

A meeting of the Executive Committee was held in the office of the Board on Tuesday, June 14, 1921, at 11:20 a.m.

PRESENT: Vice Governor Platt
Mr. Miller
Mr. Hoxton, Secretary.

The Vice Governor reported the reserve positions of the several Federal reserve banks as at close of business June 10th and June 11th and the status of rediscounts between the Federal reserve banks as of the same date.

The Vice Governor reported rediscount transactions, member bank promissory notes secured by Government obligations, rate $6\frac{1}{2}\%$, as follows:

<u>Date</u>	<u>Bank redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
June 10th	Dallas	Boston	\$5,000,000	11-15 days
June 11th	Dallas	Boston	\$1,000,000	11-15 days
June 13th	Richmond	New York	\$5,000,000	11-15 days
June 13th	Minneapolis	New York	\$5,000,000	11-15 days
June 13th	Dallas	Boston	\$2,500,000	11-15 days

Letter dated June 13th, from the Railway Loan Advisory Committee of the Federal Reserve Board, requesting approval of a form of loan, in the amount of \$375,000, to be made to the Cumberland and Manchester Railroad Company, under the provisions of Section 210 of the Transportation Act, 1920, as amended.

Approved.

Letter dated June 13th, from the Railway Loan Advisory Committee of the Federal Reserve Board, requesting approval of a form of loan, in the amount of \$1,451,500, to be made to the Seaboard Air Line Railway Company, the carrier electing at this

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time to take down the second instalment of the loan, amounting to \$143,500, under the provisions of Section 210 of the Transportation Act, 1920, as amended.

Approved.

Letter dated June 11th, from the Secretary of the Board of Directors of the Federal Reserve Bank of Kansas City, transmitting the action of the Board of Directors of that bank in voting the payment of a bonus to officers and employees as of June 30, 1921, based on the percentage of salaries received during the first six months of the year 1921, according to the following schedule:

- 20% on salaries up to and including \$1,500 per annum.
- 15% on salaries of more than \$1,500 per annum, and up to and including \$3,000, per annum.
- 10% on salaries of more than \$3,000 up to and including \$5,000 per annum, with the usual adjustment for those receiving salaries between \$5,000 and \$5,500 per annum.

Upon motion, the above percentages were disapproved and it was ordered that the bank be advised that the Federal Reserve Board would approve percentages upon salaries as above of 16%, 12% and 8%.

Letter of June 11th, from the Secretary of the Board of Directors of the Federal Reserve Bank of Cleveland, requesting approval of a bonus to be paid on June 30, 1921 for the months of April, May and June, as follows:

- 12% on salaries up to \$1,500 per annum.
- 9% on salaries over \$1,500 and up to \$3,000 per annum.
- 6% on salaries over \$3,000 and up to \$5,500 per annum.

Approved.

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Letter dated June 11th, from the Secretary of the Board of Directors of the Federal Reserve Bank of Cleveland, requesting approval of a modification in the standardization and percentage of salary adjustment in force at that bank covering the classification and percentage of salary adjustment of the employees.

Approved.

Letter dated June 11th, from the Deputy Comptroller of the Currency reporting changes in the National Bank Examining force which were made during the month of May, 1921.

Noted.

Letters dated June 10th and 11th, from the Federal Reserve Banks of Atlanta, Minneapolis and Chicago, replying to the Board's letter X-3123, dated May 14, 1921, regarding past due paper held by the respective Federal Reserve Banks as of a date prior to June 15, 1921.

Noted.

Memorandum dated June 13th, from the Assistant to the Governor, reporting upon the matter of private telephone wires.

Noted.

Memorandum dated June 13th, from the Division of Examination, approving the application of the Los Angeles Trust and Savings Bank to take over the Union Trust and Savings Bank, Pasadena, Calif., and to establish a branch at that place.

Approved.

Memorandum dated June 10th, from the Chief of the Division of Reports and Statistics, approved by the Assistant to the Governor, requesting authority for the temporary appointment during the three summer months of Mr. M. H. Inlay, at a monthly salary of \$75.00, effective June 16, 1921.

