

At a meeting of the Federal Reserve Board held in the office of the Board on Tuesday, June 29, 1920, at 11-40 A.M.,

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

PRESENT ALSO:
Mr. Logan, Assistant Counsel
Mr. Angell, Assistant Counsel

Business was presented and disposed of as follows:

A committee from the Federal Reserve Bank of New York, consisting of Chairman Jay, Director Peabody, Consulting Architect Trowbridge, Architect Sawyer, and Marc Eidlitz, Builder, presented to the Board for its approval a plan for providing a storage building, and offices for 50 employees of that Bank, at a total cost, including the cost of land, of \$1,727,000.

Approved.

(The committee from the Federal Reserve Bank of New York thereupon withdrew from the meeting).

Minutes of meeting of the Board held June 24th were read, and on motion approved.

The Governor reported the reserve positions of the several Federal Reserve Banks as at close of business June 26th, and the status of rediscounts between Federal Reserve Banks as

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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 7% on commercial paper, as follows:

<u>Date</u>	<u>Bank Redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
June 24th	Minneapolis	New York	\$2,000,000	1-90 days

Noted.

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, as follows:

<u>Date</u>	<u>Bank Redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
June 24th	Atlanta	New York	\$600,000	Within 15 days
June 23d	Chicago	New York	15,000,000	"

Noted.

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 5-3/4% 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>
June 25th	Dallas	Cleveland	\$3,000,000	11-15 days
June 25th	Kansas City	Cleveland	3,000,000	13-14 days

Noted.

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, as follows:

<u>Date</u>	<u>Bank Rediscounting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
June 25th	Chicago	Cleveland	\$10,000,000	Within 15 days

Noted.

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 Rediscounting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
June 25th	Minneapolis	Cleveland	\$4,000,000	11-15 days
June 28th	Richmond	Cleveland	5,000,000	"

Noted.

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 7% on commercial paper, as follows:

<u>Date</u>	<u>Bank Redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
June 28th	Atlanta	New York	\$2,726,500	5-16 days
"	Atlanta	New York	775,000	19-69 days

Noted.

Letter dated June 26th from the Chairman, Federal Reserve Bank of Kansas City, requesting approval of the payment of dividend to the stockholders of that Bank at the rate of 6% per annum for the period January 1 to June 30, 1920.

Approved.

Letter dated June 22d from the Chairman, Federal Reserve Bank of San Francisco, advising of the suspension of the First National Bank of Fairfield, Idaho.

Noted.

Letter dated June 26th from the Governor, Federal Reserve Bank of Chicago, submitting report of committee appointed at the conference of Governors of Federal Reserve Banks held April 7-10, 1920, for the purpose of studying the issue and redemption of Federal Reserve currency.

Ordered circulated and docketed for the meeting of the Board to be held Thursday, July 1, 1920.

Letter dated June 23d from the Chairman, Federal Reserve Bank of Philadelphia, requesting reconsideration by the Board of its decision not to approve a rate in excess of 5-1/2%

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on paper secured by United States certificates of indebtedness.

Tabled for meeting of the Board to be held
Wednesday, June 30, 1920.

Letter dated June 25th from the Chairman, Federal Reserve Bank of St. Louis, requesting approval of the amendment of the by-laws of the Louisville and Little Rock Branches of that Bank so as to authorize the appointment of Assistant Cashiers.

Approved.

Letter dated June 25th from the Chairman, Federal Reserve Bank of St. Louis, requesting approval of salary of \$2,500 per annum for Mr. Earl R. Muir as Assistant Cashier of the Louisville Branch, and the appointment of Mr. V. S. Fuqua as Assistant Cashier of the Memphis Branch at his present salary of \$3,000 per annum.

Approved.

Letter dated June 26th from the Chairman, Federal Reserve Bank of Richmond, advising that pursuant to authority granted by the Board, that Bank has purchased property located at the Northeast corner of Calvert and Lexington Streets, Baltimore, Md., for \$250,000.

Noted.

Application of the National Union Bank, Boston, Mass., 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.

