

At a meeting of the Federal Reserve Board held in the office of the Board on Wednesday, June 23, 1920, at 11 A.M.,

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

PRESENT ALSO:  
Mr. Walter S. Logan, Assistant Counsel.

Minutes of meetings of the Board held on Tuesday, June 22d, 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 June 21st, and the status of rediscounts between Federal Reserve Banks as of the same date.

The Governor reported rediscount transactions, pursuant to authority heretofore vested in him; member bank promissory notes secured by Government obligations; rate 5-1/2% on paper secured by certificates of indebtedness, and 6% on paper secured by Liberty bonds and Victory notes, as follows:

| <u>Date</u> | <u>Bank Redis-</u><br><u>counting</u> | <u>With</u> | <u>Amount</u> | <u>Maturities</u> |
|-------------|---------------------------------------|-------------|---------------|-------------------|
| June 21st   | Minneapolis                           | New York    | \$2,500,000   | 11-15 days        |
| June 21st   | Richmond                              | Cleveland   | 10,000,000    | "                 |

Noted.

Memorandum dated June 22d by Assistant Secretary,

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recommending approval of requests of the Federal Reserve Banks of Minneapolis and Atlanta for permission to declare dividends at the rate of 6% per annum to their stockholders, for the period January 1 to June 30, 1920.

Approved.

Memorandum dated June 22d by the Executive Secretary, recommending approval of the payment of extra compensation to employees of the Federal Reserve Bank of Minneapolis for the period January 1 to June 30, 1920, on the following basis:

- 25% On salary actually paid, up to and including \$750.
- 20% On salary actually paid, over \$750 and including \$1,500.
- 15% On salary actually paid, over \$1,500 and including \$3,000.

Approved.

Memorandum dated June 22d by the Executive Secretary, recommending approval of the payment of extra compensation to employees of the Federal Reserve Bank of Atlanta for the period January 1 to June 30, 1920, on the following basis:

- 25% On salary actually paid, up to and including \$750.
- 20% On salary actually paid, over \$750 and including \$1,500.
- 15% On salary actually paid, over \$1,500 and including \$3,000.

and recommending that the Board withhold approval of increases in salaries of officers of the Bank and its branches

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as submitted, pending compliance by the Bank with instructions of the Board to the effect that all increases in salaries amounting to \$300 per annum or more must be accompanied by data giving the reasons for such increase.

Voted to approve payment of extra compensation as recommended, and to approve the increases in salaries recommended, subject to receipt of satisfactory reasons for increases of \$300 per annum or more.

Letter dated June 15th from the Chairman, Federal Reserve Bank of San Francisco, requesting approval of the payment of extra compensation to employees of that Bank for the period January 1 to June 30, 1920, on the following basis:

- 25% On salaries up to \$1,800 per annum.
- 20% On salaries in excess of \$1,800 and not in excess of \$3,000.
- 15% On salaries in excess of \$3,000 and not over \$5,000.

Approved.

Letter dated June 21st from the Secretary, National Association of Comptrollers and Accounting Officers of Chicago, submitting resolution adopted by that body asking that the Board adopt a regulation permitting Federal Reserve Banks to rediscount municipal notes, warrants or other evidence of indebtedness issued in anticipation of the collection of taxes, at a rate of interest not in excess of the legal rate now existing, prescribed for such municipality.

Tabled.

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Letter dated June 22d from the President, First Federal Foreign Banking Association of New York City, advising that the Association is now open for business.

Noted.

Letter dated June 22d from Mr. M. C. Elliott, accepting service as a member of the Railway Loan Advisory Committee to the Board.

Noted.

REPORTS OF COMMITTEE NO. 1:

Dated June 23d, 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.

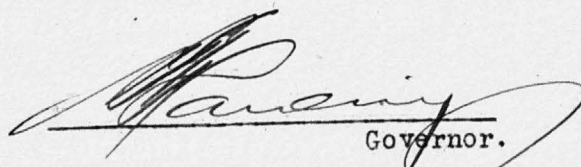
Dated June 22d, recommending changes in stock at Federal Reserve Banks as set forth in the auxiliary minute book as of this date.

Approved.

At 12 noon, the meeting adjourned.

  
Secretary.

Approved:

  
Governor.