
DISCOUNT RATES -- Request by one Reserve Bank to increase the discount rate; requests by eleven Reserve Banks to maintain existing rates.

**Existing rates maintained.
May 20, 2002.**

Subject to review and determination by the Board of Governors, the directors of the Federal Reserve Bank of Kansas City had voted on May 16, 2002, to establish a basic discount rate of 1-1/2 percent (an increase from 1-1/4 percent), with appropriate changes in related rates. The directors of the Federal Reserve Banks of Boston, Cleveland, Richmond, Atlanta, Chicago, St. Louis, Dallas, and San Francisco had voted on May 9; the directors of the Federal Reserve Bank of New York had voted on May 15; and the directors of the Federal Reserve Banks of Philadelphia and Minneapolis had voted on May 16, 2002, to maintain the rates in their existing schedules. At its meeting on May 6, 2002, the Board had considered, but had taken no action on, a similar request by the Federal Reserve Bank of Kansas City to increase the discount rate.

No sentiment was expressed in favor of an increase in the discount rate at today's meeting, and existing rates were maintained.

Participating in this determination: Chairman Greenspan, Vice Chairman Ferguson, and Governors Gramlich, Bies, and Olson.

Background: Office of the Secretary memorandum, May 17, 2002.

Implementation: Wire from Ms. Johnson to the Reserve Banks, May 20, 2002.

DISCOUNT RATES -- Renewal by twelve Reserve Banks of the formulas for calculating the flexible rates for extended and seasonal credit.

**Approved.
May 20, 2002.**

The Board approved renewal by the Federal Reserve Banks of Boston, Cleveland, Richmond, Atlanta, Chicago, St. Louis, Dallas, and San Francisco on May 9; by the Federal Reserve Bank of New York on May 15; and by the Federal Reserve Banks of Philadelphia, Minneapolis, and Kansas City on May 16, 2002, of the formulas for calculating the flexible rates for extended and seasonal credit.

Voting for this action: Chairman Greenspan, Vice Chairman Ferguson, and Governors Gramlich, Bies, and Olson.

Background: Office of the Secretary memorandum, May 17, 2002.

Implementation: Wire from Ms. Johnson to the Reserve Banks, May 20, 2002.

DISCOUNT RATES -- Request by one Reserve Bank to increase the discount rate; requests by eleven Reserve Banks to maintain existing rates.

**Existing rates maintained.
June 3, 2002.**

Subject to review and determination by the Board of Governors, the directors of the Federal Reserve Bank of Kansas City had voted on May 30, 2002, to establish a basic discount rate of 1-1/2 percent (an increase from 1-1/4 percent), with appropriate changes in related rates. The directors of the Federal Reserve Banks of Boston, Philadelphia, Cleveland, Richmond, Atlanta, Chicago, St. Louis, Dallas, and San Francisco had voted on May 23; the directors of the Federal Reserve Bank of New York had voted on May 29; and the directors of the Federal Reserve Bank of Minneapolis had voted on May 30, 2002, to maintain the rates in their existing schedules. At its meeting on May 20, 2002, the Board had considered, but had taken no action on, a similar request by the Federal Reserve Bank of Kansas City to increase the discount rate.

No sentiment was expressed in favor of an increase in the discount rate at today's meeting, and existing rates were maintained.

Participating in this determination: Chairman Greenspan, Vice Chairman Ferguson, and Governors Gramlich, Bies, and Olson.

Background: Office of the Secretary memorandum, May 31, 2002.

Implementation: Wire from Ms. Johnson to the Reserve Banks, June 3, 2002.

DISCOUNT RATES -- Renewal by twelve Reserve Banks of the formulas for calculating the flexible rates for extended and seasonal credit.

**Approved.
June 3, 2002.**

The Board approved renewal by the Federal Reserve Banks of Boston, Philadelphia, Cleveland, Richmond, Atlanta, Chicago, St. Louis, Dallas, and San Francisco on May 23; by the Federal Reserve Bank of New York on May 29; and by the Federal Reserve Banks of Minneapolis and Kansas City on May 30, 2002, of the formulas for calculating the flexible rates for extended and seasonal credit.

Voting for this action: Chairman Greenspan, Vice Chairman Ferguson, and Governors Gramlich, Bies, and Olson.

