

FEDERAL RESERVE BANK OF CHICAGO
MINUTES OF THE MEETING
OF THE BOARD OF DIRECTORS
MARCH 6, 2025

A meeting of the Chicago Board of Directors of the Federal Reserve Bank of Chicago convened at 9:00 a.m. on Thursday, March 6, 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. Salgado Ms. Whitson
Detroit Director:	Ms. Lunsford
Bank Management:	Mr. Goolsbee Ms. Bromagen Ms. Butler Ms. Clay Mr. Edwards Ms. Harrington Ms. Harris Mr. Keppler Mr. Krane Mr. Martin Mr. Mattoon Ms. McGranahan Ms. Medina Ms. Paulson Mr. Peters Ms. Rissman Ms. Schrepfer Ms. Williams Ms. Wisby
Audit Management:	Mr. Schur
Research, Policy & Public Engagement:	Mr. Gourio Mr. Henken
Office of the Directors:	Mr. Butiong Ms. Chiang
Guests:	Mr. Binder Ms. Madrazo

Not present: Mr. Smith

CHAIR'S REMARKS

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

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-2314 – January 16, 2025; Board Meeting
- D-2315 – January 30, 2025; Discount Rate Telephone Meeting
- D-2316 – February 13, 2025; Discount Rate Telephone Meeting

PRESIDENT'S REMARKS

Mr. Goolsbee updated the directors on his recent activities.

THE MONETARY POLICY FRAMEWORK

Mr. Gourio discussed the Federal Reserve monetary policy framework which is the set of principles used to achieve the Federal Reserve's dual mandate. He discussed the outcomes of the 2020 framework review and stated that the updated framework from the 2025 review will be finalized later this summer. He concluded by responding to directors' questions.

REPORTS FROM DIRECTORS ON BUSINESS DEVELOPMENTS

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

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 to 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.

AUDIT COMMITTEE REPORT

Mr. O'Grady reported on the Audit Committee meeting held the previous day. He updated the directors

on the following:

- Ms. Schrepfer provided an annual update on the Bank's Code of Conduct program and the Bank's litigation in Q4 2024.
- The Committee performed their final review of the Bank's 2024 financial statements.
- KPMG presented the results of their integrated audit of the financial statements.
- Internal Audit shared result highlights from the 2024 audit plan and quality assurance review.
- Internal Audit discussed their 2025 audit plan and new standards. The Committee approved the Quality Assurance Improvement Program.

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

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SABOR COMMITTEE REPORT

Ms. Jojo reported on the SABOR Committee meeting held the previous day. She updated the directors on the following:

- Bank Management shared updates on strategic priorities and initiatives for District and System IT, Federal Reserve Financial Services, Credit Risk Management Support Office, FedCash and District Cash services. The discussion included target state objectives, key risks and respective mitigants.

Ms. Jojo reported that there are no situations that require action by the full Board.

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Regular Session adjourned at 11:17 a.m.

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FIRST EXECUTIVE SESSION

The meeting moved into Executive Session with Class B and C directors, Mr. Goolsbee, Ms. Bromagen and Ms. Williams.

Personnel Item

Bank Management presented and recommended the following officer promotion:

- Christopher Koopmans, Senior Vice President, Supervision & Regulation

This promotion is effective March 16, 2025.

UPON MOTION duly made and seconded, the directors voted unanimously to approve the officer promotion.

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First Executive Session adjourned at 11:21 a.m.

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EXECUTIVE SESSION TOPICS TWO THROUGH FOUR

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

- Mr. Goolsbee and Ms. Bromagen provided an overview of their priorities for 2024.

- Bank management discussed the reappointment process for the President.

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Fourth Executive Session adjourned at 12:05 p.m.

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FIFTH EXECUTIVE SESSION

The meeting moved into Executive Session with Chicago directors.

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Third Executive Session adjourned at 12:07 p.m.

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- Corporate Secretary