continued)

Robbery, holdup of United States mail truck in Plymouth, Mass., proposal to extend reward offer, noted without objection by Board

Salaries:

Increase in salary structure for employees, approved

Report of examination of, indicated that Massachusetts law requires employers to be within week of current status in salary payments, with no retirement deductions made by FRBanks for employees with salaries under $4,200 per annum, Boston Bank did not have recourse to retirement contributions in obtaining salary refunds

Staff:

Examiners, special assistants:
Designation of 33 individuals, approved
Designation of Roderick W. Downie for participation in the examination of certain banks, approved

Officers, physical condition of certain officers referred to in report of examination of

(Individual names):
Anderson, Paul S., Financial Economist, salary approved
Angney, D. Harry, Vice President, salary approved
Aubrey, Lee J., Assistant Vice President, salary with increase approved
Barrett, John J., Assistant Cashier, salary approved
Salary approved
Berge, Ansgar R., Vice President, salary with increase approved
Brady, Charles H., Assistant Vice President, salary approved
Salary with increase approved
FRBank of Boston: (continued)
Staff: (continued)

Clapp, Robert V., appointment as examiner approved, not to participate in examination of nonmember bank until indebtedness has been liquidated

Dickson, Wallace, Assistant Vice President, salary with increase approved

Eisenmenger, Robert W., Director of Research, salary approved

Ellis, George H., President, to attend the annual meeting of the Bank for International Settlements, in Basle, Switzerland in June, also visiting several European central banks

Evans, David F., appointment as assistant examiner approved

Goodwin, Robert Thomas, appointment as assistant examiner approved

Haigh, George Francis, Assistant Examiner, appointment approved

Hillery, Frank Michael, Examiner, appointment approved, with understanding he will not participate in examination of a certain nonmember bank until indebtedness is liquidated

Hoyle, Luther M., Jr., Vice President, salary with increase approved

Kannegieser, John J., appointment as assistant examiner approved

Keating, Ripley M., Assistant Cashier, salary approved

Lacks, Stanley B., General Auditor, salary with increase approved

Latham, Earle O., First Vice President, proposal to make available for a technical assistance assignment, to act as adviser to The State Bank of Ethiopia for a period not to exceed three months, FRBank to grant leave of absence with pay, any additional expenses to be borne by The State Bank of Ethiopia, Board interposes no objection if Board Directors approve
FRBank of Boston: (continued)
Staff: (continued)
Latham, Earle O.: (continued)
   Salary approved  
Lowe, John E., Special Adviser, salary approved  
   Salary approved, retirement during 1964, noted  
Mitiguy, Harry R., Bank Relations Officer, salary approved  
   Salary approved  
Nye, Loring C., Assistant Vice President, salary approved  
Radford, Richard H., Assistant Cashier, salary approved  
Schlaikjer, Oscar A., Vice President and General Counsel, qualified to testify as expert witness in Canadian courts re legal status in United States of currency involved in counterfeiting cases  
   Salary approved  
Smith, Howard G., appointment as assistant examiner approved, not to participate in examination of a certain nonmember bank to which he is indebted  
Stone, Lawrence H., Secretary and Assistant General Counsel, qualified to testify before Canadian courts in counterfeiting cases involving United States currency  
   Salary approved  
Tangney, Eugene M., Assistant Cashier, salary with increase approved  
Thayer, Jarvis M., Cashier, salary approved  
   Salary with increase approved  
Turner, Charles E., Vice President, salary with increase approved  
Walker, Richard A., Assistant Vice President, salary approved
FRBank of Boston: (continued)
Staff: (continued)

Wallace, William S., appointment as examiner approved, not to participate in examination of nonmember bank until indebtedness has been liquidated

Watts, G. Gordon, Vice President, salary with increase approved

Willis, Parker B., Vice President and Economic Adviser, salary approved
Salary with increase approved

Zehner, Louis A., Assistant Vice President, salary approved, retirement in 1964, noted

V-loans, in report of examination of, it was noted that there were four outstanding loans as to which guaranteed portions had been purchased by, question of whether situation reflected adversely on credit judgment rendered by

FRBank of Chicago:
Banking quarters:

Fallout shelter, at head office and Detroit branch, no objection to, expenditures authorized

Leasing of space, to Walter E. Heller and Company, Inc., no objection, but apprehension expressed on basis of precedent

Plumbing renovations in the old section of head office building, no objection to advertising for bids for, and expenditure of estimated cost of the renovation authorized

Discount window, Governor Mitchell expressed opinion that reports of examination did not provide adequate coverage on administration of, borrowings of certain Seventh District members banks involved abuse of discount privilege, it was his thought that discussion with President Scanlon would be profitable
FRBank of Chicago: (continued)

Examinations:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman
Report as of June 21, 1963, reviewed, discussion re frequent deficiencies in required reserves of member banks with resulting penalties often waived, Chairman Martin suggested memorandum be prepared on subject preparatory to thorough review by Board

FRnotes, one dollar denomination, inquiry by Treasury Department, concerning possible availability of low-numbered $1 FRnotes of FRBank of Chicago

Salaries:
Employees, top grades other than officers, such as economists, agreed that Governor Shepardson work with Division of Personnel Administration on a memorandum to be presented to the Board re arguments for and against a plan re creation of additional grades at upper end of salary structure for certain types of positions

Employees, revision of structure approved, agreed that Governor Shepardson and Personnel Division would undertake a study re possibilities for dealing with problems experienced by FRBanks in obtaining and retaining professional persons such as economists in upper grade positions

Nonclerical employees:
Payment of salaries to Head Painter and Painter approved
Payment of salaries to Plumber, Head Carpenter and Carpenter, approved

5/14 1562, 1571
11/29 4144
11/26 4097
9/19 3247
9/23 3268, 3291
3/18 895, 920
6/28 2134, 2144
FRBank of Chicago: (continued)
Salaries: (continued)

Nonclerical employees: (continued)

Possibility of approving by single Board action the levels of compensation of certain classes of employees whose salaries are geared to labor contracts, staff to prepare memorandum re

Division of Personnel Administration memorandum recommending that Board approval be requested only if rate was in excess of grade maximum, and under such circumstances Board to approve adjustments for length of the contract rather than to date of next scheduled increase, recommendation approved

Payment of salary to the Marble Maintenance Man, approved

Payment to Bank elevator operators and starters at specified rates in excess of grade maximums, approved

Payment to Bank engineers and firemen at specified rates in excess of grade maximums, approved

Salary increased at rates above the maximum of the grade in which the position is classified for Class B electricians

Increase above maximum of grades in which positions of janitor, marble maintenance man, paper baler, and matron are classified

Staff:
Examiners, special assistants:
Designation of eight individuals approved
Designation of Louis N. Buettner approved
Designation of Harold E. Madsen approved
Designation of six employees as, approved

(Individual names):
Anschutz, A. J., Assistant Cashier, salary approved
Salaries approved
Aufdenkamp, Jo Ann, Librarian, no objection to granting a 30-day extension for leave of absence without pay to finish an assignment with Klein and Saks as library consultant to the National Planning Council of the Government of Liberia

Baughman, E. T., Vice President, salary approved 12/9 4292

Bawden, Lloyd A., appointment as assistant examiner, approved 11/5 3812, 3821

Bierbauer, C. E., Assistant Vice President, salary approved 12/9 4292

Buell, H. C., Assistant Chief Examiner, salary approved 12/9 4292

Burda, Richard J., appointment as assistant examiner approved 7/18 2344, 2353

Capouch, J. J., Assistant Cashier, salary approved 12/9 4292

Cloos, G. W., Senior Economist, salary approved 12/9 4292

Davis, L. A., Assistant Cashier, salary approved 12/9 4292

Dawson, L. W., Assistant Cashier, salary approved 12/9 4292

Dons, F. A., Assistant General Auditor, salary increased 12/9 4292

Doyle, D. M., Assistant Vice President, salary approved 12/4 4202, 4220 12/9 4292

Edler, F. C., Assistant Cashier, salary approved 12/9 4292

Elbers, Charles W., appointment as assistant examiner approved, not to participate in examination of a nonmember bank to which he is indebted 3/18 915, 936

Endres, J. J., General Auditor, salary approved 12/9 4292
FRBank of Chicago: (continued)
Staff: (continued)

Fults, E. O., Assistant Vice President, salary approved
12/9  4292

Gohr, L. A., Assistant Cashier, salary approved
12/9  4292

Gustavson, A. M., Vice President, salary approved
12/9  4292

Hansen, Ronald L., appointment as assistant examiner approved
9/26  3345, 3351

Hansen, V. A., Assistant Cashier, salary approved
12/9  4292

Heath, E. A., Assistant Vice President and Assistant Secretary, salary approved
12/9  4292

Helmer, Hugh J., First Vice President, salary approved, at current rate
12/9  4254, 4307

Hochstatter, Robert J., Examiner, temporary assignment to the Board's Division of Examinations, to be designated as FR Examiner, FRBank of Chicago to absorb salary and travel expenses
1/11  91

Hodge, P. C., Vice President, General Counsel and Secretary, salary approved
12/9  4292

Housenga, Roderick L., appointment as assistant examiner approved
1/25  276, 280

Hume, W. O., Assistant Cashier, salary approved
12/9  4292

Jones, L. H., Vice President and Cashier, salary approved
12/9  4292

Kroll, E. K., Assistant Cashier, salary approved
12/9  4292

Laibly, C. T., Vice President, salary approved
12/9  4292

Lamphere, G. W., Assistant General Counsel, qualified to testify before Canadian courts in counterfeiting cases involving United States currency
12/2  4160, 4181

Lang, Richard M., appointment as assistant examiner approved not to participate in examination of the department of a State member bank in which his wife is employed, so long as she is employed by that institution
6/19  1977, 1989
FRBank of Chicago: (continued)

Staff: (continued)

Larson, W. J., Assistant Counsel and Assistant Secretary, salary approved 12/9 4292

Lawrence, C. Andrew, appointment as assistant examiner approved, not to participate in examination of First National Bank in Chicago Heights, Illinois, as long as his mother is employed as a bookkeeper of that bank 1/9 74, 79

Layden, Peter M., appointment as assistant examiner approved
Approval of appointment amended to provide that he will not be permitted to participate in examination of State member bank to which he became indebted during interim between Board's approval and his appointment 4/26 1350, 1374

McKiernan, Thomas E., appointment as assistant examiner approved, not to participate in the examination of a stated national bank so long as he has an interest in any trust administered by that institution 7/18 2343, 2352

Miller, Clifford R. II, appointment as assistant examiner approved, not to participate in examination of City Bank and Trust Company, Jackson, Michigan, of which he owns stock and of which his father is an officer; and National Bank of Detroit, Michigan, where his brother is employed, Board feels Mr. Miller should take steps to dispose of member bank stock 5/17 1635, 1641

Moffatt, R. A., Vice President, salary approved 8/30 2989, 2996

Morrison, J. R., Chief Examiner, salary approved 12/9 4292
FRBank of Chicago: (continued)

Staff: (continued)

Murphy, John E., appointment as assistant examiner, approved
Newman, H. J., Vice President, salary approved
Pearson, Richard K., assistant examiner, appointment approved, not to participate in examination of a State member bank so long as his brother is employed by the bank
Piskos, James A., appointment as assistant examiner approved
Prust, Ormel J., appointment as assistant examiner approved
Roloff, Charles A., Jr., assistant examiner, appointment approved, not to participate in the examination of a national bank so long as he owns stock in that bank
Ross, L. M., Vice President, salary approved
Ryan, John E., Examiner, appointment approved, with understanding he not participate in examination of Peoples Bank of Pana, Ill., and Beverly Bank, Chicago, Ill., until indebtedness is liquidated
Scanlon, Charles J., President, salary approved
Scheider, R. M., Assistant Cashier, salary approved
Scheld, K. A., Assistant Vice President, salary approved
Salaries approved
Schmitt, John E., Examiner, appointment approved
Schultz, H. S., Vice President, salary approved
Siragusa, John C., appointment as assistant examiner, approved
SKADOW, Ronald R., appointment as assistant examiner, approved.
Smyth, B. L., Assistant Vice President, salary approved.
Sorg, R. E., Assistant Vice President, salary approved.
Spatafora, Victor D., appointment as assistant examiner approved, not to participate in examination of a national bank to which he is indebted.
Srp, J. J., Assistant Vice President, salary approved.
Staver, Donald D., Examiner, appointment approved.
Taylor, William, appointment as assistant examiner approved.
Walker, Charles J., appointment as assistant examiner, approved, not to participate in examination of Waterloo Savings Bank, Waterloo, Iowa, a State member bank of which his father is Chairman of Board, and with understanding he will dispose of stock of that bank which he owns.
Walsh, Thomas H., appointment as assistant examiner approved, not to participate in the examination of a stated national bank as long as he owns stock or is related to an officer or director of that institution.
Weiskopf, C. W., Assistant Chief Examiner, salary approved.
Wright, C. G., Assistant Vice President, salary approved.
FRBank of Cleveland:

Banking quarters:
Renovation of food serving facilities and alterations to security court entrance, no objection to, expenditures authorized 11/4 3752, 3770

Check collection operations, results of survey indicating certain difficulties reviewed, understood Chairman Martin would talk with President Hickman re 6/25 2060

Improvement indicated, further improvement anticipated due to selection of Clifford G. Miller, Vice President, as head of the check collection operation 7/24 2419

Check processing operations, examination report of, noted that National Cash Register electronic check-processing equipment was creating substantial operating problems, Mr. Kiley of Board's staff expected to be in Cleveland in near future to check on problem 10/16 3569

Examinations:
Consideration of report of examination by Board to be deferred until after report, and supplemental memoranda relating to examination, had completed circulation to members of Board 9/27 3370, 3374

Reports made during 1960, 1961, and 1962, sent to Congressman Patman 5/27 1772, 1781

Staff:
Examiners:
Authorization for, to act as examiners for the Board of Governors in the examination of Mellon International Finance Corporation, Pittsburgh, Pa. 12/26 4552
FRBank of Cleveland: (continued)
Staff: (continued)
Examiners, special assistants:
Designation of three individuals approved 1/7 41, 59
Designation of four individuals approved 1/18 174, 188
Designation of six individuals approved 2/5 447, 468
Designation of three individuals approved 3/18 916, 937
Designation of Robert Groh approved 4/8 1156, 1164
Designation of fourteen individuals approved 6/27 2124, 2130
Designation of Gene A. Smith approved, not to participate in examination of a certain State member bank 8/6 2579, 2593
Designation of two women approved 8/16 2740
(Individual names):
Aalto, Reino Leonard, appointment as assistant examiner approved, not to participate in examination of a certain State member bank 9/26 3345, 3353
Apelian, George M., appointment as assistant examiner approved, not to participate in any bank or other organization in the BancOhio group as long as he is a stock holder in that organization 2/1 411, 417
Benjamin, Donald G., Assistant Cashier, salary approved 12/9 4285
Bogardus, Peter Charles, appointment as assistant examiner approved 6/19 1977, 1988
Booth, George E., Jr., Assistant Counsel: Qualified to testify before Canadian courts in counterfeiting cases involving United States currency 12/2 4160, 4181
Salary approved 12/9 4285
Breidenbach, Paul, Counsel, qualified to testify before Canadian courts in counterfeiting cases involving United States currency 12/2 4160, 4181
Salary approved 12/9 4285
Campbell, James H., Assistant General Auditor, salary approved 7/24 2418, 2431
Salary approved 12/9 4285
Clouse, Roger R., Vice President, change in assignment noted 7/24 2431
Salary approved 12/9 4285
FRBank of Cleveland: (continued)
Staff: (continued)

Cutler, Addison T., Special Economist, salary approved 12/9 4285
Didham, Phillip B., Assistant Vice President, salary approved 12/9 4285
DiMare, Anthony John, appointment as assistant examiner approved 9/12 3139, 3159
Doolin, Thomas Leo, Assistant Examiner, appointment approved 10/24 3647, 3666
Erste, Anne J., Assistant Cashier, salary approved 12/9 4285
Fink, Edward A., Vice President, change in assignment noted 7/24 2431
Salary approved 12/9 4285
Fricke, Elmer F., Vice President, salary approved 7/24 2418, 2431
Salary approved 12/9 4285
Fulton, Wilbur D., President, retiring at the end of April, 1963 4/17 1248
Ginnane, R. Joseph, Assistant Cashier, salary approved 12/9 4285
Hanusz, Richard W., appointment as assistant examiner, approved 12/23 4500, 4525
Hendricks, William H., Assistant Cashier, salary approved 12/9 4285
Hickman, W. Braddock, President, appointment and salary approved, effective May 1, 1963, for the remainder of the five-year term ending February 28, 1966 4/17 1247, 1258
Proposed salary increase inconsistent with guidelines 12/16 4385, 4408
Hoover, Robert G., Assistant Vice President, salary approved 12/9 4285
Hoy, John J., Assistant Vice President, salary approved 12/9 4285
Huning, Harry W., Assistant Vice President, salary approved 12/9 4285
Jakovich, George, appointment as assistant examiner approved 9/5 3052, 3054
Kelly, Fred S., Vice President and Cashier, salary approved 7/24 2418, 2431
Salary approved 12/9 4285
Staff: (continued)

Lentfer, Frank L., appointment as assistant examiner approved

Leonard, Richard LeRoy, appointment as assistant examiner approved

Mann, Maurice, Vice President in charge of the research function, appointment and salary approved, effective May 1, 1963

Salary approved

Miller, Clifford G., Vice President, salary approved, selected head of the check collection operation, improvement in function anticipated due to supervision by an officer such as

Salary approved

Miller, Elfer B., General Auditor, salary approved

Morrison, Martin, Vice President, salary approved

Ormiston, Thomas E., Assistant Cashier, salary approved

Pfeifer, Jerry Robert, appointment as assistant examiner approved, not to participate in examination of a national bank to which he is indebted

Prior, John J., appointment as assistant examiner approved

Quast, George T., Chief Examiner, salary approved

Selby, Lester M., Assistant Secretary, salary approved

Stetzelberger, Paul C., Vice President, salary approved only to date of retirement in 1964

Taylor, David E., appointment as assistant examiner, approved

Thompson, Donald S., First Vice President, salary approved

Weitzel, David J., Examiner, appointment approved
FRBank of Cleveland: (continued)
Staff: (continued)
Woofter, Andrew C., Jr., appointment as assistant examiner approved, not to participate in examination of a nonmember bank as long as he is a stock owner 7/16 2310, 2320
Young, R., Jr., Assistant Counsel, qualified to testify before Canadian courts in counterfeiting cases involving United States currency 12/2 4160, 4181

FRBank of Dallas:
Audit function, special study by Audit Review Committee of Board of Directors referred to in review of examination report of, reference to method of handling salary proposals for members of audit staff 3/27 1035

Banking quarters:
Fallout shelter, to accommodate building's population of approximately 500 people, cost to be higher than that of any other FRBank shelter, plan approved, Gov. Mitchell dissenting 8/12 2681, 2697

Budget:
1963, last half, view of Bank's Budget Committee and other directors, that the preparation of a six-month budget is as time consuming as an annual, and less valuable suggestion that subject be discussed by a Board member with President Irons rather than by letter 6/25 2056, 2059

Equipment:
Electronic check processing system, no objection to acquisition of Burroughs B-270 high-speed check processing equipment under lease-purchase agreement 1/4 3, 12

Examinations:
Report reviewed, reference to special study of auditing function by Audit Review Committee of the Board of Directors, and to handling of salary proposals for members of audit staff 3/27 1035
Report reviewed 9/5 3051
Examinations: (continued)

Reports made during years 1960, 1961, and 1962, sent to Congressman Patman

Staff:

Examiners, special assistant:

Designation of George C. Cochran, III, approved

Designation of James F. Williamson, approved

Designation of William E. Cheshier canceled, Board notes decision not to report to Department of Justice and FBI probable criminal violations of Mr. Cheshier and Texas Bank & Trust Company of Dallas, Texas, a State member bank

Designation of two individuals approved

(Bold names):

Berg, E. H., Assistant Cashier, salary approved

Boykin, Robert H., Assistant Counsel and Assistant Secretary, salary approved

Cauthen, James L., Vice President, salary approved

Coldwell, Philip E., First Vice President, salary approved

Cowan, Leon W., Assistant Vice President, salary approved

Cretsinger, Duane B., Assistant Examiner, appointment approved, not to participate in the examination of a national bank until his indebtedness has been liquidated

Garner, Ted E., Assistant Examiner, appointment approved

Garrett, Gerald B., Assistant Examiner, appointment approved

Green, Ralph T., Vice President, salary approved

Hardin, T. A., Vice President, salary approved until date of retirement during 1964

5/27 1772, 1781

7/2 2179, 2185

7/12 2277, 2287

8/27 2933, 2950

9/16 3167, 3177

12/9 4300

12/9 4300

12/9 4300

12/9 4254, 4309

12/9 4300

6/7 1843, 1856

6/4 1823, 1836

7/16 2310, 2321

12/9 4300

12/9 4300
Irons, Watrous H., President, to travel to October monthly meeting of Bank for International Settlements, in Basle, Switzerland, trip noted without objection
Salary approved

Lang, A. H., General Auditor, salary approved

McCoy, Marvin C., appointment as examiner approved

Murff, G. R., Vice President and Secretary, salary approved

Parker, James A., Vice President, salary approved

Plant, T. W., Vice President and Cashier, salary approved

Pritchett, W. M., Vice President, salary approved

Ratliff, James R., Assistant Examiner, appointment approved

Reed, Frederic W., Assistant Cashier, salary approved

Rowe, J. Z., Director of Research, salary approved

Rudy, George F., General Counsel, salary approved

Russell, James O., Chief Examiner, salary approved

Salvaggio, Tony J., Assistant Cashier, salary approved

Salary approved

Scott, Robert K., Examiner, appointment approved

Simmons, Harold M., Senior Security Files Clerk at Records Storage Center, payment of salary at rate higher than the maximum salary grade 9 approved, as long as he holds this position, with understanding he will not be eligible to receive further salary increases while serving in this position

8/30 2988
12/9 4254, 4309

12/9 4300

6/24 2044, 2051
12/9 4300

12/9 4300

12/9 4300

12/9 4300

5/9 1515, 1529
12/9 4300

12/9 4300

12/9 4300

12/9 4300

11/18 4016, 4030
12/9 4300

1/18 174, 189

4/9 1168, 1186
FRBank of Dallas: (continued)
Staff: (continued)

Sullivan, Alfred J., appointment as assistant examiner approved not to participate in examination of a national bank to which he is indebted

Sullivan, Thomas R., Vice President, salary approved

Thaxton, E. A., Jr., Assistant Cashier, salary approved

Vorlop, E. W., Jr., Assistant Cashier, salary approved

Williamson, James F., Assistant Examiner, authorization canceled, designated as special assistant examiner approved

FRBank of Kansas City:
Discount window, use of, by member banks, frequent use by one reserve city bank and five country banks in the Tenth District noted in connection with review of examination report of the

Examinations:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman
Report reviewed, frequent use of discount window in Tenth District noted, understood that Governor Mills would discuss situation with President Clay

Salaries:
Employees, top grades other than officers, such as economists, correspondence from President Clay of, proposing headroom at upper end of salary structure, Governor Shepardson to work with Division of Personnel Administration re plan
Agreed to approve proposal of, for increases in grades 1 through 16 for Oklahoma City and Omaha structure and grades 1 through 11 of head office and Denver structure, to defer action on proposed revised ranges in grades 12 through 16 for head office and Denver structure pending completion of study by Gov. Shepardson and Div. of Personnel Administration
FRBank of Kansas City:  (continued)
Salaries:  (continued)
Employees:  (continued)

Agreed to approve adjustments in grades 12 through 16 of head office and Denver structure, if requested by directors of, Bank to provide constant 11.1 per cent increase over present midpoints, along with special maximum for grade 16

Increase in Grades 12-16 approved, with special maximum of $17,500 for Grade 16 at

Staff:
Examiners, special assistant:
Designation of William H. Leedy approved 11/1 3919, 3940
Designation of sixty-nine individuals approved 11/18 4411, 4439

Vice President of, to be in charge of Denver Branch, appointment of successor to Vice President Puckett discussed, no action taken until matter could be taken up with Chairman Scott, Deputy Chairman Simons, and President Clay 11/20 4076

Further discussion with salary and appointment of John W. Snider as Vice President, approved 12/4 4206, 4232

(Individual names):
Alexander, Donald L., Alternate Assistant Federal Reserve Agent to replace Mr. Whitsitt, appointment approved 12/27 4557, 4575

Andrews, S. F., Assistant Cashier, salary approved 12/9 4298

Billington, Wilbur T., Vice President and Senior Economist, salary approved 12/9 4298

Blair, John N., Assistant Cashier, salary approved, to assume additional duties as officer in charge of check and noncash collection functions, no change in title or salary group classification, noted that officers in charge of such duties at other FRBanks have title above Asst. Cashier, matter called to the attention of Pres. Clay by Gov. Mitchell 5/27 1766, 1779
Staff: (continued)

Blair, John N.: (continued)
Salary approved

Boysen, John T., Vice President, salary approved

Brauninger, Theodore F., Assistant Cashier, salary approved

Clay, George H., President, salary approved for period January 1-December 31, 1964

Craig, J.C., Assistant Vice President, salary approved

Doll, Raymond J., Vice President and Senior Economist, salary approved

Euans, J. R., Vice President, salary approved

Fairley, W. F., General Auditor, salary approved

Foley, Cecil B., Alternate Assistant Federal Reserve Agent to replace Mr. Blair, appointment approved

Green, Harry William, Examiner, appointment approved

Griswold, Carl F., Assistant Vice President, salary approved

Salary approved

Koppang, Henry O., First Vice President, salary approved for period January 1-December 31, 1964

Leedy, William H., General Counsel and Secretary, salary approved

Mack, James F., Jr., appointment as assistant examiner approved, not to participate in examination of two nonmember banks until indebtedness has been liquidated or to participate in the examination of Traders National Bank, Kansas City, Mo., as long as his father is an officer of that bank

Martin, Wayne W., Assistant Cashier, salary approved
FRBank of Kansas City: (continued)
Staff: (continued)
Mills, L. F., Vice President, salary approved until date of retirement during 1964
Mothersead, Marvin L., Director of Personnel, salary approved
Pope, Joseph M., Alternate Assistant FRAgent, FRBank of Kansas City, appointment approved to fill the vacancy resulting from the death of Mr. Self
Royer, George D., Jr., Chief Examiner, salary approved
Schiesser, Leo Lavern, appointment as examiner, approved
Snider, John W., Vice President in charge of Denver Branch, appointment and salary approved, promoted from Cashier at
Thomas, R. E., Assistant Vice President, salary approved
Tow, Clarence W., Senior Vice President - Research, salary approved
Wasson, Peter V. C., appointment as assistant examiner approved, not to participate in examination of a certain national bank and a certain nonmember bank until indebtedness has been liquidated
White, J. T., Vice President, salary approved until date of retirement during 1964
Williams, Thomas Bruce, appointment as assistant examiner approved

FRBank of Minneapolis:
Examinations, reports made during years 1960, 1961, and 1962, sent to Congressman Patman

Salaries:
Employees, revised salary structure approved

12/9 4298
12/9 4298
6/7 1840, 1849
12/9 4298
1/7 39, 57
12/4 4206, 4232
12/9 4298
12/9 4298
4/2 1123, 1134
12/9 4298
9/26 3345, 3352
5/27 1772, 1781
4/8 1156, 1162
Staff:

Economic Adviser, question re retaining on a part-time basis a member of the faculty of the University of Minnesota as a, no objection in principle by Board if the Bank wishes to explore the possibility further.

