

At a meeting of the Federal Reserve Board held in the office of the Board on Thursday, August 19, 1920, at 11 A.M.,

PRESENT: The Governor
Mr. Platt
Mr. Miller
Mr. Hamlin
Mr. Chapman, Secretary.

PRESENT ALSO:
Mr. Logan, General Counsel.

Minutes of meeting of the Board held August 18th were read, and on motion approved.

Business was presented and disposed of as follows:

The Governor reported rediscount transactions, 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:

<u>Date</u>	<u>Bank Redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
Aug. 17th	Minneapolis	Cleveland	\$2,000,000	11-15 days
Aug. 18th	St. Louis	Boston	3,000,000	Within 15 days
Aug. 18th	Minneapolis	Boston	2,500,000	11-15 days

Noted.

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

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promissory notes secured by Government obligations: rates same as those borne by certificates, with minimum of $5\frac{1}{2}\%$, and $5\frac{3}{4}\%$ 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>
Aug.17th	Dallas	Cleveland	\$2,000,000	11-15 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>
Aug.17th	Dallas	Cleveland	\$5,000,000	-
Aug.17th	Atlanta	Cleveland	2,500,000	15-75 days

Noted.

The Governor reported the reserve positions of the several Federal Reserve Banks as at close of business August 17th, and the status of rediscounts between Federal Reserve Banks as of the same date.

The Governor read a letter addressed to him under date of August 16th by Mr. Frank S. Upton of Charlotte, N.Y., complaining of the adverse effect of increased Federal Reserve Bank discount rates upon purchases of Government obligations. The

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Governor submitted for approval, draft of reply by him under date of August 19th.

Approved.

On motion duly seconded, Mr. Miller was appointed a member of the Executive Committee of the Board for the period expiring October 1, 1920.

On motion duly seconded, Mr. Platt was appointed a member of the Bulletin Committee.

Memorandum dated August 16th by Mr. Paddock, analyzing the report of examination of the Federal Reserve Bank of Richmond as of close of business July 17, 1920.

Ordered circulated.

REPORTS OF COMMITTEE NO. 1:

Dated Aug. 18th, recommending changes in stock at Federal Reserve Banks, as set forth in the auxiliary minute book as of this date.

Approved.

Dated Aug. 13th, recommending approval of appointment of Mr. George Woodford Chaffee at a salary of \$2,700 per annum in the Credit Department of the Federal Reserve Bank of San Francisco.

Approved.

Dated Aug. 18th, recommending approval of appointments of the following employees by the Federal Reserve Bank of New York at salaries indicated:

Mr. James Page,	\$2,500
Mr. Kenneth Baker,	2,400
Mr. Hugo C.M. Wendell,	2,600

Approved.

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Dated Aug. 18th, submitting names of employees of the Federal Reserve Bank of New York at salaries of \$2,400 per annum or over, whose services were discontinued during July, 1920.

Noted.

Dated Aug. 18th, recommending approval of payment by the Federal Reserve Bank of New York of special compensation to employees of its Auditing Department for night, Sunday and holiday work, covering second half of the year 1920.

Approved.

Other business was presented and disposed of as follows:

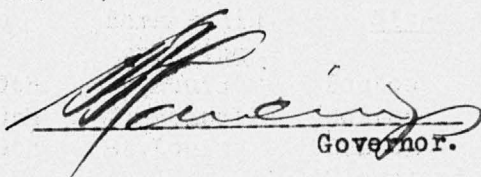
Letter dated August 13th from Deputy Governor Adelson of the Federal Reserve Bank of Atlanta, inquiring if that Bank may establish special rates for loans on cotton held in particular classes of warehouses.

Referred to the Governor for submission of reply.

Mr. Miller announced that he had appointed Mr. Daniel C. Elliott as his Private Secretary, at an initial salary of \$2,250 per annum, effective upon reporting for duty.

At 12-20 P.M., the meeting adjourned.

Approved:



Governor.



Secretary.