Background: Office of the Secretary memorandum, May 31, 2002.

Implementation: Wire from Ms. Johnson to the Reserve Banks, June 3, 2002.

DISCOUNT RATES -- Request by one Reserve Bank to increase the discount rate; requests by eleven Reserve Banks to maintain existing rates.

**Existing rates maintained.
June 17, 2002.**

Subject to review and determination by the Board of Governors, the directors of the Federal Reserve Bank of Kansas City had voted on June 13, 2002, to establish a basic discount rate of 1-1/2 percent (an increase from 1-1/4 percent), with appropriate changes in related rates. The directors of the Federal Reserve Banks of New York, Philadelphia, and Chicago had voted on June 6, and the directors of the Federal Reserve Banks of Boston, Cleveland, Richmond, Atlanta, St. Louis, Minneapolis, Dallas, and San Francisco had voted on June 13, 2002, to maintain the rates in their existing schedules. At its meeting on June 3, 2002, the Board had considered, but had taken no action on, a similar request by the Federal Reserve Bank of Kansas City to increase the discount rate.

No sentiment was expressed in favor of an increase in the discount rate at today's meeting, and existing rates were maintained.

Participating in this determination: Chairman Greenspan, Vice Chairman Ferguson, and Governors Gramlich, Bies, and Olson.

Background: Office of the Secretary memorandum, June 14, 2002.

Implementation: Wire from Ms. Johnson to the Reserve Banks, June 17, 2002.

DISCOUNT RATES -- Renewal by twelve Reserve Banks of the formulas for calculating the flexible rates for extended and seasonal credit.

**Approved.
June 17, 2002.**

The Board approved renewal by the Federal Reserve Banks of New York, Philadelphia, and Chicago on June 6, and by the Federal Reserve Banks of Boston, Cleveland, Richmond, Atlanta, St. Louis, Minneapolis, Kansas City, Dallas, and San Francisco on June 13, 2002, of the formulas for calculating the flexible rates for extended and seasonal credit.

Voting for this action: Chairman Greenspan, Vice Chairman Ferguson, and Governors Gramlich, Bies, and Olson.

Background: Office of the Secretary memorandum, June 14, 2002.

Implementation: Wire from Ms. Johnson to the Reserve Banks, June 17, 2002.

DISCOUNT RATES -- Request by one Reserve Bank to increase the discount rate; requests by eleven Reserve Banks to maintain existing rates.

**Existing rates maintained.
June 24, 2002.**

Subject to review and determination by the Board of Governors, the directors of the Federal Reserve Bank of Kansas City had voted on June 13, 2002, to establish a basic discount rate of 1-1/2 percent (an increase from 1-1/4 percent), with appropriate changes in related rates. The directors of the Federal Reserve Banks of Boston, Cleveland, Richmond, Atlanta, St. Louis, Dallas, and San Francisco had voted on June 13, and the directors of the Federal Reserve Banks of New York, Philadelphia, Chicago, and Minneapolis had voted on June 20, 2002, to maintain the rates in their existing schedules. At its meeting on June 17, 2002, the Board had considered, but had taken no action on, the request by the Federal Reserve Bank of Kansas City to increase the discount rate.

The Board discussed recent economic developments. No sentiment was expressed in favor of an increase in the discount rate at today's meeting, and existing rates were maintained.

Participating in this determination: Chairman Greenspan, Vice Chairman Ferguson, and Governors Gramlich, Bies, and Olson.

Background: Office of the Secretary memorandum, June 21, 2002.

Implementation: Wire from Ms. Johnson to the Reserve Banks, June 24, 2002.

DISCOUNT RATES -- Renewal by four Reserve Banks of the formulas for calculating the flexible rates for extended and seasonal credit.

**Approved.
June 24, 2002.**

The Board approved renewal by the Federal Reserve Banks of New York, Philadelphia, Chicago, and Minneapolis on June 20, 2002, of the formulas for calculating the flexible rates for extended and seasonal credit.

Voting for this action: Chairman Greenspan, Vice Chairman Ferguson, and Governors Gramlich, Bies, and Olson.

Background: Office of the Secretary memorandum, June 21, 2002.

Implementation: Wire from Ms. Johnson to the Reserve Banks, June 24, 2002.