(Individual names):

Beeth, E. O., Assistant Cashier, salary approved 4/17 1249
Bergquist, C. E., Assistant Cashier, salary approved 12/9 4296
Bjork, Christopher, Assistant General Auditor, salary approved 12/9 4296
Bronner, W. C., Assistant Cashier, salary approved 12/9 4296
Cramer, F. J., Assistant Vice President, salary approved 12/9 4296
Deming, Frederick L., President, salary approved 12/24 4533, 4549
Dreitzler, R. J., General Auditor, salary approved 12/4 4202, 4221 12/9 4296
Ellis, Marion D., appointment as assistant examiner approved, not to participate in examination of a non-member bank to which he is indebted 2/7 489, 506
Fossum, K. K., Vice President, salary approved 12/9 4296
Freeberg, David J., appointment as assistant examiner approved 4/1 1082, 1106
Gable, L. G., Chief Examiner, salary approved 12/9 4253, 4295
Gillette, J. J., Assistant Vice President, salary approved 12/9 4296
Graham, R. D., Assistant Counsel and Assistant Secretary, salary approved 12/4 4202, 4221 12/9 4296
Grobel, R. K., Chief Examiner, salary approved 12/9 4296
Vice President in charge of the Bank Examination Department, appointment and salary approved, effective March 1, 1964 12/9 4253, 4295
FRBank of Minneapolis: (continued)
Staff: (continued)

Groe, Robert V., Examiner, appointment approved
Groth, C. W., Vice President and Cashier, salary approved
Holmgren, M. B., Vice President, salary approved
Johnson, A. W., Vice President, salary approved, will reach retirement age during 1964, salary payments are approved only to date of retirement
Kareken, John H., Professor, University of Minnesota, no objection to being engaged as consultant, to work on monetary, fiscal, and banking problems, have access to FOMC minutes and other confidential material, make visits to FRBank of New York to observe open market operations, and attend some FOMC meetings
Knous, H. L., Assistant Cashier, salary approved
Lindstrom, Gordon L., Examiner, appointment approved
Litterer, O. F., Assistant Vice President, salary approved
Lysen, M. E., Assistant Vice President, salary approved, will reach retirement age during 1964, salary payments are approved only to date of retirement
MacDonald, J. A., Assistant Vice President, salary approved
Salaries approved
McConnell, H. G., Vice President and Secretary, salary approved, will reach retirement age during 1964, salary payments are approved only to date of retirement
Mills, A. W., First Vice President, to retire at end of 1963, to be succeeded by Vice President and General Counsel, M. H. Strothman, Jr.
FRBank of Minneapolis: (continued)
Staff: (continued)
O'Brien, W. A., Assistant Cashier, salary approved 12/9 4296
Olin, J. P., Assistant Vice President and Assistant Secretary, salary approved 12/9 4296
Assistant Vice President and Secretary, appointment and salary approved, effective March 1, 1964 12/9 4253, 4295
Parsons, F. L., Vice President, salary approved 12/9 4296
Sather, M. O., Assistant Cashier, salary approved 12/9 4296
Strothman, M. H., Jr., Vice President and General Counsel, question re possible appointment as First Vice President to succeed Mr. Mills, indicated that Board would be prepared to approve 10/14 3537
First Vice President, appointment and salary approved 11/20 4077
Vice President and General Counsel, qualified to testify before Canadian courts in counterfeiting cases involving United States currency 12/2 4160, 4181
Wright, Ronald W., Examiner, appointment approved 7/2 2179, 2184

FRBank of New York:
Banking quarters:
Electrical system in main Bank building, increases in scope and cost of, noted without objection 3/7 820, 826
Elevators, modernization of 16 passenger elevators and replacement of 6 service elevators in main Bank building, no objection interposed 3/7 820, 827
Office space to be made available to a group formed by the Administration to study possibilities for encouraging foreign investments in the United States, Vice President Coombs to act as liaison between the Reserve Bank and the group 9/19 3249
FRBank of New York: (continued)
Banking quarters: (continued)
Vault, gold facilities:
Letter from FRBank of New York re proposed alterations to, question by Governor Mitchell re possible use of facilities available at U.S. Assay Office in New York City at least for gold owned by International Monetary Fund, meeting with President Hayes to be arranged

Meeting of Messrs. Hayes, Coombs, and Harris with Board discussion re possible alternatives to proposed alterations, Reserve Bank representatives favor expanding present facilities rather than suggested alternatives

Noted vault in U.S. Assay office in New York City not adequate as facility for gold, agreed Messrs. Farrell, Solomon, and Harris would visit New York City and West Point, New York to study possible solutions to the problem

Memorandum from Messrs. Farrell, Solomon, and Harris analyzing plans for additional space for storage of, Board approved Reserve Bank plan to convert an area adjacent to the present gold vault to use for gold storage, estimated cost of conversion would be about $470,000, Governor Robertson felt that at an appropriate time the Board and FRBank of New York should consider movement of some gold out of New York City to West Point purely as a civil defense measure
FRBank of New York: (continued)

Budget, 1963, first half, copy transmitted to Congressman Patman, Chairman of the House Committee on Banking and Currency

Clearing and collection:
Bergen County Clearing Bureau, report received from FRBank of New York, letter re activities of, sent to FRBank of New York
Nassau County Clearing Bureau, report from FRBank of New York received, letter to FRBank of New York re activities of, approved, reference to possibility of installing high-speed equipment for processing volume of exchanges handled by

Equipment, acquisition on rental basis of IBM 1401-1419 check processing system, with understanding re replacement by IBM 1420 system under a lease-purchase agreement, no objection, reference to intention to order second 1420 system, decision deferred

Examinations:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman
Review of current report, agreed there was no information developed that warranted specific action by Board
Governor Mills noting recent request by House Banking and Currency Committee for analysis of FRBank expense items such as travel and entertainment felt all examinations of FRBanks should comment on expenses not within scope of ordinary scheme of operations, might be advisable for Board's letters of instruction to FRBanks to be reviewed
FRBank of New York: (continued)

Expenses:

Dinner to be given for officers scheduled to retire, question re payment by Reserve Bank, consensus of Board that expenditure would be of questionable appropriateness, understood Chairman Martin would discuss matter with President Hayes.

House Banking and Currency Committee to visit, noted, reception to include representatives of the New York City commercial banks, no objection to payment of costs by the Reserve Bank.

Fiscal agency operations:

International Bank for Reconstruction and Development, amendment to the fiscal agency agreement to cover a proposed issue of the International Bank's two-year bonds of 1963, authorized.

Foreign accounts:

Bank of Japan, opening and maintenance of an account of FRBank of New York with, payable in foreign currency, approved.

Bank of Sweden, opening and maintenance of account of FRBank of New York with, payable in foreign currency, approved.

Foreign travel program for personnel of, for 1963, no objection.

International Monetary Fund, emergency account to be opened and maintained with FRBank of New York, approved unanimously.

Loans:

Banco Central de Costa Rica, telegram to, approving gold loan to Banco Central de Costa Rica, understood usual participation will be offered to other FRBanks, views of Governor Mills.

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Pages
FRBank of New York: (continued)

Loans: (continued)

Bank de la Republica de Colombia, request for 180 day loan on gold, discussion re nature and purposes of loan, and re possibility that loan would not fall within criteria of policy on gold loans, in light of position of State Department and International Monetary Fund and other factors, understood Board would approve loan when presented formally

Loan on 90-day maturity authorized by directors, FRBank of New York, approved by Board

Application for 180 day loan on gold, FRBank of New York to be advised that if its Board of Directors should approve loan, Board would be prepared to approve

Telegram to FRBank of New York approving

Bank for International Settlements, extension of arrangement to make loans on gold, telegram to Federal Reserve Bank of New York, understood usual participation offered to other Federal Reserve Banks

Minutes of meetings of Board of Directors of, for certain years with related papers, requested by Chairman Patman of the House Banking and Currency Committee, reported by Chairman Martin and Mr. Sherman, FRBank to study and contact Board later

Draft letter from FRBank of New York transmitting documents and reports to Chairman Patman concurred in by Board
FRBank of New York: (continued)

Salaries:

Auditor, General, review requested by Board's Committee on Organization, Compensation, and Building Plans in connection with proposed officers salaries at the Bank for 1964

Employees, payment of salary to sixteen employees until June 30, 1963, at rates below the minimums of grades in which their positions are classified, approved

Letter approving the special maximum for grade 16 of the salary structure noted without objection

Officers, other than President and First Vice President, letter with a technical variation from that sent to all other FRBanks re revisions made to assist Bank in setting appropriate compensation guidelines

Staff:

Barrett, Martin, attendance at Eleventh Training Program of the Center for Latin American Monetary Studies to be held in Mexico City, approved

Bennetts, Leonard I., Assistant General Auditor, salary approved

Bergin, Martin W., Manager, salary approved

Bilby, Harold A., Vice President, salary approved

Blanchette, Ernest E., Manager, salary approved

Bogardus, Janet, Chief Librarian, Board interposes no objection to request from Organization for Economic Co-operation and Development for Miss Bogardus to serve as a consultant in Paris, France, beginning Sept. 12, 1963, approximately, on a leave of absence without pay basis

10/28 3688
4/8 1155, 1158
12/24 4528, 4543
9/19 3247, 3264
2/20 647, 654
12/9 4280
12/9 4280
12/9 4280
8/13 2700, 2708
Brasseur, Edward A., Examiner, appointment approved
Braun, William H., Jr., Assistant Vice President, salary approved
Salary approved
Breves, Edwin L., Examiner, appointment approved
Butler, James W., appointment as assistant examiner approved
Calder, Bruce J., appointment as assistant examiner approved
Cassella, Bruce A., Assistant Examiner, reappointment approved
Castellanos, Julio J., appointment as assistant examiner approved
Cieurzo, Paul J., appointment as assistant examiner approved
Clark, Charles F., appointment as assistant examiner approved, with understanding that he not participate in examination of a certain State member bank until indebtedness is liquidated
Clarke, John J., Assistant General Counsel, leave of absence plus travel time granted to lecture at the Center for Latin American Monetary Studies in Mexico City, Board interposes no objection
Vice President and General Counsel, salary approved
Qualified to testify before Canadian courts in counterfeiting cases involving United States currency
Salary approved
Combader, A. Thomas, Manager, salary approved
Salary approved
Coombs, Charles A., Vice President, meeting of Messrs. Hayes, Harris, and, with Board to discuss proposed alterations to gold vault facilities at FRBank of New York and possible alternatives
FRBank of New York: (continued)
Staff: (continued)

Coombs, Charles A.: (continued)
To be principal liaison between Bank and group formed by the Administration and charged with studying possibilities for encouraging foreign investments in the United States, FRBank of New York had arranged to make office space available to the group.

Salary approved
Cooper, Robert L., Manager, salary approved 9/19 3248
12/9 4253, 4280
Cordz, Oliver W., Examiner, appointment approved 12/9 4280
Crosse, Howard D., Vice President, salary approved 7/12 2277, 2285
Crowley, Robert J., Assistant Counsel, present at Board meeting, with representatives of European Coal and Steel Community, also present at staff meeting with representatives of the Community noted by Mr. Hackley 1/25 267-70
Salary approved
Davis, Felix T., Assistant Vice President, salary approved 12/9 4280
Davis, Norman P., Assistant Vice President, salary approved 12/9 4280
DePaolo, Joseph J., Examiner, appointment approved 7/12 2277, 2285
De Vries, Henry, Assistant Examiner, appointment approved, not to participate in the examination of a certain national bank until his indebtedness has been liquidated 7/8 2209
Ege, Karl L., Manager, salary approved 12/9 4280
Ferdinand, William V., Assistant Examiner, appointment approved 5/22 1699, 1715
Fousek, Peter, Manager, salary approved 12/9 4280
French, Martin, Manager, salary approved 12/9 4280
Garvy, George, Economic Advisor, to serve as alternate for Alan Holmes, Vice President, FRBank of New York, as a System representative at the meeting of central bank economists to be held March 9-11, 1963, at the Bank for International Settlements, Basle, Switzerland 1/31 393
FRBank of New York: (continued)
Staff: (continued)

Garvy, George: (continued)
Designated as representative of, to attend meeting of central bank economists in Basle, Switzerland, October 12-14, 1963
Salary approved
Gutowski, Joseph F., Jr., Assistant Examiner, appointment approved, not to participate in examination of a State member bank to which he is indebted and in which he owns stock
Guy, Edward G., Assistant General Counsel, qualified to testify before Canadian courts in counterfeiting cases involving United States currency
Salary approved
Harris, Marcus A., Vice President, meeting of Messrs. Hayes, Coombs, and, with Board to discuss proposed alterations to gold vault facilities at FRBank of New York and possible alternatives
Salary approved
Hayes, Alfred, President, meeting with Board to discuss gold vault facilities at, to be arranged
Meeting of Messrs. Coombs, Harris, and, with Board to discuss proposed alterations to vault and alternatives
Salary approved
Healy, William L., Jr., Examiner, appointment approved
Hoffman, Leonard F., Assistant Examiner, appointment approved, agreed to dispose of certain stock prior to his employment
Holmes, Alan, Vice President, to serve as a System representative at the meeting of central bank economists to be held March 9-11, 1963, at the Bank for International Settlements, Basle, Switzerland
Salary approved
FRBank of New York: (continued)

Staff: (continued)

Irwin, John K., Jr., Assistant Examiner, appointment approved
Jensen, John P., General Auditor, salary approved
Salary approved
Klopstock, Fred, to participate in meeting of Bank for International Settlements, to discuss matters pertaining to Euro-dollar market, Basle, Switzerland, November 9-11, 1963, meeting also to include Messrs. Samuel I. Katz of Board's staff, and David Eastburn of FRBank of Philadelphia
Manager, salary approved
Kulda, Vincent J., Examiner, appointment approved
Lang, Peter P., Adviser, assigned to assist the National Bank of the Congo, Republic of the Congo, in initiating a multiple currency system as requested by the Agency for International Development and the Treasury, noted by Chairman Martin that the practice of informing the Board after the decision had been reached was not desirable, no objection to be interposed but procedure for future assignments to be discussed with President Hayes
Appointment as assistant examiner approved
Salary approved
Lewis, Harold W., Manager, salary approved, until retirement in 1964
Lindsay, Robert, Senior Economist, forthcoming extended absence of, noted
Senior Economist, salary approved, noted that Mr. Lindsay was on a year's leave of absence terminating in September 1964 to teach at the University of California
FR Bank of New York: (continued)
Staff: (continued)

Link, Robert G., Assistant Vice President, salary approved

Ludlum, Walter H., Examiner, appointment approved

MacInnes, Angus A., Jr., Assistant Vice President, salary approved

MacLaury, Bruce K., Manager, salary approved

No objection interposed to leave of absence in order to serve on special assignment at Treasury Department

Salary approved

Marple, William E., Manager, salary approved

Marsh, Spencer S., Jr., Assistant Vice President, salary approved

McNierney, John S., Examiner, appointment approved

McWhinney, Madeline H. (Miss), attending Seventh Meeting of Central Bank Technicians of the American Continent, held at Rio de Janeiro, Brazil, as a member of the System delegation

Manager, salary approved

Meek, Paul, Manager and Assistant Secretary, assignment to Securities Department without change in title or salary noted

Salary approved

Milusich, William B., Assistant Examiner, reappointment approved

Examiner, appointment approved

Morfeld, William E., Assistant Examiner, appointment approved

Murphy, Thomas M., Examiner, appointment approved

Nelson, Berhard G., Examiner, appointment approved

Niles, Donald C., Manager, salary approved
Noa, Arthur H., Manager, salary approved
Pardee, Scott, attending Seventh Meeting of Central Bank Technicians of the American Continent, held at Rio de Janeiro, Brazil, as a member of the System delegation
Paul, Emil J., Examiner, appointment approved
Pfaff, Edwin W., Examiner, appointment approved
Piderit, Fred W., Jr., Assistant Vice President, salary approved
Pierce, John F., Chief Examiner, salary approved, noted that Mr. Pierce was scheduled to leave the bank, probably in the latter part of January 1964, to accept an appointment as Governor of the Central Bank of Trinidad
Post, Everett B., Manager, salary approved
Pricher, Charles R., Manager, salary approved
Quackenbush, Lawrence E., Assistant Vice President, salary approved
Raphael, Frank S., Examiner, appointment approved
Ringen, John P., Manager, salary approved
Roche, Thomas J., Senior Foreign Exchange Officer, salary approved
Rothman, Edwin S., Manager, salary approved
Rough, Robert A., Assistant Examiner, reappointment approved, not to participate in examination of a national bank to which he is indebted
Rouse, Robert G., Vice President and Senior Adviser, retention in active service of, and payment of salary to, approved
Salary approved until retirement
Rozell, Walter H., Jr., Vice President, salary approved
Rushmore, Walter S., Manager, salary approved
FRBank of New York: (continued)
Staff: (continued)

Sanford, Horace L., Vice President, salary approved

Schadrack, Frederick, Jr., Special Assistant in Foreign function, no objection interposed to leave of absence to serve on special assignment at Treasury Department

Schiff, Frank, Assistant Vice President, attending Seventh Meeting of Central Bank Technicians of the American Continent, held at Rio de Janeiro, Brazil, as a member of the System delegation
Salary approved

Schott, Francis H., Manager, Foreign Department, permission granted for extension of leave of absence with pay to continue to serve in the Office of the Under Secretary of the Treasury for Monetary Affairs

Reassignment to FRBank of New York noted
Salary approved

Schultz, William M., Manager, salary approved

Sloane, Thomas C., Assistant General Counsel, salary approved
Salary approved

Small, Kenneth E., Manager, salary approved

Smedley, Frederick L., Assistant Vice President, salary approved

Smith, George C., Manager, salary approved

Smith, Richard J., Assistant Examiner, appointment approved

Spaulding, Robert E., Examiner, appointment approved

Stanton, Aloysius J., Manager, salary approved

Sternlight, Peter D., Manager, salary approved
Stevens, Harry I., Examiner, appointment approved 7/12 2277, 2285
Stone, Robert W., Vice President, salary approved 12/9 4280
Stravitz, Martin R., Examiner, appointment approved 7/12 2277, 2285
Taylor, Daniel J., Foreign Exchange Trader, Foreign Operations Division, Foreign Department, arrangements to spend a period of several weeks at the Bank of England in London, noted without objection 1/24 237, 245
Thoman, Robert C., Manager, salary approved 12/9 4281
Timlen, T. M., Jr., Assistant Counsel and Secretary, qualified to testify before Canadian courts in counterfeiting cases involving United States currency 12/2 4160, 4181
Secretary and Assistant Counsel, salary approved 12/9 4281
Treiber, William F., First Vice President, salary approved 12/9 4254, 4303
Trued, Merlyn N., formerly Assistant Vice President, Board agrees that his service as Deputy Assistant Secretary of the Treasury is for a purpose deemed to be in the public interest within the meaning of sec. 5A of the Rules and Regulations of the Retirement System 2/21 665, 673
Waage, Thomas O., Vice President, salary approved 1/18 170, 186 12/9 4280
Salary approved 4/24 1320, 1340
Weber, John F., Assistant Examiner, appointment approved 6/27 2124, 2129
Weis, Stephen P., Assistant Examiner, appointment approved 9/3 2998, 3013
Wessel, Harold M., Assistant Vice President, salary approved for period Sept. 1 through December 31, 1963 12/9 4280
Assistant Vice President, salary approved 12/9 4281
Young, Robert, Jr., Assistant Counsel, salary approved
FRBank of Philadelphia:

Audit function, report by Peat, Marwick and Mitchell covering the results of a survey re, suggestion by Governor Balderston that the Audit Committees of the other FRBanks might find it useful, understood that the possibility of distributing copies of the report would be discussed with President Bopp

Equipment:
Electronic check handling equipment, no objection to rental of third complement of, understanding re rental of IBM 1401-1419 system, to be replaced with an IBM 1420 system in 1964 under a purchase-option agreement

Examinations:
Reports for years 1960, 1961, and 1962, sent to Congressman Patman
Report reviewed, discussion re trouble resulting from combined use of old and new postal money order forms, debit balance of an assistant examiner in a margin account, and use of highspeed currency counting machines, question re use of such equipment at other FRBanks, even though it affords little opportunity to detect counterfeits, submitted to Chairman Irons of the Presidents Conference for views of Presidents
Agreed staff would present letter for consideration re margin accounts

Salaries:
Employees, increase in minimums of grades 2 and 3 approved
FRBank of Philadelphia: (continued)
Salaries: (continued)

General Auditor, salary alignment questioned in unusual increase for G. William Metz upon his appointment as, Div. of Personnel Administration memorandum recommending that the Board encourage a conservative upward adjustment of individual salaries, discussed

Staff:
Examiners, special:
   Designation of two individuals approved
Examiners, special assistant:
   Designation of eight individuals approved
   (Individual names):
   Aff, Edward A., Assistant Vice President, salary approved
   Agnew, James A., Jr., Assistant Cashier, salary approved
   Salary approved
   Alderfer, Evan B., Economic Adviser, salary approved
   Anderson, Clay J., Economic Adviser, salary approved
   Barrie, Hugh, Vice President, salary approved
   Besse, Jack P., Assistant Cashier, salary approved
   Black, John K., Assistant Examiner, appointment approved
   Bopp, Karl R., President, salary approved
   Bunting, John R., Vice President, salary approved
   Campbell, Joseph R., Vice President, salary approved
   Case, Joseph M., Assistant Vice President, salary approved
   Salary approved
   Cooper, Thomas H., Assistant Examiner, appointment approved
   Curvan, James J., Jr., Assistant Examiner, appointment approved

5/3 1446
5/13 1544, 1561
6/25 2063, 2069
12/9 4283
12/9 4283
12/9 4283
12/9 4283
12/9 4283
12/9 4254, 4304
12/9 4283
12/9 4283
5/9 1512, 1523
12/9 4283
12/9 4283
11/5 3812, 3820
Dash, Norman G., Vice President, salary approved

Eastburn, David, Vice President to participate in meeting of Bank for International Settlements, to discuss matters pertaining to Euro-dollar market, Basle, Switzerland, November 9-11, 1963, meeting also to include Messrs. Samuel I. Katz of Board's staff, and Fred Klopstock of the FRBank of New York

Ensor, William L., Examining Officer, salary approved

Giacobello, James P., Examining Officer, payment of salary for the period February 1 through December 31, 1963, approved

Goodwin, Murdoch K., Vice President, General Counsel and Assistant Secretary, salary approved

Greer, James P., Examiner, appointment approved

Haas, Ralph E., Assistant Vice President, salary approved

Hilkert, Robert N., First Vice President, salary approved

Ikeler, Harold E., Jr., Examining Officer, salary approved

James, Jack H., Examining Officer, salary approved

James, William A., Personnel Officer, salary approved

Manning, Frederick M., Assistant Examiner, appointment approved
<table>
<thead>
<tr>
<th>Name</th>
<th>Position</th>
<th>Approved Dates</th>
</tr>
</thead>
<tbody>
<tr>
<td>Markford, Leonard E.</td>
<td>Examining Officer</td>
<td>12/9  4283</td>
</tr>
<tr>
<td>McCuen, William J. Jr.</td>
<td>assignment to Board's Division of Examinations</td>
<td>7/23 2386</td>
</tr>
<tr>
<td>Nelson, Henry J.</td>
<td>Assistant Vice President</td>
<td>5/9  1512, 1523</td>
</tr>
<tr>
<td>Murray, Fred A.</td>
<td>Director of Plant</td>
<td>12/9  4283</td>
</tr>
<tr>
<td>Ponczka, Joseph J.</td>
<td>Examiner</td>
<td>12/19  4467, 4486</td>
</tr>
<tr>
<td>Roeder, Harry W.</td>
<td>Vice President</td>
<td>12/9  4283</td>
</tr>
<tr>
<td>Rothwell, Jack C.</td>
<td>Economist</td>
<td>12/4  4202, 4217</td>
</tr>
<tr>
<td>Scott, David H.</td>
<td>Assistant Examiner</td>
<td>4/30  1405, 1416</td>
</tr>
<tr>
<td>Shields, John C.</td>
<td>Assistant Examiner</td>
<td>10/8  3463, 3468</td>
</tr>
</tbody>
</table>

Assignment: McCuen, William J., Jr., to Board's Division of Examinations for approximately three months, approved with understanding that McCuen would be designated as FRExaminer and FRBank of Philadelphia would absorb salary and travel expenses.

Salary increase: Metz, G. William, General Auditor, discussed unusual salary increase, understood Governor Balderston would discuss matter with President Bopp before advising approval.

Salary: Moll, Warren R., Assistant Vice President, approved.

Salary: Murdoch, Lawrence C., Business Economist, approved.

Salary: Murray, Fred A., Director of Plant, approved.

Salary: Nelson, Henry J., Assistant Vice President, approved.

Salary: Ponczka, Joseph J., Examiner, approved.

Salary: Roeder, Harry W., Vice President, approved.

Salary: Rothwell, Jack C., Economist, approved.

Salary: Scott, David H., Assistant Examiner, approved.

Salary: Shields, John C., Assistant Examiner, approved with understanding that he will not participate in the examination of a certain State member bank.
FRBank of Philadelphia: (continued)
Staff: (continued)
Snader, Kenneth M., Assistant Vice President, salary approved
Salary approved
Sudders, Russell P., Assistant Vice President, salary approved
Vergari, James V., Vice President and Cashier, salary approved
Wallgren Robert A., Assistant Examiner, appointment approved, with understanding he is not to participate in examination of Philadelphia National Bank, Philadelphia, Pennsylvania, as long as his father is an officer of that institution
Wilgus, Richard G., Vice President and Secretary, salary approved
Zumeta, Bertram W., Economist, salary approved
Salary approved

FRBank of Richmond:
Banking quarters:
Property across the street from Head Office Building and adjacent to parking lot, no objection to acquisition of
Allocation of cost of, and rate of depreciation on buildings thereon, Board approval of method of
Disappearance of certain Treasury certificates from vault of, reference made to, in report re disappearance of Treasury certificates from FRBank of San Francisco, matter to be discussed with President Wayne before report is released
Inquiry from staff member of Subcommittee of House Banking and Currency Committee re availability of a report re understanding re
Report re apparent inadvertent destruction of certificate transmitted to Congressman Patman
FRBank of Richmond: (continued)

Emergency plans:
Relocation facility for the joint use of FRBank of Richmond and Board to include an emergency currency vault and provisions for leased wire switching center, report of joint study by representatives of Board and Bank re, agreed to advise Bank of Board's concurrence in proposal so that Bank could move ahead with plans for development and construction of facility

Examinations:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman

Radio transmitting frequency (Federal), letter to, approved, authorizing use of a Federal radio transmitting frequency assigned by Interdepartment Radio Advisory Committee, frequency to be used in visual aids such as graphs, charts, and flannel boards at banking seminars and other meetings

Salaries:
Employees:
Increase in clerical salary structure for Grade I employees approved

Proposed revision of salary structures at head office, Charlotte, and Baltimore Branches, decision to request more information stemmed from Governor Mitchell's discussion of labor market and feeling that higher salaries could add to inflation, matter of salary revision deferred pending further information

Salary structure approved
Salary structure including increase in Grade 16 maximum of $17,500 applicable to Bank's head office, approved, noted that such a special maximum would be approved for any Bank requesting it
Staff:

Examiners, special:
Designation of Shelton G. Phaup approved, not to participate in the examination of two State member banks, previous authorization canceled 5/22 1699, 1717

Examiners, special assistant:
Designation of four individuals approved 1/21 200, 203
Designation of four persons approved 1/30 296, 378
Designation of four individuals approved 4/4 1144, 1147
Designation of Howard S. Boote, Jr., approved 4/8 1156, 1165
Designation of Thomas W. Gaulding approved 2/26 685, 696
Designation of A. Franklin Traylor, Jr., approved 6/25 2064, 2070
Designation of James E. Edwards approved, may participate in examination of all but one State member bank 7/23 2386, 2401
Designation of David C. Durrill, approved 7/31 2518, 2525
Designation of William E. Pascoe, III, approved, for purpose of examining State member banks, except Bank of Virginia, Richmond, Va. 8/13 2706, 2722
Designation of four individuals as, approved 9/11 3100, 3127
Designation of Woody Y. Cain approved 9/11 3100, 3128
Designation of four individuals, approved, two of whom are not to participate in examination of certain State member banks 10/16 3574, 3582
Designation of Daniel J. Coli, not to participate in examination of two State member banks, appointment approved 10/28 3692, 3696
Designation of five individuals approved 12/2 4173, 4187

(Individual names):
Adams, Douglass H., Examiner, appointment approved with the understanding that he will not participate in examination of a certain nonmember bank and a national bank 12/24 4532, 4548
<table>
<thead>
<tr>
<th>Name</th>
<th>Title</th>
<th>Date of Appointment</th>
<th>Approval Date(s)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Alford, Richard E.</td>
<td>Assistant Examiner, appointment approved</td>
<td>5/22</td>
<td>1699, 1716</td>
</tr>
<tr>
<td>Allin, J. L., Jr.</td>
<td>Assistant Cashier, salary approved</td>
<td>12/9</td>
<td>4287</td>
</tr>
<tr>
<td>Bagby, S. Richard</td>
<td>Assistant Examiner, appointment approved</td>
<td>12/16</td>
<td>4380, 4395</td>
</tr>
<tr>
<td>Beavers, C. B.</td>
<td>Assistant Cashier, salary approved</td>
<td>11/26</td>
<td>4098, 4109</td>
</tr>
<tr>
<td>Beducian, John M.</td>
<td>Examiner, appointment approved</td>
<td>2/4</td>
<td>434, 438</td>
</tr>
<tr>
<td>Bennett, Edward L.</td>
<td>Examining Officer, salary approved</td>
<td>12/4</td>
<td>4202, 4218</td>
</tr>
<tr>
<td>Black, R. P.</td>
<td>Vice President, salary approved</td>
<td>12/9</td>
<td>4287</td>
</tr>
<tr>
<td>Bostian, Lloyd W.</td>
<td>Examiner, appointment approved</td>
<td>12/24</td>
<td>4532, 4548</td>
</tr>
<tr>
<td>Carter, Worth H.</td>
<td>Examiner, appointment approved</td>
<td>1/21</td>
<td>200, 202</td>
</tr>
<tr>
<td>Catasus, Rafael A.</td>
<td>Assistant Examiner, appointment approved</td>
<td>12/23</td>
<td>4500, 4526</td>
</tr>
<tr>
<td>Deitrick, J. G.</td>
<td>Assistant Vice President, salary approved</td>
<td>12/9</td>
<td>4287</td>
</tr>
<tr>
<td>Dickerson, J. Gordon</td>
<td>Vice President, salary approved</td>
<td>12/19</td>
<td>4287</td>
</tr>
<tr>
<td>Farmer, Welford S.</td>
<td>Vice President and General Counsel, salary approved</td>
<td>12/16</td>
<td>4380, 4395</td>
</tr>
<tr>
<td>Fishburne, S. P.</td>
<td>Assistant Vice President, salary approved</td>
<td>12/4</td>
<td>4202, 4218</td>
</tr>
<tr>
<td>Ford, H. E.</td>
<td>Assistant Vice President, salary approved</td>
<td>12/9</td>
<td>4287</td>
</tr>
</tbody>
</table>
FRBank of Richmond: (continued)
Staff: (continued)

Friend, J. E., Assistant Cashier, salary approved
Appointment approved as FRAgent's Representative for sole purpose of custody of FRnotes stored at cash agent banks

Harrison, W. B., III, Assistant Vice President, salary approved
Appointment approved as FRAgent's Representative for sole purpose of custody of FRnotes stored at cash agent banks

Heflin, Aubrey N., First Vice President, salary approved

Horigan, J. C., Chief Examiner, salary approved

Hughes, Douglas T., Examiner, not to participate in the examination of a certain national bank to which he has become indebted

