

A meeting of the Federal Reserve Board was held in the office of the Governor on Tuesday, August 9, 1921, at 2:35 p.m.

PRESENT: Governor Harding
Mr. Platt
Mr. Hamlin
Mr. Crissinger
Mr. Hoxton, Secretary.

Minutes of the meeting of the Board held August 1st were read and on motion approved.

Minutes of the meeting of the Executive Committee held on August 3d were read and the action of the Committee set forth therein ratified.

The Governor reported the reserve positions of the several Federal reserve banks as at close of business August 1st, 2d, 3d, 4th, 5th and 6th, and the status of rediscounts between the Federal reserve banks as of the same dates.

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

<u>Date</u>	<u>Bank redis- counting</u>	<u>With</u>	<u>Amount</u>	<u>Maturities</u>
August 1st	Minneapolis	New York	\$2,500,000	11-15 days
August 2d	Richmond	New York	10,000,000	do
August 4th	Richmond	New York	5,000,000	do
August 4th	Atlanta	Boston	1,000,000	60-85 days (Coml.)
August 4th	Dallas	Cleveland	2,500,000	11-15 days and 1-90 days (Coml.)
August 5th	Minneapolis	New York	3,000,000	1-15 days
August 5th	Dallas	Boston	4,000,000	11-15 days
August 8th	Richmond	New York	10,000,000	do
August 8th	Minneapolis	New York	1,000,000	do

Letter dated August 5th, from the Railway Loan Advisory Committee of the Federal Reserve Board, recommending approval of the form of obligation submitted by the Akron, Canton & Youngstown Railway Company to take over a loan amounting to \$212,000, under the provisions of Section 210 of the Transportation Act, 1920, as amended.

Approved.

Letter dated August 8th, from the Railway Loan Advisory Committee of the Federal Reserve Board, recommending approval of the form of obligation submitted by the Lake Erie, Franklin & Clarion Railroad Company to take over a loan amounting to \$25,000, under the provisions of Section 210 of the Transportation Act, 1920, as amended.

Approved.

Letter dated August 6th, from the Chairman of the Federal Reserve Bank of Kansas City, advising that Mr. R. A. Cooper has been added to the examination force of that Bank, at a salary of \$3,500 per annum, effective July 27th. Also, requesting approval of an increase in the salary of Examiner Walter Robinson to \$3,600 per annum, effective September 1st. Also, requesting approval of an increase in the salary of Mr. Monroe F. Cockrell, Chief Examiner for the Federal Reserve Bank of Kansas City, to \$4,800 per annum.

Approved.

Memorandum dated August 8th, from the Chief of the Division of Reports & Statistics, recommending the temporary employment of four Comptometer Operators at salaries as stated.

Approved.

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Letter dated June 9th, from the Federal Reserve Agent at Chicago, recommending that the application of the Kenwood Trust & Savings Bank of Chicago for reduced reserve requirements be approved.

Also letter dated August 3d, from the Federal Reserve Agent at Chicago, recommending that the application for a reduction of reserve requirements be approved for the Albany Park National Bank, the Independent State Bank, the Second Security Bank, the Southside Trust & Savings Bank and the Woodlawn Trust & Savings Bank, all of Chicago.

In view of the fact that applications of this character require the affirmative vote of five members of the Board for approval, the members present voted to approve the applications set forth above, with the understanding that the approval shall become effective as soon as five members of the Board shall be present and the fifth member agrees to add his affirmative vote to those cast at this meeting.

Letter dated August 1st, from the Assistant Federal Reserve Agent at San Francisco, recommending that the Farmers & Merchants Bank of Long Beach, Calif. be granted permission to establish a branch at East Long Beach, approval of said establishment having been previously obtained from the Superintendent of Banks.

Approved.

Letter dated August 3d, from the Governor of the Federal Reserve Bank of Kansas City, advising of a contract entered into by that Bank for the purchase of certain real estate in Oklahoma City, Oklahoma, designed for the erection of a branch bank building.

Noted.

Telegram from the Assistant Federal Reserve Agent at San Francisco, requesting approval of the designation of Mr. James W. White of the Los Angeles Branch as Assistant Federal Reserve Examiner.

Approved.

Letter dated August 5th, from the Acting Comptroller of the Currency, requesting approval of the application of the First National Bank of Kingston, Ohio, to reduce its capital stock from \$100,000 to \$50,000.

