

At a meeting of the Federal Reserve Board held in the office of the Board on Wednesday, April 14, 1920, at 11 A.M.,

PRESENT: The Governor
 Mr. Miller
 Mr. Hamlin
 Mr. Moehlenpah
 Mr. Chapman, Secretary.

Minutes of meeting of the Board held April 13th were read, and on motion approved as amended.

Business was presented and disposed of as follows:

The Governor reported rediscount transactions, pursuant to authority heretofore vested in him; member bank promissory notes secured by Government obligations: rate 5% on paper secured by certificates of indebtedness, and 6% on commercial paper, as follows:

<u>Date</u>	<u>Bank Redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
Apr. 13th	Philadelphia	Boston	\$3,000,000	11-15 days
"	St. Louis	Cleveland	5,000,000	25-90 days

Noted.

The Governor reported the reserve positions of the several Federal Reserve banks as at close of business April 12th, and the status of rediscounts between Federal Reserve banks as of the same date.

The Governor referred to the action of Governors of Federal Reserve Banks in voting against the establishment of

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so-called clearing centers such as Indianapolis, Des Moines, etc., and pointed out the reasons why the maintenance of such clearing centers would be of value to the Federal Reserve System, stating that he would submit to the Board later for its approval, draft of a letter to be sent to all Federal Reserve Banks to provide for the establishment of clearing centers.

Application of the Pointe Coupee Trust & Savings Bank, New Roads, La., for authority to accept drafts and bills of exchange up to 100% of its capital and surplus, under the provisions of Section 13 of the Federal Reserve Act.

Approved.

Letter dated April 7th from the Federal Reserve Agent at San Francisco, recommending the appointment of Mr. J. M. Denny as an Examiner of the Federal Reserve Bank of San Francisco at a salary of \$2,700 per annum, effective April 12th.

Approved.

REPORTS OF COMMITTEE NO. 1:

Dated April 14th, recommending admission of State institutions as set forth in the auxiliary minute book as of this date, subject to the conditions stated in the individual reports attached to each application.

Approved.

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Dated April 13th, recommending changes in stock at Federal Reserve Banks as set forth in the auxiliary minute book as of this date.

Approved.

Dated April 14th, recommending approval of appointment of D. Scudder as Assistant Statistical Accountant in the Division of Reports and Statistics at \$1,740 per annum, effective April 16, 1920, vice G. W. Holt, resigned.

Approved.

Dated April 10th, recommending approval of increase from \$4,200 to \$4,500 per annum in salary of Mr. George W. Goodell as National Bank Examiner in the 10th Federal Reserve District, effective April 15th.

Approved.

Dated April 12th, recommending approval of increase from \$3,000 to \$3,300 per annum in salary of Mr. Earl N. Pettit as National Bank Examiner, effective April 16th.

Approved.

Dated April 7th, advising that salary of \$4,600 per annum of Mr. R.B. Motherwell as Manager, Salt Lake City Branch, Federal Reserve Bank of San Francisco, is the same as that received by him as Assistant Chief Examiner of the San Francisco Bank.

Noted.

Other business was presented and disposed of as follows:

Telegram dated April 9th from the Chairman, Federal Reserve Bank of Cleveland, requesting approval of the following discount rates at that Bank:

Member bank collateral notes, maturity within 15 days, secured by Liberty bonds or Victory notes, or by customers notes secured in like manner..... 5-3/4%

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Secured by Treasury certificates of indebtedness, or by customers notes secured in like manner.....5-1/4%

Rediscounts, maturity within 90 days, secured by Liberty bonds or Victory notes.5-3/4%

Secured by Treasury certificates of indebtedness.....5-1/4%

Trade acceptances.....5-3/4%

Bankers' acceptances.....5-1/2%

Open market transactions, bankers' acceptances purchased at rates agreed upon at time of purchase within general limits..5-1/2%-6%

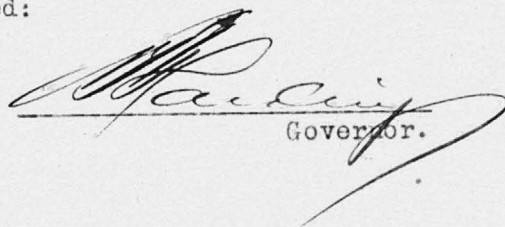
Telegram dated April 12th from the Governor, Federal Reserve Bank of Atlanta, requesting approval of discount rates on all certificates of indebtedness of 1/4% above rate borne by certificate.

After a discussion of the above rates, Mr. Miller moved that the Board do not approve the rates as submitted, but on official review and determination, fix the rate on paper of all maturities, secured by United States certificates of indebtedness, Liberty bonds and Victory notes, at 5-1/2%.

Voted to make Mr. Miller's motion special order business at the meeting of the Board to be held at 11 A.M., Thursday, April 15th.

At 12-30 P.M., the meeting adjourned.

Approved:



Governor.



Secretary.