

At a meeting of the Federal Reserve Board held
in the office of the Board on Wednesday, September 1, 1920,
at 11 A.M.,

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

PRESENT ALSO:
Mr. Logan, General Counsel.

Minutes of meeting of the Board held August 31st
were read, and on motion approved as amended.

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 30th, and the status of rediscounts between Federal
Reserve Banks as of the same date.

The Governor reported rediscount transactions, pur-
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 6% on paper secured by Liberty bonds and Victory notes,
as follows:

<u>Dated</u>	<u>Bank Redis- counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
Aug. 31st	Dallas	Cleveland	\$3,500,000	11-15 days
Aug. 31st	Richmond	Cleveland	5,000,000	8-15 days
Aug. 30th	Kansas City	Boston	7,000,000	10-14 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, 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.30th	St.Louis	Boston	\$5,000,000	Within 15 days
Aug.30th	Minneapolis	Cleveland	2,000,000	11-15 days
Aug.30th	Minneapolis	Boston	1,000,000	11-15 days

Noted.

Letter dated August 30th from Prof. Jacob H. Hollander addressed to Mr. Jacobson, requesting that he be furnished with a copy of the memorandum prepared by Mr. Hamlin, containing an abstract of the Aldrich Act, and comparative clauses in the Federal Reserve Act and the Aldrich Act.

Voted that Mr. Jacobson be requested to comply with Prof. Hollander's request.

Letter dated August 30th from Assistant Federal Reserve Agent at New York, submitting for approval, form of certificate to be issued to member banks to represent their investment of fifty per cent on their subscriptions to the capital stock of Federal Reserve Banks.

Approved.

Letter dated August 31st from Deputy Governor Harrison of the Federal Reserve Bank of New York, submitting his views as to the propriety of member banks purchasing and endorsing for immediate resale, acceptances in the open market.

Referred to the Law Committee for report.

Letter dated August 31st from Deputy Governor Harrison of the Federal Reserve Bank of New York, suggesting that an informal announcement be made to various private bankers of the extent of their privileges under the terms of the amendment to Section 8 of the Clayton Act, which permits of their serving as directors of national banks under certain circumstances.

Referred to the Law Committee for report.

Letter dated August 25th from the Chairman, Federal Reserve Bank of San Francisco, suggesting that small State banks newly organized be not granted immediate membership in the Federal Reserve System.

Referred to the Governor for reply.

Applications of the following banks for authority to accept drafts and bills of exchange up to 100% of their capital and surplus, under the provisions of Section 13:

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First National Bank, Chattanooga, Tenn.
Baltimore Commercial Bank, Baltimore, Md.

Approved.

REPORTS OF COMMITTEE NO. 1:

Dated Sept. 1st, 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. 31st, recommending changes in stock at Federal Reserve Banks, as set forth in the auxiliary minute book as of this date.

Approved.

Dated Aug. 31st, recommending approval of application of Harry Brocklehurst to serve at the same time as a director of the Broad Street National Bank, the Textile National Bank, and the Kensington Trust Company, all of Philadelphia, Pa.

Approved.

Dated Aug. 31st, recommending approval of increases in salaries of the following employees of the Board, effective September 1, 1920:

Division of Examination:

	<u>From</u>	<u>To</u>
Miss N.L. Milliken,	\$1,680	\$1,730
Miss Lucia M. Emery,	1,440	1,465
Charles H. Bartz,	1,020	1,080

Division of Reports & Statistics:

Miss Esther Wells,	\$1,320	\$1,440
Miss Florence E. Smith,	1,320	1,440

Approved.

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Dated Aug. 30th, recommending approval of increase from \$4,500 to \$6,000 per annum in the salary to Mr. R. Gordon Finney as Supervising National Bank Examiner for the Fifth and Sixth Federal Reserve Districts.

Approved.

Dated Aug. 30th, recommending approval of increase from \$4,200 to \$5,000 per annum in the salary of Mr. Joseph L. Kennedy as Acting Supervising National Bank Examiner for the Seventh and Ninth Federal Reserve Districts.

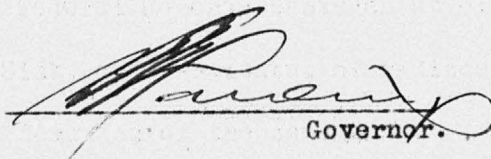
Approved.

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



Secretary.

Approved:



Governor.