Approved.

Letter dated August 5th, from the Controller of Administration of the Federal Reserve Bank of New York, submitting name and salary of one employe engaged by that Bank during the month of July.

Noted.

Memorandum dated August 2d, from Mr. Herson, recommending that Carol Pierce, Jr. be appointed Assistant Federal Reserve Examiner at a salary of \$2,000 per annum, effective August 15, 1921.

Approved.

Memorandum dated August 9th, from Mr. Eddy, requesting authority to employ Miss Catherine McCloskey as Stenographer, to fill one of the vacancies in the Board's Division of Circulation, at a salary of \$1,440 per annum.

Approved.

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Memorandum dated August 9th, from Mr. Eddy, requesting permission to employ a messenger to fill an existing vacancy, at the entrance salary for messengers, which is \$1,080 per annum.

Approved.

Letter dated August 6th, from the Deputy Comptroller of the Currency, reporting changes in the National Bank Examining Force made during the month of July, 1921.

Noted.

Memorandum dated August 8th, from the Secretary of the Board, recommending that the Federal Reserve Board authorize two paid subscriptions for the Daily Reports, Index, Document and Inquiry Service of the Federal Trade Information Service for the year ending August 9, 1922, it being understood that two additional copies of the publication will be sent gratis.

Approved.

Letter dated August 6th, from the Assistant Federal Reserve Agent at Cleveland, submitting a list showing certain salary adjustments for some of those employes whose anniversaries of employment were in the month of July, in accordance with the plan for such adjustments previously approved by the Board.

Approved.

Letter dated August 3d, from the Deputy Governor of the Federal Reserve Bank of New York, submitting action of the Board of

Directors of that Bank taken on July 27th, with regard to adjustments in the salaries of certain employees, exclusive of officers, said adjustments being made in accordance with the anniversary plan previously authorized by the Federal Reserve Board.

Approved.

Letter dated August 2d, from the Assistant Federal Reserve Agent at San Francisco, enclosing, with favorable recommendation, the application of the Anglo California Trust Co., San Francisco, for permission to open a branch, and advising that the Superintendent of Banks had already given his permission for the establishment of said branch.

Approved.

Telegram dated August 8th, from the Chairman of the Federal Reserve Bank of Dallas, advising that the Board of Directors of that Bank had designated Mr. B. A. McKinney as Acting Governor of that Bank at the same salary as that now paid to the Governor and had designated Mr. Emerson Acting Deputy Governor, with an expense allowance of \$300. per month, in addition to the salary paid to him by the Federal Reserve Board and for which the Federal Reserve Board is at present being reimbursed by the Federal Reserve Bank of Dallas.

Approved.

Telegram dated August 5th from the Chairman of the Federal Reserve Bank of Cleveland, advising that the Board of Directors of that Bank had, subject to the review and determination of the Federal Reserve Board, reduced the discount rate from 6% to 5 $\frac{1}{2}$ % on all classes of paper of all maturities.

Approved, having been previously approved by four members of the Board.

REPORTS OF COMMITTEE NO. 1:

Dated August 4th, Recommending changes in stock at Federal reserve
" " 8th, banks, as set forth in the auxiliary minute book
" " 9th, as of this date.

Approved.

Dated August 8th, Recommending certain action on applications for
fiduciary powers, as set forth in the auxiliary
minute book as of this date.

Approved.

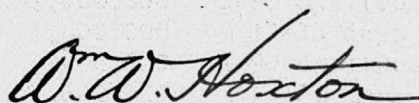
Dated July 28th, Recommending certain action on applications for
" August 9th, admission of state institutions, subject to the
conditions stated in the individual reports
attached to the applications, as set forth in the
auxiliary minute book as of this date.

Approved.

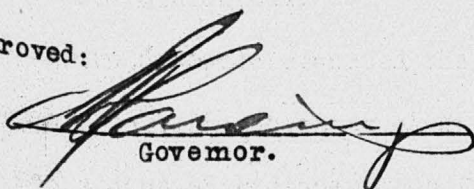
Dated August 4th, Recommending holding of the application of Mr.
Edward K. Mills for permission to serve at the
same time as director of the First National Bank
and as director of the Morristown Trust Company,
both of Morristown, N.J.

Approved.

At 3:25 p.m. the meeting adjourned.


Secretary.

Approved:


Governor.