

UNITED STATES GOVERNMENTEXECUTIVE OFFICERS

- |                          |   |
|--------------------------|---|
| President                | - Warren Gamaliel Harding, (elected Nov. 1920,<br>inaugurated March 4, 1921)        |
| Secretary of Treasury    | - Andrew W. Mellon (appointed March 4, 1921, served<br>until Feb. 12, 1932)         |
| Comptroller of Currency  | - D. R. Crissinger (date of appointment March 17, 1921,<br>resigned April 30, 1923) |
| Secretary of State       | - Charles E. Hughes   |
| Secretary of War         | - John W. Weeks   |
| Secretary of Navy        | - Edwin Denby   |
| Secretary of Interior    | - Albert B. Fall  |
| Secretary of Agriculture | - Henry C. Wallace  |
| Secretary of Commerce    | - Herbert C. Hoover   |
| Secretary of Labor       | - Jas. J. Davis   |
| Postmaster General       | - Will H. Hays, Hubert Work   |
| Attorney General         | - Harry M. Daugherty  |

1922  
December

U. S. G O V E R N M E N T

S E N A T E

Banking and Currency Committee

67th Congress

Republicans

McLEAN, George P.  
PAGE, Carroll S.  
CALDER, William M.  
WELLER, O. E.  
NORBECK, Peter  
SHORTRIDGE, Samuel M.  
EDGE, Walter E.  
PEPPER, George Wharton

---

Connecticut  
Vermont  
New York  
Maryland  
South Dakota  
California  
New Jersey  
Pennsylvania

---

Democrats

OWEN, Robert L.  
HITCHCOCK, Gilbert M.  
POMERENE, Atlee  
FLETCHER, Duncan U.  
KENDRICK, John B.  
GLASS, Carter

Oklahoma  
Nebraska  
Ohio  
Florida  
Wyoming  
Virginia

1922  
December

U. S. G O V E R N M E N T

HOUSE OF REPRESENTATIVES

Banking and Currency Committee

67th Congress

Republicans

McFADDEN, Louis T.  
DALE, Porter H.  
KING, Edward J.  
SCOTT, Frank D.  
NELSON, Adolphus P.  
STRONG, James G.  
ECHOLS, Leonard S.  
BROOKS, Edward S.  
LUCE, Robert  
MacGREGOR, Clarence  
DUNBAR, James W.  
VOLK, Lester D.  
APPLEBY, T. Frank  
LAWRENCE, Henry F.  
FENN, E. Hart

Pennsylvania  
Vermont  
Illinois  
Michigan  
Wisconsin  
Kansas  
West Virginia  
Pennsylvania  
Massachusetts  
New York  
Indiana  
New York  
New Jersey  
Missouri  
Connecticut

Democrats

WINGO, Otis  
STEAGALL, Henry B.  
BRAND, Charles H.  
STEVENSON, William F.  
BLACK, Eugene  
GOLDSBOROUGH, T. Alan  
Arkansas  
Alabama  
Georgia  
South Carolina  
Texas  
Maryland

9<sup>th</sup>  
^

Ex Officio Members

A. W. Mellon

Secretary of the Treasury  
Chairman

D. R. Crissinger

Comptroller of the Currency

W. P. G. Harding, Governor (expires August)  
Edmund Platt, Vice Governor

Adolph C. Miller

Charles S. Hamlin

John R. Mitchell

Secretary's Office

W. W. Hoxton, Secretary

W. L. Eddy, Asst. Secretary

Fiscal Agent

W. M. Imlay, Fiscal Agent

Division of Examination

J. F. Herson, Chief

and Chief Federal

Reserve Examiner

Counsel's Office

Walter S. Logan, General Counsel (res. Oct. 1)

Walter Wyatt, (effective October 1)

Division of Analysis and Research

H. Parker Willis, Director (res. Jul. 1)

W. W. Stewart, Dir. (effective Sept. 15)

M. Jacobson, Statistician

E.A. Goldenweiser, Associate  
Statistician

Division of Reports and Statistics

E. L. Smead, Chief

FEDERAL RESERVE SYSTEM  
FEDERAL ADVISORY COUNCIL

|                                 |  |
|---------------------------------|--|
| District No. 1 (Boston)         | Philip Stockton  |
| District No. 2 (New York)       | Paul M. Warburg, Vice President                                    |
| District No. 3 (Philadelphia)   | L. L. Rue, President   |
| District No. 4 (Cleveland)      | Corliss E. Sullivan  |
| District No. 5 (Richmond)       | J. G. Brown  |
| District No. 6 (Atlanta)        | Edward W. Lane   |
| District No. 7 (Chicago)        | John J. Mitchell   |
| District No. 8 (St. Louis)      | F. O. Watts (resigned in June)<br>Festus J. Wade (started June 21) |
| District No. 9 (Minneapolis)    | G. H. Prince   |
| District No. 10 (Kansas City)   | E. F. Swinney  |
| District No. 11 (Dallas)        | R. L. Ball   |
| District No. 12 (San Francisco) | D. W. Twohy  |

