

FEDERAL RESERVE BOARD

WASHINGTON

X-3281
December 23, 1921.

SUBJECT: Rate on Special Treasury Certificates of Indebtedness

Dear Sir:

The Board has been advised by the Treasury Department that in view of the reductions which have taken place in current rates of interest, in Federal Reserve Bank discount rates, and in the rates at which long term Treasury Certificates can be floated, a reduction will be made in the rate of interest to be borne by the special certificates issued by the Treasury from time to time, for a day or two at a time in anticipation of the receipt of funds from taxes or depositaries, from 4 per cent to 3 per cent. This new rate of 3 per cent on the special certificates will be effective beginning January 3, 1922. The Board is assured that it will be the policy of the Treasury to make every possible effort to keep the amount of special certificates which may be issued from time to time down to the minimum.

Very truly yours,

Governor.

GOVERNORS ALL F. R. BANKS
COPIES TO AGENTS