

At a meeting of the Federal Reserve Board held in the office of the Board on Thursday, July 29, 1920, at 11 A.M.,

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

PRESENT ALSO:
Mr. Angell, Assistant Counsel.

Minutes of meeting of the Board held July 27th were read, and on motion approved.

Business was presented and disposed of as follows:

The Governor submitted letter addressed to the Secretary of the Treasury under date of July 22d by the Under-Secretary of State with respect to the removal of restrictions upon transactions in foreign exchange between the United States and Russia, and the removal of restrictions upon the importation of paper currency into the United States. The Governor also submitted a memorandum on the subject given him in New York yesterday by Mr. J. E. Crane, in charge of the Foreign Exchange Department of the Federal Reserve Bank of New York.

After discussion, it was voted that the Governor be authorized to notify Federal Reserve Banks of the issue of a blanket license for trading in Russian exchange when such blanket license is requested by the Secretary of the Treasury and the Department of State, special licenses to be required, however, for

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the importation of Russian rouble currency.

The Governor reported the reserve positions of the several Federal Reserve Banks as at close of business July 27th, 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: rates same as those borne by certificates, with minimum of 5-1/2%, 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>
July 26th	Atlanta	Boston	\$366,500	11-15 days
"	Atlanta	Boston	395,000	35-88 days

Noted.

The Governor reported rediscount transactions, pursuant to authority heretofore vested in him; member bank promissory notes secured by Government obligations: rate 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>
July 27th	Atlanta	Cleveland	\$3,550,000	13-88 days
July 28th	Kansas City	Cleveland	2,009,798.95	49-75 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: rates same as those borne by certificates, with minimum of 5-1/2%, 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>
July 27th	Dallas	Cleveland	\$2,500,000	11-15 days

Noted.

The Governor reported rediscount transaction, pursuant to authority heretofore vested in him; member bank promissory notes secured by Government obligations: rates same as those borne by certificates, with minimum of 5-1/2%, 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>
July 28th	Richmond	Cleveland	\$10,000,000	11-15 days

Noted.

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

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<u>Date</u>	<u>Bank Redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
July 28th	Minneapolis	Boston	\$3,000,000	11-15 days

Noted.

REPORTS OF COMMITTEE NO. 1:

Dated July 26th, recommending changes in stock at Federal Reserve Banks as set forth in the auxiliary minute book as of this date.

Approved.

Dated July 29th, recommending approval of applications for fiduciary powers, as set forth in the auxiliary minute book as of this date.

Approved.

Other business was presented and disposed of as follows:

Letter dated July 28th from the Chairman, Federal Reserve Bank of New York, submitting recommendation of increases in salaries of employees of that Bank whose anniversaries of employment fall during the month of July, 1920.

Approved.

Letter dated July 28th from Consulting Architect Trowbridge, recommending that the Federal Reserve Bank of Dallas be authorized to add to its total budget approximately \$13,500 to cover the cost of certain extras to be included in the new bank building for that Bank.

Approved.

Letter dated July 28th from Consulting Architect Trowbridge, recommending that the Federal Reserve Bank of

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Dallas be authorized to build a garage on the rear of its property at a cost of \$8,000.

Approved.

Memorandum dated July 26th by Mr. Hoxton, recommending approval of increases in salaries of employees of the El Paso Branch of the Federal Reserve Bank of Dallas, as submitted with letter of the Governor of the Bank under date of July 26th.

Approved.

Letter dated June 20th from Deputy Governor Talley of the Federal Reserve Bank of Dallas, with regard to acceptances which the Red River Valley Trust Company of Paris, Texas, proposes to make pursuant to the provisions of a recent Act of the Texas Legislature. The Governor submitted for approval, draft of reply by him dated July 28th.

Approved.

Letter dated July 28th from the Director, Division of Analysis & Research, submitting correspondence with the Federal Trade Commission in re duplication of effort in securing statistics bearing upon the textile trade in the First Federal Reserve District.

Referred to the Governor with power.

Recommendation of Mr. Moehlenpah certified by the

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Governor of the Board, that Mr. G. J. Schoeneman, Private Secretary to Mr. Moehlenpah, be granted an increase in compensation at the rate of \$240 per annum, effective July 16, 1920, this being the amount of the bonus to which, in the opinion of Counsel, he is entitled under the provisions of Section 6 of the Act of May 29, 1920.

Approved.

Memorandum by General Counsel dated July 29th, recommending that Carlisle Johnson, Messenger assigned to his office, be granted 6-1/2 days additional leave of absence without pay in lieu of the 5-1/2 days heretofore approved.

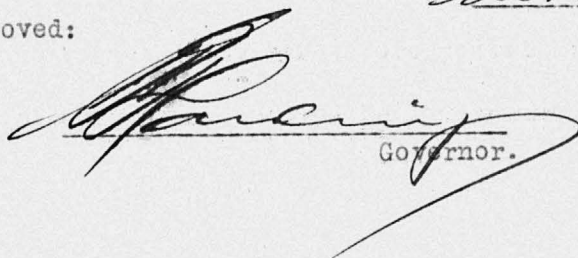
Approved.

Letter dated July 26th from Messrs. Chadbourne, Hunt & Jaeckel of New York City, in connection with the desirability of organizing corporations under the Edge Act. The Governor submitted for approval, draft of reply by him under date of July 29th.


Referred to the Executive Committee with power.

At 1-55 P.M., the meeting adjourned.

Approved:



Governor.



Secretary.