

At a special meeting of the Federal Reserve Board,
held in the office of the Board on Friday, May 28, 1920, at
4-45 P.M.,

PRESENT: The Chairman
The Governor
Mr. Miller
Mr. Moehlenpah
Mr. Williams
Mr. Emerson, Assistant Secretary.

Business was presented and disposed of as follows:

Telegram dated May 28th from Deputy Governor Peple of
the Federal Reserve Bank of Richmond, advising that the Execu-
tive Committee of that Bank had fixed the following discount
rates, subject to the approval of the Board, to be announced
at the close of business May 29th, and to become effective
June 1st:

Member bank collateral notes and redis-
counted customers' notes of all maturities,
secured by United States certificates of in-
debtedness, all issues..... 5-1/2%

Member banks collateral notes and redis-
counted customers' notes secured by Liberty
bonds or Victory notes..... 6%

Bankers acceptances purchased or redis-
counted..... 6%

On motion duly made and seconded, it was
voted to approve the rates recommended by the
Federal Reserve Bank of Richmond, and advise that
Bank that if it desires, the Board authorizes
alternative rate on member banks collateral notes
secured by Liberty bonds and Victory notes of
5-1/2% to 6%, to be applied at the discretion
of that Bank.

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Telegram dated May 28th from the Chairman, Federal Reserve Bank of Chicago, submitting for the approval of the Board, recommendation of the Board of Directors of that Bank of the following discount rates, to be announced at close of business May 29th, and to become effective June 1st:

Commercial Paper:

For advances not exceeding 15 days, secured by all classes of eligible commercial paper, excepting bankers' acceptances, and for rediscounts of such paper, all maturities. 7%

Liberty Bonds and Victory Notes:

For advances not exceeding 15 days on Liberty bonds, Victory notes and customers' notes secured by either of the foregoing, and for rediscounts of customers' notes, so secured, for periods not exceeding 90 days.... 6%

Bankers' Acceptances:

For advances not exceeding 15 days secured by bankers' acceptances and for rediscounts of same not exceeding 90 days..... 6%

United States Treasury Certificates of Indebtedness:

For advances not exceeding 15 days secured by United States Treasury certificates of indebtedness, and for rediscounts of customers' notes so secured not exceeding 90 days..... 5-1/2%

Approved, Mr. Williams not voting.

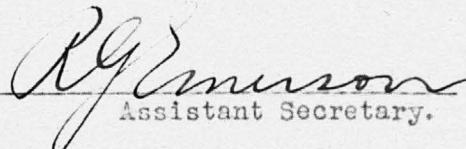
The Governor reported that Mr. Angus W. McLean of the War Finance Corporation, had accepted the Board's appointment as a member of the Railway Loan Advisory Committee to the Board, vice Mr. Frederick A. Delano, resigned.

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Letter dated May 28th from the Railway Loan Advisory Committee to the Board, recommending that approval be given to recommendation of the Interstate Commerce Commission of a loan of \$64,600 to the Salt Lake & Utah Railroad, under the provisions of Section 210 of the Transportation Act of 1920.

On motion duly made and seconded, the Governor was authorized to transmit to the Secretary of the Treasury, with the approval and endorsement of the Board, the report of the Railway Loan Advisory Committee, recommending that this loan be made to the Salt Lake & Utah Railroad Company, to be secured by bonds of the company in an amount one-third greater than the amount of the loan.

At 5-5 P.M., the meeting adjourned.


Assistant Secretary.

Approved:


Chairman.