REPORTS OF COMMITTEE NO. 1:

Dated June 29th, 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 29th, recommending, in connection with membership application of the Merchants State Bank, Port Arthur, Texas, the waiver of the condition that the bank shall agree to transfer to a contingent reserve fund on general ledger, the stockholders' fund now carried as profits on individual ledger.

Approved.

Dated June 24th, recommending changes in stock at Federal Reserve Banks, as set forth in the auxiliary minute book as of this date.

Approved.

Dated June 29th, recommending disapproval of application of Harry Chandler to serve at the same time as a director of the Citizens National Bank, and the Los Angeles Trust & Savings Bank, both of Los Angeles, Cal.

Recommendation approved.

Dated June 28th, recommending approval of application of J. K. McCornack to serve at the same time as a director of the Old National Bank, Spokane, Washington, and as President and Director of the First National, Wenatchee, Wash., and the First National Bank, Moscow, Idaho.

Approved.

Dated June 24th, recommending approval of application of John M. Moore to serve at the same time as a director of the Fidelity National Bank & Trust Co., Kansas City, Mo., and the Fidelity Savings Trust Co., both of Kansas City,

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and as inactive President and Director of the Mutual Bank, Kansas City, Mo.

Approved.

Dated June 28th, recommending approval of applications for fiduciary powers, as set forth in the auxiliary minute book as of this date.

Approved.

Dated June 24th, recommending approval of salary of \$3,600 per annum for Monroe F. Cockrell as Examiner for the Federal Reserve Bank of Kansas City, and requesting approval of the appointment of two additional examiners at \$3,000 each per annum.

Approved.

Dated June 22d, requesting approval of salary of \$3,300 per annum for Mr. Jay L. Reed as Acting Assistant Cashier of the Federal Reserve Bank of San Francisco, effective June 1, 1920.

Approved.

Dated June 23d, recommending approval of salary of \$2,400 per annum for George A. Storm, an employee of the Auditing Department of the Federal Reserve Bank of Kansas City.

Approved.

Dated June 28th, recommending adjustments in salaries of employees of the Board, effective July 1, 1920, pursuant to the plan of compensation heretofore approved.

Referred to committee consisting of Mr. Moehlempah and Mr. Platt for report.

Other business was presented and disposed of as follows:

Memorandum dated June 29th from the Director, Division of Analysis and Research, recommending that in the interests of conserving print paper the plan of publishing the Federal Reserve Bulletin be modified so that it will be divided into two sections,

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section 1 to contain the review of the month, the national report of business conditions, and such material as the Board desires to have completely circulated among all member banks, such as important statements, etc.; section 2 to contain the additional material on business conditions, physical volume of trade, statistics and other data; section 1 to also include not exceeding two pages of summarized statistics designed to give the basic facts concerning the actual conditions of Reserve banks and member banks.

Approved.

Memorandum dated June 28th by the Executive Secretary, recommending approval of adjustments of salaries of officers and employees of the Federal Reserve Bank of St. Louis and its branches, as submitted with letter from the Chairman of that Bank dated June 24th.

Approved.

Memorandum dated June 29th by the Executive Secretary, recommending approval of adjustments of salaries of the employees of the Federal Reserve Agent's Department of the Federal Reserve Bank of San Francisco, as submitted with letter of the Federal Reserve Agent dated June 22d.

Approved.

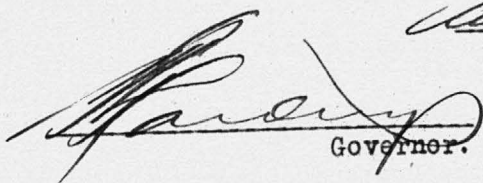
Memorandum dated June 26th by Assistant Counsel Angell,

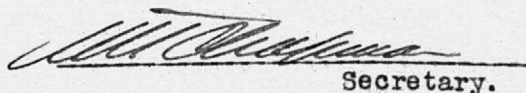
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submitting for approval a circular to Federal Reserve Agents, together with tax exemption certificate form, to entitle officers and employees of Federal Reserve Banks to exemption from the Federal tax on railroad and Pullman tickets when such officers and employees are traveling on official business for Federal Reserve Banks.

Approved.

At 1-25 P.M., the meeting adjourned.


Governor.


Secretary.