

**Schwab & Management:**

A careful study of the minutes which grow more discreet as they go on, makes the case worse and worse for Schwab. On June 16, 1903 reports were made to the Finance Committee showing that he and his agents had been hiring men without submitting their names to the Committee, that he had also been making contracts of which they knew nothing. I am having the points they make against his contracts copied.

One of the most interesting bits of documentary proofs of his performances was a new by-law adopted in August of 1903 to the effect that any officer who drew salary from the Corporation must give all his time, energy and skill to the Corporation. This was just after Schwab had shocked everybody by his connections with the Ship Building Trust. It also adds that no officer of the Committee can take a vacation without the consent of the Finance Committee. Of course he had gone off whenever he wanted to without saying anything.

It is interesting to see the interviews with Schwab found in the Scrap Book at the time of his resignation. This came in June and it seems to show that he at least considered it temporary. Corey was put in in his place, but in August the resignation was finally accepted, for good and all, in spite of his interviews.