Johnson, Don W., Assistant Examiner, appointment approved, not to participate in examination of a particular nonmember bank

Martin, U. S., Vice President, salary approved

Mercer, John H., Assistant Examiner, appointment approved

Miller, R. L., Assistant Cashier, salary approved

Myers, Arthur V., Jr., Assistant Cashier, salary approved
Appointment approved as FRAgent's Representative for sole purpose of custody of FRnotes stored at cash agent banks

Nosker, J. L., Vice President, salary approved

Nowlan, J. M., Vice President and Cashier, salary approved
Staff: (continued)

Parthemos, James, Assistant Vice President, salary approved
Porter, Chester D., Jr., Examining Officer, salary approved
Salary approved
Pregeant, V. E., III, Assistant Vice President and Secretary, salary approved
Pugh, Robert E., Assistant Examiner, appointment approved not to participate in the examination of a national bank and a State member bank so long as his indebtedness thereto remains unliquidated
Ratchford, B. U., Vice President and Senior Adviser, salary approved
Reese, Hugh E., Assistant Examiner, appointment approved, with understanding he not participate in examination of a certain national bank until indebtedness to that bank is liquidated
Rose, Leonard A., Jr., Examiner, not to participate in the examination of a certain national bank to which he has become indebted
Sanders, R. E., Jr., Vice President, salary approved
Schad, R. P., Assistant General Auditor, salary approved
Sexton, James T., Assistant Examiner, appointment approved
Smart, R. Henry, Examining Officer, salary approved for period January 1-December 31, 1964
Snead, G. H., General Auditor, salary approved
Valley, R. Bruce, Assistant Examiner, appointment approved not to participate in examination of a State member bank to which he is indebted
FRBank of Richmond: (continued)
Staff: (continued)
Viverette, J. F., Assistant Vice President, salary approved 12/9 4287
Appointment approved as FRAgent's Representative for sole purpose of custody of FRnotes stored at cash agent banks 12/16 4380, 4395
Wakeham, Wythe B., Assistant Cashier, salary approved 12/9 4287
Wayne, Edward A., President, salary approved 12/9 4254, 4305
Zohab, Arthur J., Jr., Assistant Examiner, appointment approved, not to participate in the examination of a nonmember bank until his indebtedness has been liquidated 6/7 1843, 1855

FRBank of St. Louis:
Equipment:
Electronic check processing, acquisition of IBM 1420 system, at certain monthly rental, and supporting low-speed encoding equipment, no objection 4/1 1078, 1084

Examinations:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman 5/27 1772, 1781
Report reviewed, growing looseness in administration of operating responsibilities detected 10/16 3567

Salaries:
Employees:
Revision in structure at head office and branches, approved 4/29 1376, 1389
Special Grade 16 maximum of $17,500 applicable to head office salary structure of, letter approving 12/18 4427, 4451

Staff:
Examiners, special assistant:
Designation of Charles Ray Halbrook approved 3/7 825, 830
Designation of Eugene A. Leonard approved 5/9 1515, 1528
FRBank of St. Louis: (continued)
Staff: (continued)
(Individual names):
Bennett, Marvin L., Vice President, salary approved
Billen, Earl R., Assistant Vice President, salary approved
Bowsher, Norman N., Assistant Vice President, salary approved
Brooks, Arthur C. (Dr.), retention as physician for additional year beginning 8/1/63, approved
Chapin, Earl H., Assistant Chief Examiner, salary approved
Dennison, George W., Assistant Vice President, salary approved
Denton, William F., Assistant Examiner, appointment approved, not to participate in the examination of the Planters Bank, Sikeston, Mo., as long as his father is an officer or director of the bank
Dunne, Gerald T., General Counsel and Assistant Secretary, salary approved
Francis, Darryl R., First Vice President, salary approved
Geiger, James M., Assistant Vice President, salary approved
Gilmore, Woodrow W., Planning Officer, salary approved
Hirshman, George W., General Auditor, salary approved
Hofer, John J., Assistant Vice President, salary approved
Isbell, Wilbur H., Chief Examiner, salary approved
Johns, Willis L., Assistant Vice President, salary approved
Jones, Homer, Vice President, salary approved
Kaley, Richard O., Assistant Vice President, salary approved
Koptis, Stephen, Assistant Vice President, salary approved
FRBank of St. Louis: (continued)
Staff: (continued)
Lake, Ronald R., Assistant Examiner, appointment approved, not to participate in the examination of a State member bank until indebtedness is liquidated
Lewis, Dale M., Vice President, salary approved
Russell, F. Garland, Jr., Assistant Counsel, salary approved
Salzman, Paul, Assistant Vice President, salary approved
Shuford, Harry A., President, salary approved
Walker, William E., Assistant Vice President, salary approved
Wallace, Ronald Wesley, Assistant Examiner, appointment approved
Weigel, Howard H., Vice President and Secretary, salary approved
Welman, Joseph C., Jr., Assistant Chief Examiner, salary approved
Wotawa, Joseph C., Vice President, salary approved
Wyrick, Orville O., Vice President, salary approved

FRBank of San Francisco:
Audit Review Committee report and report of General Auditor re disappearance of Treasury certificates from, advice from Bank re including in public record as requested by Subcommittee of House Banking and Currency Committee
Disappearance of certain Treasury certificates of indebtedness from vault, article in San Francisco Examiner re, telephone conversation with President Swan reported by Governor Balderston re statement to be issued by Bank, certain statements re Secret Service to be verified with Treasury Dept.
FRBank of San Francisco: (continued)
Audit Review Committee report: (continued)
Disappearance of certain Treasury certificates: (continued)
Report re situation requested by Chairman Fascell, House Legal and Monetary Affairs Subcommittee, reply being prepared 3/29 1073
Report approved, following check with FRBanks for accuracy of certain statements, copies transmitted to Congressmen Fascell, Patman, Talcott and Kilburn, and to FRBank Presidents and General Auditors 4/1 1079, 1090-91
Report re incident not to be released to press by Board unless and until released by parties to whom furnished 4/4 1143
Report by Mr. Smith, Assistant Director, Division of Examinations, re, and reports of examination of, for 1961 and 1962, requested by a Subcommittee of the House Banking and Currency Committee in preparation for a hearing in San Francisco re, furnishing of documents authorized with the understanding that the examination reports were available on a confidential basis only to members of the Congress and their staff 4/19 1275
Reports of Audit Review Committee and of General Auditor re, advice from Bank re including in public record as requested by Subcommittee of House Banking and Currency Committee 4/26 1348
Equipment:
Electronic check processing, letter noting plan to obtain new and improved check processing equipment approved 2/1 411, 414
FRBank of San Francisco: (continued)

Examinations:
Reports made during years 1960, 1961, and 1962, sent to Congressman Patman Report reviewed, modifications in custody procedures noted in connection with recommendations of Special Subcommittee of House Banking and Currency Committee

Functional expense reports, James A. McIntosh, Technical Assistant, Division of Bank Operations, granted leave for academic year of study at Stanford University, Palo Alto, California, expenses in connection with visits to FRBank of San Francisco to review and discuss, approved

Insurance, plan established by, for California employees of, question whether to maintain cash deposit with Treasurer of State of California or purchase through FOMC U.S. Government securities for, letter of advice to

Minutes of meetings of Board of Directors, Executive Committee and Audit Review Committee during 1962, and certain reports from General Auditor, sent to Congressman Patman in connection with disappearance of certain Treasury certificates from vault at San Francisco

Pacific Coast Stock Exchange, letter to, re question as to length of time FRBank acting as a committee of, must maintain records relating to extensions granted under Regulation T, suggestion by Governor Mills that FRBank be asked to explore possibility of discontinuance of this function and advise Board of its views, agreed that such a paragraph would be added to the letter
FRBank of San Francisco: (continued)

Safekeeping of securities, modifications in custody procedures to conform with recommendations of House Banking and Currency Committee Subcommittee, noted in review of examination

Savings deposits re trustees in bankruptcy, eligibility of, Board's opinion that a deposit by a trustee in bankruptcy may not be classified as savings deposits under Regulation Q, not affected by amendment of Bankruptcy Act, letter to FRBank of San Francisco which raised question, approved, Governor Mitchell dissenting, letter sent to all other FRBanks also

6/28 2136

Staff:

Examiners, authorized to conduct examinations of agreement and Edge Act Corporations acting as FRExaminers for Board of Governors, in the examinations of International Bank of Commerce, Seattle, Washington, and Wells Fargo Bank International Corporation, San Francisco, California

Examiners, special assistant:
Designation of fourteen individuals, approved
Designation of thirty-four individuals, approved

(Individual names):
Ahlf, J. F., Chief Examiner, salary approved
Barbonchielli, J. L., Vice President, salary approved
Barrett, T. W., Assistant Cashier, salary approved
Bernstein, E. E., Assistant Cashier, salary approved
Burke, William M., Senior Economist, payment of salary approved
Salary approved

8/16 2734, 2791

11/29 4150

1/7 41, 61

7/16 2310, 2322

12/9 4302

12/9 4302

12/9 4302

6/20 1992, 2019

12/9 4302
FRBank of San Francisco: (continued)

Staff: (continued)

Cavan, P. W., Vice President, salary approved 12/9 4302
Cooper, W. L., Assistant General Counsel, qualified to testify before Canadian courts in counterfeiting cases involving United States currency Salary approved 12/2 4160, 4161-81

DeVries, W. G., Assistant Cashier, salary approved 12/9 4302

Eberhardt, Clete F., Assistant Examiner, appointment approved

Galvin, E. H., Vice President, salary approved

Goff, Robert N., Assistant Examiner, appointment approved, with understanding not to participate in examination of a certain national bank of which he is indebted and that he dispose of shares of stock which he owns of this same bank 12/18 4427, 4453

Goodfellow, Allen F., Examiner, arrangements for assignment to Board's Division of Examinations for approximately 3 months, with understanding redesignation as FRExaminer, and re salary and travel expenses, letter to FRBank of San Francisco 5/23 1729

Grove, David L., Vice President, salary approved with understanding letter would be sent when formal advice concerning appointment was received from, letter sent 1/18 173, 187

Services to be made available to Bank of Guatemala to assist in a revision of banking legislation of Guatemala, no objection by Board, reference to financial arrangements 3/28 1048, 1061

To attend Seventh Meeting of Central Bank Technicians of the American Continent, held at Rio de Janeiro, Brazil, as a member of the System delegation, no objection 4/19 1262, 1294

Salary approved 12/9 4302
FRBank of San Francisco: (continued)
Staff: (continued)

Hartlin, G. D., General Auditor, salary approved
Hayes, James A., Assistant Examiner, appointment approved, with understanding not to participate in examination of a certain State member bank
Hemmings, H. E., First Vice President, salary approved, at current rate
Holland, Daniel F., Assistant Examiner, appointment approved
Legget, Harry Robert, Assistant Examiner, appointment approved not to participate in examination of National Commercial Bank and Trust Company, Plattsburgh, N.Y., to which he is indebted
Livingston, E. E., Assistant Cashier, salary approved
Lynn, Gault W., Director of Research, payment of salary approved
Martens, E. J., Cashier, salary approved
Maurer, R., Jr., Assistant Vice President, salary approved
McKendry, R. E., Assistant General Auditor, salary approved
Merritt, A. B., Vice President, salary approved
Palmer, Harold D., Assistant Examiner, appointment approved
Parker, Herbert C., III, Assistant Examiner, appointment approved
Pascual, Armand A., Assistant FRAgent, appointment to succeed Philip M. Stone upon his retirement, approved
Retallick, R. G., Assistant Cashier, salary approved
Riding, James H., Assistant Examiner, appointment approved
Scott, W. F., General Counsel, qualified to testify before Canadian courts in counterfeiting cases involving United States currency

Salary approved
FRBank of San Francisco: (continued)

Staff: (continued)

Spieler, Jonathan Samuel, Assistant Examiner, appointment approved 1/21 200, 204

Stone, Philip M., Assistant FRAgent, retirement noted in connection with appointment of his successor 2/14 552, 561

Swan, Eliot J., President, to attend the annual meeting of the Bank for International Settlements, in Basle, Switzerland, in June, also visiting several European central banks 3/7 822

Salary approved, at current rate 12/9 4254, 4310

Wells, E. A., Assistant Cashier, salary approved 12/9 4302

Whitworth C. H., Administrative Assistant, salary approved 12/9 4302

Williams, J. B., Assistant Cashier, salary approved 12/9 4302

Wolfley, Delbert D., Assistant Examiner, appointment approved not to participate in examination of a nonmember bank to which he is indebted 3/20 972, 983

Zumas, Gust H., Assistant Examiner, appointment approved, with understanding that he not participate in examination of Price, Utah, branch of Walker Bank & Trust Company, Salt Lake City, Utah, as long as his sister is employed by that institution 12/20 4491, 4496

Federal Reserve Banks:

Assessments, for expenses of Board for second half of 1963, increase in 6/25 2053

Noted as a factor in the increase in FRBank budgeted expenses in this budget period (last half 1963) 6/25 2056

Check and noncash collection functions, officers in charge have title above that of Assistant Cashier, noted in connection with assignment of such duties to an Assistant Cashier at FRBank of Kansas City, without change of title or salary group classification 5/27 1766-67
Federal Reserve Banks: (continued)

Consultants:

Question re retaining on a part-time basis a member of the faculty of the University of Minnesota as an Economic Adviser at the FRBank of Minneapolis, no objection in principle by Board if the Bank wishes to explore the possibility further.

View is that the Board should be kept adequately informed by FRBanks concerning retention of consultants, even though specific Board approval was not required, security clearance should be observed when consultant had access to confidential System material or engaged in Open Market activities, general letter along these lines to be prepared for all FRBanks.

Currency shipments across district lines, at the initiative of FRBanks or at request of member banks, at no expense to member banks involved, Board interposes no objection to such arrangements, advice to FRBanks.

Discount officers:

Meetings of, proposed, Board favors recommendation of the System Committee on Eligible Paper re, and the instituting of arrangements by the Presidents' Conference Committee on Discounts and Credits for the first of the periodic meetings of, Board to be represented.

Mr. Holland, Adviser, Division of Research and Statistics, designated as Board's regular representative to discount officers' meetings.
Federal Reserve Banks: (continued)

Discount officers: (continued)

Meetings of: (continued)

Report by Mr. Holland, discussing increased pressure on, revision of Regulation A, and desirability of achieving uniform lending procedures, agreement with recommendation that discount officers meeting next year deal with means of judging and restraining continuous borrowing

Earnings and expenses, proposed 1963 year-end entries to profit and loss accounts of, noted without objection, understood that respective FRBanks would be advised by telegram

Equipment:

SEE: Equipment:

FRBanks:

Examination and inspection of books of, by State authorities under abandoned property laws, letter to FRBanks suggesting that FRBanks should resist any such attempt

Examinations:

Chief FRExaminer, Mr. Schaeffer, to come to Washington from time to time during year to present comments on, complaint by Governor Mitchell that examination reports did not provide adequate coverage of discount window, to discuss with Division of Examinations, Governor Mitchell also suggested that FRBank Presidents be asked to meet with Board to discuss such problems as abuse of discount privilege and construction of new buildings

11/27 4121

12/19 4459

7/18 2338, 2348

10/16 3572
Federal Reserve Banks: (continued)
Examinations: (continued)

Expenditures, memorandum from Division of
Examinations outlining procedure
followed in reviewing Reserve
Bank expenses, centering pri-
marily on non-routine type ex-
penses, Governor Mills expressed
disappointment in Division's
memorandum, in light of possible
misunderstanding, it was under-
stood that a revised memorandum
would be made available to the
members of the Board

Personnel problem, Governor Balderston sug-
gested possibility of asking
advice of Reserve Bank Chairmen
on problem of developing top-
quality personnel in examining
function

Procedures for supervision and:
Changes proposed by Governor Robertson
being reviewed by Haskins & Sells,
Price Waterhouse & Co., and Arthur
Andersen & Co., comments expected
in near future, agreed to defer
decision re assignment to Haskins
& Sells for reviewing work of
Board's field examining staff
during 1963, pending receipt of
comments

Memoranda from certain divisions and
letters from three public account-
ing firms regarding proposed
changes in, distributed, comments
by Messrs. Schaeffer, Solomon,
Hackley and Farrell, matter to
be discussed further

Memorandum from Div. of Examinations
distributed, comments by Messrs.
Connell and Johnson amplifying
their previously distributed
memoranda, further consideration
at March 25th Board meeting
Federal Reserve Banks: (continued)
Examinations: (continued)

Procedures for supervision and: (continued)

Comments by Governor Robertson in light of previous discussions and memoranda re, comments by other Board members, no decision re change of procedures other than to move in direction of greater efficiency, Governor Shepardson to discuss relationships of Divisions of Examinations, Bank Operations and Personnel Administration with staff members

Inquiry from Price Waterhouse & Co., re assignment for observation of during 1962, to be acknowledged

Memorandum of Governor Robertson proposing changes in, together with staff and accounting firm memoranda, to be reviewed by Robert F. Leonard, understanding re reimbursement for Mr. Leonard's services

Memorandum by Governor Shepardson reviewing consensus of Board discussion at 3/25/63 meeting and reporting re instructions for procedural improvements and a recruiting program, plus the initiation of a joint study by divisions concerned, recommendations for the annual review of a FRBank examination to be made by Haskins & Sells and the securing of a specialist in audit sampling, approved, with Board reviewing qualifications of proposed specialist

Board in accord to grant request of House Banking and Currency Committee to see papers re suggested changes in
Federal Reserve Banks: (continued)
Examinations: (continued)

Procedures for supervision and: (continued)

Proposed revision as set forth in memorandum from Division of Examinations, in light of point raised by Governor Mills and amendment to processing procedures that had been agreed upon in line with Governor Robertson's suggestion, approved, consideration of report of examination of FRBank of Cleveland to be deferred by Board, until after report, and supplemental memoranda relating to examination, had completed circulation to members of Board

Use of methods of statistical sampling in activities of the Board's Division of Examinations in the examination of FRBanks, letter to Federal Housing Administration re the possibility of securing the consultant services of Mr. Louis Teitlebaum, with respect to Board to provide reimbursement for expenses, a fee, or both, either to FHA or Mr. Teitlebaum

Reports of:

FRBanks of New York, Richmond, Chicago and San Francisco, made during years 1960, 1961, and 1962, sent to Congressman Patman

FRBanks of Boston, Philadelphia, Cleveland, Atlanta, St. Louis, Minneapolis, Kansas City, and Dallas made during years 1960, 1961, and 1962, sent to Mr. Patman

Work papers with respect to the 1962, requested by Mr. Patman, Chairman of the House Banking and Currency Committee, Board agreed to provide papers for the FRBank of Richmond examination to be reviewed at the Board's offices, procedure for reviewing papers for the examinations of other FRBanks to be determined later

9/27 3369, 3374

11/20 4069, 4088

5/14 1563, 1571

5/27 1772, 1781

6/12 1900, 1925
Federal Reserve Banks: (continued)
Examinations: (continued)
Reports of: (continued)

Copies of Board letters of instruction to FRBanks re expenditures delivered to Mr. Stark of the House Banking and Currency Committee, in connection with review of Alleged by Mr. Patman that certain work papers were missing with the previously furnished 1962 reports, reply indicating all previously requested material supplied, agreed to furnish missing memoranda and any other relating papers, letters to FRBanks of Boston, Cleveland, Richmond, and Chicago re intention to furnish excerpts from minutes of directors meetings with respect to examinations

Expenses:

SEE: Expenses, FRBanks:

Government securities, United States, carrying value of, for examination and supervisory purposes, letter of advice to Presidents of all FRBanks, matter viewed with FDIC and Comptroller of the Currency, both of which are taking same position as that in letter to FRBanks

Honoraria, policy re FRBank officers and employees, letter and attachment to Presidents of all FRBanks

Indebtedness and outside business activities of officers and employees of, letter and attachment to Presidents of all FRBanks stating policy and restrictions re
Federal Reserve Banks: (continued)

Presidents and First Vice Presidents:
FRBank of Minneapolis, Strothman, M. H., Jr.,
First Vice President, appointment and salary approved 11/20 4077

Research departments:
Eisenmenger, Robert W., Director of Research,
FRBank of Boston, salary approved 7/31 2511, 2522
Lynn, Gault W., Director of Research, FRBank of San Francisco, payment of salary approved 6/20 1992, 2019
Mann, Maurice, Vice President, FRBank of Cleveland, appointment in charge of the research function with change in title from Senior Monetary Economist to Vice President 4/17 1248, 1258

Reserves:
Deficiencies in gold reserve requirements:
Discussion re general policy question as to whether the Board should allow the occurrence of an occasional reserve deficiency, when the current allocation procedures of the System Open Market Account do not avoid it, or if everything possible should be done to avoid any such deficiency, suggesting possibility of discussion at meeting with Presidents re Board to continue study re 11/29 4141
Discussion at joint meeting of Presidents' Conference re importance of avoiding, consensus re adoption of revised procedures with respect to allocations of the System Open Market Account as provided in alternative (b) stated in the memorandum by Messrs. Stone and Farrell 12/2 4165
Letter to Presidents of all FRBanks indicating no objection to a certain proposed change in method of computing gold reserve requirements 12/3 4188

12/18 4412, 4440
Federal Reserve Banks: (continued)

Safekeeping of securities:

Check to be made with FRBank General Auditors to insure accuracy of a review of performance of FRBanks in connection with, to be included in report re disappearance of certain Treasury certificates from FRBank of San Francisco

Operating procedures and instructions to all FRBanks re custody of securities requested by staff member of Subcommittee of House Banking and Currency Committee, telegram to be sent to all FRBanks requesting information, question re making information public

Materials re vault custody procedures at eleven FRBanks (excluding San Francisco) transmitted to Chairman Patman, House Banking and Currency Committee

Book-entry procedure for handling United States government securities held by, for member banks, proposed as a substitution for current procedure of actually issuing the securities and holding them in safekeeping or as collateral, views and comments of the Conference of Presidents requested

Question referred to the Committee on Fiscal Agency Operations for study, no objection to obtain views from the auditing standpoint, reported at joint meeting of Presidents' Conference
Federal Reserve Banks: (continued)

Safekeeping of securities: (continued)

Question whether procedures of all FRBanks had been modified to include steps conforming to House Banking and Currency Subcommittee recommendations, raised in review of examination of FRBank of San Francisco.

Presidents' Conference requested to designate a Committee to make a study of, and make recommendations re general standards for, letter to FRBanks listing precautionary practices re, and requesting replies re use of such measures.

Salaries:

SEE: Salaries:

FRBanks:

Staff, question re retaining on a part-time basis a member of the faculty of the University of Minnesota as an Economic Adviser at the FRBank of Minneapolis, no objection in principle by Board if the Bank wishes to explore the possibility further.

Surveys of functions of, conducted by Division of Bank Operations, agreement re procedure for making available to Board members and replacing on agenda as necessary.

Federal Reserve Bulletin:

Bank Service Corporation Act, section 5, interpretation under, involving bank services performed by a national or nonmember insured bank for a State member bank, also services performed by a State member bank for a national or nonmember insured bank, approved for publication in.

6/28 2137

7/17 2323, 2335

4/17 1249

6/25 2060

2/5 445
Federal Reserve Bulletin: (continued)

Federal funds market, transactions re, Board's interpretation under section 6 of the Bank Holding Company Act and section 23A of the Federal Reserve Act, that such transactions involve loans and borrowings rather than purchases and sales as set forth in a recent ruling of the Comptroller of the Currency, to be published in

Improvement of usefulness of, memorandum from Governor Robertson re, agreed Chairman Martin to work with staff in preparing a plan for reviewing the publications programs of the Board and Federal Reserve Banks, suggestion that committee be formed to analyze and appraise ideas and suggestions

Investment securities, Regulation of Comptroller of the Currency re, Board issued statement re recently revised Investment Securities Regulation of Comptroller of the Currency, as it relates to State member banks, copies to Federal Reserve Banks, press release issued, understood statement to be published in Federal Register and

Regulation Q:
Savings deposits in banks taken over by member banks, interpretation under, stating that such accounts may be treated as having been on deposit in the resulting bank for same time period as in absorbed bank, to be published in the Federal Register and, advice to Presidents of all Federal Reserve Banks
Federal Reserve Bulletin: (continued)

Regulation Q: (continued)

Trustees in bankruptcy, Board's opinion that deposits by, may not be classified as savings deposits under, letter to FRBank of San Francisco approved, Governor Mitchell dissenting, letter also sent to other FRBanks and interpretation to be published in Federal Register and

Regulation Y, amendments approved, to be published in Federal Register and

Revenue bonds:

Underwriting authority of member banks, question by Morgan Guaranty Trust Company, New York, N.Y., with particular reference to State of Washington bonds, in light of ruling by Comptroller of the Currency, Board concluded that Washington State bonds are not "general obligations" within purview of section 5136 of Revised Statutes and thus are not eligible for underwriting by State member banks, interpretation, published in Federal Register and

Window dressing of commercial banks, Governor Robertson's statement at recent hearing before Legal and Monetary Affairs Subcommittee of House Committee on Government Operations on, to be published in

Statement appeared in October FRBulletin, page 1380

Federal Reserve Notes:

Denominations larger than $100, letter to Presidents of all FRBanks transmitting a letter from Secretary of the Treasury dated November 29, 1963, re question of whether there is need for currency in denominations larger than $100

8/16 2738, 2791
9/12 3135, 3148
9/4 3028
10/7 3445
11/26 4107
12/2 4160, 4185-86
Federal Reserve Notes: (continued)

Destruction of:

Board's position re local, requested by Congressman Fascell, reference to Board's previous responses to similar question from Congressman Hardy, referred to possible effects of proposed silver legislation in connection with, recent developments being studied, advice to Mr. Fascell, request that matter be placed on agenda of next Presidents' Conference, advice to Chairman Irons 3/18 906, 929

Local destruction of one and two dollar, no change re denominations of five dollar and up, recommendations by Subcommittee of Counsel on Fiscal Agency Operations, carried by vote of Presidents' Conference, reported at joint meeting with Board 6/18 1958

Inquiry from House Legal and Monetary Affairs Subcommittee re local, question related to matter of single issue of FRnotes, possibility of having note liabilities determined on a formula basis, statutory impediment to whole problem noted, agreed to submit proposed reply to Treasury and to FRBank Presidents 7/10 2231

Reply to Chairman Fascell of House Legal and Monetary Affairs Subcommittee indicating there were no reasons for not moving toward local destruction of FRnotes, indicated matter of time necessary to make change, probably additional incinerators needed 8/13 2702, 2712

Redemption and, on a formula basis to eliminate sorting by bank of issue, recommendation by the Subcommittee of Counsel on Fiscal Agency Operations, carried by the Presidents' Conference, reported at joint meeting 8/18 1958
Federal Reserve Notes: (continued)

Exhibits, Division of Administrative Services authorized to work with Messrs. Molony and Daniels to prepare a suitable exhibit of the new low-numbered FRnotes, understood that an examination would also be made to determine the condition of the specimen currency now on display.

Letter to Presidents of all FRBanks

Issue and Redemption Division, request from Comptroller of Currency for payment of estimated expenses of, including for the first time an item for "management and administrative services", agreed to obtain further information, letter to Comptroller approved, legislation to transfer function to Federal Reserve being sought by Comptroller but not yet acted upon by Congress, noted.

Letter to Comptroller enclosing check for "management and administrative services" item, approved.

Legend "redeemable in lawful money", possibility of changing discussed in connection with report on S. 731, a bill to repeal certain legislation re purchase of silver and to authorize issuance of FRnotes in one dollar denomination, agreed to defer consideration pending overall review of currency structure.

