

MINUTES OF MEETING
of the
FEDERAL ADVISORY COUNCIL

November 20, 1922

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A meeting of the Federal Advisory Council was held in the Federal Reserve Board room, Treasury Building, Washington, D. C., Monday, November 20, 1922.

The President, Mr. Rue, called the meeting to order at 10.30 A. M.

Present:

Mr. L. L. Rue, President	District No. 3
Mr. P. M. Warburg, Vice President	District No. 2
Mr. Philip Stockton	District No. 1
Mr. C. E. Sullivan	District No. 4
Mr. J. G. Brown	District No. 5
Mr. E. W. Lane	District No. 6
Mr. J. J. Mitchell	District No. 7
Mr. F. J. Wade	District No. 8
Mr. G. H. Prince	District No. 9
Mr. D. W. Twohy	District No. 12
Mr. H. L. Hilyard	Secretary

Absent:

Mr. E. F. Swinney	District No. 10
Mr. R. L. Ball	District No. 11

On motion, duly seconded, the Minutes of the meeting of September 25, 26, 1922, copies of which had previously been sent to the members, were approved.

At 11.15 A. M., the Council adjourned to convene in joint session with the Federal Reserve Board.

H. L. HILYARD,

Secretary.

MINUTES OF JOINT CONFERENCE OF THE FEDERAL ADVISORY COUNCIL AND THE FEDERAL RESERVE BOARD

November 20, 1922.

At 11.15 A. M., a joint conference of the Federal Advisory Council and the Federal Reserve Board was held as arranged.

Present: Members of the Federal Reserve Board:

Vice Governor Edmund Platt, Hon. D. R. Crissinger, Comptroller of the Currency; Messrs. C. S. Hamlin, J. R. Mitchell; also Mr. S. P. Gilbert, Jr., Undersecretary of the Treasury.

Present: Members of the Federal Advisory Council:

Mr. L. L. Rue, President; Mr. Paul M. Warburg, Vice President; Messrs. Philip Stockton, C. E. Sullivan, J. G. Brown, E. W. Lane, J. J. Mitchell, F. J. Wade, G. H. Prince, D. W. Twohy, and H. L. Hilyard, Secretary.

The President of the Council, Mr. Rue, called the meeting to order and invited Vice Governor Platt to address the conference.

Mr. Platt presented three topics for consideration as follows:

1. Rates at the Federal Reserve Banks. Are some of them too low? Are there indications that increases should be made in the near future?
2. Possible amendments to the Federal Reserve Act.
3. In the proposed reorganization of Government departments, should the Federal Reserve Board be made a bureau of the Treasury?

The members of the Council in turn then made short reports on the business and money situation in their respective districts.

The Federal Reserve Board suggested that in the future, the Council also originate topics and subjects for discussion at these meetings.

At 1.15 P. M., the joint conference adjourned.

H. L. HILYARD,
Secretary.

MINUTES OF MEETING OF THE FEDERAL ADVISORY COUNCIL

November 20, 1922.

At 2.30 P. M., the Federal Advisory Council reconvened in the Federal Reserve Board room as arranged, the President, Mr. Rue, in the Chair.

Present: Mr. L. L. Rue, President; Mr. P. M. Warburg, Vice President; Messrs. Philip Stockton, C. E. Sullivan, J. G. Brown, E. W. Lane, J. J. Mitchell, F. J. Wade, G. H. Prince, D. W. Twohy, and H. L. Hilyard, Secretary.

The subjects submitted for discussion by Vice Governor Platt in the morning session were further considered and formal recommendations made thereon for presentation to the Federal Reserve Board. Copy of the Recommendations is attached hereto and made part of these minutes.

Acting on the suggestion of the Federal Reserve Board in the morning session, Council decided that members who might have topics which they desire discussed by the Council and the Federal Reserve Board should forward such topics to the President of the Council, who would submit them to the Executive Committee. Upon the latter's approval, the topics would be submitted to all the members of the Council and to the Federal Reserve Board for preliminary consideration and for discussion at the next meeting.

At 3.30 P. M., the meeting adjourned, concluding the session of the Council.

H. L. HILYARD,
Secretary.

RECOMMENDATIONS OF THE FEDERAL ADVISORY COUNCIL TO THE
FEDERAL RESERVE BOARD

November 20, 1922

TOPIC 1. Rates at Federal Reserve Banks. Are some of them too low? Are there indications that increases should be made in the near future?

RECOMMENDATION: The Council is of the opinion that the rate of 4% prevailing at three of the Federal Reserve banks might well be increased to 4½% but as the seasonal demand for crop movement purposes is about over, no immediate action seems necessary.

TOPIC 2. Possible amendments to the Federal Reserve Act.

RECOMMENDATION: The Council is of the opinion that it is unwise at this time to suggest any amendments to the Federal Reserve Act.

TOPIC 3. In the proposed reorganization of Government departments, should the Federal Reserve Board be made a bureau of the Treasury?

RECOMMENDATION: The Council is decidedly of the opinion that the Federal Reserve Board should continue as an independent organization like the Supreme Court and should not be made a bureau of the Treasury Department.