

A Meeting of the Federal Reserve Board was held in the office of the Board on Friday, June 24, 1921, at 11:15 a.m.

PRESENT: Governor Harding
 Mr. Platt
 Mr. Hamlin
 Mr. Miller
 Mr. Mitchell
 Mr. Eddy, Assistant Secretary.

The minutes of the meeting of the Board held June 23rd were read and on motion approved.

The Governor reported the reserve positions of the several Federal reserve banks as at close of business June 22nd and the status of rediscounts between the Federal reserve banks as of the same date.

The Governor reported rediscount transactions, member bank promissory notes secured by Government obligations, rate 6%, as follows:

<u>Date</u>	<u>Bank redis-</u> <u>counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
June 23rd	Minneapolis	New York	\$2,000,000	11-15 days
June 23rd	Dallas	Boston	500,000	11-15 days

Telegram dated June 23rd, from the Federal Reserve Agent at San Francisco, recommending approval of application of Bank of Italy, San Francisco, for permission to purchase the following named banks and to establish a branch office at each, it being understood that the state superintendent of banks has granted permission to establish such branches:

First National Bank, Centerville
 First National Bank, Lompoc
 Citizens Bank of Paso-Robles, Paso-Robles
 Citizens Bank of Paso-Robles, branch, San Miguel
 First National Bank, Hayward
 First National Bank, Losbanos
 First National Bank, King City

Approved.

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Governor Harding reported action taken by the Executive Committee yesterday approving the plan set forth in letter dated June 20th from the Chairman of the Federal Reserve Bank of Atlanta, for dismantling the building on the site acquired for the building for the New Orleans Branch, with the understanding that \$37,500 would be received for salvage, including removal, and approving of the preparation of plans and specifications for a new building to be submitted to the Board through its consulting architect.

Approved.

Letter dated June 22nd, from the Chairman of the Federal Reserve Bank of Atlanta, relative to application for membership of the Greenville Banking Company, Greenville, Ga., with respect to which no recommendation was made to the Board, the Reserve Bank Committee not being unanimous in the matter.

Governor Harding was requested to advise the Federal Reserve Agent that upon receipt of a unanimous recommendation or of the majority and minority reports, the Board will give consideration to the application.

Letter dated June 23rd, from the First Federal Foreign Banking Association, giving certain information asked for by the Board with respect to the Association's request for permission to execute its own note to the War Finance Corporation for an amount not exceeding \$250,000 for the purpose of financing its participation in a syndicate loan made in connection with an export transaction.

Approved.

Letter dated June 23rd, from the Deputy Governor of the Federal Reserve Bank of New York, advising that the Board of Directors of that bank approved of the absorption of expenses incurred by it after June 30, 1921, in performance of fiscal agency functions and stating that it was understood the Federal Reserve Board approved of the action taken at the last Governor's Conference in this connection.

Referred to Governor Harding, with the request that he advise that the Board has no objection in the present circumstances to the banks' absorbing such expense, but that it is optional with the Board to require, whenever it may deem conditions warrant, discontinuance of the absorption of such expense by the banks and reimbursement for fiscal agency expenses thereafter incurred.

Letter dated June 21st, from the Secretary of the Federal Reserve Bank of Chicago, advising of the action of the Executive Committee of that bank in recommending increases in salaries of certain employees of the Branch Federal Reserve Bank at Detroit.

Approved.

Mr. Platt submitted a letter dated June 21st, from the Governor of the Federal Reserve Bank of Dallas, relative to the relations of that bank with the First National Bank of Herne, Texas, which is in the hands of a receiver.

Noted.

Telegram dated June 24th from the Secretary of the Federal Reserve Bank of Chicago, advising that the directors of that bank had established subject to review and determination of the Federal Reserve Board a discount rate of 6% on paper secured by United States Treasury Notes.

Approved.

Telegram dated June 24th, from Assistant Federal Reserve Agent at Cleveland, advising that the directors of that bank had established subject to review and determination of the Federal Reserve Board a discount rate of 6% on paper secured by United States Treasury notes.

Approved.

REPORTS OF COMMITTEE NO. 1:

Recommending approval of applications for admission of state institutions, subject to the conditions stated in the individual reports attached to the applications, as set forth in the auxiliary minute book as of this date.

Approved.

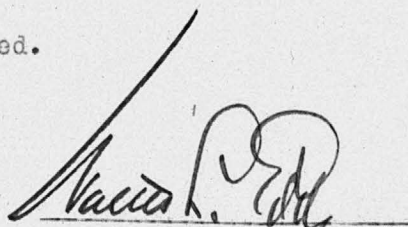
Recommending approval of the application of Mr. James D. Phelan to serve at the same time as director of the First National Bank of San Francisco, Calif., and as director of the First National Bank of San Jose, Calif.

Approved.

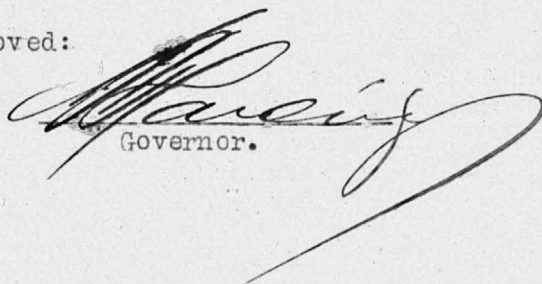
Recommending approval of the application of Mr. William A. Tucker to serve at the same time as director of the National American Bank and the Columbia Trust Co., both of New York City.

Approved.

At 12:05 the meeting adjourned.


Assistant Secretary

Approved:


Governor.