Agreement re deleting, and having only "This note is legal tender for all debts, public and private" on proposed new one dollar FRnote, advice to Treasury Dept., agreement that similar change should be made on all FRnotes.
Federal Reserve Notes: (continued)

One dollar denomination:

Draft bill re issuance by FRBanks of, submitted by the Treasury, repeal of certain legislation re purchase of silver, current proposal same as S. 2885 except for addition of three new provisions, copy of Board's previous views, applicable to proposed draft, sent to Budget Bureau

S. 731, a bill to repeal certain legislation relating to purchase of silver, report sent to Senator Robertson

Favored, and recommendation that bill cover two dollar FRnotes indicated in draft statement for Chairman Martin re H.R. 4413, a bill to repeal silver purchase laws and provide for replacement of silver certificates by FRnotes, understood statement would be put in final form satisfactory to the Chairman, Governor Mills dissenting from the position expressed

Reference to possible effect on float, single issue of FRnotes and destruction of FRnotes

Proposed form of, received from Treasury, agreed that legend should be changed deleting phrase "redeemable in lawful money" and having only "This note is legal tender for all debts, public and private" advice to Treasury, agreed similar change in legend on all FRnotes should be made

Printing order for fiscal year 1964 with Bureau of Engraving and Printing amended to include printing of, and to revise order for $5 FRnotes
Federal Reserve Notes: (continued)

One dollar denomination: (continued)

Limited number of new FRnotes expected to be shipped during November, FRBanks asked for comments on distribution of low-numbered notes, suggestion very low numbered notes be kept in archives of FRBanks and Board

Suggestion from Bureau of Engraving and Printing that FRBanks might want bills comprising first sheet of their new one dollar FRnotes mounted on exhibit board and covered with plastic, agreed that Bureau of Engraving and Printing be advised orally that Board had decided against suggestion

Distribution of low-numbered notes, agreed that each bank would hold back first 4,000 notes and Board would recommend final disposition of, Division of Administrative Services authorized to work with Messrs. Molony and Daniels in preparation of appropriate exhibit, draft of letter to FRBanks approved

Draft press release re, to go out to FRBanks with letter approved earlier to obtain comments that Banks might offer prior to further Board consideration

Press release re the issuance of new, approved, with concurrence of Treasury Department subject to minor changes, release actually issued on November 26, 1963

Discussion, with no specific decision reached, re inquiry by Treasury Dept. concerning possible availability of low-numbered one dollar FRnotes of FRBank of Chicago
Federal Reserve Notes: (continued)

One dollar denomination: (continued)

Noncontrollable expenses accounted for by increases in cost of printing and shipping of, mentioned in discussion of budgets of FRBanks for first half of 1964

12/18 4417

Printing:

Order for fiscal year ending June 30, 1964, placed with Bureau of Engraving and Printing

6/28 2134, 2141

Order for fiscal year, 1964, placed with Bureau of Engraving and Printing amended to include printing of one dollar FRNotes, and to revise order for five dollar FRNotes

10/7 3443, 3452

Securing by pledge of participations in direct obligations of the United States in System Open Market Account, proposed amendment to plan for, letter to FRBank Presidents and FRAgents requesting views

2/7 478, 500

Plan amended as indicated in previous letter since no adverse comments received from FRBanks, advice to FRBank Presidents and FRAgents

3/18 895, 922

Shipment of new:

Brink's Incorporated:

Proposal with respect to, as opposed to Post Office facilities, understood that the Treasury and Post Office Departments would be contacted prior to further consideration by Board

1/9 64

Reservations expressed by Governors Mills and Robertson

1/9 67

Status of proposal reviewed, further reference to possible combination of transportation by air and truck, report by Chairman Martin re conversation with Treasury Secretary Dillon, agreed Post Office Dept. might be contacted following receipt of Treasury views

3/6 799
Federal Reserve Notes: (continued)

Shipment of new: (continued)

Shipment by air courier service:

Proposal by FRBank of Atlanta re sending FRnotes from Jacksonville Branch to FRBank of New York via air courier service and pick-up of new FRnotes in Washington for delivery in Atlanta on return trip, disapproved in light of continuing study of proposal of Board would not object to proposal from, involving combination of air-truck transportation, advice to be sent to Presidents' Conference Miscellaneous Operations Committee, subject to check by Governor Mitchell with Postmaster General 3/18 902, 928

Offer made by, to transport new currency from Washington to the various FRBanks and branches, no objection by Treasury and Post Office Departments, Board would not object in principle to the use of private carriers, advice to Eliot J. Swan, Chairman of 4/12 1209

Single issue of:

Possibility discussed in connection with report on S. 731, a bill to repeal certain legislation re purchase of silver and to authorize issuance of FRnotes in one dollar denomination, agreed to defer consideration of, pending overall review of currency structure 2/14 553

Board's position re, in reply to request by Congressman Fascell, reference to, request that matter be placed on agenda of next Presidents' Conference, advice to Chairman Irons 3/18 906, 929
Federal Reserve Notes: (continued)

Single issue of: (continued)

No change from twelve separate issues to a, recommendation by the Subcommittee of Counsel on Fiscal Agency Operations, carried by vote of the Presidents' Conference, reported at joint meeting with Board

Board's position re, inquiry by House Legal and Monetary Affairs Subcommittee, agreed to submit proposed reply to Treasury for review and to FRBank Presidents

Reply approved unanimously and transmitted to Chairman Fascell of House Legal and Monetary Affairs Subcommittee indicated that any economic advantage in replacing twelve separate issues of, with one central issue would result from manner in which notes were retired rather than manner in which printed, stressing elimination of requirement to sort unfit notes by Bank of issue

Unissued, no objection to FRnotes stored at cash agent banks being transferred to status of unissued currency held by FRAgents, Board concurs in action taken at Presidents' Conference

Federal Reserve System:

Confidentiality of FRSystem affairs, statement of Board's rules re, and memorandum re conflict of interest and ethical standards of conduct, transmitted to all Board employees and consultants with copies sent to the President of the United States

6/18 1958

7/10 2231

8/13 2702,2712-16

12/16 4376, 4393

3/11 858, 873-77
Federal Reserve System: (continued)

Fiftieth anniversary observance:

Proposal that the Post Office be requested to issue a commemorative stamp with respect to, agreed to endorse the idea, discussion re types of suitable activities with respect to

Mr. Charles Molony, Assistant to the Board, designated to work on the preparation of an overall System history in connection with the observance of, understood that a draft communication be prepared inviting the FRBanks to supply information to assist in the System project

Letter to FRBanks requesting appropriate material for and information for use by Mr. Molony

Allowances for publications re, noted in review of FRBank budgets for first half of 1964, additional information on contemplated expenses to be obtained for Board's information

Personnel Officers, Conference of System, Division of Personnel Administration authorized to extend invitation for 1964 conference to be held in Washington, provision to be made in 1964 budget

Simplified explanation of the, proposed publication of, for distribution to the general public, Governor Shepardson authorized to explore the possibility of securing Miss Burr or some other person to develop

Theses submitted by personnel of the, accepted for school library of the Stonier Graduate School of Banking, large in proportion to total enrollment in school, Governor Mills suggested that recognition be given for this achievement
Federal savings and loan associations:
SEE ALSO: Savings and loan associations
Investment powers of:
Draft bill to enlarge, permitting investment without limit in obligations of all agencies of the United States as well as obligations of States and local governmental entities as defined by the Federal Home Loan Bank Board, with the possibility of including "revenue bonds", understood that the report to the Bureau of the Budget would be redrafted for further consideration 8/8 2605

No position to be taken on the "revenue bond" question with respect to Proposal by Federal Home Loan Bank Board to amend section 5 of Home Owners' Loan Act of 1933 to broaden letter to Budget Bureau re views 8/8 2609

H.R. 8245:
To broaden powers of, relating to loans to finance college education and to purchase home furnishings, and authority to invest in municipal obligations as well as in U.S. Government securities, position at forthcoming hearing before House Banking and Currency Committee to be discussed further tomorrow 9/18 3215, 3230

Board believes Congress should take action on H.R. 7404 before considering, understood testimony to be presented September 24, 1963, should be consistent with Board discussions and satisfactory to Chairman Martin 9/19 3244, 3245

Governor Mills raised question re tenor of testimony to be given tomorrow, Chairman Martin described position on, which had been agreed to earlier 9/23 3281
Federal savings and loan associations: (continued)

Trustees for trusts qualifying under Self-Employed Individuals Tax Retirement Act of 1962, draft bill to permit such institutions to act as, proposed by Federal Home Loan Bank Board, Board not in favor of bill in present form, report to Budget Bureau

Report to Bureau of the Budget, revised legislation re, approved

Federal Trade Commission:

Department store sales data for use in connection with an investigation under the Clayton Act, requested by, recommendation not to furnish, by System Committee on Current Reporting Series, letter declining to furnish, approved

Federal Trade Commission Act:

S. 774, referred to as the Quality Stabilization Act, a bill to amend, to permit manufacturers of brand products to establish, maintain, and enforce through the courts retail prices in the manner of the "fair trade laws", representative of the Division of Research and Statistics invited by the Budget Bureau and Department of Justice to submit a voluntary statement to the Senate Commerce Committee re, agreed that a voluntary report should not be made

Agreed to advise Budget Bureau to formally request Board's views

Letter to Budget Bureau indicating that Board would not recommend enactment of

Federal Woman's Award:

Sutherland, Alvern H., Chief Librarian, Division of Research and Statistics, recommendation for, transmitted to Chairman of the Board of Trustees, Federal Woman's Award, c/o Civil Service Commission for the fourth annual
Fees:

Employees Training and Development Program:
Reading improvement, course to be conducted by Mr. George L. Stevens, with the understanding that he would provide all equipment, materials, and references required, and that the Board would pay $40 for each participant at the completion of the program, approved 12/19 4467

Secretarial training program to be conducted by the Katharine Gibbs Consulting Service, New York, N. Y., Board to pay fee of $400, plus travel expenses 4/17 1250

Feige, Edgar L., Assistant Professor of Economics at University of Wisconsin, memorandum from Mr. Noyes of Division of Research and Statistics requesting a contract with University of Wisconsin for an exploratory investigation of methods of organizing financial data for research purposes, at a cost of $25,000 during year 1964, principal investigator for project would be 12/2 4160, 4184

NABAC, Association for Bank Audit, Control and Operation, in Minneapolis, Minn., September 15-18, 1963, Messrs. Goodman, James C. Smith, and Schaeffer, all of the Division of Examinations to attend annual meeting of, with understanding registration fees and similar expenses would be paid by Board 9/3 3008

National Association of Supervisors of State Banks, to meet in Williamsburg, Virginia, Mr. Frederic Solomon, Director, Division of Examinations, and three other officials of the Division to attend meeting, with understanding registration fees would be paid by Board 8/12 2686
Fiduciary powers:

National banks:
Board's records re, transfer to Comptroller of the Currency, memorandum from Mr. Masters outlining plan for, approved

Proposed revision of Regulations of Comptroller of Currency re, understood two staff memoranda would be transmitted to Comptroller with a note from Chairman Martin, Governor Mills' views having been noted

State member banks, application for permission under provisions of Condition of Membership Number One to exercise, procedure for handling requests, letter sent to FRBank of Chicago, with understanding that similar letter be sent to Presidents of all FRBanks

Procedure for handling, supplementing Board's previous instructions, advice to FRBanks

(Names of Banks):

Citizens Bank, Hebron, Ind., granted permission to exercise
Farmers and Merchants Bank of Hill City, Kansas, permission granted to exercise
Farmers State Bank of Fort Morgan, Colorado, granted permission to exercise
First Independent Bank, Vancouver, Washington, granted permission to exercise
First State Bank of Hotchkiss, Colorado, granted permission to exercise
Fremont State Bank, Fremont, Michigan, granted permission to exercise
Hawthorne Bank of Wheaton, Illinois, permission granted to exercise
Liberty State Bank, Hamtramck, Michigan, permission granted to exercise
Manistee County Savings Bank, Manistee, Michigan, permission granted to exercise
Fiduciary powers: (continued)
Miles City Bank, Miles City, Montana, granted permission to exercise
Riceville State Bank, Riceville, Iowa, permission granted to act in specific fiduciary capacities
Westport Bank, Kansas City, Mo., granted permission to exercise

Finance charges:
Consumer credit:
S. 750, bill to require disclosure of, to assist in promotion of economic stability, report sent to Senator Robertson
H.R. 4070, a bill to assist in the promotion of economic stabilization by requiring the disclosure of finance charges in connection with extension of report to Congressman Patman, Chairman of the House Banking and Currency Committee endorsing the objective but indicating it inappropriate for Board to administer

Financial data for research purposes, memorandum by Mr. Noyes of Division of Research and Statistics, requesting a contract with University of Wisconsin for an exploratory investigation of methods of organizing financial data for research purposes, at a cost of $25,000 during year 1964, principal investigator for project would be Edgar L. Feige, Assistant Professor of Economics at University of Wisconsin

Financial General Corporation, exempt from the requirements of the Bank Holding Company Act due to registration under Investment Company Act of 1940, view expressed not to mention particular company in statement for Board's 1962 annual report proposing an amendment to repeal exemption, considered appropriate to refer to the activities of, in letters to the Banking and Currency Committees
Financial institutions:

Interagency committee of the President on:

Reference to possible recommendation by the Committee, re a system of graduated reserve requirements, no assurance that such a recommendation would result in legislation

Revised draft of report of committee on, distributed, comments by Chairman Martin re position he should take at next meeting of, in light of possible division of opinion within the Board, comments by Board members, matter to be considered further

Discussion re topics covered in report of, Board favorable to elimination of nonpar banking and unfavorable as a matter of principle to an increase in Federal deposit insurance, views and previous position re proposed legislation permitting Federal chartering of mutual savings banks discussed, views on report as a whole expressed

Understanding re contribution by Board toward cost of printing report re

Supervisory and regulatory matters, suggestions in report of, Mr. Solomon designated to attend interagency meeting to prepare draft legislation

Further discussion

Letter to Budget Bureau

Finland:

Industrialization Fund (Teollistamisrahasto Oy) of Finland, Helsinki, Finland, permission, granted to Chemical International Finance Ltd., New York, N.Y., to purchase stock of

Permission granted to Manufacturers Hanover International Finance Corporation, N.Y., N.Y., to purchase and hold shares of
Fiscal agency operations:
FRBank of New York:
International Bank for Reconstruction and Development, amendment to the fiscal agency agreement to cover a proposed issue of the International Bank's two-year bonds of 1963, authorized

Postal money orders:
Processing of, delays and errors in, noted in examination of FRBank of Philadelphia, belief that the matter had now been cleared

Float:
Board's position re, requested by Congressman Fascell, reference to Board's responses to similar question from Congressman Hardy, possible effects of proposed silver legislation in connection with referred to, recent developments being studied, advice to Congressman Fascell, request that matter be placed on agenda of next Presidents' Conference, advice to Chairman Irons

Daily data re, request from Professor Goldfeld of Princeton University for data covering the postwar period, memorandum from Mr. Noyes recommending that Board comply, approved

Preliminary figures of reserve balances, required reserves, borrowings, and, daily telegraphic report to FRBank of New York re, letter to Presidents of all FRBanks updating previous instructions

Reduction of:
Findings of the Subcommittee on Collections re question of changing deferment schedules from a two-day to a three-day maximum in order to bring about the, considered undesirable by the Conference to take action now or in the foreseeable future with respect to, reported in joint meeting with Presidents
Float: (continued)
Reduction of: (continued)
Request by Congressman Fascell, Chairman of the Legal and Monetary Affairs Subcommittee for the Board's present views re, Presidents' Conference to assist in drafting reply
6/18 1956
Board's position re, discussion re proposed reply
7/10 2231
Reply to Chairman Fascell of House Legal and Monetary Affairs Subcommittee approved
8/13 2702, 2712-13

Flow of funds:
Projection of possible economic and financial developments through first half of 1964 on the basis of certain hypothetical assumptions, presented by staff, with aid of charts
2/28 716

Food stamp program:
Legislation, draft bill to authorize a food stamp program for needy householders, report sent to Budget Bureau
2/4 426, 436

Foreign accounts:
FRBank of New York:
Opening and maintenance of an account with the Bank of Sweden, payable in foreign currency, approved
1/11 90, 95
Opening and maintenance of an account with the Bank of Japan, payable in foreign currency, approved, letter to all FRBanks advising of Board's action re
11/13 3916, 3937

Foreign Banking Corporations:
Acceptances:
Redraft of proposed revision of Regulation K, no substantive changes from published draft with respect to
6/26 2094
Reference to need for definite limitations re
7/3 2190
Consensus favored treatment of, as found in the latest draft of Regulation K which favored the principle of keeping Regulation M and K as much alike as possible
8/22 2865
Foreign Banking Corporations: (continued)

Affiliates or subsidiaries of, draft bill to amend sec. 23A, FRAct, to exempt extensions of credit by a member bank to any subsidiary of the bank's Edge Act or agreement corporation from limitations of sec. 23A, report sent to Budget Bureau

Branches and agencies, general agreement with the provision of section 211.6 of Regulation K, relating to, as considered in connection with the redraft of the proposed revision of Regulation K

Condition reports:
Call as of December 31, 1962
Call as of June 30, 1963

Debentures:
Issuance of, by foreign banking corporations, provisions in proposed revised Regulation K re investments by, in corporations engaged in banking, and issuing debentures, bonds or promissory notes, discussion re

Redraft of proposed revision of Regulation K, consensus favored view expressed by Governor Mitchell that it would be better to state that if an Edge corporation wanted to issue, it should obtain prior approval of the Board

Definition "engaged in banking", redraft of proposed revision of Regulation K, consensus favored stating that a corporation was "engaged in banking" whenever it had aggregate demand deposits and acceptance liabilities exceeding its capital and surplus, which would allow an Edge corporation to receive demand deposits and incur acceptance liabilities up to the amount of its capital and surplus without being considered to be "engaged in banking"
Foreign Banking Corporations: (continued)

Edge Act corporations:

Articles of association and organization certificates of, Board's staff authorized to make changes in forms for, so as to conform with the provisions of the adopted revision of Regulation K

Banking subsidiary of a bank holding company, question whether such may own an, not permissible under section 6(a) of the Bank Holding Company Act of 1956, advice to Western Bancorporation

Investments in stock of other corporations, section relating to, for inclusion in revised Regulation K and procedure regranting general consents discussed, agreed clean draft of the section be prepared

Comments by Governors Mills, Mitchell and Robertson re equity investments, re possible criteria with respect to, understanding that further consideration would continue at another meeting

Further discussion

Provision in proposed revised Regulation K stating acquisitions of stock could be made by, without specific Board approval, if acquisition appeared to be clearly in the national interest, question raised by Governor Robertson re, discussion

Operations in the United States and employment of funds of, consensus in favor of the provisions as stated in the redraft of the proposed revision of Regulation K, except those with respect to the guaranteeing of extensions of credit, which would be reconsidered after the Board discussed the guarantee provisions of Regulation M
Foreign Banking Corporations: (continued)

Edge Act corporations: (continued)

Operations in the United States: (continued)

Listing of specific types of business that would be permissible, Governor Mitchell expressed agreement with view of Division of Examinations that such a listing be included in section 211.7 of revised Regulation K, Board concurred

Reports by, redraft of proposed revision of Regulation K, staff authorized to work out certain clarifying language to cover certain points with respect to

Examinations:

Appropriate credentials to be furnished examiners from FRBank of San Francisco to conduct examinations of International Bank of Commerce, Seattle, Washington, and Wells Fargo Bank International Corporation, San Francisco, California, with understanding re examiners assisting in the examinations

FRBank of Cleveland authorized to follow same plan re the, as FRBanks of New York and Philadelphia, with FRBank examiners acting for Board examiners in examination of Mellon International Finance Corporation, Pittsburgh, Pennsylvania

Form K. 2, Board agreed to institute expansion of, to include receipt and release of information re establishment of, or investments by

Letter of advice to FRBanks re procedure

General consent to purchase and hold stock:

Section in proposed revision of Regulation K dealing with, discussed

Reference to June 30, 1963, expiration date of all outstanding general consents as fixed in light of possible revision of Regulation K and possible action contemplated
Foreign Banking Corporations: (continued)
General consent to purchase and hold stock: (continued)

Discussion in connection with redraft of proposed revision of Regulation K, agreed that general consent should be given in connection with the acquisition of less than 25 per cent of the voting stock of a corporation engaged in banking

Language of revised draft of section 8 with respect to, acceptable to the Board


Guaranteeing extensions of credit or obligations to be reconsidered with respect to redraft of proposed revision of Regulation K, after Board has discussed the guarantee provisions of Regulation M

6/21 2028, 2037
6/26 2095
8/22 2867
9/12 3132
6/26 2094, 2101
Foreign Banking Corporations: (continued)

Guaranteeing extensions of credit or obligations: (continued)

Further discussion, Governor Mills opinion concerning, as given in the explanation re his dissenting vote with respect to the adoption of the revision of Regulation K 8/22 2870

Name of proposed Edge Act corporation, "The Company for Investing Abroad" questioned by Mr. Goodman, agreed since no objection from legal standpoint, no further question to be raised 3/18 896

National purpose, question raised by Governor Shepardson with respect to certain wording in the statement of, in connection with the redraft of the proposed revision of Regulation K, agreement re alternative wording 7/3 2188

Consensus reached that the statement of, should be retained in section 211.1 with certain changes in the draft language 8/22 2864

Regulation K:

SEE: Regulations, Board of Governors: K:

(Individual names):

Bamerical International Financial Corporation,
New York, N.Y., consent granted to purchase shares of Productos de Concreto, S.A., San Jose, Costa Rica 1/24 237, 243

Bank of America, New York, N.Y.:
Consent granted to purchase additional shares of Industrial Finance Corporation of Thailand, Bangkok, Thailand, and Pakistan Industrial Credit and Investment Corporation, Karachi, Pakistan 1/14 98, 106-07

Consent granted to purchase Class B shares of Private Development Corporation of the Philippines, Manila, under stated conditions 3/19 939, 947
Foreign Banking Corporations: (continued)
Bank of America, New York, N.Y.: (continued)
Consent granted to purchase additional shares of Pakistan Industrial Credit and Investment Corporation, Karachi, Pakistan
Consent granted to purchase stock of a proposed Turkish foreign trade bank in Istanbul, Turkey
Consent granted to purchase stock of Malayan Industrial Development Finance Limited, Kuala Lumpur, Malaya, Federation of Malaya
Granted an extension of time for opening of a Rome-Due Pini district agency by Banca d' America e d'Italia, Milan, Italy
Board noted a proposed investment in shares of Union Internationale de Banques en Tunisie, Tunis, Tunisia, would appear to qualify under "general consent" provisions of Regulation K
Consent granted to acquire shares of the proposed Commercial Bank of Libya, Tripoli, Libya
Consent previously granted to purchase stock in a Turkish foreign trade bank in Istanbul, Turkey, terminated
Bank of Boston International, New York, N.Y., request by the First Bank of Boston International New York, N.Y., to amend its Articles of Association to change its name to, approved
Bankers International Corporation, New York, N.Y., an Edge corporation, application submitted by Bankers Trust Company, New York, N.Y., on behalf of, to amend Articles of Association of BIC to increase capital stock where-by Bankers Trust would buy additional shares; and for BIC to invest in l'Union des Mines La Henin, Paris, France, approved, Governor Robertson dissenting
Foreign Banking Corporations: (continued)
Bankers International Financing Company, Inc.,
New York, N.Y.:
Consent granted to an increase in capital
and approval of an amendment to
the Company's Articles of Associ-
ation
Consent granted to the purchase of shares
of InterAfrica (Liberia) Ltd.,
Monrovia, Liberia
Consent granted to purchase Class B shares
of Private Development Corpora-
tion of the Philippines, Manila,
under stated conditions
General consent to purchase and hold stock
in generally designated types
of corporations extended until
further notice
Consent granted to purchase shares of
Nigerian Acceptances Ltd.,
Lagos, Nigeria
Consent granted to purchase stock of
Malayan Industrial Develop-
ment Finance Limited, Kuala
Lumpur, Malaya
Letter to, terminating general consent
to purchase and hold stock in
generally designated types of
organizations in view of adop-
tion of a revised Regulation
K
Boston Overseas Financial Corporation, Boston,
Massachusetts:
Consent granted to purchase Class B shares
of Private Development Corpora-
tion of Philippines, Manila,
under stated conditions
Board's consent re purchase of stock amended
Extension of time to purchase shares of In-
ternational Factors A. G., a new
Swiss holding company, approved
Foreign Banking Corporations: (continued)

Chase International Investment Corporation, New York, N.Y.:

Extension of time to February 1, 1964, within which further investment may be made in Arcturus Investment & Development, Ltd., Montreal, Canada, approved 2/1 411, 416

Consent granted to the purchase of shares of National Investment Bank for Industrial Development, S. A., Athens, Greece 5/17 1632, 1638

Governor Mills noted that National Investment Bank for Industrial Development was empowered to accept deposits, in light of Greek law it was decided not to incorporate an additional paragraph imposing restrictions 5/17 1632

General consent to purchase and hold stock in generally designated types of corporations extended until further notice 6/21 2028

General consent terminated, in view of adoption of revised Regulation K, letter to, approved 9/12 3132

Consent granted to purchase shares of Banque Ivoirienne de Development Industriel, Abidjan, Ivory Coast 9/30 3397, 3399

Consent granted to purchase shares of Nigerian Industrial Development Bank Limited, Lagos, Nigeria 9/30 3397, 3400

Letter to, rescinding certain conditions relating to investment in stock of Arcturus Investment and Development Ltd., Montreal, Canada, in keeping with the recent revisions of Regulation K 11/20 4069, 4083

Chase Manhattan Overseas Banking Corporation, New York, N.Y.:

Consent granted to proposed changes in location of branches of Banco Hipotecario Lar Brasileiro, S. A., Rio de Janeiro, Brazil 4/26 1344, 1361
Foreign Banking Corporations: (continued)
Chase Manhattan Overseas Banking Corporation, New York, N.Y.: (continued)

Consent granted to change location of Brasilia Branch of Banco Lar Brasileiro, S. A., Rio de Janeiro, Brazil, from Super-Quadra 108-Sul, Setor Commercial Local, lojas 25 and 26 to Conjunto Commercial do Hotel Nacional-Loja 43, in Hotel Nacional, Brasilia, Brazil 8/21 2832, 2840

Consent granted to change location of Banco Mercantil y Agricola, Caracas, Venezuela, in San Bernardino area of Caracas from present quarters at Edificio Normandie Urbanizacion San Bernadino to new quarters in shopping center located near intersection of Avenue Caracas and Avenue La Estrella 8/27 2919, 2935

Board advised re proposed move of Sao Paulo quarters of Banco Lar Brasileiro, S. A., Rio de Janeiro, Brazil 10/31 3724

Request for waiver of requirement for prior consent of Board to establish new branches by foreign banking subsidiaries controlled by, agreed that the corporation advise the Board of the intention of its subsidiary foreign banks, under Regulation M procedure, unless otherwise advised by Board, advice to, staff authorized to advise all Edge and agreement corporations 11/20 4070, 4091

Chemical International Finance Ltd., New York, N.Y.:
Consent granted to purchase Class B shares of Private Development Corporation of the Philippines, Manila, Philippines, under stated conditions 3/19 939, 949

Consent granted to the acquisition of shares of Union Financiere pour la Vente a Credit, Paris, France, with stated conditions 4/17 1245, 1252
Foreign Banking Corporations: (continued)

Chemical International Finance, Ltd., New York, N.Y.: (continued)

General consent to purchase and hold stock in generally designated types of corporations extended until further notice 6/21 2028

General consent terminated in view of adoption of revised Regulation K 9/12 3132

Consent granted to purchase stock of Industrialization Fund (Teollistamisrahasto Oy) of Finland, Helsinki, Finland 9/12 3132, 3143

Consent granted to purchase shares of C. A. Venezolana de Desarrollo (Sociedad Financiera), Caracas, Venezuela 9/12 3133, 3146

Commerce International Banking Corporation, Seattle, Washington:

Permission granted National Bank of Commerce of Seattle, Washington, to organize under sec. 25(a), preliminary permit transmitted 2/28 717, 728

Establishment of a branch in Hong Kong, Colony of Hong Kong, authorized upon receipt of final permit to commence business 2/28 728

Amendment to Articles of Association changing name to "International Bank of Commerce" approved, final permit to commence business transmitted 5/10 1531, 1534

Company for Investing Abroad, Philadelphia, Pa.:

Letter granting permission for organization of, under sec. 25(a), FRAct, sent to Harvey L. Williams, transmitting preliminary permit 3/18 895, 918

Name of proposed corporation questioned by Mr. Goodman, agreed, since no objection from legal standpoint, that no question should be raised 3/18 896

Final permit to commence business transmitted to 4/19 1277
Foreign Banking Corporations: (continued)

Company for Investing Abroad, Philadelphia, Pa.: (continued)

General consent granted to purchase and hold stock of generally designated types of corporations, effective to June 30, 1963 4/24 1315, 1332

Extended until further notice

Letter terminating general consent for, to purchase and hold stock in generally designated types of organizations in view of adoption of a revised Regulation K, approved 6/21 2028 9/12 3132

Continental International Finance Corporation, Chicago, Illinois:

Consent granted to purchase Class B shares of Private Development Corporation of the Philippines, Manila, Philippines, under stated conditions 3/19 939, 955

Consent granted to purchase shares of Corporacion Financiera de Fomento Industrial y Agropecuario, Cali, Colombia, with stated conditions 5/9 1509, 1516

Proposed revision of Regulation K, if adopted, would rescind the paragraph that restricted Financiera from engaging in the business of receiving or paying out deposits, and likewise all Edge Act financing corporations would be advised that the condition was no longer applicable 5/9 1510

Consent granted to purchase and hold ordinary shares of European Enterprises Development Company, a corporation to be incorporated under laws of the Grand Duchy of Luxembourg, but with principal office in Paris, France, investments of this nature questioned by Governor Mills 12/9 4246, 4269
Foreign Banking Corporations: (continued)

First Bank of Boston International, New York, N.Y.,
amendment of the Articles of Association to change the name to
"Bank of Boston International" approved

SEE: Foreign banking corporations:
Bank of Boston International, New York, N.Y.

