

COMPENSATION--Fees and Allowances for Directors and Advisory Council Members

Effective January 1, 1981, the Board of Governors approved the following uniform schedule of fees and allowances for directors of the Federal Reserve Banks and branches.

Fee Schedule

Daily fee for attendance at directors' meetings, committee meetings, or while otherwise engaged on official business for the Bank (one fee to be paid for each day regardless of number of meetings):

Chairman \$300
Deputy chairman \$250
Other head office directors and all branch directors \$200
Participation in telephone conference calls \$100

Retainer Schedule

Annual retainers for each director of a Federal Reserve Bank or branch, in addition to the daily fees paid for attendance at directors' meetings or while engaged on official business for the Bank:

Chairman \$5,000
Deputy chairman \$2,500
Other head office directors \$2,000
Branch chairman \$2,500
Other branch directors \$1,500

Fund for Extraordinary Duties

A fund for recognizing extraordinary duties performed by directors is established at each Federal Reserve Bank. The head office chairman and the chairmen of branches may make awards from the fund to recognize annually extraordinary duties performed by members of their boards, e.g., the chairing of committees of the board, that are beyond the scope of regular responsibilities of every director at a Bank or branch, and are not otherwise compensated. Chairmen of Bank and branch boards are ineligible to receive awards from the fund. There is no requirement that any or all of this discretionary fund be spent each year, but in no event may the members of any board of directors receive in the aggregate more than the following amounts each year:

At head office boards \$6,000
At branch boards \$3,000

The awards from these funds will be reviewed annually by the Committee on Federal Reserve Bank Activities.

Travel Expenses

Actual necessary travel expenses for directors residing outside the city (or its residential environs) in which the meeting is held or for any individual traveling away from the designated home city on official business for the Bank.

Advisory Council Members

The Board decided not to raise at this time the fees paid to Federal Advisory Council members, in part because of its inability to raise the fees paid to members of the Consumer Advisory Council, which are set by law. The Board will initiate legislative action to raise the Consumer Advisory Council fees and will reconsider fees paid to Federal Advisory Council members upon resolution of the legislative request. In the interim, fees and allowances for Federal Advisory Council members will continue to be a \$100 fee and a subsistence allowance of \$40 for each day or portion of a day or actual necessary travel expenses.