

At a meeting of the Federal Reserve Board held in the office of the Board on Tuesday, June 1, 1920, at 11-20 A.M.,

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

Minutes of meetings of the Board held on May 25th, 27th, 28th and 29th were read, and on motion approved.

Business was presented and disposed of as follows:

The Governor reported the reserve positions of the several Federal Reserve Banks as at close of business May 28th, and the status of rediscounts between Federal Reserve Banks as of the same date.

The Governor reported rediscount transaction, 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 5 $\frac{1}{2}$ % on paper secured by Liberty bonds and Victory notes, as follows:

<u>Date</u>	<u>Bank Redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
May 28th	Kansas City	New York	\$3,000,000	12-14 days

Noted.

The Governor reported rediscount transaction, pur-

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suant to authority heretofore vested in him; member bank promissory notes secured by Government obligations: rate 5% on paper secured by certificates of indebtedness bearing rate of 5% or less; 5 $\frac{1}{4}$ % on paper secured by certificates of indebtedness bearing rate of 5 $\frac{1}{4}$ %, and 5 $\frac{1}{2}$ % on paper secured by certificates of indebtedness bearing rate of 5 $\frac{1}{2}$ %, as follows:

<u>Date</u>	<u>Bank Redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
May 28th	Chicago	New York	\$4,000,000	Within 15 days
	Noted.			

The Governor reported rediscount transaction, pursuant to authority heretofore vested in him; member bank promissory notes secured by Government obligations: rate 5% on paper secured by certificates of indebtedness bearing rate of 5% or less; 5 $\frac{1}{4}$ % on paper secured by all other certificates, and 6% on paper secured by Liberty bonds and Victory notes, as follows:

<u>Date</u>	<u>Bank Redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
May 28th	Minneapolis	Cleveland	\$2,500,000	11-15 days
	Noted.			

The Governor reported rediscount transaction, pursuant to authority heretofore vested in him; member bank

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promissory notes secured by Government obligations: rate 5%  
on paper secured by certificates of indebtedness bearing rate  
of 5% or less, as follows:

<u>Date</u>	<u>Bank Redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
May 28th	Atlanta	Cleveland	\$3,000,000	Within 10 days
	Noted.			

The Governor reported rediscount transaction, pursuant to authority heretofore vested in him; member bank promissory notes secured by Government obligations: rate 5% on paper secured by certificates of indebtedness bearing rate of 5% or less; 5 $\frac{1}{4}$ % on paper secured by certificates of indebtedness bearing rate of 5 $\frac{1}{4}$ %, and 5 $\frac{1}{2}$ % and 6% on paper secured by Liberty bonds and Victory notes, as follows:

<u>Date</u>	<u>Bank Redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
May 29th	Minneapolis	Cleveland	\$1,500,000	11-15 days
	Noted.			

Memorandum by Mr. Moehlenpah dated May 28th, submitting for approval, suggested reply by the Board to recommendations made by Governors of Federal Reserve Banks at the conference held April 7-10, 1920.

Approved as amended.

Letter dated May 27th from the Chairman, Federal Re-



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serve Bank of Richmond, requesting that the Board approve the expenditure by that Bank of not more than one million dollars in the acquisition of larger quarters for its Baltimore Branch.

Referred to the Governor and Mr. Williams for report.

REPORTS OF COMMITTEE NO. 1:

Dated June 1st, recommending changes in stock at Federal Reserve Banks, as set forth in the auxiliary minute book as of this date.

Approved.

Dated May 29th, recommending salary of \$2,400 per annum for Mr. William A. Regan as National Bank Examiner in the Ninth Federal Reserve District.

Approved.

Other business was presented and disposed of as follows:

Mr. Miller called attention to the fact that Members of the Board other than the Governor were not circulating in the Board's executive folder, correspondence of interest to their fellow members.

It was understood that Members of the Board would send to the Secretary to be placed in the executive folder and circulated, copies of all correspondence had by them bearing on the Board and its business and not of a personal nature.

Telegram dated May 29th from the Governor, Federal Reserve Bank of Minneapolis, advising that that Bank has fixed a rate on notes of all maturities secured by Liberty

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bonds and Victory notes at 6%, and that owing to depreciation of the market price of Liberty bonds and Victory notes, the Bank is requiring a margin on all notes discounted or rediscounted bearing date after June 6th, and not lending in excess of 80% of the par value.

Noted.

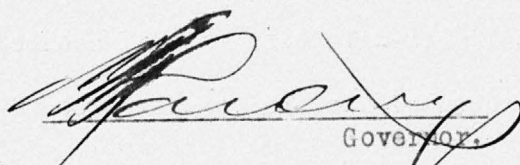
Letter dated May 28th from the Secretary, Federal Reserve Bank of New York, requesting approval by the Board of the appropriation of the sum of \$16,500 to defray the expenses of the Federal Reserve Club of that Bank for the remainder of the calendar year.

Referred to the Governor with power.

At 1-15 P.M., the meeting adjourned.

  
Secretary.

Approved:

  
Governor.