First Chicago International Banking Corporation,
New York, N.Y.:
Consent granted to amend Articles of Association of corporation to change home office from 48 Wall Street, to 1290 Avenue of Americas, and to provide that Board of Directors shall consist of not less than five nor more than fifteen members, amendment of Articles approved under section 211.3(d) of Regulation K

First Chicago International Finance Corporation,
Chicago, Illinois:
Consent granted to purchase shares of Philippines National Leasing Corp., Manila, Philippines
Consent granted to amend Articles of Association to provide that Board of Directors shall consist of not less than five nor more than fifteen members, amendment of Articles approved under section 211.3(d) of Regulation K

Consent granted to purchase shares of South East Asia Development Corporation Limited, Kuala Lumpur, Federation of Malaya

First National City Overseas Investment Corporation, New York, N.Y.:
Consent granted to purchase shares of a proposed Spanish finance Company, additional condition stated
Foreign Banking Corporations: (continued)

First National City Overseas Investment Corporation, New York, N.Y.: (continued)
Consent granted to purchase Class B shares of Private Development Corporation of the Philippines, Manila, Philippines, under stated conditions

First Pennsylvania Overseas Finance Corporation, Philadelphia, Pa.:
Amendment to Article Fifth of Articles of Association of, approved
General consent to purchase and hold stock in generally designated types of corporations extended until further notice
Letter terminating general consent for, to purchase and hold stock in generally designated types of organizations in view of adoption of a revised Regulation K, approved

International Bank of Commerce, Seattle, Wash.:
Final permit to commence business transmitted to, and amendment to Articles of Association to change name from Commerce International Banking Corporation to, approved
Letter to FRBank of San Francisco authorizing examination of, by examiners of FRBank of San Francisco

International Bank of Detroit, Michigan:
Preliminary permit issued to National Bank of Detroit, Michigan, to organize, under section 25(a) of the FRAct
Final permit to commence business transmitted to

International Banking Corporation, New York, N.Y.:

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528 Pages
Foreign Banking Corporations: (continued)

International Banking Corporation, New York, N.Y.: (continued)

Letter to, interposing no objection to the acquisition by the First National City Trust Company (Bahamas) Ltd., of stock of First National Nominees Ltd., and Providence Associates Ltd., both of Nassau, Bahamas 2/15 571, 580

Consent granted to the establishment of a branch by Bank of Monrovia, Liberia, in Nimba, Liberia, advice to, six-month extension approved per prescribed procedure 4/12 1199, 1213

Consent granted to First National City Bank, New York, New York, to increase from $7 million to $12 million the amount it may invest in, IBC granted consent to purchase and hold all outstanding shares of Mercantile Bank of Canada and Mercantile Trust Company, both of Montreal, Canada, Governor Robertson dissenting on basis of balance of payments problem for the United States 8/29 2957, 2973

Letter revising time limit for acquisition by, of shares of Mercantile Bank of Canada, Montreal, Canada, approved 9/6 3058, 3064

Letter to, acknowledging receipt of advice that Bank of Monrovia, Liberia, intended to establish an office in Ducor Intercontinental Hotel in Monrovia 11/13 3932

Consent granted to purchase additional capital stock of First National City Bank of New York (South Africa) Limited, Johannesburg, Republic of South Africa 12/18 4411, 4433
Foreign Banking Corporations: (continued)

International Banking Corporation, New York, N.Y.: (continued)

Extension of time to acquire shares of a French holding company, approved 12/27 4556, 4564

Irving International Financing Corporation, New York, N.Y.:
Consent granted to purchase stock of Pakistan Industrial Credit and Investment Corporation, Karachi, Pakistan 2/26 683, 687
Board's consent amended 6/17 1928, 1937
Consent granted to purchase Class B shares of Private Development Corporation of the Philippines, Manila, Philippines 3/19 939, 951
Board's consent re purchase of stock amended 5/15 1577, 1587
Consent granted to purchase stock of Industrial Finance Corporation, Manila, Philippines 6/4 1813, 1828
Consent granted to purchase stock of LUSOFINASociedade de Estudos Financeiros, SARL, Lisbon, Portugal, with stated conditions 6/21 2028, 2038

Manufacturers-Detroit International Corporation, Detroit Michigan:
Consent granted Manufacturers National Bank, Detroit, Michigan, to organize, under sec. 25(a), FRAct, preliminary permit issued 4/24 1315, 1324
Final permit to commence business transmitted to 5/10 1532
Amendment of Article Second of the Articles of Association of, approved 10/31 3722, 3727

Manufacturers Hanover International Finance Corporation, New York, N.Y.:
Consent granted to purchase Class B shares of Private Development Corporation of the Philippines, Manila, Philippines 3/19 939, 952
Consent granted to purchase shares of South East Asia Development Corp., Limited, Kuala Lumpur, Federation of Malaya 5/13 1536, 1545
Foreign Banking Corporations: (continued)

Manufacturers Hanover International Finance Corporation, New York, N.Y.: (continued)

Consent granted to purchase shares of Commercial Export Credit Company Limited, London, England 7/3 2186, 2201

Consent granted to purchase stock of The Industrial Finance Corporation of Thailand, Bangkok, Thailand 7/8 2204, 2213

Consent granted to purchase shares of National Investment Bank for Industrial Development, Athens, Greece 8/29 2951, 2966

Consent granted to purchase stock of Malayan Industrial Development Finance Limited, Kuala Lumpur, Federation of Malaya 7/8 2204, 2212

Consent granted to purchase shares of Industrialization Fund (Teollistamisrahasto Oy) of Finland, Helsinki, Finland 9/12 3132, 3144

Consent granted to purchase shares of C. A. Venezolana de Desarrollo (Sociedad Financiera), Caracas, Venezuela 9/12 3133, 3147

Marine Midland International Corporation, New York, N.Y.:

Permission granted for organization of a corporation under sec. 25(a), FRAct, known as, preliminary permit transmitted to Phillips, Mahoney, Lytle, Yorkey & Letchworth, Buffalo, New York 5/29 1794, 1798

Final permit to commence business transmitted to 6/20 2005

Board letter to, noted that a proposed investment in stock of Industrial Finance Corporation, Manila, the Philippines, would appear to qualify under "general consent" provisions of Regulation K 9/9 3072, 3084
Foreign Banking Corporations: (continued)

Mellon International Finance Corporation, Pittsburgh, Pennsylvania:
Organization approved, preliminary permit authorizing exercise of powers conferred by sec. 25(a), FRAct, transmitted to Mellon National Bank and Trust Company
Final permit to commence business transmitted to
Letter to FRBank of Cleveland authorizing examination by their examiners of

Morgan Guaranty International Banking Corporation, New York, N.Y.:
Consent granted to purchase additional shares of Banque Nationale pour le Development Economique, Rabat, Morocco
Consent granted to purchase shares of Bankierscompagnie, N.V., The Hague, the Netherlands, and to amend Articles of Association to increase its capital stock
Consent granted to purchase additional stock of Credito Bursatil, S. A., Mexico, D. F., Mexico
Consent granted to purchase stock of Union Senegalaise de Banque pour le Commerce et l'Industrie, Dakar, Republic of Senegal
Consent granted to purchase additional shares of China Development Corporation, Taipei, Taiwan
Consent granted to purchase additional shares of Peruano-Suiza de Fomento e Inversiones Sociedad Anonima, Lima, Peru, sending of letter ratified
Consent granted to purchase shares of Banco Espanol del Desarrollo, Madrid, Spain
Foreign Banking Corporations: (continued)

Morgan Guaranty International Banking Corporation, New York, N.Y.: (continued)

Consent granted to purchase shares of Holding Company for Financing and Credit Ltd., Basle, Switzerland; to acquire shares of Australian United Corp. Ltd., Melbourne, Australia, in exchange for shares of Anglo-Australian Corp. Pty. Ltd.; and to purchase shares of Euramerica Finanziaria Internazionale, S.p.A., Rome, Italy

Consent granted to the purchase of additional shares of Roberts, S.A. de Finanzas, Buenos Aires, Argentina

Consent granted to purchase Class B shares of Private Development Corporation of the Philippines, Manila, Philippines

Consent granted to purchase stock of Industrial Credit and Investment Corporation of India Limited, Bombay, India

Morgan Guaranty International Finance Corporation, New York, N.Y.: General consent to purchase and hold stock in generally designated types of corporations extended until further notice

Termination of general consent approved in view of adoption of a revised Regulation K

Consent granted to purchase shares of Malayan Industrial Development Finance Limited, Kuala Lumpur, Malaya

Consent granted to purchase shares of Pakistan Industrial Credit and Investment Corporation Limited, Karachi, Pakistan
Foreign Banking Corporations: (continued)
Morgan Guaranty International Finance Corporation, New York, N.Y.: (continued)
Consent granted to purchase and hold ordinary shares of European Enterprises Development Company, a corporation to be incorporated under laws of the Grand Duchy of Luxembourg, principal office, Paris, France, Investment of this nature questioned by Gov. Mills

Northwest Bancorporation, Minneapolis, Minnesota:
Preliminary permit to organize, transmitted to
Final permit to commence business sent to

Philadelphia International Investment Corporation, Philadelphia, Pennsylvania:
Consent granted to purchase Class B shares of Private Development Corporation of the Philippines, Manila, Philippines
General consent to purchase and hold stock in generally designated types of corporations extended until further notice
Termination of general consent approved in view of adoption of revised Regulation K

Provident Tradesmens International Corporation, Philadelphia, Pennsylvania:
Letter to Provident Tradesmens Bank and Trust Company, Philadelphia, Pennsylvania, granting permission to organize, under section 25(a) of FRAct, approved, preliminary permit issued
Final permit to commence business transmitted by letter to

12/9 4246, 4268
1/9 64, 75-76
2/26 684
3/19 939, 954
6/21 2028
9/12 3132
10/25 3669, 3677-78
11/18 4028
Foreign Banking Corporations: (continued)

United International Banking Corporation, New York, New York:
Name approved and reserved for six months, understood home office to be located at 45 Wall Street, New York City, reservation of name does not constitute approval of organization.

Wells Fargo Bank International Corporation, San Francisco, California:
Application by Wells Fargo Bank, San Francisco, California, for permission under sec. 25 of the FRAct to acquire stock of the proposed, permission to be granted upon receipt of executed agreement.

Request for investment by, in the proposed Private Development Corporation of the Philippine Islands, upon receipt of appropriate documentation, Board to consider.

Application of Wells Fargo Bank for permission to purchase stock of, approved, and formal starting of, following execution of agreement in accordance with sec. 25, FRAct, noted without objection.

Consent granted to purchase Class B shares of Private Development Corporation of the Philippines, Manila, Philippines, under stated conditions.

Letter to FRBank of San Francisco authorizing examination by their examiners of

Western Bancorporation International Bank, New York, N.Y.:
Reply to inquiry from Western Bancorporation, Los Angeles, California, with respect to its subsidiary, acting as agent for affiliated banks in cases involving acceptance financing, and ownership of an Edge Act corporation by a banking subsidiary of a bank holding company, advice re applicability to rulings under sec. 211.6(3) of Regulation K and sec. 6(a) of the Bank Holding Company Act of 1956.
Foreign banks: (continued)

Acquisition of stock directly by national banks, proposed amendment of sec. 25, FRAct, to permit applications for, suggested by Board as alternative to accomplish objective of draft bill to amend sec. 23A, FRAct, to exempt from security requirements those foreign banks that are controlled by a member bank through its banking corporation, letter sent to Budget Bureau 5/13

Examinations of, by Board examiners when stock has been acquired by foreign banking corporations, question re resistance to, when less than a majority interest in the foreign bank is held by the foreign banking corporation, discussion in connection with Bank of America's application to acquire shares in Commercial Bank of Libya, Tripoli, Libya 11/15

Uninsured foreign banks, Chase Manhattan Bank submitted an application to FDIC for approval to acquire business of existing branches of Nationale Handelsbank, N.V., Amsterdam, Netherlands, in Bangkok, Thailand (2 offices), Singapore, and Hong Kong, consent of FDIC required under section 18(c) of FDIC Act, case of insured bank assuming liabilities of an uninsured bank 11/1

(Individual banks):
Banca d'America e d'Italia, Milan, Italy, extension of time granted to Bank of America, New York, New York, for opening of a Rome-Due Pini district agency by

Banco Central de Costa Rica, telegram to FRBank of New York approving gold loan to, understood usual participation will be offered to other FRBanks, Governor Mills' views on handling and approval of applications for gold loans 10/16
Foreign banks: (continued)
Banco Hipotecario Lar Brasileiro, S. A., Rio de Janeiro, Brazil, consent granted to proposed changes in location of stated branches, advice to Chase Manhattan Overseas Banking Corporation

Banco Lar Brasileiro, S. A., (Banco Lar), Rio de Janeiro, Brazil:
Consent granted to Chase Manhattan Overseas Banking Corporation, New York, N.Y., to change location of Brasilia Branch of, from Super-Quadra 108-Sul, Setor Commercial Local, lojas 25 and 26 to Conjunto Commercial do Hotel Nacional-Loja 43, in Hotel Nacional, Brasilia, Brazil

Board acknowledges receipt of advice re proposal to move the Sao Paulo branch from Rua Alvares Penteado No. 143 to Rua Alvares Penteado No. 131 and Rua da Quitanda No. 78, Sao Paulo

Request for waiver of requirement for prior consent of Board to establish a new branch by, a foreign banking subsidiary controlled by Chase Manhattan Overseas Banking Corporation, New York, N.Y., agreed that section 25 or 25(a) corporations advise the Board of the intention of their subsidiary foreign banks re establishment of branch banks, under Regulation M procedure, unless otherwise advised by Board, advice to Chase and staff authorized to advise all Edge and agreement corporations

Banco Mercantil y Agricola, Caracas, Venezuela:
Consent granted to Chase Manhattan Overseas Banking Corporation, New York, N.Y., to change location of, to new quarters in shopping center, located near intersection of Avenue Caracas and Avenue La Estrella

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537 Pages
Foreign banks: (continued)

Banco Mercantil y Agricola, Caracas, Venezuela: (continued)
Request for waiver of requirement for prior consent of Board to establish a new branch by a foreign banking subsidiary controlled by Chase Manhattan Overseas Banking Corporation, New York, N.Y., agreed that section 25 or 25(a) corporations advise the Board of the intention of their subsidiary foreign banks re establishment of branch banks, under Regulation M procedure, unless otherwise advised by Board, advice to Chase and staff authorized to advise all Edge and agreement corporations.

Banco de la Republica de Colombia:
Request to FRBank of New York for 180-day loan on gold, discussion re nature and purposes of loan, understood Board would approve loan when presented formally.

Loan on 90-day maturity authorized by directors, FRBank of New York, approved by Board.

Request to FRBank of New York for 180-day loan on gold, understood FRBank of New York would be advised that if its Board of Directors should approve loan, Board would be prepared to approve when matter was presented formally.

Telegram to FRBank of New York approving loan.

Permission granted to Ralph A. Young, Director, Division of International Finance and Adviser to Board, to make a one-day stopover in London, England, following a meeting of Working Party 3, to confer with officials of the British Treasury and the, reimbursement on actual expense basis including official entertainment.
Foreign banks: (continued)

Understanding re proposed trip to England
Arrangements for Daniel J. Taylor, Foreign Exchange Trader, FRBank of New York, to spend three or four weeks at, noted without objection

Mr. Portsmore, Adviser to, present at Board meeting during economic review

Copy of FRSystem film entitled "Money on the Move--The Federal Reserve Today", sent to

Dinner at Cosmos Club for Jasper Rootham, Chief, Central Banking Information Department of, to be held on December 2, 1963, payment authorized

Jasper Rootham, Chief, Central Banking Information Department of, attended Board Meeting for economic review

Bank of France:
Brill, Daniel H., authorized to visit research staff of, in connection with his attendance at meeting of Working Party 3, OECD

Hersey, Arthur B., Adviser, Division of International Finance, authorized to visit in connection with his attendance of a meeting of experts on the balance of payments in Paris, March 19-21, 1963

Mills, Rodney H., authorized to visit
Solomon, Robert, Associate Adviser in the Division of Research and Statistics, authorized to visit the, in connection with his trip to Paris to attend Working Party 3 of the Organization for Economic Cooperation and Development
Foreign banks: (continued)

Bank of Guatemala:

Foreign banks: (continued)

Bank of Guatemala, services of Vice President
Grove, FRBank of San Francisco, to be made available to, to
assist in revision of banking legislation in Guatemala, no
objection by Board 3/28 1048, 1061

Bank of Italy:

Hersey, Arthur B., Adviser, Division of
International Finance, authorized to visit the, in connec-
tion with his trip to Paris to attend meetings of the Organiza-
tion for Economic Cooperation and Development

Mills, Rodney H., authorized to visit

Bank of Japan:

Request by, that The Thomas Craven Film
Corporation furnish a copy of the "as produced" script of
the FRSystem film, "Money on the Move," question re having
a Japanese language version
made, agreed that Board would
purchase a complimentary copy
of the film, with English or
Spanish sound tracks, for
presentation to foreign cen-
tral banks that expressed an
interest in having a copy, not
interested in having additional
language versions produced

Opening and maintenance of account of Fed-
eral Reserve Bank of New York
with, payable in foreign cur-
rency, approved

Bank of Monrovia, Liberia:

Consent granted to establish a branch in
Nimba, Liberia, by, advice to
International Banking Corpora-
tion New York, New York, six
month extension approved per
prescribed procedure

4/12 1199, 1213
Foreign banks: (continued)

Bank of Monrovia, Liberia: (continued)
Letter to International Banking Corporation, New York, N.Y., acknowledging receipt of advice re the establishment of an office in Ducor Intercontinental Hotel in Monrovia by

Bank of Nova Scotia, application for license to establish branch in St. Thomas, Virgin Islands, primarily for financing of export and import business, Banking Board of Virgin Islands asked Board to make survey of banking facilities in Virgin Islands, Board would make no comment about Canadian bank but advised additional mortgage lending facilities would be beneficial to area

Bank of the Ryukyus (Okinawa), question re eligibility of time deposits of, for exemption from interest rate limitations granted certain foreign time deposits, raised by First National City Bank, determined not to be eligible for exemption, advice to FRB Bank of New York

Bank of Spain, Rodney Mills, Economist, Division of International Finance, designated to visit Bank of Spain for period of one month during 1964, under exchange program with, each institution would exchange economists and provide for their respective expenses

Bank of Sweden opening and maintenance of an account of FRB Bank of New York with, payable in foreign currency, approved

Banque Ivoirienne de Development Industriel, Abidjan, Ivory Coast, permission granted to Chase International Investment Corporation, New York, N.Y., to purchase shares of
Foreign banks: (continued)

Banque Nationale pour le Developpement Economique, Rabat, Morocco, consent granted
Morgan Guaranty International Banking Corporation, New York, N.Y., to purchase additional shares of

Central Bank of Trinidad, noted that John F. Pierce, Chief Examiner, FRBank of New York, was scheduled to leave the Bank, probably in the latter part of January 1964, to accept appointment as Governor of the Central Bank of Trinidad

Central Bank of Venezuela:
Question raised by Governor of, re possible foreign currency swap between FRSystem and, understood Secretary of FOMC be advised

Commercial Bank of Libya, Tripoli, Libya, (proposed) permission granted for the Bank of America, New York, New York, to acquire shares of, usual provision requiring Libyan bank to permit examiners appointed by the Board to examine the Libyan bank included, in case provision is resisted the matter will then be dealt with in a manner which seems appropriate at that time

First National City Bank of New York (South Africa) Limited, Johannesburg, Republic of South Africa, consent granted to International Banking Corporation, New York, New York, to purchase and hold additional capital stock of

German Federal Bank, Arthur B. Hersey, Adviser, Division of International Finance, authorized to visit the, in connection with his trip to Paris to attend meeting of the Organization for Economic Cooperation and Development
Foreign banks: (continued)

Mercantile Bank of Canada, and Mercantile Trust Company, Montreal Canada:

Consent granted to International Banking Corporation, New York, N.Y., to purchase shares of, also for First National City Bank, New York, N.Y., to purchase additional stock of International Banking Corporation, Gov. Robertson dissenting

Letter to First National City Bank, New York, N.Y., revising the time limit for acquisition by International Banking Corporation of shares of

National Bank of the Congo, Republic of the Congo, Peter P. Long, Adviser, FRBank of New York, assigned to assist technically the, initiating a multiple currency system as requested by the Agency for International Development and the Treasury, noted by Chairman Martin that the practice of informing the Board after the decision had been reached was not desirable, no objection to the interposed but procedure for future assignments to be discussed with President Hayes

Nationale Handelsbank, N.V., Amsterdam, Netherlands:

Application submitted by Chase Manhattan Bank to FDIC for approval to acquire existing branches of, consent of FDIC required under section 18(c) of FDIC Act, case of insured bank assuming liabilities of an uninsured bank

Report to FDIC on competitive factors in the proposed acquisition of assets and assumption of liabilities of the Bangkok, Hong Kong, and Singapore branches of, by The Chase Manhattan Bank, New York, N.Y., approved
Foreign banks: (continued)

Nationale Handelsbank, N.V., Amsterdam, Netherlands: (continued)

Report to FDIC on competitive factors submitted by Continental Illinois Bank and Trust Company of Chicago, Illinois, in proposed acquisition of assets and assumption of liabilities of branches in Tokyo and Osaka, Japan, of, approved, 12/18 4412

Nigerian Industriel Development Bank, Limited, Lagos, Nigeria, permission granted to Chase International Investment Corporation, New York, N.Y., to purchase shares of 9/30 3397, 3400

State Bank of Ethiopia, contemplated that Earle O. Latham, First Vice President, FRBank of Boston, will be made available for a technical assistance assignment to act as adviser to, for a period not to exceed three months, FRBank to grant leave with pay, any additional expenses to be borne by The State Bank of Ethiopia, Board interposes no objection 11/8 3891, 3906

State Bank of Pakistan, Arthur B. Hersey, Adviser, Division of International Finance to be guest of, in connection with his assignment to give lectures during February 1964 at next SEANZA Central Banking Course in accordance with a request from the Governor of 9/23 3279, 3293

Union Internationale de Banques en Tunisie, Tunis, Tunisia, letter to Bank of America, New York, N.Y., noting its proposed investment in shares of, would appear to qualify under "general consent" provisions of Reg. K 9/6 3058, 3066

Union Senegalaise de Banque pour le Commerce et l'Industrie, Dakar, Republic of Senegal, permission granted to Morgan Guaranty International Banking Corporation, New York, N.Y., to purchase stock of 7/8 2204, 2211
Foreign currency operation:

FRSystem operations:
- Bank of Japan, opening and maintenance by FRBank of New York of an account with, payable in foreign currency, approved
- Bank of Sweden, opening and maintenance by FRBank of New York of an account with, payable in foreign currency, approved
- Brazil, reimbursable detail of Lewis N. Dembitz, Associate Adviser, Division of Research and Statistics to accompany mission of Agency for International Development, State Department, to, and to make certain recommendations, approved
- Question re foreign currency swap between Central Bank of Venezuela and FRSystem, raised by Governor of the central bank with Governor Mitchell, understood Secretary of FOMC be advised

Foreign relationships of FRSystem:
- Meeting of central bank economists to be held March 9-11, 1963, attendance by Mr. Noyes, Director of Division of Research and Statistics, approved with understanding that another senior staff member would serve as alternate, System representation would include Alan Holmes, Vice President, FRBank of New York, or George Garvy, Economic Adviser of the Bank as alternate
- Annual meeting held in Basle, Switzerland in June, Governor Robertson's request that Mr. Holland accompany him to, including visits to several European central banks, approved, authorization of specific travel expenses subject to Gov. Shepardson's approval

11/13 3916, 3937
1/11 90, 95
7/10 2242
1/15 127
1/31 393
3/7 821
Foreign relationships of FRSystem: (continued)

Bank for International Settlements: (continued)
Annual meeting held in Basle, Switzerland: (continued)
Presidents Ellis and Swan of the FRBanks of Boston and San Francisco planning to attend, also visiting several European central banks

Meeting to discuss matters pertaining to the Euro-dollar market, Basle, Nov. 9-11, Mr. Katz authorized to attend, other participants will include Fred Klopstock, FRBank of New York, David Eastburn, FRBank of Philadelphia

FRBank of New York, foreign travel program of personnel of, for 1963, no objection

Puerto Rico, visits to banks in, to be made by Messrs. Leavitt and Poundstone, Division of Examinations, following survey of banking facilities in the Virgin Islands

SEANZA Central Banking Course, Mr. Arthur B. Hersey, Adviser, Division of International Finance, designated to give lectures during February 1964 at, in accordance with request from Governor of State Bank of Pakistan and to undertake certain other foreign visits during trip, reimbursement of expenses to be reviewed by Messrs. Ralph Young and Hersey and Board's Controller, and worked out to their mutual satisfaction

Technicians of Central Banks of the American Continent:
Seventh meeting in Rio de Janeiro, Brazil, beginning October 14, 1963, letter to Bank of Brazil and Superintendency of Money and Credit accepting invitation for Federal Reserve System representation, Robert L. Sammons designated to serve as technical secretary of the System's delegation whose names will be furnished later
Foreign relationships of FRSystem: (continued)
Technicians of Central Banks of the American Continent: (continued)
Seventh meeting in Rio de Janeiro, Brazil: (continued)
System personnel attending: Guy E. Noyes, as head of the delegation, David Grove, Vice President, FRBank of San Francisco, Frank Schiff, Miss Madeline McWhinney, and Scott Pardee, FRBank of New York, and Messrs. Sammons, Irvine, and Young, of the Board's staff, Governor Mitchell may attend as an observer, authorization re travel and per diem for members of the Board's staff, with representation allowance not to exceed $500

Governor Mitchell and Mr. Ralph Young of Board's staff may attend, they had considered what could be done to make format of meetings more effective, understood matter of making trip would be brought back to Board for further consideration

Virgin Islands banking survey by FRSystem, requested by Secretary of Banking Board of Virgin Islands, agreed such survey be made, the expense of which to be borne by FRSystem, Messrs. Leavitt and Poundstone to participate and one representative each from FRBanks of New York and Philadelphia

(Names of individual people):
Aufdenkamp, Jo Ann, Librarian, FRBank of Chicago, no objection to granting a 30-day extension for leave of absence without pay to finish an assignment with Klein and Saks as library consultant to the National Planning Council of the Government of Liberia

Barrett, Martin, FRBank of New York, attendance at Eleventh Training Program of the Center for Latin American Monetary Studies to be held in Mexico City, approved
Foreign relationships of FRSystem: (continued)
(Names of individual people): (continued)

Bogardus, Janet, Chief Librarian, FRBank of New York, Board interposes no objection to request from Organization for Economic Cooperation and Development for Miss Bogardus to serve as a consultant in Paris, France, beginning September 12, 1963, approximately, on a leave without pay basis

Brill, Daniel H., Adviser, Division of Research and Statistics, travel to Paris with Mr. Young to attend meeting of Working Party 3, Economic Policy Committee, OECD and to spend three additional days in Paris visiting research staff of Bank of France and French financial industry executives, authorized

Authorized to attend meeting of central bank economists in Basle, Switzerland, October 12-14, 1963, also to attend meeting of Task Force of Economic Policy Committee of OECD to visit Bank of England and National Institute of Economic and Social Research

Clarke, John J., Assistant General Counsel, FRBank of New York, leave of absence plus travel time granted to lecture at the Center for Latin American Monetary Studies in Mexico City, Board interposes no objection

Dembitz, Lewis N., Associate Adviser, request from Agency for International Development, State Department, for reimbursable detail of, to accompany mission to Brazil and to make certain recommendations, approved

8/13 2700, 2708
4/9 1181
9/19 3245, 3260
4/19 1261, 1278
7/10 2242
Foreign relationships of FRSystem: (continued)

(Names of individual people): (continued)

Emery, Robert F., Economist, Division of International Finance, authorized to serve as a U.S. representative to meeting of ECAFE Working Party on Economic Development and Planning to be held in Bangkok, Thailand, September 16-23, 1963, with understanding that travel would be at Board expense and that the trip would include visits to Japan and other countries

Garvy, George, FRBank of New York, designated to attend meeting of central bank economists in Basle, Switzerland, October 12-14, 1963,

Gemmill, Robert F., Economist, Division of International Finance, authorized to travel to England, Netherlands, France, Germany, and Switzerland, to visit central and commercial banks, and investment bankers, also to accompany Mr. Young to meetings of Working Party 3, Economic Policy Committee, Organization for Economic Cooperation and Development

Gomez, Michael A., Economist, Division of International Finance, to participate in a technical assistance mission to Brazil sponsored by Agency for International Development, on a leave without pay basis, approved

Granted additional leave

Grove, David L., Vice President, FRBank of San Francisco, services to be made available to Bank of Guatemala to assist in a revision of banking legislation in Guatemala, no objection by Board, with reference to financial arrangements

Hersey, Arthur B., Adviser, Division of International Finance, authorized to travel to Paris to attend meeting on January 22-23, 1963, of Working Party 3, Economic Policy Committee of Organization for Economic Cooperation and Development, in place of Mr. Young
Foreign relationships of FRSystem: (continued)
(Names of individual people): (continued)

Hersey, Arthur B.: (continued)

Attendance at a meeting of balance of payments experts, in Paris, March 19-21, 1963, under the auspices of the International Monetary Fund, and a few days at the Bank of France, authorized

Authorized to attend the meeting of the Economic Policy Committee of the Organization for Economic Cooperation and Development, on July 10 and 11, 1963, and the meeting of Working Party 3, also authorized to visit the German Federal Bank and the Bank of Italy

Designated to give lectures during February 1964 at next SEANZA Central Banking course in accordance with a request from Governors of the State Bank of Pakistan and to undertake certain other foreign visits during trip, reimbursement of expenses to be reviewed by Messrs. Ralph Young and Hersey and Board's Controller


Irons, Watrous H., President, FRBank of Dallas, to travel to Basle, Switzerland, for October monthly meeting of Bank for International Settlements, trip noted without objection

Irvine, Reed J., Chief, Asia, Africa, and Latin America Section, Division of International Finance, authorization for travel of approximately 10 days to interior of Brazil, following meeting of Technicians of Central Banks of the American Continent held recently in Rio de Janeiro, Brazil, understood he would be allowed usual per diem and be reimbursed for necessary transportation costs (not to exceed $200)
Foreign relationships of FRSystem: (continued)
(Names of individual people): (continued)

Kaufman, Richard, Economist, Division of International Finance, temporary detail to Agency for International Development to assist in study in Vietnam, approved, including travel to Singapore, Malaya, Thailand, India and Pakistan, with understanding re travel and per diem expenditures and re salary

Lang, Peter P., Adviser, FRBank of New York, assigned to assist technically the National Bank of the Congo, Republic of the Congo, in initiating a multiple currency system as requested by the Agency for International Development and the Treasury, noted by Chairman Martin that the practice of informing the Board after the decision had been reached was not desirable, no objection to be interposed but procedure for future assignments to be discussed with President Hayes

Latham, Earle O., First Vice President, FRBank of Boston, may serve as adviser to The State Bank of Ethiopia for a period not to exceed three months, FRBank to grant leave of absence with pay, any additional expenses to be borne by the State Bank of Ethiopia, Board interposes no objection if Boston Directors approve

Maroni, Yves, Senior Economist, Division of International Finance, recommendation to include as a member of the U. S. delegation to the Tenth Session of the U.N. Economic Commission for Latin America, held in Mar del Plata, Argentina, approved, with further authorization to spend an additional two weeks visiting central banks in Argentina, Chile, Peru, and Columbia, Board to pay travel and per diem costs
Foreign relationships of FRSystem: (continued)

(Names of individual people): (continued)

Mills, Rodney, Economist, Division of International Finance, designated to visit Bank of Spain for period of one month during 1964, under exchange program each institution would exchange economists and provide for their respective expenses

Previously designated to visit the Bank of Spain for one month (April 1964), also authorized to extend travel for two weeks in order to visit the central banks of France and Italy

Nettles, James K., Economist, Division of International Finance, designated as lecturer in the eleventh regular training program held in Mexico City, Mexico, with per diem allowance

Reynolds, John E., Chief, Special Studies and Operations Section, Division of International Finance, travel to Paris to attend meeting of Working Party 2, Economic Policy Committee, Organization for Economic Cooperation and Development, authorized

Sammons, Robert L., Adviser, Division of International Finance:

Designated to serve as technical secretary of the System's delegation at the meeting of Technicians of Central Banks of the American Continent, in Rio de Janeiro, Brazil, beginning October 14, 1963

Authorized to travel to Paris to attend a meeting of Working Party 2 of the Economic Policy Committee of the Organization for Economic Cooperation and Development, to be held July 15-16
Foreign relationships of FRSystem: (continued)
(Names of individual people): (continued)
Sammons, Robert L.: (continued)
Authorized to travel to Ottawa, Canada, for first meeting of senior technicians to examine international money markets, U.S. members of working party to include representatives of Treasury Department, representative from FRBank of New York, and, first meeting to be held October 10-11, 1963, Mr. Sammons or substitute authorized to make additional trips upon request submitted prior to trip 9/27 3363

Authorized to attend meeting of steering committee of Center for Latin American Monetary Studies to be held in Mexico City in January 1964 and other similar meetings proposed in near future, Mr. Young of Board's staff also to attend 11/27 4125

Authorized to travel to Paris to attend a meeting of Working Party 3 of the Economic Policy Committee of the Organization for Economic Cooperation and Development, and to visit the Bank of France, June 15-22, 1963 6/26 2114

Taylor, Daniel J., Foreign Exchange Trader, FRBank of New York, arrangements to spend from three to four weeks at the Bank of England in London, noted without objection 1/24 237, 245

Taylor, Stephen P., Chief, Flows of Funds and Savings Section, Division of Research and Statistics:
Authorized to attend meeting of Working Group on Statistics of Financial Assets and Liabilities, Conference of European Statisticians, in Geneva, Switzerland 2/14 552, 562
Foreign relationships of FRSystem: (continued)

(Names of individual people): (continued)

Taylor, Stephen P.: (continued)

Itinerary to include visits to OECD in Paris, BIS in Basle, Bundesbank in Frankfurt, and Bank of England in London, also authorized to take annual leave while in Europe

Young, Ralph A., Adviser to Board and Director of Division of International Finance:

Permission granted to make a one-day stopover in London, England, following a meeting of Working Party 3, to confer with officials of the British Treasury and the Bank of England, reimbursement on actual expense basis including official entertainment

Understanding re proposed trip to England

Reference by Governor Shepardson to his previous authorization to approve representation expenses in connection with Mr. Young’s attendance at meetings of Working Party 3, Economic Policy Committee of Organization for Economic Cooperation and Development, in light of possible necessity to share expenses with the Treasury for a dinner in connection with the meeting February 25-29, 1963

Report by, on recently attended meeting of Working Party 3 of the Economic Policy Committee of the Organization for Economic Cooperation and Development, held in Paris, France

Request that previous authorization to travel to Paris to attend meeting on April 29-30, 1963, of Working Party 3, Economic Policy Committee, OECD, be expanded to include a stopover in London to consult with British Bank and Treasury officials, approved
Foreign relationships of FRSystem: (continued)

(Names of individual people): (continued)

Young, Ralph A.: (continued)

Travel to Europe during period June 18-July 12 to attend certain meetings of Organization for Economic Cooperation and Development in Paris, and to meetings with British bank and Treasury officials in London, authorized on actual expenses incurred basis, including official entertainment, with understanding that period between June 22 and July 9 would be charged to annual leave.


