

FEDERAL RESERVE BANK OF PHILADELPHIA

Minutes of Board of Directors' Meeting
 June 12, 2025

Page 1 of 5

A stated meeting of the Board of Directors of the Federal Reserve Bank of Philadelphia was held on June 12, 2025, at 9:00 a.m.

Present were:

Directors

Lo (presided)
 Fry
 Hortman Hawthorne
 Jones
 Matlock-Turner
 Myers
 Perkins

Bank Staff

Harker	Hayes
Rentezelas	Henderson
Adamczyk	Hunt
Armenter	Jones
Balkir	McClarren
Carrizo-Beren (v)	O'Donnell
Chazin	Reilly
Chonofsky (v)	Silverman (v)
Connelly	Wilson
Harris	

Guests

Chambers - *present for NAEF presentation*
 Hill - *present for NAEF presentation*
 Paulson (v)

(v) denotes virtual attendance

Minutes of Previous Meetings

The directors approved the minutes of the Board of Directors' meeting and Executive Session meeting held on May 1, 2025, the Electronic Executive Committee meeting held on May 15, 2025, and the Executive Committee meeting held on May 29, 2025.

Credit Discount Report

During the six-week period ending June 4, the daily average for primary credit in the Third District was [REDACTED] [REDACTED]. On a weekly basis, the daily average ranged from a high of [REDACTED] for the week ending May 28, to [REDACTED] [REDACTED] for the week ending May 7. During this period, twenty-two institutions had primary credit loans. No institutions had secondary credit loans and no seasonal credit loans were extended during the same period.

At the Federal Reserve System level, for the same six-week period, the daily average was [REDACTED] [REDACTED] for primary credit, [REDACTED] [REDACTED] for seasonal credit, and a minimal amount for secondary credit.

Report of the Management and Budget Committee

Mr. Fry, chair of the Management and Budget Committee, reported that Mr. Turner, group vice president, National IT EUS Digital Workplace, provided an update on IT end user services, collaboration activity, and artificial intelligence. Ms. Caruso, assistant vice president in Supervision Credit Risk Management, shared new information on the Securities Data Management Service.

Dividend Resolutions

Ms. Reilly, chief financial officer, reported that the Bank had sufficient funds to pay the semi-annual dividend to member banks and asked that the Board declare the dividend.

Accordingly, the directors unanimously **approved** the following resolution:

WHEREAS, Section 7 of the Federal Reserve Act provides that "after all necessary expenses of a Federal Reserve Bank have been paid or provided for, the stockholders of the Bank shall be entitled to receive an annual dividend on paid-in capital stock of--

- i. In the case of a stockholder with total consolidated assets of more than \$12.841 billion, the smaller of--
 - the rate equal to the high yield of the 10-year Treasury note auctioned at the last auction held prior to the payment of such dividend; and
 - 6 percent; and
- ii. in the case of a stockholder with total consolidated assets of \$12.814 billion or less, 6 percent."

THEREFORE, BE IT RESOLVED, that a six month dividend for the period ending June 30, 2025 at the rate prescribed by the Federal Reserve Act on the paid-in capital stock, payable on the 30th day of June 2025, be and is hereby declared to all stockholders on record of this Bank as shown by the books on that date, and that the officers of the Bank be and are hereby authorized and directed to pay and distribute to the said stockholders the dividend so declared.

National Association of Economic Educators Presentation

Dr. Hill, assistant vice president of Economic Education, and Dr. Chambers, advisor of Economic Education, shared a presentation with the Board that highlighted recent research and awards received from the National Association of Economic Educators.

Report on Economic Developments

Dr. Armenter, executive vice president and director of research, reported that, so far, the economy remains solid and

seems to be weathering well the elevated policy uncertainty. Dr. Armenter shared that it is too early to be confident but indicated that data are starting to rule out some of the more extreme scenarios for prices and labor.

Dr. Armenter also reported that equity prices have regained all November optimism, although this is not the case with consumer and business sentiment. There exist policy and stagflation risks.

Discussion of Business and Financial Conditions

Directors struck a resilient tone in their discussion of current conditions. It was generally observed that the present economic environment is flooded with "uncertainty and volatility" and that economic actors continue to deploy a "wait and see" approach to decision-making. Directors noted that uncertainty must be met with action. Points of action included some movement on capital projects that feel secure and ready communication focused on dealing with the unknown.

Correspondence and Other Matters

Dr. Harker took a moment to reflect on his tenure as president of the Bank. Dr. Harker thanked his staff, all employees, and the directors for their help along the way. Dr. Harker shared with the Board his plans post-retirement.

Bill Lo, deputy chair, offered, on behalf of the Board, a sincere thank you to Dr. Harker for his effective leadership and

guidance during his tenure with the Bank. Accordingly, the deputy chair presented Dr. Harker with the following resolution adopted by the Board:

WHEREAS, the President of the Federal Reserve Bank of Philadelphia, Patrick Harker will retire as President effective June 30, 2025; and

WHEREAS, the Board of Directors wishes to recognize President Harker's contributions and service to the Federal Reserve Bank of Philadelphia;

RESOLVED, that the Board takes pleasure in recognizing President Harker for his dedication and service and expresses its sincere gratitude for his contributions.

Having no further business, the general session of the meeting was adjourned at 11:20 a.m.



Daniel Adamczyk
Assistant Vice President