

At a meeting of the Federal Reserve Board held in the office of the Board on Tuesday, August 24, 1920, at 11 A.M.,

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

PRESENT ALSO:
Mr. Logan, General Counsel.

Minutes of meeting of the Board held August 19th 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 August 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: 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. 20th	St. Louis	Boston	\$3,000,000	Within 15 days
Aug. 19th	Minneapolis	Boston	1,000,000	11-15 days
Aug. 19th	St. Louis	Boston	5,000,000	Within 15 days
Aug. 20th	Minneapolis..	(Cleveland	2,000,000	11-15 days
		(Boston	3,000,000	11-15 days

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Noted.

The Governor reported rediscount transactions, 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 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>
Aug. 20th	Dallas	Cleveland	\$2,000,000	11-15 days
Aug. 21st	Dallas	Cleveland	1,500,000	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%; 5-3/4% on paper secured by Liberty bonds and Victory notes, and 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. 19th	Dallas	Cleveland	\$3,500,000	-

Noted.

The Governor reported rediscount transactions, pursuant to authority heretofore vested in him; member bank promissory notes secured by Government obligations: rate 6%

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on commercial paper, as follows:

<u>Date</u>	<u>Bank Redis- counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
Aug. 20th	Atlanta	Cleveland	\$3,000,000	60-87 days
Aug. 19th	Atlanta	Cleveland	3,000,000	13-71 days
Aug. 21st	Atlanta	Cleveland	3,510,000	10-86 days

Noted.

The Governor reported rediscount transactions, 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 commercial paper, as follows:

<u>Date</u>	<u>Bank Redis- counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
Aug. 20th	Kansas City	Cleveland	\$2,000,000	8-15 days
Aug. 20th	Kansas City	Cleveland	1,002,575.49	39-49 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- counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
Aug. 23d	Richmond	Cleveland	\$5,000,000	11-15 days

Noted.

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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; 6% on paper secured by Liberty bonds and Victory notes, 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>
Aug. 23d	Minneapolis....	(Cleveland	\$1,500,000	1-90 days
		(Boston	1,500,000	11-15 days

Noted.

Letter dated August 17th from the Chairman, Federal Reserve Bank of Dallas, in regard to shortage in shipment of mutilated Federal Reserve notes from that Bank.

Noted.

Letter dated August 17th from the Chairman, Federal Reserve Bank of Dallas, in regard to shortage in Paying Teller's cash at the El Paso Branch of that Bank.

Noted.

Letter dated August 18th from the Chairman, Federal Reserve Bank of Dallas, concerning measures being taken to provide adequate vault protection at the Houston Branch of that Bank.

Noted.

Letter dated August 18th from the Chairman, Federal

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Reserve Bank of Dallas, recommending approval of the expenditure by that Bank of \$35,000 in the acquisition of property adjoining the site of the proposed new bank building for that Bank.

Approved.

Letter dated August 18th from the Chairman, Federal Reserve Bank of St. Louis, requesting authority to expend \$25,000 in the purchase of property adjacent to that on which the present Louisville Branch of that Bank is located, and to expend \$17,500 in the construction of a building thereon.

Approved.

Letter dated August 20th from the Chairman, United States Shipping Board, in regard to the American credit situation in the Orient.

Referred to the Governor for reply.

Memorandum dated August 17th by Mr. Paddock, analyzing the report of examination of the Federal Reserve Bank of St. Louis as of the close of business June 26, 1920.

Referred to the Governor.

Letter dated August 20th from the Assistant to Governor, Federal Reserve Bank of Cleveland, submitting for approval list of adjustments in salaries of employees of that Bank whose anniversaries of employment occur in August,

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effective September 1, 1920.

Approved.

Memorandum dated August 23d by the Executive Secretary, recommending approval of increase in salaries of six employees of the Federal Reserve Bank of Dallas and its branches, as recommended in letter from the Chairman of that Bank under date of August 19th.

Approved.

REPORTS OF COMMITTEE NO. 1:

Dated Aug. 24th, 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 Aug. 24th, recommending disapproval of application of the Security Savings Bank, Perry, Iowa, for admission to the System.

Recommendation approved.

Dated Aug. 19th, recommending changes in stock at Federal Reserve Banks, as set forth in the auxiliary minute book as of this date.

Approved.

Dated Aug. 23d, recommending approval of applications for fiduciary powers, as set forth in the auxiliary minute book as of this date.

Approved.

Dated Aug. 23d, recommending approval of application of Henry M. Zimmerman to serve at the same time as a director and officer of the National Bank of Pontiac, Pontiac, Mich., and the United Savings Bank of Detroit, Mich.

Approved.

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Dated Aug. 20th, recommending approval of appointment of Miss Helen Mae Bowie as Key Punch Operator in the Division of Reports and Statistics at \$1,200 per annum, including bonus, vice Miss Katherine L. McKenna.

Approved.

Dated Aug. 16th, recommending approval of increase from \$2,700 to \$3,000 per annum in salary of Mr. James B. Funsten, Jr. as National Bank Examiner, effective September 1, 1920.

Approved.

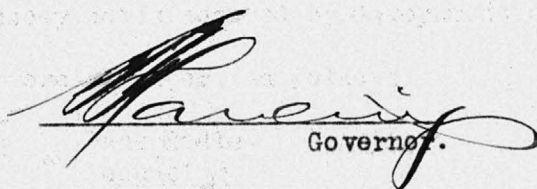
Dated Aug. 16th, recommending approval of increase from \$2,700 to \$3,000 per annum in salary of Mr. A. B. Mason, Assistant Auditor, Portland Branch, Federal Reserve Bank of San Francisco, effective July 1, 1920.

Approved.

At 12-30 P.M., the meeting adjourned.


Secretary.

Approved:


Governor.