Travel to Paris, France, November 1-7, 1963, to attend regular meetings of Working Party 3 and Economic Policy Committee of Organization for Economic Cooperation and Development, and meeting with representatives of Bank of England and British Treasury, understood hotel suite to be reserved for purpose of latter meeting and that reimbursement would be made on basis of expenses incurred during travel, including an allowance for official entertainment, approved.

Travel authorized to attend meeting of steering committee of Center for Latin American Monetary Studies to be held in Mexico City in January 1964 and other similar meetings proposed in near future, Mr. Sammons to accompany Mr. Young, discussion at meetings to consider Bank for International Settlements type institution for Latin America.
Forest tracts:
Loans on:
SEE: Loans:
Forest tracts
Forms:
Borrowings of member banks from FRBanks, F.R. 527 and 527a, revised forms re, with instructions for reporting superseding January 1960, instructions, advice to Presidents of all FRBanks and Vice Presidents in charge of branches
C. 5, annual bank debits release as proposed by System Research Committee, to be published on both present and revised basis, thereafter annual data will be published on revised data only, letter to all FRBank Presidents
Condition reports:
Forms for next call sent to all FRBanks for use by State member banks and their affiliates
Forms for next call sent to Presidents of all FRBanks for use by State member banks and their affiliates, enclosed draft copies of balance sheet reconciliation schedule for national banks to be used in order that statistics for all commercial banks may be compiled on a consistent basis
Edge Act corporations:
Articles of association and organization certificates of, Board's staff authorized to make changes in forms for, so as to conform with the provisions of the adopted revision of Reg. K
F.R. 34, letter to Presidents of all FRBanks indicating no objection to certain proposed change in method of computing gold reserve requirements of FRBanks, to be reported on daily balance sheet
Forms: (continued)

F.R. 105, 105e-1:
Copies sent to all FRBanks for use by state member banks and their affiliates at next call date
Copies sent to all FRBanks for use by State member banks and their affiliates in submitting reports of condition as of next call date

F.R. 151 and F.R. 152, articles of association and organization certificates of Edge corporations, Board's staff authorized to make changes so as to conform with the provisions of the adopted revision of Reg. K

F.R. 209, summary of report of examination of State member and national banks, program to revise and expand, providing supplementary banking data, instructions re preparation of, transmitted to Presidents of all FRBanks

F.R. 220, 220a:
Copies sent to all FRBanks for use by State member banks and their affiliates at next call date
Letter to Presidents of all FRBanks re, to be used by State member banks and their affiliates in submitting reports of condition as of next call date

F.R. 272, revised form for requesting copies of reports of examination, condition, and income and dividends, for interagency use, and serving as receipts for same, transmitted to FDIC

F.R. 410, examination reports of State member banks, revised, including new pages for the purpose of reporting differences in reports of condition and examination to FDIC, and certain information when bank acts as trustee or agent, instructions to Presidents of all FRBanks
Forms: (continued)

F.R. 416 and F.R. 416b, recommendations of the System Research Advisory Committee and its Subcommittees that weekly reporting member banks report on F.R. 416 all outstanding negotiable time certificates in denominations of $100,000 or more, with a special confidential report, F.R. 416b for reporting banks indicating an outstanding total of $50 million or more to be submitted every six months, approved by Board, advice to Presidents of all FRBanks

F.R. 416a, revision of reporting by weekly reporting member banks and by banks in the series of commercial and industrial loans by industry re bankers' acceptances, recommendations by the System Research Advisory Committee and its Subcommittees approved, advice to Presidents of FRBanks

F.R. 508, common trust fund statistical data collected on, recommended by Division of Bank Operations that Board withdraw from collection, agreed to discuss with Bureau of the Budget and withdraw if no objection is made

F.R. 527 and 527a, borrowings of member banks from FRBanks, revised forms re, with instructions for reporting superseding January 1960, instructions, advice to Presidents of all FRBanks and Vice Presidents in charge of branches

F.R. 573, re bank debits series, no revision being made, letter to all FRBank Presidents

F.R. 716 and 716b, Federal funds series report form, letter to Presidents of all FRBanks transmitting clarifying revisions to previous instructions
Forms: (continued)

F.R. Y-1 and F.R. Y-2, bank holding company application forms, further consideration of changes in forms to be held over until Gov. Mitchell has had an opportunity to discuss with Board's staff

G. 6, Board's monthly release re bank debits series will continue on present basis, beginning January 1965 data will be published on revised basis, letter to all Federal Reserve Bank Presidents

Income and dividends reports, letter to Presidents of all FRBanks transmitting copies of the form for State member banks to use in submitting, letter to be sent when form is printed

K. 2:

Applications received or acted on by the Board, question re possible announcement of Board action, agreed to obtain views of Federal Reserve Banks before adopting procedure re

Agreed to expand, to include release of receipt and action on various kinds of applications received and acted upon by the Board, Gov. Mills' reservations noted, views of FRBanks had been obtained in re to

Letter of advice to FRBanks re procedure Board had decided to follow re

Notices of intent to establish additional foreign branches by national or State member banks to appear on, which would also contain an announcement later reflecting the disposition of the matter

France:

European Enterprises Development Company, Paris, France:

Continental International Finance Corporation, Chicago, Ill., granted permission to purchase and hold ordinary shares of
France: (continued)

European Enterprises Development Company, Paris, France: (continued)

Morgan Guaranty International Corporation, New York, New York, granted permission to purchase and hold ordinary shares of

French holding company, an extension of time for International Banking Corporation, New York, New York, to acquire shares of a, approved

L'union des Mines-La Henin, Paris, France, application submitted by Bankers Trust Company, New York, New York, on behalf of Bankers International Corporation, New York, New York, an Edge corporation, to invest in, approved, Governor Robertson dissenting

Union Financiere pour la Vente a Credit, Paris, France, consent granted to Chemical International Finance Ltd., New York, New York, to acquire shares of, under stated conditions

"G"

Gallagher, James F., New York, New York, reply to inquiry by, as to what companies, other than Marine Midland Corporation, are now or ever have been defined as holding company affiliates in New York State

General Services Administration:

Data processing, letter to Administrator of GSA advising that M. H. Schwartz, Director, Division of Data Processing, had been designated as Board's liaison in the field of electronic, approved

Hours of work for employees of the Federal Government in Washington, report by, recommending further staggering of, question re need for increase in lunch period to 45 minutes, Board willing to comply with other Government agencies, advice to Bureau of the Budget
General Services Administration: (continued)
Parking, Federal employees, survey made by, request from Budget Bureau for comment on report recommending request for legislation, Government monthly charge, and legislation assuring that agencies now administering their own parking spaces participate in contemplated program, consensus that Board not participate, in light of FRAct, which provided Board control of its building and space, letter to Budget Bureau approved

Gibbs, Katharine, Consulting Service, New York, New York, to conduct a secretarial training program in connection with the Board's employee training and development program, with the understanding that required materials be provided by the Service, Board to pay fee of $400, plus travel expense

Gold:

Loans on:
Extension of arrangement to Bank for International Settlements, telegram to FRBank of New York, understood usual participation offered to other FRBanks

Governor Mills referred to procedures followed in handling and approval of, no change suggested

Reserves at FRBanks:
Letter to Senator Douglas, Chairman of Joint Economic Committee re his inquiry about, approved subject to discussed changes

Deficiencies in:
Discussion re general policy question as to whether the Board should allow the occurrence of an occasional reserve deficiency, when the current allocation procedures of the System Open Market Account does not avoid it, or if everything possible should be done to avoid any such deficiency, suggestion re possibility of discussing at meeting with Presidents
Gold: (continued)

Reserves at FRBanks: (continued)

Deficiencies in: (continued)

Discussion re possible amendment of allocation of securities in Open Market Account rather than transferring gold certificates through Interdistrict Settlement Fund, Board to continue study re

Discussion at joint meeting of Presidents' Conference re importance of avoiding deficiencies in, consensus re adoption of revised procedures with respect to allocations of the System Open Market Account as provided in alternative (b), as stated in the memorandum by Messrs. Stone and Farrell

Requirements, allocation of, and computing reserve ratios, letter to Presidents of all FRBanks indicating no objection to a certain proposed change in method of

Vault facilities at FRBank of New York:

Letter from FRBank of New York re proposed alterations to, question by Governor Mitchell re possible use of facilities available at U.S. Assay Office in New York City, at least for gold owned by International Monetary Fund, meeting with President Hayes to be arranged

Vault facilities at FRBank of New York:

Proposed alterations for storing earmarked, meeting of Messrs. Hayes, Coombs and Harris with Board re, discussion re alternatives to, FRBank of New York in favor of expanding facilities at FRBank of New York rather than alternatives

Noted vault in U.S. Assay Office in New York City not adequate as facility for gold, agreed Messrs. Farrell, Solomon and Harris visit New York and silver storage facilities at West Point, New York, to study possible alternatives to enlarging vault at FRBank of New York
Gold: (continued)

Vault facilities at FRBank of New York: (continued)
Memorandum from Messrs. Farrell, Solomon, and Harris analyzing plans for additional space for storage of, Board approved plan at FRBank of New York to convert an area adjacent to present gold vault to use for gold storage

Goldfeld, Professor:
Information furnished to, of Princeton University, re daily data on float covering the postwar period, memorandum from Mr. Noyes recommending that Board comply, approved

Government securities:
Book-entry procedure for handling United States, held by FRBanks for member banks, proposed as a substitution for current procedure of actually issuing the securities and holding them in safekeeping or as collateral, views and comments of the Conference of Presidents re plan requested

Question referred to the Committee on Fiscal Agency Operations for study, no objection to obtaining views from the auditing standpoint, reported at joint meeting of Presidents' Conference

Carrying value of, for examination and supervisory purposes, question re, letter of advice to Presidents of all FRBanks, matter reviewed with FDIC and Comptroller of the Currency, both of which are taking same position as that in letter to FRBanks

Disappearance of certain Treasury certificates of deposit:
FRBank of San Francisco:
Article in San Francisco Examiner re, telephone conversation with President Swan reported by Governor Balderston re statement to be issued by Bank, certain statements re Secret Service to be verified with Treasury Department

9/23 3273, 3292

12/16 4376, 4392

6/11 1884, 1895

6/18 1963

9/30 3397, 3404

3/27 1034
Government securities: (continued)
Disappearance of certain Treasury certificates of deposit: (continued)
FRBank of San Francisco: (continued)
Report re situation requested by Chairman Fascell, House Legal and Monetary Subcommittee, reply being prepared

- Report of incident approved
- Copies of minutes of meetings of FRBank of San Francisco Board of Directors Executive Committee, and Audit Review Committee, and press statement of President Swan sent to Congressman Patman
- Report re incident not to be released by Board to press unless and until released by parties to whom furnished
- Report by Mr. Smith, Assistant Director, Division of Examinations, re, and reports of examination of the FRBank of San Francisco for 1961 and 1962, requested by a Subcommittee of the House Banking and Currency Committee in preparation for a hearing in San Francisco, agreed to furnish on a confidential basis
- Reports of Audit Review Committee and of General Auditor re, advice from Bank re including a public record as requested by Subcommittee of House Banking and Currency Committee

FRBank of Richmond:
Reference made to, in report re disappearance of Treasury certificates from FRBank of San Francisco, matter to be discussed with President Wayne before report is released

- Inquiry from staff member of House Banking and Currency Committee Subcommittee re availability of a report re, understanding re
- Report re apparent inadvertent destruction of certificate transmitted to Congressman Patman
Government securities: (continued)

FRnotes:

Plan for securing by pledge of participation in direct obligations of the United States in System Open Market Account, proposed amendment to plan, sent to FRBank Presidents and FRAgents requesting views 2/7 478, 500

Plan amended as indicated in previous letter since no adverse comments received from FRBanks, advice to FRBank Presidents and FRAgents 3/18 895, 922

Greece:

National Investment Bank for Industrial Development, S.A., Athens, Greece:
Consent granted to Chase International Investment Corporation, New York, New York, to purchase shares of, in light of Greek law it was decided not to incorporate an additional paragraph imposing a condition not to engage in a deposit type of business 5/17 1632, 1638

Consent granted to Manufacturers Hanover International Banking Corporation, New York, New York, to purchase shares of 8/29 2951, 2966

"H"

Hake, Harry, and Harry Hake, Jr., architects, for possible construction of new building for FRBranch Bank at Cincinnati 9/3 3016

Hardy, Porter, Congressman:
Federal Reserve float, single issue of FRnotes, and local destruction of FRnotes, jurisdiction over such matters now lodged in House Legal and Monetary Affairs Subcommittee of House Committee on Government Operations, rather than House Foreign Operations and Monetary Affairs Subcommittee, noted 3/18 906
Harris, Oren, Congressman:
H.R. 6789, companion bill to S. 1642, bill to amend Securities Exchange Act of 1934 and Securities Act of 1933, to extend coverage to certain over-the-counter stocks including bank stocks, report similar to that on S. 1642 sent to, as Chairman of House Interstate and Foreign Commerce Committee

S. 1642, a bill to amend Securities Act of 1933 and Securities Exchange Act of 1934, favorable report to Chairman Harris of the House Committee on Interstate and Foreign Commerce, Governor Mills dissenting

Haskins & Sells:
Audit of Board's accounts for 1962 by, accepted by Board
Audit of Board's accounts for 1963 by public accounting firm of
Examination and supervision of FRBanks:
  Question re assignment to, for reviewing work of Board's field examining staff during 1963 in connection with, agreed to defer decision pending receipt of comments on Governor Robertson's proposals re procedures, from Price Waterhouse & Co., Arthur Andersen & Co., and
  Changes proposed by Governor Robertson, letter commenting on, distributed and referred to during discussion of
  Further reference to views of, during discussion by Board
  Memorandum by Governor Shepardson recommending that the annual review of, be given to, approved unanimously

Headquarters:
Heasley, Edward W., Assistant Federal Reserve Examiner, change in headquarters from Washington, D. C. to San Francisco, California, approved

Stanford, Hanvey, Assistant Federal Reserve Examiner, change in official headquarters from Birmingham, Alabama, to Atlanta, Georgia, approved
Health, Education, and Welfare:
Bureau of Old Age and Survivors Insurance:
Consumer credit program, quarterly listings of new companies supplied by, in connection with special studies of

Hearings:
Bremer, Otto, Company, St. Paul, Minnesota, order for hearing on request for determination under sec.4(c)(6), Bank Holding Company Act, issued, Charles W. Schneider designated Hearing Examiner in connection with
Mandatory hearing to be held in Minneapolis in the matter of, being continued to a later date by Hearing Examiner Schneider
Issuance of order recommending approval authorized
Denver U.S. Bancorporation, Denver, Colorado:
Request by The Central Bank and Trust Company, Denver, Colorado, that a public hearing be held on the application to become a bank holding company, submitted by, or if that request be denied, that the bank be permitted to file a written objection, although the 30-day period has expired
Application to become a bank holding company by acquisition of stock of Denver U.S. National Bank, Arapahoe County Bank, Littleton, and Bank of Aurora, Colorado, order for formal public hearing issued, proposal that Mr. O'Connell serve as Board counsel; understood Legal Division to make necessary arrangements, David London, Hearing Examiner with NLRB, to serve as hearing examiner for
Certain protesting banks requested that they be allowed to present oral argument before Board, re understood request for oral argument would be considered by Board next week
Hearings: (continued)

Denver U.S. Bancorporation, Inc., Denver, Colo.: (continued)

Board authorized issuance of order granting request for oral argument -- to be held September 20, 1963 9/11 3092, 3120

First Colorado Bankshares, Inc., Englewood, Colo.: Application to acquire shares of the proposed Security National Bank, Denver, Colorado, request by the Colorado State Banking Board to be heard at a public hearing re, advice to the State Bank Commissioner 2/5 440, 455

Order for formal public hearing issued; proposal that Mr. O'Connell serve as Board Counsel; understood Legal Division to make necessary arrangements, David London, Hearing Examiner for NLRB, to serve as examiner for 3/6 785, 812

Protesting Banks' Reply Brief received as part of the record in the matter of, (filed one day beyond time permitted) as requested by protesting banks 7/2 2178, 2183

Understood request for oral argument would be considered by Board next week 9/4 3030, 3033

Issuance of order granting request for oral argument -- to be held September 20, 1963, authorized 9/11 3092, 3122

Hearing Examiners:

London, David, Hearing Examiner with NLRB, to serve as hearing examiner at hearing re application of Denver, U.S. Bancorporation, Inc., Denver, Colorado, and at hearing re application of First Colorado Bankshares, Inc., Englewood, Colo. 3/6 790

Schneider, Charles W., Associate Chief Hearing Examiner, National Labor Relations Board, extension of detail on reimbursable basis, when actually employed, for purpose of conducting hearing under sec. 4(c)(6), Bank Holding Company Act 4/24 1319

Designated hearing examiner for hearing re request from Otto Bremer Company for determination under sec. 4(c)(6) 4/29 1376
Hearings: (continued)

House Armed Services Committee, Subcommittee No. 3 H.R. 3516, bill relating to incorporation of fall-out shelters in Federal structures, understanding re testimony by Chairman Martin

House Banking and Currency Committee:
Banking bills to broaden powers of national banks, Board to testify on Sept. 24, agreement with Governor Robertson's suggestion that staff prepare data on respective bills, in addition Board might obtain data and comments from FRBanks

Disappearance of certain Treasury securities at the FRBank of San Francisco, report by Mr. Smith, Assistant Director, Division of Examinations, re, and reports of examinations of the FRBank of San Francisco for 1961 and 1962, requested by Subcommittee of, in preparation for a hearing in San Francisco re, furnishing of documents authorized on a confidential basis

H.R. 5845, a bill to amend sec. 5136, of the Revised Statutes to permit banks to underwrite and deal in "revenue bonds" of States and political subdivisions, and to relax restrictions re underwriting and investing in public housing agency securities, statement for Chairman Martin for hearing discussed, further discussion at tomorrow's meeting

Majority of Board, as indicated in yesterday's meeting, opposed to, Chairman Martin invited to testify before, September 24, 1963, re

Governor Mills raised question re tenor of testimony to be given tomorrow, Chairman Martin described position on, that had been agreed to earlier
Hearings: (continued)  
House Banking and Currency Committee: (continued)  
H.R. 7878, a bill to extend authority of national banks to make conventional real estate loans, position at forthcoming hearings before, to be discussed further tomorrow  
Board opposed to, understood testimony to be presented September 24, 1963, by Chairman Martin would be presented in manner consistent with Board discussions and satisfactory to Chairman Martin  
Governor Mills raised question re tenor of testimony to be given tomorrow, Chairman Martin described position on, which had been agreed to earlier  
H.R. 8230, a bill to authorize national banks to lend more literally on forest tracts, position at forthcoming hearings to be discussed further tomorrow  
Board would not recommend favorable action on, understood testimony to be presented September 24, 1963, by Chairman Martin would be presented in manner consistent with Board discussions and satisfactory to Chairman Martin  
Governor Mills raised question re tenor of testimony to be given tomorrow, Chairman Martin described position on, which had been agreed to earlier  
H.R. 8245, bill to broaden powers of savings and loan associations, relating to loans to finance college education and to purchase home furnishings, also authority to invest in municipal obligations as well as in U.S. Government securities, position at forthcoming hearing to be discussed further tomorrow
Hearings: (continued)

House Banking and Currency Committee: (continued)

H.R. 8245: (continued)

Board believes Congress should take action on H.R. 7404 before considering, understood that testimony to be presented September 24, 1963, should be consistent with Board discussions and satisfactory to Chairman Martin.

Governor Mills raised question re tenor of testimony to be given tomorrow, Chairman Martin described position on, which had been agreed to earlier.

H.R. 8247, a bill to raise the limit on loans by a national bank to a single borrower from 10 to 20 per cent of bank's capital and surplus, view of those present that the limit of 10 per cent on loans to any one borrower should stand, understood position to be taken at forthcoming hearings would be discussed at next Board meeting.

Board opposed to, understood testimony to be presented in manner consistent with Board discussions and satisfactory to Chairman Martin.

Governor Mills raised the question re tenor of testimony to be given tomorrow, Chairman Martin described position on, which had been agreed to earlier.

Statement by Chairman Martin re H.R. 4413, a bill to repeal the silver purchase laws and provide for replacement of silver certificates by FRNotes, draft favoring repeal, understood that the statement would be put in final form satisfactory to Chairman Martin, Governor Mills dissenting from the position expressed.

9/19 3244, 3245
9/23 3281
9/18 3215, 3226-29
9/19 3243, 3245
9/23 3281
3/11 841
Hearings: (continued)

House Legal and Monetary Affairs Subcommittee:

Window dressing of call reports of commercial banks, agreed that Governor Robertson represent Board at hearings before House Legal and Monetary Affairs Subcommittee, statement to be presented along lines suggested by discussion at meeting.

H.R. 729, a bill to establish a Federal Deposit and Savings Insurance Board, in answer to invited testimony by Congressman Multer at hearings on Bank Supervision and Insurance, it was agreed that Chairman Martin and Governors Mills, Robertson and Mitchell would testify, each on a personal basis.

Decided later to report by letter re H.R. 5130, a bill to increase the insurance limit from $10,000 to $25,000 on bank deposits and savings and loan shares, discussion re draft statement to be presented by Governor Balderston on April 25, 1963 before the House Banking and Currency Committee, no objection to expressing view that the proposed increase would not be in the public interest, understood that a revised draft would be prepared.

Revised draft considered appropriate, understood that any specific suggestions would be sent to Governor Balderston.

H.R. 5874, a bill to establish a Federal Banking Commission, in answer to invited testimony by Congressman Multer at hearings on May 8th before the subcommittee on Bank Supervision and Insurance, it was agreed that Chairman Martin and Governors Mills, Robertson, and Mitchell would testify each on a personal basis.
Hearings: (continued)
Joint Economic Committee, statement by Chairman Martin to be made before, understood that draft would be reviewed by the staff and presented in final form satisfactory to the Chairman

Oral presentations:
Chemical Bank New York Trust Company, New York, New York, application to acquire assets and assume liabilities of Bank of Rockville Centre Trust Company, Rockville Centre, New York, agreed that an oral presentation would not be held in regard to, advice to FRBank of New York

Dauphin Deposit Trust Company, Harrisburg, Pennsylvania, request for reconsideration and oral presentation re denied application to merge with the First National Bank of Mount Holly Springs, Pennsylvania, request denied with Governor Mills abstaining, advice to Mr. Snyder, of Morgan, Lewis & Bockius, attorney for

Lorain County Savings and Trust Company, Elyria, Ohio, application to merge with Central Bank Company, Lorain, Ohio, denied by majority vote, Governors Balderston and Shepardson dissenting, consensus that no oral presentation should be ordered

State Bank of Albany, New York, request for reconsideration and oral presentation re proposed merger with Unadilla National Bank, Unadilla, New York, denied, letter to Congressman Stratton

West Branch Bank and Trust Company, Williamsport, Pennsylvania, Board agreed to arrange for oral presentation re proposed merger of, with Bank of Newberry, Williamsport, Pa., under title Northern Central Bank and Trust Company
Hearings: (continued)

Oral presentations: (continued)

West Branch Bank and Trust Company, Williamsport, Pennsylvania: (continued)
Subsequently arranged for September 19, 1963
Further discussion with views of Board presented, application approved, Governor Robertson dissenting

Public hearings re agency rule making, S. 691, a bill to require, if timely protest is filed after notice of proposed rule is published in the Federal Register, Board's view that proposed legislation is not needed, report sent to Senator Eastland

Senate Banking and Currency Committee:
S. 1642, a bill to amend Securities Exchange Act of 1934, and Securities Act of 1933, to extend coverage to securities traded over-the-counter, including bank stocks, understanding re content of report to, in light of anticipated testimony by Chairman Martin before
Understanding re testimony by Chairman Martin

Trans-Nebraska Company, Lincoln, Nebraska, application to acquire shares of three banks, request for three day time extension for filing exceptions to Report and Recommended Decision of the Hearing Examiner, request approved

Whitney Holding Corporation, New Orleans, Louisiana, litigation re, request from Department of Justice re need for a rehearing or certiorari, no need in Board's opinion, suggestion that views of Comptroller of the Currency be solicited
History:

FRSystem, Mr. Charles Molony, Assistant to the Board designated to work on the preparation of an over-all, in connection with the 50th anniversary of the FRSystem, understood that a draft communication be prepared inviting the FRBanks to supply information to assist Mr. Molony in the System project.

Letter to FRBanks requesting appropriate material and information for use by Mr. Molony.

Holding company affiliates:

Legislation, proposed repeal or modification of provisions of Banking Act of 1933, to eliminate confusion arising from existence of two sets of laws relating to same general subject but based on different definitions of what constitutes a holding company, approved for inclusion in Board's 1962 Annual Report, emphasizing need for action re

New York State, inquiry re what companies, other than Marine Midland Corporation, are now or have ever been defined as holding company affiliates in, reply to James F. Gallagher approved.

"One bank" cases:

Mark One Corporation, Mineola, Texas, request for determination re exemption from all holding company affiliate requirements except for purposes of sec. 23A of FRAct, discussion revealed that case might involve reversal of policy in handling "one bank" cases, it was agreed that it should be considered at a time when more members of the Board were present.