Approved.

Memorandum dated June 13th, from the Chief of the Division of Reports and Statistics, with the approval of the Assistant to the Governor, recommending the permanent appointment of Edwin L. Hargett as messenger in the Division of Reports and Statistics at an annual salary of \$1160. per annum, effective May 7, 1921, it being explained that the said employee had been given a probationary appointment on March 7, 1921, at a salary of \$1080. per annum, with the understanding that he would be promoted to the position of regular messenger with the salary attaching under that position should his services prove satisfactory during the probationary period of two months.

Approved.

Memorandum dated June 13th, from the Chief of the Division of Reports and Statistics, with the favorable recommendation of the Assistant to the Governor, recommending the appointment of Miss Dale E. Hoffman, as clerk-typist in the Division of Reports and Statistics, at an annual salary of \$1320. per annum.

Approved.

Draft of telegram dated June 14th, addressed to all Federal Reserve Banks, instructing them with reference to the treatment of the

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new United States Treasury notes upon reports of condition, etc.

Approved.

Draft of letter dated June 14th, prepared for the signature of the Vice Governor, addressed to the Assistant Secretary of the Treasury, advising of certain action taken at the last Governors' Conference and approved by the Federal Reserve Board, said action having reference to the relations between the Federal Reserve Banks and the United States Treasury Department.

Approved.

Telegram dated June 14th, from the Chairman of the Federal Reserve Bank of Richmond, advising that the Executive Committee of that bank today had, subject to the review and determination of the Federal Reserve Board, fixed a discount rate of 6% on paper secured by the new United States Treasury notes, effective June 15.

Approved.

Telegram dated June 14th, from the Chairman of the Federal Reserve Bank of Minneapolis, advising that subject to the review and determination of the Federal Reserve Board, the Executive Committee at that bank today had fixed a rate of 6% on member banks 15-day collateral notes secured by new United States Treasury notes, the same rate to apply on 90-day customs notes rediscounted secured by the new United States Treasury notes.

Approved.

Memorandum dated June 14th, from the Assistant to the Governor, recommending the appointment of Miss Helen B. Griffin, as stenographer

in the office of the Chief Clerk, vice Miss Ella Short, resigned, at a salary of \$1440. per annum, to become effective as soon as Miss Griffin can report for duty.

Approved.

Mr. Platt announced that his secretary, Mr. Durland, had been in the Board's employ for a year and was therefore entitled to an increase in salary of \$100. per annum, which he asked be made as of June 1.

REPORTS OF COMMITTEE NO. 1:

Dated June 11th, Recommending changes in stock at Federal reserve banks as set forth in the auxiliary minute book as of this date.

Approved.

Dated June 11th and 13th, Recommending approval of applications for admission of state institutions, subject to the conditions contained in the individual reports attached to the applications, as set forth in the auxiliary minute book as of this date.

Approved.

Dated June 11th, Recommending approval of the application of Mr. Edwin A. Kirch to serve at the same time as director of the Merchants & Manufacturers National Bank of Newark, N. J. and as director of the Clinton Trust Company of Newark, N. J.

Approved.

Dated June 13th, Recommending approval of the application of Mr. E. E. Ames to serve at the same time as director and vice president of the Fidelity National Bank & Trust Company of Kansas City, Mo., as director and vice president of the Central National Bank of Topeka, Kansas, and as director and president of the First National Bank of Norton, Kansas.

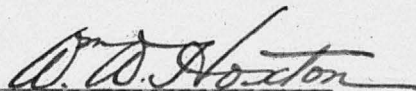
Approved.

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Dated June 13th, Recommending approval of the application of Mr. Harry R. Jones to serve at the same time as director of the Midland Bank of Cleveland, Ohio and as vice president and director of the First National Bank of Canton, Ohio.

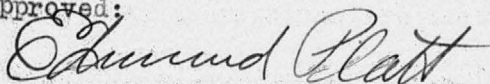
Approved.

At 12:50 the meeting adjourned.



Secretary.

Approved:



Vice Governor.