

Minutes for July 8, 1966

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.

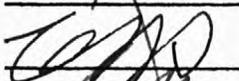
Chm. Martin



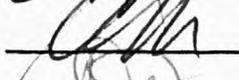
Gov. Robertson



Gov. Shepardson



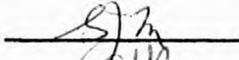
Gov. Mitchell



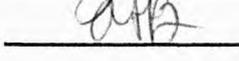
Gov. Daane



Gov. Maisel



Gov. Brimmer



Minutes of a meeting of the available members of the Board of Governors of the Federal Reserve System on Friday, July 8, 1966. The meeting was held in the Board Room at 10:00 a.m.

PRESENT: Mr. Robertson, Vice Chairman  
Mr. Shepardson

Mr. Broida, Assistant Secretary  
Mr. Bakke, Assistant Secretary  
Mr. Molony, Assistant to the Board  
Mr. Fauver, Assistant to the Board  
Mr. Hackley, General Counsel  
Mr. Farrell, Director, Division of Bank  
Operations  
Miss Eaton, General Assistant, Office of the  
Secretary  
Mr. Morgan, Staff Assistant, Board Members'  
Offices  
Mr. Furth, Consultant

Messrs. Brill, Koch, Partee, Axilrod, Gramley,  
Eckert, Ettin, Keir, and Kelty, and Mrs.  
Peskin of the Division of Research and  
Statistics

Messrs. Sammons, Hersey, Baker, and Gekker of  
the Division of International Finance

Money market review. Mrs. Peskin reported on conditions in the Government securities market, and Mr. Axilrod reported on bank reserve utilization data. There followed a discussion of the reports, during which it was brought out that the Manager of the System Open Market Account planned to make certain proposals for dealing with excess float that might accrue due to the airline strike. Mr. Baker then reported on foreign exchange markets, and Mr. Keir concluded the review with comments on the situation of savings and loan and mutual savings institutions. Mrs. Peskin and Messrs. Axilrod and Keir included in their remarks references to distributed tables on the money and capital

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markets perspective, on bank reserve utilization perspective, and on net savings flows at New York City's 15 largest mutual savings banks and at California State chartered savings and loan associations.

The meeting then adjourned.

Secretary's Notes: Governor Shepardson today approved on behalf of the Board memoranda recommending the following actions in regard to the Board's staff:

#### Appointments

Carolyn Ann Bickel as Clearing Assistant in the Office of the Secretary with annual salary at the rate of \$5,181, effective the date of entrance upon duty.

Kathleen M. Hayes as Statistical Assistant in the Division of Research and Statistics with annual salary at the rate of \$5,181, effective the date of entrance upon duty.

Frederick Marshall Karsten as Review Examiner in the Division of Examinations with annual salary at the rate of \$11,723, effective the date of entrance upon duty.

#### Salary increase

Mack Richardson Rowe, Chief, Economic Graphics Section, Division of Data Processing, from \$11,723 to \$12,510, effective July 31, 1966.

#### Transfers

Mary Ellen Miller from the position of Stenographer in the Division of Examinations to the position of Secretary in the Division of Research and Statistics, with an increase in annual salary from \$4,797 to \$5,181, effective the date of assuming her new duties.

Patricia Ann Russell from the position of Stenographer in the Division of Personnel Administration to the position of Stenographer in the Division of Examinations, with no change in salary at the rate of \$4,149, effective upon assuming her new duties.

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Transfers: (continued)

Sudie Gay Phillips from the position of Stenographer in the Division of Personnel Administration to the position of Stenographer in the Division of Examinations, with no change in salary at the rate of \$4,149, effective the date of assuming her new duties.

Governor Shepardson also approved on behalf of the Board a letter to the Federal Reserve Bank of New York regarding arrangements whereby Examiner Joseph J. DePaolo would be made available to the Board's Division of Examinations for a period of approximately two months beginning July 18, 1966.

Karl E. Bakke  
Assistant Secretary