Review of Board's policy of handling requests for section 301 determinations in connection with, majority of Board against reversing current policy at this time.
Holding company affiliates: (continued)

Readily marketable assets, inquiry from commercial
Associates, Inc., Pensacola, Fla., re necessity for Board's certifi-
cation of a reserve pursuant to sec. 5144, Revised Statutes, let-
ter to FRBank of Atlanta, approved, discussion re reasons for Board's favoring negative reply

4/29 1376, 1387

(Individual names):

American Installment Credit Corporation, Washington, D.C.:

Issuance of limited voting permits to Finan-
cial General Corporation, Washing-
ton, D.C. National Insurors & Cred-
it Corporation, Des Moines, Iowa, and, to vote their stock of The
Peoples National Bank of Leesburg,
Virginia, authorized

1/4 5, 25, 26

Issuance of a general voting permit to vote
stock of Peoples National Bank of
Leesburg, Virginia, authorized

9/24 3298, 3313

American Pioneer Life Insurance Company, Little
Rock, Arkansas, determined not to be a holding company affiliate of
Trumann National Bank, Trumann,
Arkansas, except for purposes of
section 23A

2/26 683, 689

ATC Building Company, affiliate of Wells Fargo
Bank, San Francisco, California, direct and indirect investment in
bank premises, approved, amount represents an investment by Wells
Fargo Bank and an indebtedness by

7/31 2511, 2521

Bancorporation of Montana, (formerly Montana Shares,
Incorporated) Great Falls, Montana:

Issuance of limited voting permit to vote
stock of Liberty County Bank,
Chester, Montana, Citizens Bank
of Montana, Havre, Montana, and
Central Bank of Montana, Great
Falls Montana, authorized

1/25 269, 279

Issuance of general voting permit deemed
inappropriate at this time because of condition of subsidiary
banks of, to consider reissuance of limited voting permit as needed

10/3 3435, 3438
Holding company affiliates: (continued)

Bancorporation of Montana, (formerly Montana Shares, Incorporated) Great Falls, Montana: (continued)
Issuance of limited voting permit to vote stocks of Liberty County Bank, Chester, Montana, Citizens Bank of Montana, Havre, Montana, and Great Falls, Montana, authorized

Bankers Dispatch Corporation, Chicago, Illinois, determined not to be holding company affiliate of the District National Bank of Chicago, Ill., except for purposes of section 23A, letter to FRBank of Chicago requesting further review of the situation and asking that the Board be furnished with a summary of the status of the case each year

Buckeye Corporation, New York, New York, and Massachusetts Mohair Plush Company, Inc., New York, N.Y., determined not to be holding company affiliates of Miami National Bank, Miami, Florida, except for purposes of section 23A

Building Lease Corporation, Kansas City, Missouri, determined not to be a holding company affiliate of Civic Plaza National Bank of Kansas City, Mo., except for purpose of section 23A

Capital Exchange Corporation, a Texas corporation, determined not to be a holding company affiliate of Springs National Bank of Tampa, Florida, except for purposes of section 23A

Clear-Vue TV, Inc., Durant, Oklahoma, determined not to be a holding company affiliate of the First National Bank of McAlester, Oklahoma, except for purposes of section 23A

Commercial Associates, Inc., Pensacola, Florida, inquiry re necessity for Board's certification of the establishment of a reserve pursuant to sec. 5144, Revised Statutes, letter to FRBank of Atlanta, approved
Holding company affiliates: (continued)

Distributors Discount Corporation, New York, N.Y.:


- Issuance of a general voting permit to vote stock of Citizens National Bank in Pocomoke City, Md., authorized 9/24 3298, 3311

Evans Corporation, Ault, Colorado, determined not to be a holding company affiliate of Farmers National Bank of Ault, Colorado, except for purposes of section 23A of the FRA 7/29 2492, 2503

Financial General Corporation, Washington, D.C.:

- Issuance of limited voting permits to American Installment Credit Corporation, Washington, D.C., National Insurors & Credit Corporation, Des Moines, Iowa, and, to vote their stock of The Peoples National Bank of Leesburg, Virginia, authorized 1/4 5, 25, 26


Data re direct or indirect ownership or control of bank shares by, and other registered bank holding companies, where shares owned or controlled are less than 25 per cent of total shares, to be made available to House Banking and Currency Committee as requested 4/12 1199

- Issuance of a general voting permit to vote stock of Citizens National Bank in Pocomoke City, Maryland, and The Peoples National Bank of Leesburg, Virginia, authorized 9/24 3298, 3308

First National Agency, Inc., Park Falls, Wisconsin, determined not to be a holding company affiliate of First National Bank of Park Falls, Wisconsin, except for purposes of section 23A of FRA 8/9 2657, 2673
Holding company affiliates: (continued)

First Oklahoma Bancorporation, Inc., Oklahoma City, Oklahoma:

Telegram to FRAgent at Kansas City, authorizing voting permit to, re its stock in First National Bank and Trust Company of Oklahoma City, Oklahoma, but indicating voting permit re stock of Idabel National Bank, Idabel, Oklahoma, withheld pending improvement in condition of bank, Board would consider request for limited voting permit when needed 8/23 2907, 2915

Issuance of limited voting permit to vote stock of Idabel National Bank, Idabel, Oklahoma, authorized 12/19 4456, 4469

First Virginia Corporation, Arlington, Virginia:

Issuance of limited voting permit to vote the stock of Shenandoah County Bank and Trust Company, Woodstock, Richmond National Bank and Trust Company, Richmond, and Peoples' Bank, Mount Jackson, all of Virginia, authorized 1/4 4, 22

Issuance of a limited voting permit to vote the stock of Richmond National Bank and Trust Company, Richmond, Virginia, authorized 3/1 732, 741

Issuance of a general voting permit to vote stock of Peoples' Bank, Mount Jackson, Virginia, Shenandoah County Bank and Trust Company, Woodstock, Virginia, and Richmond National Bank and Trust Company, Richmond, Virginia 9/16 3161, 3159

First Western Financial Corporation, Las Vegas, Nevada, determined not to be a holding company affiliate of Nevada Bank of Commerce, Reno, Nevada, except for purposes of section 23A of FRAAct 9/18 3213, 3239
Holding company affiliates: (continued)

Franklin Shares Corporation, St. Louis County, Missouri, (successor to Polmoor Corp.) determined not to be a holding company affiliate of Arlington Heights National Bank of Arlington Heights, Illinois, except for purposes of section 23A 3/28 1047, 1057

General Investment Company of New Mexico, Albuquerque, New Mexico, determined not to be a holding company affiliate of the First National Bank of Grants, New Mexico, except for purposes of section 23A 10/14 3528, 3542

Greater Iowa Corporation, Des Moines, Iowa, issuance of limited voting permit to vote the stock of First National Bank, Cedar Falls, Iowa, authorized 1/4 4, 23

Gulf Interstate Company, Houston, Texas, determined not to be a holding company affiliate of Central National Bank of Houston, Texas, except for purposes of section 23A 6/17 1929, 1941

Industrial Finance Company, Fayetteville, Arkansas, determined not to be a holding company affiliate of McIlroy Bank, Fayetteville, Arkansas, except for purposes of section 23A of FR Act 11/6 3822, 3830

Lawrence and Stegall Ranches, Inc., Phoenix, Arizona, determined not to be a holding company affiliate of The Alamosa National Bank, Alamosa, Colorado, except for purposes of section 23A of FR Act 10/15 3546, 3551

M-V Co., Inc., Marion I owa, determined not to be a holding company affiliate of First National Bank of Marion, Iowa, except for purposes of section 23A of FR Act 8/9 2657, 2671

Marine Corporation, Milwaukee, Wisconsin:

Extension of time re issuance of general voting permit to vote the stock of Marine National Bank of Waukesha, Wisconsin, approved 1/4 4, 24

Further extension of time for issuance of a general voting permit to vote the stock of Marine National Bank of Waukesha, Wisconsin, approved 3/8 834, 838
Holding company affiliates: (continued)

Mark One Corporation, Mineola, Texas:
Request for determination re exemption from all holding company affiliate requirements except for purposes of section 23A of FRAct, as discussion revealed that case might involve reversal of policy in handling of so-called "one bank" cases, it was agreed that it should be considered at time when more members of Board were present 9/24 3300

Discussion re "one bank rule" in connection with, Board against reversing current policy for handling requests for section 301 determinations in one bank cases, Board determined not to be a holding company affiliate of City National Bank of Austin, Texas, except for purposes of section 23A of FRAct, Governor Robertson dissenting 10/9 3481, 3499

Massachusetts Mohair Plush Company, Inc., New York, New York, determined not to be a holding company affiliate of Miami National Bank, Miami, Fla., except for purposes of section 23A 1/11 90, 93

Montana Shares, Incorporated, Great Falls, Montana, now entitled "Bancorporation of Montana" 1/25 269

Morris Plan Corporation, New York, New York:
Issuance of limited voting permits to Distributors Discount Corporation, New York, N.Y., Financial General Corporation, Washington, D.C., and, to vote their stock of Citizens National Bank in Pocomoke City, Maryland, authorized 1/4 5, 27, 28

Issuance of a general voting permit to vote stock of Citizens National Bank in Pocomoke City, Md., authorized 9/24 3298, 3310
Holding company affiliates: (continued)

National Insurors & Credit Corporation, Des Moines, Iowa:
- Issuance of limited voting permits to Financial General Corporation, Washington, D.C., American Installment Credit Corporation, Washington, D.C., and to vote their stock of the Peoples National Bank of Leesburg, Virginia, authorized
  - 1/4 5, 25, 26

Issuance of a general voting permit to vote stock of Peoples National Bank of Leesburg, Virginia, authorized
- 9/24 3298, 3312

North American Mortgage Corporation, St. Petersburg, Florida, determined not to be a holding company affiliate of American National Bank of South Pasadena, Florida, except for purposes of section 23A
- 6/12 1899, 1914

North Shore Investment Corporation, Joliet, Ill., determined not to be a holding company affiliate of The Second National Bank of Danville, Ill., except for purposes of section 23A of FRAct
- 12/16 4376, 4390

Polmoor Corporation, merged with Franklin Shares Corporation, which is now successor to
- 3/28 1057

Prince, F. H., and Co., Inc., determination made in 1958 that it is not a holding company affiliate of Live Stock National Bank of Chicago remains in effect, not withstanding merger with Chicago Stock Yards Company resulting in direct ownership of Bank's stock
- 6/28 2134, 2145

Reiter, Howard W., Investment Company, Canby, Minn., determined not to be a holding company affiliate of The National Citizens Bank of Canby, Minnesota, except for purposes of section 23A
- 5/3 1443, 1451

Rocky Ford Investment Corporation, Kansas City, Missouri, determined not to be a holding company affiliate of Rocky Ford National Bank, Rocky Ford, Colo., except for purposes of section 23A
- 5/13 1536, 1546
Holding company affiliates: (continued)

S-J Management Corporation, Joliet, Illinois, determined not to be a holding company affiliate of Streator National Bank, Streator, Ill., except for purposes of section 23A

Sealy & Smith Foundation for The John Sealy Hospital, Galveston, Texas, request for redetermination in light of the consolidation of The First National Bank of Galveston and the Hutchings-Sealy National Bank of Galveston, Texas, under the title of First Hutchings-Sealy National Bank of Galveston, Texas, determined that 1940 determination not to be a holding company affiliate except for purposes of section 23A remains in force

Siwybas, Inc., Grand Prairie, Texas, determined not to be a holding company affiliate of First National Bank in Grand Prairie, Grand Prairie, Texas, except for purposes of section 23A of FRAct

Sylvan Agency, Inc., Sylvan Grove, Kansas, determined not to be a holding company affiliate of Sylvan State Bank, Sylvan Grove, Kansas, except for purposes of section 23A of FRAct

Virginia Commonwealth Corporation, Richmond, Virginia:

Issuance of limited voting permit to vote the stock of Bank of Warwick, Newport News, The Bank of Virginia, Richmond, and The Bank of Salem, all of Virginia, authorized

Issuance of a limited voting permit to vote the stock of The Bank of Virginia, Richmond, Virginia, authorized

Issuance of limited voting permit to vote stock of Bank of Virginia, Richmond, Virginia, authorized

Telegram to FRBank of Richmond authorizing issuance of general voting permit to, covering its stock in Bank of Warwick, Newport News; Bank of Virginia, Richmond; and Bank of Salem, Virginia
Holding company affiliates: (continued)
Virginia Commonwealth Corporation, Richmond, Virginia: (continued)
Issuance of a limited voting permit to vote its stock of The Peoples National Bank of Pulaski, Virginia, authorized

Witch, Inc., Amarillo, Texas, determined not to be a holding company affiliate of The First National Bank of Levelland, Texas, except for purposes of section 23A

Home Owners Loan Act of 1933:
Legislation:
Draft bill to amend, to permit Federal savings and loan associations, and certain other members of Federal Home Loan Bank System, to act as trustees for trust qualifying under section 401, Internal Revenue Code, as amended by Self-Employed Individuals Tax Retirement Act of 1962, following discussion, report to Budget Bureau approved, indicating Board not in favor of bill in present form

Draft bill to amend section 5 of, to enlarge investment powers of the Federal savings and loan associations, permitting investment without limit in obligations of all agencies of the United States as well as obligations of States and local government entities as defined by the Federal Home Loan Bank Board, with the possibility of including "revenue bonds", understood that the report to the Bureau of the Budget would be re-drafted for further consideration

Letter to Budget Bureau approved re their request for views, Board indicated Federal Home Loan Bank Board should be strengthened first by appropriate legislation before considering additional investment powers of Federal savings and loan associations

12/27 4556, 4562
2/21 665, 679
3/6 776, 805
8/8 2605
8/9 2661, 2677
Home Owners Loan Act of 1933: (continued)
Legislation: (continued)
Draft bill to amend section 5 of, Internal Revenue code of 1954, and section 689 of the Act of March 3, 1901, submitted by Federal Home Loan Bank Board, permitting savings and loan associations to act as trustees with respect to qualified stock bonus, pension, and profit-sharing plans, report to Bureau of the Budget, approved

Honoraria:
Axilrod, Stephen H., Senior Economist, Division of Research and Statistics, granted permission to co-author an article "Appraisal of Monetary Policy," which will appear in a book published as part of Columbia University American Assembly series

FRBank officers and employees:
Policy re, letter and attachment to Presidents of all FRBanks stating policy and restrictions re writing and other outside business activities and indebtedness of

Staff of Board of Governors:
Policy re, annual survey of Board's staff by Division of Personnel Administration, understanding that any individual reporting writing activity would be advised of Board's policy re royalties, Governor Shepardson reviewed information presented and found nothing to question

Hours of work:
Employees of the Federal Government in Washington, report by General Services Administration recommending further staggering of, question re need for increase in lunch period to forty-five minutes, Board willing to comply with other Government agencies, advice to Bureau of the Budget
Housing:

Legislation:
S. 1200 and S. 2226, bills that would authorize Federal Housing Administration to compensate mortgagors for structural defects in insured homes, letter to Chairman Robertson of Senate Banking and Currency Committee approved, Governor Mills' adverse views on Board's position noted

"I"

Income and dividends reports:
National banks, editing of condition and, for statistical purposes, informally informed that the Office of the Comptroller of the Currency would discontinue, confirmation requested as well as suggestions re possible procedure to maintain statistical quality of combined reports, if confirmed FRBanks to be notified and asked to edit national bank reports on same basis as State member bank reports

State member banks:
Midyear reports, Board to take no further action in connection with, in absence of formal representations from other agencies re, no response received from Budget Bureau re Board's action in 1962 with respect to, noted
Letter to Presidents of all FRBanks transmitting copies of the form for, to be used by State member banks submitting, letter to be sent when form is printed
Indebtedness and outside business activities:

FRBank employees:

Margin accounts, report of a debit balance in a margin account with a stock broker, made by an assistant examiner in the Examination Department of the FRBank of Philadelphia, as noted in the examination report of the Reserve Bank, agreed that a draft letter to the FRBanks re, should be presented to the Board for consideration as promptly as possible.

Letter sent to Presidents of all FRBanks

FRBank officers and employees, letter and attachment to Presidents of all FRBanks stating policy and restrictions re teaching, writing, public speaking, speculative dealings (whether in securities, commodities, real estate, exchange or otherwise), and purchase of stock of a member bank or an affiliate thereof.

(Individual names):

Aalto, Reino Leonard, Assistant Examiner, appointment approved, not to participate in examination of a certain State member bank.

Adams, Douglass H., Examiner, FRBank of Richmond, appointment approved, not to participate in the examination of a certain nonmember bank.

Apelian, George M., Assistant Examiner, FRBank of Cleveland, appointment approved, not to participate in any bank or other organization in the BancOhio group as long as he is a stock holder in that organization.

Clapp, Robert V., Examiner, FRBank of Boston, appointment approved, not to participate in examination of nonmember bank until indebtedness has been liquidated.

Clark, Charles F., Assistant Examiner, FRBank of New York, appointment approved, not to participate in examination of a certain State member bank until indebtedness is liquidated.
Indebtedness and outside business activities: (continued)

Coli, Daniel J., Special Assistant Examiner, FRBank of Richmond, appointment approved, not to participate in examinations of two State member banks

Creitsinger, Duane B., Assistant Examiner, FRBank of Dallas, appointment approved, not to participate in the examination of a national bank until his indebtedness has been liquidated

Elbers, Charles W., Assistant Examiner, FRBank of Chicago, appointment approved, not to participate in examination of a nonmember bank to which he is indebted

Ellis, Marion D., Assistant Examiner, FRBank of Minneapolis, appointment approved, not to participate in examination of a nonmember bank to which he is indebted

Fox, Johnny Samuel, Jr., Messenger, Division of Administrative Services, to work part-time as stock clerk at local department store, approved

Goff, Robert N., Assistant Examiner, FRBank of San Francisco, appointment approved, not to participate in examination of a certain national bank of which he is indebted and that he dispose of shares of stock which he owns of this same national bank

Gutowski, Joseph F., Jr., Assistant Examiner, FRBank of New York, appointment approved, not to participate in examination of a State member bank to which he is indebted and in which he owns stock

Hayes, James A., Assistant Examiner, FRBank of New York, appointment approved, not to participate in examination of a certain State member bank

Hillery, Frank Michael, Examiner, FRBank of Boston, appointment approved, not to participate in examination of a certain nonmember bank until indebtedness is liquidated
Indebtedness and outside business activities: (continued)

Hoffman, Leonard F., Assistant Examiner, FRBank of New York, appointment approved with the understanding that Mr. Hoffman will dispose of seven shares of stock he owns in Lewis County Trust Company, Lowville, New York

Hughes, Douglas T., Examiner, FRBank of Richmond, appointment approved, not to participate in the examination of a certain national bank in which he has become indebted

Johnson, Don W., Assistant Examiner, appointment approved, not to participate in examination of a particular non-member bank

Jones, James T., Messenger, Division of Administrative Services, to work part-time as porter and chauffeur for local drug store, approved

Kessler, John Roger, Assistant Examiner, appointment approved, not to participate in examination of Fulton National Bank, Atlanta, Georgia, and First National City Bank, New York, New York, until indebtedness has been liquidated

Lake, Ronald R., Assistant Examiner, FRBank of St. Louis, appointment approved, not to participate in examination of a State member bank until indebtedness is liquidated

Layden, Peter M., Assistant Examiner, FRBank of Chicago, appointment approved, amended to provide that he will not participate in examination of a State member bank to which he became indebted during interim between Board's approval and his appointment

Leggett, Harry Robert, Assistant Examiner, FRBank of San Francisco, appointment approved, not to participate in examination of National Commercial Bank and Trust Company, Plattsburgh, New York, to which he is indebted
Indebtedness and outside business activities: (continued)

Mack, James F., Jr., Assistant Examiner, FRBank of Kansas City, appointment approved, not to participate in examination of two nonmember banks until indebtedness has been liquidated 3/22 993, 1015

McKiernan, Thomas E., Assistant Examiner, FRBank of Chicago, appointment approved, not to participate in the examination of a national bank so long as he has an interest in any trust administered by that institution 5/17 1635, 1641

Pfeifer, Jerry Robert, Assistant Examiner, FRBank of Cleveland, appointment approved, not to participate in examination of a national bank to which he is indebted 6/17 1936, 1952

Pugh, Robert E., Assistant Examiner, FRBank of Richmond, appointment approved, not to participate in examination of a national bank and a State member bank until his indebtedness has been liquidated 7/16 2310, 2319

Reese, Hugh E., Assistant Examiner, FRBank of Richmond, appointment approved, not to participate in examination of a national bank to which he is indebted 11/1 3738, 3750

Roloff, Charles A., Jr., Assistant Examiner, FRBank of Chicago, appointment approved, not to participate in the examination of a national bank so long as he owns stock in that bank 6/7 1843, 1854

Ross, Leonard A., Jr., Examiner, FRBank of Richmond, appointment approved, not to participate in the examination of a certain national bank to which he has become indebted 12/27 4559, 4576

Rough, Robert A., Assistant Examiner, FRBank of New York, reappointment approved, not to participate in examination of a national bank to which he is indebted 10/10 3524
Indebtedness and outside business activities: (continued)

Ryan, John E., Examiner, appointment approved, not to participate in examination of Peoples Bank of Pana, Illinois, and Beverly Bank, Chicago, Ill., until indebtedness is liquidated.

Shields, John C., Assistant Examiner, appointment approved, not to participate in examination of a certain State member bank to which he is indebted.

Smith, Howard G., Assistant Examiner, appointment approved, not to participate in examination of a certain non-member bank to which he is indebted.

Spatafora, Victor D., Assistant Examiner, appointment approved, not to participate in examination of a national bank to which he is indebted.

Sullivan, Alfred J., Assistant Examiner, FRBank of Dallas, appointment approved, not to participate in examination of a national bank to which he is indebted.

Valley, R. Bruce, Assistant Examiner, FRBank of Richmond, appointment approved, not to participate in examination of a State member bank to which he is indebted.

Walker, Charles J., Assistant Examiner, FRBank of Chicago, appointment approved, not to participate in examination of Waterloo Savings Bank, Waterloo, Iowa, of which he owns stock and of which his father is Chairman of the Board, understanding Mr. Walker has agreed to dispose of his stock.

Wallace, William S., Examiner, FRBank of Boston, appointment approved, not to participate in examination of nonmember bank until indebtedness has been liquidated.

8/13 2706, 2723
10/8 3468
9/23 3283, 3295
10/3 3425, 3432
7/16 2310, 2321
7/18 2343, 2351
11/5 3812, 3821
1/11 91
Indebtedness and outside business activities: (continued)

Walsh, Thomas H., Assistant Examiner, FRBank of Chicago, appointment approved, not to participate in the examination of a stated national bank as long as he owns stock or is related to an officer or director of that institution 5/17 1635, 1642

Wasson, Peter V. C., Assistant Examiner, FRBank of Kansas City, appointment approved, not to participate in examination of a certain national bank and a certain nonmember bank until indebtedness has been liquidated 4/2 1123, 1134

Wolfley, Delbert D., Assistant Examiner, FRBank of San Francisco, appointment approved, not to participate in examination of a nonmember bank to which he is indebted 3/20 972, 983

Woofter, Andrew C., Jr., Assistant Examiner, FRBank of Cleveland, appointment approved, not to participate in examination of a nonmember bank, ten shares of stock of which he owns 7/16 2310, 2320

Zohab, Arthur J., Jr., Assistant Examiner, FRBank of Richmond, appointment approved, not to participate in the examination of a nonmember bank until his indebtedness has been liquidated 6/7 1843, 1855

India:

Industrial Credit and Investment Corporation of India Limited, Bombay, India, purchase of stock of, by Morgan Guaranty International Finance Corporation, New York, New York, consent granted 6/10 1858, 1868

Indianapolis Clearing House Association, reply to, regarding possible establishment of a branch of the FRBank of Chicago in Indianapolis 6/26 2073, 2116

Indians:

Loan fund, revolving, draft bill to amend the law establishing, proposed by Department of Interior, report sent to Budget Bureau 2/26 683, 693
Industrial Banks:

Bank Holding Company Act of 1956, status under, Board position that they should not be considered banks for purposes of the Act unless they accept deposits to be repaid on demand, staff to redraft interpretation, inquiries received from Beneficial Finance Co; Allstate Enterprises, Inc.; and Midwestern Financial Corp., noted

Interpretation approved

Information:

Administration proceedings for 1963, Senator Long, Chairman of Administrative Practice and Procedure Subcommittee of Senate Judiciary Committee, Board sent reporting forms showing statistical data re its, as requested by Senator Long

Arizona banking situation investigation in 1956: FRBank of San Francisco requested to check in files for data re Valley National Bank of Arizona, and possibly Arizona Bank and Arizona Bancorporation, as requested by Justice Department for use in civil antitrust suit, advice to Justice re status of situation

Question re having Justice subpoena material

Request from Assistant Attorney General Orrick for certain unpublished material concerning Valley National Bank, letter to FRBank of San Francisco saying certain material could be made available to Justice Department

Arkansas Bank and Trust Company, Hot Springs, Arkansas, pending taxpayer's refund suit entitled Arkansas Bank and Trust Company v. United States, FRBank of St. Louis requested by Justice Department for certain information relating to action by, in leasing land upon which it subsequently constructed a new banking house, advice to FRBank of St. Louis
Information: (continued)

Audit Review Committee report and report of General Auditor, FRBank of San Francisco, re disappearance of certain Treasury certificates from FRBank of San Francisco, advice from Bank re, including in public record as requested by Subcommittee of House Banking and Currency Committee 4/26 1348

Bank holding company data re direct or indirect ownership of bank shares by registered bank holding companies and by Financial General Corp., where shares so owned or controlled are less than 25 per cent of total shares, information to be made available to House Banking and Currency Committee as requested 4/12 1199

Bank holding company data furnished to Mr. Harrison F. Houghton, House Committee on Banking and Currency, in light of inquiry re percentage of outstanding shares of Baystate Corporation, Boston, Mass., owned directly by The First National Bank of Boston, Mass., and request for details re shares held directly or indirectly by that bank in a fiduciary capacity 5/7 1477, 1501

Bank loans, survey of banks' methods and standards in making security loans, request from Securities and Exchange Commission for data re, for publication in report of Special Study of the Securities Market, agreed to furnish edited data for publication as requested 6/17 1929, 1943

Bank merger applications:  
Board operations re processing of, report sent to Congressman Fascell 5/1 1419, 1432

Filed during 1961 where resulting institution was to be a State member bank, furnishing of, to House Banking and Currency Committee as requested thru FDIC, no objection by Board, advice to Congressman Patman 6/25 2053, 2066
Information: (continued)

Bank merger applications: (continued)

Delivered to House Banking and Currency Committee with request to return to Board after Committee finishes with them 7/3 2197, 2202

Denied during period from enactment of Bank Merger Act to November 1, 1961, copies of Board's letters re, transmitted to Benjamin J. Klebaner, Associate Professor of Economics, The City College of the City University of New York, New York, to assist him in research in the field of bank mergers 12/9 4246, 4270

Bank stock, owned by Class B Directors, request for information re, from Professor Harvey C. Mansfield of House Banking and Currency Committee staff, Chairman Martin indicated same information requested by Committee several years ago did not reveal any questionable situation, no reason to undertake survey now, no requirement that Class B directors could not own bank stock, understood Mr. Cardon of Board's staff would talk further with Professor Mansfield 7/25 2444

Branch bank applications, announcement of Board's action on, at time of approval, agreed to obtain views of FRBanks before adopting procedure re, question whether receipt of branch applications should also be announced 7/2 2177-78

Branches of State banks and national banks, procedures for approving, particularly in relation to recent experience in 10th Congressional District of Virginia, letter to Chairman Robertson, Senate Banking and Currency Committee outlining Board procedures re State member banks, statistical data re 10th Congressional District of Virginia included 7/10 2219, 2245
Information: (continued)

Budgetary procedures of the FRBanks and actual budget figures for the FRBanks of Boston and New York for the first half of 1963, with copies of Board's letters accepting these budgets, transmitted to Congressman Patman, Chairman of the House Committee on Banking and Currency, per his request, reference made to FRBank expense reports, building projects, and official salaries.


Coin distribution, inquiry from Coin World, numismatic publication, submitting questions re Federal Reserve distribution of, particularly silver dollars, reply letter and proposed responses to Coin World approved, with consensus that Board could use answers to similar and subsequent inquiries for same information.

Information re inquiry from Coin World also sent to FRBanks.

Condition reports, unpublished information from, requested by Mr. Frank Edwards to be used in connection with the preparation of his doctoral thesis, recommendation by Division of Bank Operations to furnish, approved.
Information: (continued)
Condition and earnings reports, request for unpublished historical information for use in a doctoral thesis by Mr. Albert Cox Jr., Secretary, Research Committee, American Bankers Association, to be made available with the usual understanding that no figures for individual banks will be disclosed.

Confidential:
Disclosure of:
S. 1666, a bill to clarify and protect the right of the public to information, Board not in favor of provision re disclosure, report sent to Chairman Eastland, Senate Judiciary Committee.
Department store sales data for use in connection with an investigation under the Clayton Act, requested by the Federal Trade Commission, recommendation not to furnish made by the System Committee on current Reporting Series, letter declining to furnish, approved.
Deposits-by-Counties, data furnished to Department of Justice, request for verification, explanation, and permission to disclose in Judicial proceedings, letter to Justice Department approved.
Directors, Class A and B, procedure for nomination and election of, FRBanks requested to supply the Board with sample copies of election circulars, ballots, and other related forms in light of request by House Banking and Currency Committee for information re...
Information: (continued)

Directors, Class A and B: (continued)

Letter to Congressman Patman, Chairman of the House Banking and Currency Committee, transmitting material re Disappearance of certain Treasury securities from FRBank of San Francisco:

Report re situation requested by Chairman Fascell, House Legal and Monetary Subcommittee, Government Operations Committee, reply being approved

Report of incident approved, including review of performance of FRBanks in safekeeping securities from FRBank of Richmond, copies sent to Congressmen Fascell, Patman, Talcott and Kilburn

Report not to be released to press by Board unless and until released by parties to whom furnished

Report by Mr. Smith, Assistant Director, of Division of Examinations, re, and reports of examination of FRBank of San Francisco, requested by Subcommittee of the House Banking and Currency Committee in preparation for hearing in San Francisco, furnishing of documents authorized with understanding that examination reports were available on confidential basis only to members of Congress and their staff

Reports of Audit Review Committee and of General Auditor re, advice from Reserve Bank re including in public record as requested by Subcommittee of House Banking and Currency Committee

Disappearance of certain Treasury certificate from FRBank of Richmond:

Report re apparent inadvertent destruction of certificate transmitted to Congressman Patman
Disclosure of Board's action, staff to review various types of actions taken by Board to determine question of extending the area of public announcement.

