

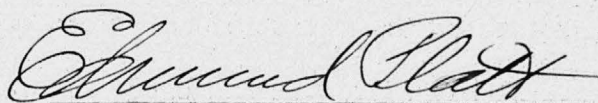
## FEDERAL RESERVE BOARD

WASHINGTON

June 5, 1922.

MEMORANDUM FOR GOVERNOR HARDING:

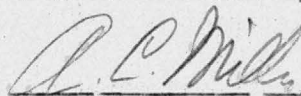
The undersigned members of the Federal Reserve Board  
request that you call a special meeting of the Board for today,  
at . . . . .



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A special meeting of the Federal Reserve Board was held in the office of the Board on Monday, June 5, 1922, at 10:45 a.m.

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

PRESENT ALSO:  
Mr. Logan, General Counsel  
Mr. J. S. Dodge, Supt. of Banks of the  
State of California.

After discussion on certain phases of banking in the State of California, with especial reference to special time deposits, warehouse loans and California building associations, Mr. Dodge and Mr. Logan withdrew from the room. X

The Governor stated that the meeting had been called in accordance with the By-Laws, upon written request of three members of the Board.

Minutes of the meeting of the Board held June 2d were read and on motion approved.

The Governor reported the reserve positions of the several Federal reserve banks as at close of business May 31st, June 1st and 2d.

The Governor submitted the following telegram, dated June 2d, from the Chairman of the Federal Reserve Bank of San Francisco, in reply to a telegram sent Mr. Perrin by the Board and recorded in the minutes of the meeting of June 2d:

Your telegram 2nd. During last few months, our Board of Directors has frequently discussed the advisability of reducing rate, but opinion being divided, those favoring reduction were reluctant to press the matter.

The discussion at meeting on Tuesday indicated greater support for reduction.

Vote was not taken, but by common consent it was requested that I ascertain Federal Reserve Board's attitude. In view of the expression of your telegram it seems not unlikely that reduction maybe made at next meeting June 15th."

Letter dated June 3d, from the Railway Loan Advisory Committee of the Federal Reserve Board, recommending approval of the form of obligation submitted by the Seaboard-Bay Line Company for a loan of \$4,400,000, in four equal parts, the carrier electing to take down at this time the second instalment in the amount of \$1,100,000, under the provisions of Section 210 of the Transportation Act, 1920, as amended.

Approved.

Telegram dated June 2d, from the Chairman of the Federal Reserve Bank of St.Louis, stating that that Bank had, subject to the review and determination of the Federal Reserve Board, established  $3\frac{1}{2}\%$  as the minimum rate at which eligible trade acceptances may be purchased in the open market by that Bank.

A minimum rate of  $4\%$  was formally approved for open market purchases of trade acceptances by the Federal Reserve Bank of St.Louis, said approval having been given informally by members of the Board on June 3d.

Letter dated June 2d, from the Federal Reserve Agent at St.Louis, recommending, in view of the recent reclassification of St.Louis as a reserve city, that certain outlying banks in St.Louis be permitted to carry a reserve of  $7\%$  against demand deposits and  $3\%$  against reserve deposits,



in lieu of the 10% and 3% formerly authorized.

Approved.

Letter dated May 27th, from the Chairman of the Federal Reserve Bank of Kansas City, advising that actual work on the Oklahoma City Branch building was begun on Tuesday morning, May 23d.

Noted, it being the sense of the Board that inquiry should be made as to what contracts have been finally let and as to exactly the amount of construction that has been done on the building on and subsequent to May 23.

Letter dated June 2d, from the Chairman of the Federal Reserve Bank of New York, advising of certain salary adjustments made by the Board of Directors of that Bank, effective June 1, 1922, subject to the approval of the Federal Reserve Board.

Approved.

Letter dated May 23d, from the Chairman of the Federal Reserve Bank of St. Louis, with reference to the transfer from the Fourth Federal Reserve District to the Eighth Federal Reserve District of the member banks in Jessamine County, Lincoln County, McCreery County and Pulaski County, Kentucky.

Noted. Referred to Governor Harding.

Letter dated May 31st, from the Chairman of the Federal Reserve Bank of Dallas, with reference to the employment of additional counsel in the case instituted by the Federal Reserve Bank of Dallas for the collection of certain paper discounted by that Bank for the National Bank of Cleburne, Texas.

Referred to Mr. Hamlin.

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Letter dated May 20th, from Mr. W. F. Cox, Law Clerk in the office of the General Counsel, tendering his resignation, effective after the close of business June 5, 1922.

Noted.

Memorandum dated June 1st, from the Assistant Secretary, recommending acceptance of the resignation of Mr. John W. Ringwald, part time employe of the Gold Settlement Division, and approval of the appointment of Mr. Charles W. Lanham to fill the vacancy, with compensation at the rate of \$1.50 per evening.

Approved.

Memorandum dated June 1st, from the Assistant Secretary of the Board, recommending acceptance of the resignation of Miss E. C. McCormick, stenographer (salary \$1440 per annum) as at close of business June 22, 1922, and requesting approval of the employment of a stenographer, at \$1440 per annum, to fill the vacancy created.

Approved.

Memorandum dated June 1st, from the Assistant Secretary, recommending acceptance of the resignation of A. G. Barrett (salary \$1500 per annum), an employe of the Statistical Division, as of close of business June 10, 1922.

Approved.

Letter dated June 2d, from the Chairman of the Federal Reserve Bank of Richmond, requesting approval of the appointment of Mr. H. P. Beale as Federal Reserve Bank Examiner, and of increase in his salary from \$2100 to \$2520 per annum, effective June 1, 1922.

Formally approved, having been approved by members of the Board on June 3d.

REPORTS OF COMMITTEE NO. 1:

Dated June 1st, Recommending changes in stock at Federal reserve banks, as set forth in the auxiliary minute book of this date.

Approved.

Dated May 31st, Recommending action on applications for fiduciary powers, as set forth in the auxiliary minute book of this date.

Approved.

Dated May 31st, Recommending admission of state institutions, subject to conditions stated in the individual reports attached to the applications, as set forth in the auxiliary minute book of this date.

Approved.

Dated June 2d, Recommending refusal of the application of Mr. T. C. Gower to serve at the same time as director of the Norwood National Bank of Greenville, S.C., and as director of the First National Bank of Greenville, S.C.

Approved.

Dated June 2d, Recommending approval of the application of Mr. T. J. Cottingham to serve at the same time as officer of the Palmetto National Bank of Columbia, S.C. and as officer and director of the Farmers & Merchants National Bank of Lake City, S.C., and as director of the Farmers & Merchants Bank of Johnsonville, S.C.

Approved.

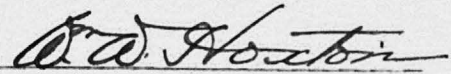
Dated June 2d, Recommending refusal of the application of Mr. J. F. Gallivan to serve at the same time as director of the First National Bank of Greenville, S.C., and as director of the Norwood National Bank, Greenville, S.C.

Approved.

Letter dated June 1st, from the Deputy Comptroller of the Currency, advising of changes made in the National Bank Examining force during the month of May, 1922.

Noted.

At 1:00 p.m. the meeting adjourned.

  
Secretary

Approved:

  
Governor.