

FEDERAL RESERVE BANK OF CHICAGO
MINUTES OF THE JOINT MEETING
OF THE BOARDS OF DIRECTORS
JUNE 5, 2025

A joint meeting of the Chicago and Detroit Boards of Directors of the Federal Reserve Bank of Chicago convened at 9:00 a.m. on Thursday, June 5, 2025, pursuant to notice duly given.

MEETING PARTICIPANTS

Chair: Ms. Scanlon

Chicago Directors: Mr. Habiger
Ms. Hubbard
Ms. Jojo
Mr. O'Grady
Ms. Pruitt
Mr. Smith
Ms. Whitson

Detroit Directors: Mr. Bonner
Ms. Goss
Mr. Hall
Mr. Keyes
Ms. Lunsford
Dr. Mantella

Bank Management: Mr. Aaronson
Ms. Bromagen
Ms. Butler
Ms. Calendine-Smith
Ms. Clay
Mr. Edwards
Mr. Goolsbee
Ms. Harrington
Ms. Harris
Mr. Keppler
Mr. Krane
Mr. Martin
Mr. Mattoon
Ms. McGranahan
Ms. Paulson
Mr. Peters
Mr. Ragland
Ms. Rissman
Ms. Schrepfer
Ms. Williams
Ms. Wisby

Audit Management: Mr. Schur

Research, Policy &
Public Engagement: Mr. Benzoni
Ms. Dziczek

Mr. Henken
Ms. Jolley
Mr. King
Mr. Ray

Office of the Directors: Ms. Chiang
Ms. Joslyn

Guests: Ms. Marquardt

Not present: Mr. Salgado

CHAIR'S REMARKS

Ms. Scanlon welcomed everyone to the meeting and provided an overview of the agenda.

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APPROVAL OF CONSENT AGENDA

UPON MOTION duly made and seconded, the Chicago Board unanimously approved the following consent agenda items:

1. Board Meeting Minutes

- D-2321 – April 17, 2025; Discount Rate Notational Vote
- D-2322 – April 24, 2025; Board Meeting
- D-2323 – May 8, 2025; Discount Rate Telephone Meeting

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PRESIDENT'S REMARKS

Mr. Goolsbee updated the directors on his recent activities.

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BEHIND THE HEADLINES: TREASURY YIELDS AND CONSUMER CONFIDENCE

Mr. King discussed recent trends of the 30-year treasury bond yields while Mr. Ray discussed recent changes in consumer sentiment indexes. Both presenters concluded by responding to directors' questions.

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REPORTS FROM DIRECTORS ON BUSINESS DEVELOPMENTS

The directors discussed business conditions in their respective sectors of the economy.

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DISCOUNT RATE RECOMMENDATION

Mr. Goolsbee shared his perspectives on monetary policy and recommended that the directors maintain the primary credit rate at 4.50 percent and set the secondary and seasonal credit rates according to their established formulas.

UPON MOTION duly made and seconded, the directors unanimously voted to maintain the primary credit rate

at 4.50 percent, to reaffirm that the rate for secondary credit be set 50 basis points above the primary credit rate, and to continue setting the rate for seasonal credit according to the established formula.

FEDERAL ADVISORY COUNCIL REPORT

Ms. Whitson, who attended in lieu of Mr. Hackett, shared highlights from the May Federal Advisory Council meeting with the Board of Governors in Washington, D.C. She summarized the Council's views, which are reflected in the Record of Meeting of the Federal Advisory Council and Board of Governors document dated May 29, 2025.

JOINT AUDIT AND SABOR COMMITTEE REPORT

Mr. O'Grady reported on the Joint Audit and SABOR Committee meeting held the previous day. He updated the directors on the following:

- Insights from the recent joint meeting of the Reserve Bank Audit Committee Chairs and General Auditors
- Bank management discussed how they are navigating workforce and strategic execution risks at the District and System levels
- The committee approved minor changes to Internal Audit Charter and minor changes to the 2025 Audit plan

Mr. O'Grady reported that there are no situations that require action by the full Board.

RECOGNITION OF MS. PAULSON

Mr. Goolsbee recognized Ms. Paulson for her contributions to the Federal Reserve Bank of Chicago as she assumes the role of president of the Federal Reserve Bank of Philadelphia.

UPON MOTION duly made and seconded, the directors unanimously approved the Citation for Distinguished Service.

Regular Session adjourned at 11:53 a.m.

FIRST EXECUTIVE SESSION

The meeting moved into an Executive Session with Chicago directors, Mr. Goolsbee and Ms. Bromagen.

First Executive Session adjourned at 12:06 p.m.

SECOND EXECUTIVE SESSION

The meeting moved into an Executive Session with Chicago directors, Mr. Goolsbee, Ms. Bromagen and Ms. Calendine-Smith.

UPON MOTION duly made and seconded, Class B and C directors unanimously approved the resolution to form a special committee for the search for a new First Vice President of the Federal Reserve Bank of Chicago.

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Second Executive Session adjourned at 12:10 p.m.

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THIRD EXECUTIVE SESSION

The meeting moved into an Executive Session with Chicago directors.

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Third Executive Session adjourned at 12:17 p.m.

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- Corporate Secretary