

Minutes for June 1, 1965.

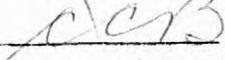
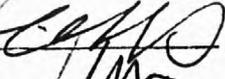
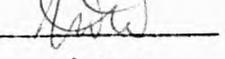
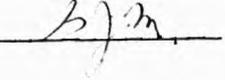
To: Members of the Board

From: Office of the Secretary

Attached is a copy of the minutes of the Board of Governors of the Federal Reserve System on the above date.

It is not proposed to include a statement with respect to any of the entries in this set of minutes in the record of policy actions required to be maintained pursuant to section 10 of the Federal Reserve Act.

Should you have any question with regard to the minutes, it will be appreciated if you will advise the Secretary's Office. Otherwise, please initial below. If you were present at the meeting, your initials will indicate approval of the minutes. If you were not present, your initials will indicate only that you have seen the minutes.

Chm. Martin	<u></u>
Gov. Robertson	<u></u>
Gov. Balderston	<u></u>
Gov. Shepardson	<u></u>
Gov. Mitchell	<u></u>
Gov. Daane	<u></u>
Gov. Maisel	<u></u>

Minutes of the Board of Governors of the Federal Reserve System
on Tuesday, June 1, 1965. The Board met in the Board Room at 10:00 a.m.

PRESENT: Mr. Balderston, Vice Chairman
Mr. Robertson
Mr. Mitchell
Mr. Daane

Mr. Sherman, Secretary
Mr. Kenyon, Assistant Secretary
Mr. Molony, Assistant to the Board
Mr. Hackley, General Counsel
Mr. Solomon, Director, Division of Examinations
Mr. Daniels, Assistant Director, Division of
Bank Operations
Mr. Sprecher, Assistant Director, Division of
Personnel Administration
Mr. Spencer, General Assistant, Office of the
Secretary
Messrs. Egertson and McClintock, Supervisory
Review Examiners, Division of Examinations

Circulated items. The following items, copies of which are
attached to these minutes under the respective item numbers indicated,
were approved unanimously:

	<u>Item No.</u>
Letter to Metropolitan National Bank, Richmond, Virginia, granting its request for permission to maintain reduced reserves.	1
Letter to the Federal Reserve Bank of Richmond approving the payment of salaries to James Parthemos as Vice Presi- dent and Jimmie R. Monhollon as Assistant Vice President at rates fixed by the Bank's Board of Directors.	2
Letter to the Federal Reserve Bank of Atlanta approving the payment of salaries to Fred Millsaps as Vice Presi- dent and N. Carson Branan as Assistant Vice President at rates fixed by the Bank's Board of Directors.	3

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Report on competitive factors (Greenwood-Saluda, South Carolina).

There had been distributed a draft of report to the Federal Deposit Insurance Corporation on the competitive factors involved in the proposed merger of The Saluda County Bank, Saluda, South Carolina, into State Bank and Trust Company, Greenwood, South Carolina. The conclusion read as follows:

There appears to be very little competition existing between The Saluda County Bank and State Bank and Trust Company, Greenwood. The overall effect of the proposed merger on competition would not be adverse.

Following discussion the report was approved for transmittal to the Corporation, Governor Robertson dissenting because he felt the report's conclusion, instead of stating that the effect of the proposed merger on competition would not be adverse, should recognize that the merger would eliminate the only bank headquartered in Saluda County and would also eliminate any potential for competition between the merging banks.

The meeting then adjourned.

Secretary's Notes: Governor Shepardson today approved on behalf of the Board the following items:

Memoranda from the Division of Personnel Administration recommending the appointment of the following persons as Stenographers in that Division, with basic annual salary at the rate indicated, effective the respective dates of entrance upon duty:

<u>Name</u>	<u>Basic annual salary</u>
Rosalie Gladys Haldeman	\$4,630
Barbara Anne Wilson	4,630
Brenda Irene Dobson	4,005

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<u>Name</u>	<u>Basic annual salary</u>
Ferol Ann Faust	\$4,005
Constance Kay Gwinn	4,005
Julie Heard	4,005
Grace Anne Horan	4,005
Judith Lynne Meyer	4,005
Judy Ann Shaffer	4,005
Verna B. Taylor	4,005

Memoranda recommending the following actions relating to the Board's staff:

Transfer

Jo Ann Cannada, from the position of Secretary in the Division of Research and Statistics to the position of Secretary in the Office of the Controller, with an increase in basic annual salary from \$5,165 to \$5,505, effective June 20, 1965.