Harry L. Hilyard, Secretary

\* 1922

FEDERAL RESERVE SYSTEM

\* COMMITTEE OF GOVERNORS ON CENTRALIZED EXECUTION OF PURCHASES AND SALES  
OF GOVERNMENT SECURITIES

Composed of five Governors of Federal Reserve Banks:

Boston - Charles A. Meross

New York - Benjamin Strong

Philadelphia - George W. Norris

Chicago - J. B. McDougal

Cleveland - E. R. Fancher (Oct. 10)

\* This Committee represented the start of coordinated open market operations in 1922.

## Federal Reserve Bank of Boston (Dist. 1)

OFFICERS

|                                       |   |                               |
|---------------------------------------|---|-------------------------------|
| Governor                              | - | Chas. A. Morss                |
| Deputy Governors                      | - | C. C. Bullen<br>W. W. Paddock |
| Chairman and Federal<br>Reserve Agent | - | Frederic H. Curtiss           |
| Deputy Chairman                       | - | Allen Hollis                  |
| Asst. Federal Reserve<br>Agent        | - | Russell B. Spear              |

## Federal Reserve Bank of Boston (Dist. 1)

DIRECTORS

| <u>Class A</u>   | <u>Term Expires</u><br><u>Dec. 31</u> |
|--|---------------------------------------|
| CHAMBERLAIN, Frederick S. (New Britain, Conn.)             | 1922                                  |
| BEAL, Thomas P. (Boston, Mass.)                            | 1923                                  |
| KENNARD, Edward S. (Rumford, Me.)                          | 1924 (re-elected)                     |
| <br><u>Class B</u>   |                                       |
| MORSE, E. R. (Proctor, Vt.)                                | 1922                                  |
| ALLEN, Philip R. (East Walpole, Mass.)                     | 1923                                  |
| WASHBURN, Charles G. (Worcester, Mass.)                    | 1924 (re-elected)                     |
| <br><u>Class C</u>   |                                       |
| METCALF, Jesse H. (Providence, R. I. )                     | 1922                                  |
| CURTISS, Frederic H. (Boston, Mass.) Chairman and FR Agent | 1923                                  |
| HOLLIS, Allen Deputy Chairman (Concord, N.H.)              | 1924 (re-appointed)                   |



OFFICERS

|                                       |   |  |
|---------------------------------------|---|--|
| Governor                              | - | Benjamin Strong  |
| Deputy Governors                      | - | L. F. Sailer<br>J. H. Case<br>G. L. Harrison<br>E. R. Kenzel |
| Chairman and<br>Federal Reserve Agent | - | Pierre Jay   |
| Deputy Chairman                       | - | Wm. L. Saunders  |

1922

Federal Reserve Bank of NEW YORK (Dist. 2)DIRECTORS

| <u>CLASS A</u>                    | <u>Term Began</u> | <u>Dec. 31<br/>Term Ended</u>           |
|-----------------------------------|-------------------|---|
| ALEXANDER, James S. (New York)    | 1/1/20            | 1922                                    |
| TREMAN, Robert H. (Ithaca)        | 1/1/21            | 1923 (re-elected)                       |
| SMITH, Charles (Oneonta)          | 1/1/22            | 1924 (re-elected)                       |
| <u>CLASS B</u>                    |                   |   |
| STONE, Charles A. (New York)      | 1/1/20            | 1922                                    |
| WILLIAMS, Richard H. (Madison)    | 1/1/21            | 1923                                    |
| STEVENS, Frank L. (North Hoosick) | 1/1/22            | 1924                                    |
| <u>CLASS C</u>                    |                   |   |
| JAY, Pierre (New York)            | 1/1/20            | 1922 (Chairman)                         |
| SAUNDERS, William L. (Plainfield) | 1/1/21            | 1923 (reappointed)<br>(Deputy Chairman) |
| WOOLLEY, Clarence M. (Greenwich)  | 1/1/22            | 1924                                    |

## Federal Reserve Bank of Philadelphia (Dist. 3)

OFFICERS

|                                       |   |                   |
|---------------------------------------|---|-------------------|
| Governor                              | - | George W. Norris  |
| Deputy Governor                       | - | Wm. H. Hutt, Jr.  |
| Chairman and Federal<br>Reserve Agent | - | Richard L. Austin |
| Deputy Chairman                       | - | Henry B. Thompson |
| Asst. Federal Reserve<br>Agent        | - | Arthur E. Post    |

