

At a meeting of the Executive Committee of the Federal Reserve Board held in the office of the Vice Governor on Wednesday, May 23, at 3 p.m.,

## PRESENT:

Mr. Warburg, presiding, Mr. Delano,  
Mr. Miller, Mr. Willis, Secretary.

The question of a day to day rate of discount effective at the Federal Reserve Bank of New York, taken under advisement at the morning meeting of the Committee, was again discussed and, on motion, it was voted to authorize the Vice Governor to prepare a form of letter to Federal Reserve Agent Jay stating the position of the Board with reference to the day to day rate, and approving a rate of 2 to 4% subject to definite restrictions that such rate is to be used only for the purpose of restoring to the market money drawn out as the result of the public loan operations.

Mr. Warburg thereupon submitted such a form of letter which was tentatively agreed to for submission to the Board.

Brief discussion was given to a request from the Federal Reserve Bank of New York for an opinion as to whether certificates of \$10 denomination showing participation in the Liberty Loan Bonds, should be issued by the Federal Reserve

Bank. It was agreed to report the matter to the Board.

On motion a rate of discount of  $3\frac{1}{2}\%$  on customers' 90 day notes, secured by Treasury Certificates and Liberty Loan Bonds, such notes bearing the endorsement of a member bank, was approved for the Federal Reserve Banks of Chicago, Atlanta, St. Louis and San Francisco.

On motion at 4.15 p.m. the Committee adjourned.

APPROVED:

*H. Parker Willis*  
Secretary.

Chairman.