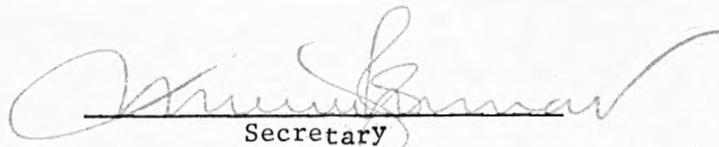
Reemployment following maternity leave

Mary Anne Lostaunau as Secretary, Office of the Secretary, with basic annual salary at the rate of \$5,690, effective June 7, 1965.

Change in basis of employment

Ruth M. Blackman, Clerk (Librarian), Division of Personnel Administration, from a 20-hour week to a 16-hour week for the period June 7 through October 8, 1965, with annual salary at the rate of \$1,872.

Governor Shepardson today noted on behalf of the Board a memorandum from the Division of Administrative Services advising that William R. McDonald, Supervisory Clerk in that Division, had filed application for retirement for medical reasons, effective June 1, 1965.


Secretary

BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM

WASHINGTON, D. C. 20551

Item No. 1
6/1/65



ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

June 1, 1965.

Board of Directors,
Metropolitan National Bank,
Richmond, Virginia.

Gentlemen:

With reference to your request submitted through the Federal Reserve Bank of Richmond, the Board of Governors, acting under the provisions of Section 19 of the Federal Reserve Act, grants permission to the Metropolitan National Bank to maintain the same reserves against deposits as are required to be maintained by nonreserve city banks, effective as of the date it opens for business.

Your attention is called to the fact that such permission is subject to revocation by the Board of Governors.

Very truly yours,

(Signed) Merritt Sherman

Merritt Sherman,
Secretary.



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BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
WASHINGTON, D. C. 20551

Item No. 2
6/1/65

ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

June 1, 1965.

Confidential (FR)

Mr. Edwin Hyde, Chairman,
Federal Reserve Bank of Richmond,
Richmond, Virginia. 23213

Dear Mr. Hyde:

The Board of Governors approves the payment of salaries to the following officers of the Federal Reserve Bank of Richmond, for the period July 1 through December 31, 1965, at the rates indicated, which are those approved by your Board of Directors as reported in your letter of May 13, 1965.

<u>Name</u>	<u>Title</u>	<u>Annual Salary</u>
James Parthemos	Vice President	\$19,000
Jimmie R. Monhollon	Assistant Vice President	16,000

It has been noted that, when these appointments become effective, Vice President Black will be relieved of his responsibilities in the Research function and reassigned to other responsibilities.

Very truly yours,

(Signed) Merritt Sherman

Merritt Sherman,
Secretary.



BOARD OF GOVERNORS
OF THE
FEDERAL RESERVE SYSTEM
WASHINGTON, D. C. 20551

Item No. 3
6/1/65

ADDRESS OFFICIAL CORRESPONDENCE
TO THE BOARD

June 1, 1965.

Confidential (FR)

Mr. Malcolm Bryan, President,
Federal Reserve Bank of Atlanta,
Atlanta, Georgia. 30303

Dear Mr. Bryan:

The Board of Governors approves the payment of salaries to the following officers of the Federal Reserve Bank of Atlanta, for the period July 1 through December 31, 1965, at the rates indicated, which are those fixed by your Board of Directors, as reported in your letters of May 17.

<u>Name</u>	<u>Title</u>	<u>Annual Salary</u>
<u>Head Office</u> Fred Millsaps	Vice President	\$16,500
<u>New Orleans Branch</u> N. Carson Branan	Assistant Vice President	14,500

Very truly yours,

(Signed) Merritt Sherman

Merritt Sherman,
Secretary.