Board agreed to institute a procedure for expanding the weekly K. 2 release to include notice of receipt and release of action on applications for establishment of domestic and foreign branches, investment in Edge Act and agreement corporations, for permission to carry reduced reserves, and for membership in FRSystem, Governor Mills' reservations noted.

Letter to FRBanks re procedure Board had decided to follow concerning K. 2 release.

Discount rates at FRBanks:
Questions submitted by House Banking and Currency Committee re recent changes in discounts and advances at FRBanks, individual question directed to Governor Mills, questions to be placed in Congressional Record, understood draft reply would be prepared for Board consideration.

Questions submitted by House Banking and Currency Committee in connection with the hearings re changes in, understood draft answers to questions 1-10 and 12-21 would be reviewed by the staff in light of comments and sent to Mr. Young for editorial changes, to be transmitted to House Banking and Currency Committee in final form satisfactory to Chairman Martin, question 11, prepared by Governor Mills also to be transmitted.

Examination, condition, and income and dividends reports:
Revised form F.R. 272 for requesting copies of, for interagency use, and serving as receipts for same, transmitted to FDIC.
Information: (continued)

Examination reports:

Davison State Bank, Davidson, Michigan, (now merged into Genesee Merchants Bank & Trust Co.,) request for reports for 1957-1962, for use in connection with claims filed under fidelity bond issued by America Fore Loyalty Group for alleged misapplication of funds by an officer and an employee of, agreed furnishing of reports would not be in the public interest, letters to attorney and to FRBank of Chicago

Farmers and Merchants Bank of Long Beach, California, subpoenas served on Vice President Galvin and Examiner Walker of the FRBank of San Francisco, ordering access to correspondence and examination reports of, in connection with possible illegal banking transactions between the member bank and Messrs. Riedman and Chohon, agreed to Mr. O’Connell’s suggestion to authorize use of only specific information relevant to the investigation, Governor Mills dissenting

Assistant U.S. Attorney Murphy agreed to issue a more specific subpoena, telegram of instructions sent to FRBank of San Francisco

FRBank of San Francisco, 1961 and 1962 reports, requested by a Subcommittee of the House Banking and Currency Committee in preparation for a hearing in San Francisco re the disappearance of certain Treasury securities from the vault at the Reserve Bank authorized to furnish on a confidential basis only to members of the Congress and their staff

5/16 1597, 1624-25
5/20 1649
5/20 1652, 1657
4/19 1275
Information: (continued)
Examination reports: (continued)
FRBanks of New York, Richmond, Chicago, and San Francisco, reports made during years 1960, 1961, and 1962, sent to Congressman Patman

FRBanks of Boston, Philadelphia, Cleveland, Atlanta, St. Louis, Minneapolis, Kansas City, and Dallas, reports made during years 1960, 1961, and 1962, sent to Mr. Patman

FRBanks, work papers with respect to the 1962, report requested by Mr. Patman, Chairman of the House Banking and Currency Committee, Board agreed to provide

Letters of instruction to the FRBanks from the FRBoard re expenditures delivered to Mr. Stark of the House Banking and Currency Committee, in connection with review of

Work papers with respect to the 1962, FRBank reports previously furnished to Mr. Patman, Chairman of the House Banking and Currency Committee, receipt of letter alleging that certain memoranda had been removed from the files before being submitted to the Committee, Board's reply indicating all previously requested material supplied, agreed to furnish missing memoranda and other papers relating to

Pan American Bank of Miami, Florida, request by Justice Department, for access to certain examination reports and correspondence including certain confidential sections re, agreed to provide under custody of FDIC Examiner Lindsey, with certain stipulations suggested by Governor Robertson re confidential sections, Governor Mills dissenting
Information: (continued)

Examination reports: (continued)

Salary figures of bank officers as shown in, request from a staff member of the House Banking and Currency Committee for use in survey re management succession and compensation, similar data to be requested from national and nonmember insured banks if Board has no objection to proposal, understood consideration would be given if formally requested by the Committee 8/1 2536

Letter to Congressman Patman indicating Board's willingness to supply, sent following advice re favorable action by FDIC, understood that the Comptroller of the Currency had agreed to comply 8/8 2601, 2638

Expenditures, FRBanks:

Instructions from Board to FRBanks re, sent to Mr. Stark on staff of House Banking and Currency Committee in connection with Committee's review of work papers prepared during 1962 examinations of FRBanks 7/18 2342, 2350

Request by House Banking and Currency Committee for explanation and justification of certain types of expenses, for use in Committee in its study of FRBanks, Board in agreement that manner of responding to Committee be left to individual FRBanks 10/10 3519

Governor Balderston informed Chairman Patman of House Banking and Currency Committee that FRBanks were working vigorously filling his request and material would be supplied as quickly as possible 11/7 3879

Request from Congressman Wright Patman of the House Banking and Currency Committee for additional information on, letter to Presidents of all FRBanks requesting an indication of the date when such information may be sent to the Board, approved 12/19 4460, 4483
Information: (continued)
Expenditures of FRBanks: (continued)
Request from Congressman Patman for information on expenses for tuition or other costs to attend schools, seminars, conferences, etc., and for "imparting information," letter to FRBanks asking for date such information could be furnished, consensus that consideration should be given to reply to Patman

Expenses incurred by FRSystem annually in connection with examination and supervision of State member banks and bank holding companies, requested by FDIC to be used in projecting hypothetical aggregate of non-insurance expenses of proposed Federal Banking Commission (subject to H.R. 5874) providing base for estimated refunds to insured banks (other than national banks), letter to FDIC

Federal Open Market Committee record of policy action for 1962, to be sent to Joint Economic Committee, as requested by Congressman Reuss, in advance of submission of Board's Annual Report to Congress, advice to Senator Douglas approved, Governor Mills dissenting

Copies of record sent to Chairmen of aforementioned Committees, noted

Federal supervisory agencies, policies and practices in gathering and disseminating information for public and Congress, reply letter to questionnaire from Chairman Moss of Foreign Operations and Government Information Subcommittee of House Committee on Government Operations, approved

Financial operations of the Board of Governors, request from the Bureau of the Budget for data re, to be included in the 1965 Federal Budget for informational purposes only, reply approved
Information: (continued)

Financial operations of the Board of Governors: (continued)

Supplementary letter transmitting schedules for 1962, 1963, and 1964, on calendar year basis and summary statement of basic legislation under which the Board operates sent to Bureau of Budget in answer to request

12/16 4384, 4400

Float, daily data re, request from Professor Goldfeld of Princeton University for data covering the postwar period, memorandum from Mr. Noyes recommending that the Board comply, approved

12/16 4376, 4392

Functional expense survey made during 1962 examination of FRBank of Richmond by Division of Bank Operations, request from staff members of House Banking and Currency Committee for information re, agreed general principle of full disclosure be regarded as applicable, Mr. Farrell to proceed, with certain understanding

6/19 1974

Membership in FRSystem, Board procedures in passing on applications for, particularly in relation to recent experience in 10th Congressional District of Virginia, sent to Chairman Robertson, Senate Banking and Currency Committee in reply to request for procedures re granting charters to State banks

7/10 2219, 2245

Minutes of meetings of FRBank of San Francisco Board of Directors, Executive Committee and Audit Review Committee during 1962, sent to Congressman Patman in connection with disappearance of certain Treasury certificates from vault of FRBank of San Francisco

4/1 1079, 1089

Minutes of meetings of FRBank of New York Board of Directors for certain years with related papers, requested by Chairman Patman of the House Banking and Currency Committee, reported by Chairman Martin and Mr. Sherman, FRBank to study and contact Board later

4/2 1122
Information: (continued)

Minutes of meetings of FRBank of New York Board of Directors for 1962, and certain documents requested by Chairman Patman of the House Banking and Currency Committee, draft letter from FRBank of New York transmitting, concurred in by Board, question re including statement re concurrency of FOMC

Reports on competitive factors:

List of reports submitted by Board to Comptroller of the Currency for period November 16, 1961 to present time, requested by House Banking and Currency Committee, similar lists furnished by FDIC and Justice Department, Board approved sending of reports to Chairman Patman

Procedure for requesting, reconfirmed that request should be directed to supervisory authority submitting the report

Old Kent Bank and Trust Company, Grand Rapids, Michigan, proposed consolidation with Community State Bank, Grandville, Michigan, reports received by Board requested by Mr. Charles Slay, Commissioner of Banking for the State of Michigan, agreed to furnish if originating agencies had no objections, Governor Mills dissenting

Reserves:

Memorandum from Mr. Noyes recommending that the Board provide the American Bankers Association Project Committee on the Reserve Settlement Periods of Member Banks with the daily statistics re factors affecting the supply of, approved

No objection to publication of daily figures of reserve settlement periods of member banks furnished to Banking and Financial Research Committee of American Bankers' Association for study
Information: (continued)

Retirement allowances for FRBank Presidents, request by House Banking and Currency Committee for information re contracts entered into FRBanks with their respective Presidents for supplemental payments, understood Board would furnish information 7/23 2383

Safekeeping of securities, operating procedures and instructions of all FRBanks re custody of securities requested by Subcommittee of House Banking and Currency Committee, telegram to be sent to all FRBanks requesting information 4/26 1348

Materials re vault custody procedures at eleven FRBanks (excluding San Francisco) transmitted to Chm. Patman, House Banking and Currency Committee 6/4 1813, 1826

Salaries of FRBank officers, tabulation of certain categories of salaries, including Presidents, sent to Mr. Lehman, Budget Bureau, for use in preparing supplemental information for Randall Commission, no objection to inclusion of data in appendix to a report that might become public 3/28 1053, 1067

Unpublished:

Individual bank information furnished to an individual outside the FRSystem, approved in connection with request by Frank Edwards for condition report data to be used in connection with the preparation of his doctoral thesis 2/21 665, 678

Rulings of Board interpreting Regulation T requested by Securities and Exchange Commission in determining whether exchange of stock in Progress Manufacturing Corp. (held as collateral for margin loan by firm of Reynolds and Co.) for unlisted shares of Reading Tube Co., involved a violation of Regulation T or amounted to a reorganization or recapitalization under sec.220. 6(e), furnishing of requested information approved 6/10 1858, 1872
Information: (continued)
Unpublished: (continued)
Votes, public disclosure of individual votes on all proceedings, S. 1666, a bill to amend Administrative Procedure Act to require every agency with more than one member to, Board opposed to this provision of bill, report sent to Chairman Eastland, Senate Judiciary Committee

Insurance:
Accident insurance for Board employees:
Covering accidental death, dismemberment and total disability, program on a voluntary, pay-roll deduction, employee-pay-all basis, approved, with designation of Marsh & McLennan, Inc., as insurance broker
Designation of Bankers Multiple Line Insurance Company to handle, as recommended by Marsh and McLennan, Inc.

Deposit:
Assessment, instructions to FRBanks re method of reporting differences between condition reports and examinations reports to FDIC in connection with, approved
Federal, substantial increase favored in draft report of the Committee on Financial Institutions, discussed in light of Chairman Martin's position with respect to items covered in the report, agreed that the Board was unfavorable as a matter of principle to the increase in H.R. 729, a bill to establish a Federal Deposit and Savings Insurance Board agreed Chairman Martin, and Governors Mills, Robertson, and Mitchell would testify on personal basis re, at hearings to be held by House Subcommittee on Bank Supervision and Insurance as invited by Chairman Mulfet, decided later to report by letter on bill Draft letter of views of Board to be prepared
Letter to Congressman Mulfet opposing proposed legislation approved unanimously

7/2 2175, 2180
4/26 1344, 1362
5/20 1655
6/10 1858, 1869
3/11 848
4/30 1405
5/3 1442
5/6 1481, 1505
Insurance: (continued)
Deposit: (continued)

H.R. 5130, a bill to increase the insurance limit from $10,000 to $25,000 on bank deposits and savings and loan shares, understood that a draft statement re, would be prepared 4/17 1246

Revised draft considered appropriate, understood that any specific suggestion should be sent to Governor Balderston 4/19 1274

Increase coverage of bank and savings and loan accounts, made by Committee on Financial Institutions, Mr. Solomon designated to attend inter-agency meetings to prepare draft legislation re other bank supervisory and regulatory matters and 4/26 1347

Insurance bill, draft to increase coverage of bank and savings & loan association from $10,000 to $15,000, discussed, staff to draft report to Budget Bureau 5/15 1578

Report sent to Budget Bureau, Governor Mills dissenting 5/16 1599, 1627

Revised draft of bill received, Budget Bureau to be informed that Board is unable to express views by indicated deadline 5/23 1728

Report on revised draft bill approved, and sent to Budget Bureau, Governor Mills dissenting 5/27 1768, 1780

Further discussion 6/4 1815

Formal report on second revised draft sent to Budget Bureau, Governor Mills dissenting 6/10 1860, 1874

FRBank of San Francisco, plan for California employees of, question whether to maintain cash deposit with Treasurer of State of California or purchase through FOMC U.S. Government securities for, letter of advice to 10/7 3443, 3456

Fire and other Risks Agreement executed by FRBanks of Boston, Cleveland, Richmond, Atlanta, Chicago, Kansas City, Dallas, and San Francisco, those Banks notified of effective date of Agreement 1/14 103
Insurance: (continued)

Fire and other Risks Agreement: (continued)

Mr. Daniels designated as Board's representative on Presidents' Conference
Fire Insurance Committee in connection with matter coming under

Split-dollar life insurance for bank managerial employees, question from FRBank of Dallas and two other FRBanks as to whether such a program would result in an executive officer becoming indebted in his bank in excess of $2500, which is prohibited by Regulation O and section 22(g) of the FRAct, Board's view that since obligation to make payments to bank runs to insurance company and not executive officer, no violation is involved, copies of letter to FRBank of Dallas sent to all FRBanks

War risk reinsurance of ships and cargos, proposal that Maritime Administration furnish, under the Merchant Marine Act of 1936, Board's view that the best interest of the Government would not be served by proposal, advice to Budget Bureau

Insurance companies:

Directors of FRBanks, eligibility to serve as Class B Director, when sole occupation is officer of, not eligible for Class B Director, in 1925 Board took such a position because candidate for Class B Director must be actively engaged in commerce, agriculture, and industry, question came up in 1962 elections, letter to all FRBanks re election of, restored reference to 1925 interpretation

Insurance investment officers:

Visit to Board's offices to include luncheon, approval re
Inter-American Development Bank:

Legislation, Treasury draft bill to provide for increased participation by the U.S. in the, and for other purposes, report to Bureau of the Budget interposing no objection 5/9 1511, 1520

Interest:

Business loans, rates on proposed survey of insured commercial banks re, letter from Chairman Patman of the House Banking and Currency Committee requesting suggestions on form and content of the enclosed draft questionnaire re, and inquiring re Board's willingness to handle collection and tabulation of, questionnaire transmitted to FRBanks along with two other questionnaires re proposed surveys involving insured commercial banks, understood that further consideration would follow receipt of comments from FRBanks 7/8 2207

Fixing of rates, possible antitrust action against certain banks in connection with, referred to by representatives of the Justice Department, indication that Board's views might be requested 7/17 2333

Mr. Solomon indicated that there had been additional informal discussion re 7/18 2342

Fixing of rates:

Complaint filed by Department of Justice against Minnesota banks re violations of the Sherman Act involving fixing amounts of rebates, absorbing losses in sale of Government securities, absorbing exchange charges, furnishing supplies to correspondent banks free of charge, and, agreed that members of Board's staff meet with Justice Department to discuss proposed consent decree to dispose of civil action re 9/4 3033
Interlocking directorates:

"Contiguous or adjacent":
LaSalle-Greeley, Colorado, Board's letter to FRBank of Kansas City stating that Board agrees with conclusion of Bank's counsel that towns in question are neither adjacent nor contiguous, accordingly employees of First National Bank of Greeley are not prohibited under statute and Regulation from serving as directors of the South Platte National Bank, LaSalle, Colorado

Internal Revenue Code of 1954:

Section 401:
Draft bill to amend Home Owners Loan Act of 1933, to permit Federal savings and loan associations, and certain other members of Federal Home Loan Bank System, to act as trustees for trusts qualifying under, report to Bureau of the Budget approved

Legislation to amend, Home Owners Loan Act of 1933, and section 689 of the Act of March 3, 1901, submitted by Federal Home Loan Bank Board, permitting savings and loan associations to act as trustees with respect to qualified stock bonus, pension, and profit-sharing plans, report to Bureau of the Budget approved

International Bank for Reconstruction and Development:

Fiscal Agency Agreement with FRBank of New York, proposed amendment to, covering a proposed issue of International Bank for Reconstruction and Development's two year bonds of 1963, ratified by unanimous vote, Board letter to FRBank of New York

Legislation:
Draft bill to amend Bretton Woods Agreement to increase capital stock of, report sent to Budget Bureau

Draft bill to amend Home Owners Loan Act of 1933, to permit Federal savings and loan associations, and certain other members of Federal Home Loan Bank System, to act as trustees for trusts qualifying under, report to Bureau of the Budget approved

Legislation to amend, Home Owners Loan Act of 1933, and section 689 of the Act of March 3, 1901, submitted by Federal Home Loan Bank Board, permitting savings and loan associations to act as trustees with respect to qualified stock bonus, pension, and profit-sharing plans, report to Bureau of the Budget approved

International Bank for Reconstruction and Development:

Fiscal Agency Agreement with FRBank of New York, proposed amendment to, covering a proposed issue of International Bank for Reconstruction and Development's two year bonds of 1963, ratified by unanimous vote, Board letter to FRBank of New York

Legislation:
Draft bill to amend Bretton Woods Agreement to increase capital stock of, report sent to Budget Bureau
International Bank for Reconstruction and Development: (continued)

Luncheons for central bankers attending annual meetings of International Monetary Fund and Reserve Bank Presidents in Washington for FOMC meeting would also attend luncheon on October 1, luncheons to be held in Board building on October 1 and 3, 1963

Mr. Sherman reported on arrangements for Luncheon in staff dining room and visit to Board's offices for participants in Economic Development Institute of the, on December 13, 1963, approved

Meetings of International Monetary Fund and, dinner to be held in the Board's building for Working Party 3 of the Economic Policy Committee of the Organization for Economic Cooperation and Development prior to the annual

International Development Association Act:
Treasury draft bill to amend, to authorize U.S. to increase resources of International Development Association, memorandum from Ralph A. Young, Adviser to Board and Director, Division of International Finance, recommending that Budget Bureau be advised by telephone that Board would have no objection to Treasury draft bill to amend IDA Act

International Home Loan Bank:
S. 374 and S. 474, bills to provide for the establishment of, by Federal Home Loan Bank Board, report to Senator Robertson approved for transmittal, request for report subsequently withdrawn by Senator Robertson
International Monetary Fund:

Balance of payments, meeting of experts in Paris, March 19-21, 1963, under the auspices of, attendance by Arthur B. Hersey, Adviser, Division of International Finance, authorized

Emergency account, agreement to open and maintain an account with FRBank of New York, approved unanimously

Kirbyshire, John A., Alternate Executive Director for United Kingdom of, attended Board meeting for Economic Review

Luncheons for central bankers attending annual meetings of International Bank for Reconstruction and Development and, Reserve Bank Presidents in Washington for FOMC meeting would also attend luncheon on October 1, 1963, luncheons to be held in Board building on October 1 and 3, 1963

Mr. Sherman reported on arrangements for investment companies:

Open-end, service of director of two, as president and director of a small business investment company which is a wholly-owned subsidiary of a member bank, Board not inclined to regard section 32 of Banking Act of 1933 as prohibiting

Investment Company Act of 1940:
Companies registered under, exemptions from Bank Holding Company Act of 1956, proposed amendment of Bank Holding Company Act to eliminate, approved for inclusion in Board's 1962 Annual Report, emphasizing need for action re

Investment securities:
Regulation of Comptroller of Currency re, revision of:
Comments requested from FRBanks to assist in preparing Board's report re proposed, in light of effect on State member banks
Investment securities: (continued)

Regulation of Comptroller of Currency re, revision of: (continued)

Board in opposition to, which would in effect permit banks to underwrite and deal in revenue bonds in contravention of Congressional intent of section 5136, Revised Statutes, letter with memorandum sent to Comptroller

Understanding re question of informing member banks of Board's position; inquiry from Bankers Trust Co. noted

Further discussion re, indicated by Board that revenue bonds issued by State of Washington would not be "general obligations" of the State within the meaning of sec. 5136 of the Revised Statutes and not eligible for underwriting by State member banks, advice to Morgan Guaranty Trust Company, New York, New York, with copies to all FRBanks

With provisions re underwriting of securities, purchase of securities for investment and purchase of convertible debentures, question re applicability to State member banks in light of provisions of sec. 5136 of the Revised Statutes, as discussed in Legal Division memorandum, matter to be deferred for further consideration, revision not to be published in FRBulletin

Board issued statement with respect to, as it relates to State member banks, copies to FRBanks, press release issued, understood statement to be published in Federal Register and FRBulletin
Investments:

Foreign investment in United States:
Formation by the Administration of a group charged with studying possibilities of encouraging, understood FRBank of New York had arranged to make office space available to group, Vice President Coombs of FRBank of New York and Mr. Ralph Young of Board's staff to work with group, other members of Board's staff to be selected by Mr. Young from time to time to work with group

Foreign investments in U.S. securities, Board to be represented by Robert F. Gemmill, Economist, Division of International Finance who will serve on the Presidential task force to study

Government, H.R. 1711, a bill to amend the Employment Act of 1946 to establish policies with respect to productive capital investments of the Government, report sent to Congressman Dawson

Involuntary separations from service:
Perkins, Elsie E., (Anderson), Charwoman, Division of Administrative Services, termination of employment effective immediately

"J"

Justice, Department of:
SEE: Department of Justice
"K"

Kaufman, Felix, Dr., Partner, Lybrand, Ross Bros. & Montgomery of New York City, to be invited to discuss use of electronic data processing in banks at the Conference of Representatives of Bank Examination Departments of the FRBanks, understanding re transportation and expenses, invitation to attend dinner 2/20 652

Kilburn, Clarence E., Congressman:
Disappearance of certain Treasury certificates from vault at FRBank of San Francisco, report re, sent to, as member of House Banking and Currency Committee 4/1 1079, 1090-91

Klebaner, Benjamin J.:
Bank mergers, information re, applications denied during period from enactment of the Bank Merger Act of November 1, 1961, copies of Board's letters re, transmitted to, Associate Professor of Economics, The City College of The City University of New York, New York, to assist him in research in field of bank mergers 12/9 4246, 4270

Klein & Saks:
Aufdenkamp, Jo Ann, Librarian, FRBank of Chicago, no objection to 30-day extension of leave of absence without pay to finish assignment with, as library consultant to National Planning Council of Government of Liberia 3/11 840, 862

"L"

"Laboratory on Regression":
SEE: Meetings:
"Laboratory on Regression"
Leased wire service:
Relocation facility for the joint use of the Board and FRBank of Richmond to include leased wire switching center along with provisions for emergency currency vault, report of joint study by representatives of Bank and Board agreed to advise Bank of Board's concurrence in proposal

Leaves of absence:
Civil Rights Demonstration in Washington, August 28, 1963, distribution of notice from Civil Service Commission urging all Federal agencies to be liberal in granting annual leave, authorized, Board to grant or advance annual leave to any employee (exception of those who could not be spared), request for Board leave to be submitted by August 22

Federal Reserve Issue and Redemption Division, letter to the Office of the Comptroller of the Currency re reimbursement of annual leave accumulated by employees of

Maternity leave:
Cannada, Jo Ann, Clerk-Stenographer, Division of Administrative Services, re-employment and salary approved following maternity leave
Golodner, Judith M., Secretary, Division of Bank Operations, granted extension of maternity leave, with understanding re reemployment following such leave

Presidential death, John F. Kennedy, memorandum of Division of Personnel Administration recommending that all employees, other than members of Board's officer staff, who were certified as having been requested to work on Monday, November 25, 1963, day on which Board was closed pursuant to Executive Order 11128, be awarded compensatory leave for time worked on that day
Leaves of absence: (continued)

Aufdenkamp, Jo Ann, Librarian, FRBank of Chicago, no objection to granting a 30-day extension for leave of absence without pay to finish an assignment with Klein and Saks as library consultant to the National Planning Council of the Government of Liberia 3/11 840, 862

Bogardus, Janet, Chief Librarian, FRBank of New York, Board interposes no objection to request from Organization for Economic Cooperation and Development for Miss Bogardus to serve as a consultant in Paris, France, beginning September 12, 1963, on a leave of absence without pay basis 8/13 2700, 2708

Cannanda, Jo Ann, Clerk-Stenographer, Division of Administrative Services, reemployment and salary approved following maternity leave 9/16 3167

Clarke, Jon J., Assistant General Counsel, FRBank of New York, leave of absence plus travel time granted to lecture at the Center for Latin American Monetary Studies in Mexico City, Board interposes no objection 4/19 1261, 1278

Dingle, Mona E., Senior Economist, Division of Research and Statistics, leave without pay for a period of approximately one year beginning September 1963, approved 8/27 2933

Golodner, Judith M., Secretary, Division of Bank Operations, granted extension of maternity leave, with understanding re reemployment following such leave 6/4 1825

Gomez, Michael A., Economist, Division of International Finance, to participate in a technical assistance mission to Brazil sponsored by Agency for International Development, on a leave without pay basis, approved Granted additional leave to participate in technical assistance mission to Brazil 8/2 2561 8/27 2933
Leaves of absence: (continued)

Hall, George R., Economist, Division of Research and Statistics, to serve as instructor for one week at the Maryland-Virginia Bankers School, while on a leave without pay basis, approved 8/6 2579

Halota, Enid J., Secretary, Office of the Secretary, leave without pay granted from August 18, 1963, through August 30, 1963 7/26 2471

Latham, Earle O., First Vice President, FRBank of Boston, will be made available for a technical assistance assignment to act as adviser to The State Bank of Ethiopia for a period not to exceed three months, FRBank to grant leave of absence with pay, any additional expenses to be borne by The State Bank of Ethiopia, Board interposes no objection if Boston Directors approve 11/8 3891, 3906

Lindholm, Richard L., Dean, School of Business Administration, University of Oregon, appointment and salary for one year approved with the understanding that Mr. Lindholm proposed to spend two months in Europe on a leave without pay basis plus a few days on annual leave 11/13 3933

Lindsay, Robert, Senior Economist, FRBank of New York, forthcoming extended absence of, noted 7/26 2478

Year's leave of absence terminating in Sept. 1964 noted in letter from Bank 12/24 4528

MacLaury, Bruce K., Manager, Foreign Department, FRBank of New York, no objection interposed to leave of absence to serve on special assignment at Treasury Department 9/19 3242, 3251

McDonald, William R., Building Maintenance Clerk, Division of Administrative Services, advance of sick leave approved 2/27 705
Leaves of absence: (continued)

McIntosh, James A., Technical Assistant, Division of Bank Operations, nomination for a Career Education Award, administered by the National Institute of Public Affairs, approved with the understanding that if accepted he would be absent from his work for one academic year on a full-pay status

Recipient of the Career Education Award from the National Institute of Public Affairs, to spend one academic year at Stanford University, Palo Alto, Calif., granted leave with pay, travel expenses for himself and family, and necessary per diem, approved

Melanson, Cecil, Draftsman, Division of Research and Statistics, advance of sick leave approved

Further advance of sick leave approved, application for retirement on disability status noted

Noyes, Edna Kiatta, Statistical Clerk, Division of Bank Operations, granted extension of leave without pay pending action on application for disability retirement

O'Connor, Kathleen J., Disbursing Clerk, Office of the Controller, advance of sick leave for a period of 26 days beginning Aug. 12, 1963, (5-1/2 hours) and extending through Sept. 18, 1963, (2-1/2 hours) approved

Peters, Ann Marie, Statistical Assistant, Division of Research and Statistics, advance of sick leave until date of retirement approved
Leaves of absence: (continued)

Schadrack, Frederick, Jr., Special Assistant in the Foreign Function, Federal Reserve Bank of New York, no objection interposed to the leave of absence for, to serve on a special assignment at the Department of the Treasury.

Schott, Francis H., Manager, Foreign Department of the Federal Reserve Bank of New York, permission granted for an extension of leave of absence with pay to continue to serve in the Office of the Under Secretary of the Department of the Treasury for Monetary Affairs.

Thomasson, Bernard A., Operator-Tabulating Equipment, Division of Data Processing, military leave for a two-year tour of duty approved.

Wickline, M. Callie, Nurse, Division of Personnel Administration, granted advance of sick leave for a period of fourteen days beginning October 25, 1963.


Young, Ralph A., Adviser to the Board and Director of the Division of International Finance, travel to Europe to attend certain meetings in Paris and to make certain visits in London during the period of June 18, 1963 through July 12, 1963, authorized, with the understanding that the period between June 22 and July 9 would be charged to annual leave.