## Federal Reserve Bank of Philadelphia (Dist. 3)

DIRECTORS

| <u>Class A</u>   | <u>Term Expires</u><br><u>Dec. 31</u> |
|--|---------------------------------------|
| MURPHY, M. J. (Clarks Green, Pa.)                            | 1922                                  |
| WAYNE, Joseph (Jr.) (Philadelphia, Pa.)                      | 1923                                  |
| DOUGLAS, Francis (Wilkes-Barre, Pa.)                         | 1924 (re-elected)                     |
| <br><u>Class B</u>   |                                       |
| JOHNSON, Alba B. (Philadelphia, Pa.)                         | 1922                                  |
| STUART, Edwin S. (Philadelphia, Pa.)                         | 1923                                  |
| HADDON, Charles K. (Camden, N. J.)                           | 1924 (re-elected)                     |
| <br><u>Class C</u>   |                                       |
| THOMPSON, Henry B. (Wilmington, Del.) Deputy Chairman        | 1922                                  |
| AUSTIN, Richard L. (Philadelphia, Pa.) Chairman and FR Agent | 1923                                  |
| HARRISON, Charles C. (Philadelphia Pa.)                      | 1924 (re-appointed)                   |

## Federal Reserve Bank of Cleveland (Dist. 4)

OFFICERS

|                                       |   |                                     |
|---------------------------------------|---|-------------------------------------|
| Governor                              | - | E. R. Fancher                       |
| Deputy Governors-                     |   | M. J. Fleming<br>Frank J. Zurlinden |
| Chairman and Federal<br>Reserve Agent | - | D. C. Wills                         |
| Deputy Chairman                       | - | L. B. Williams                      |
| Asst. Federal Reserve<br>Agent        | - | J. C. Nevin                         |

## Federal Reserve Bank of Cleveland (Dist. 4)

DIRECTORS

| <u>Class A</u>                                      | <u>Term Expires</u><br><u>Dec. 31</u> |
|---|---------------------------------------|
| LAMBERTON, Chess (Franklin, Pa.)                    | 1922                                  |
| WARDROP, Robert (Pittsburgh, Pa.)                   | 1923                                  |
| SAMS, O. N. (Hillsboro, Ohio)                       | 1924 (re-elected)                     |
| <br><u>Class B</u>                                  |                                       |
| WRIGHT, R. P. (Erie Pa.)                            | 1922                                  |
| COMBS, Thos. A. (Lexington, Ky.)                    | 1923                                  |
| STAMBAUGH, John (Younstown, Ohio)                   | 1924 (re-elected)                     |
| <br><u>Class C</u>                                  |                                       |
| WILLIAMS, L. B. (Cleveland, Ohio) Deputy Chairman   | 1922                                  |
| WILLS, D.C. (Cleveland, Ohio) Chairman and FR Agent | 1923 (re-appointed)                   |
| KNIGHT, W. W. (Toledo, Ohio)                        | 1924 (appointed)                      |

## Federal Reserve Bank of Richmond (Dist. 5)

OFFICERS

|                                       |   |                                   |
|---------------------------------------|---|-----------------------------------|
| Governor                              | - | George J. Seay                    |
| Deputy Governors                      | - | C. A. Peple<br>R. H. Broaddus     |
| Asst. to Governor                     | - | A. S. Johnstone<br>John S. Walden |
| Chairman and Federal<br>Reserve Agent | - | Caldwell Hardy                    |
| Deputy Chairman                       | - | James A. Moncure                  |
| Asst. Federal Reserve<br>Agent        | - | J. G. Fry                         |

## Federal Reserve Bank of Richmond (Dist. 5)

DIRECTORS

| <u>Class A</u>  | <u>Term Expires<br/>Dec. 31</u> |
|---|---------------------------------|
| BRUTON, John F. (Wilson, N.C.)                        | 1922                            |
| JOHNSON, L. E. (Alderson, W. Va.)                     | 1923                            |
| RIEMAN, Charles (Baltimore, Md.)                      | 1924 (re-elected)               |
| <br><u>Class B</u>                                    |                                 |
| GRAHAM, Edwin C. (Washington, D. C. )                 | 1922 (elected)                  |
| COKER, D. R. (Hartsville, S.C.)                       | 1923                            |
| STRUDWICK, Edmund (Richmond, Va.)                     | 1924 (re-elected)               |
| <br><u>Class C</u>                                    |                                 |
| MONCURE, James A. (Richmond, Va.) Deputy Chairman     | 1922                            |
| HARDY, Caldwell (Richmond, Va.) Chairman and FR Agent | 1923                            |
| DELANO, Frederic (Washington, D.C.)                   | 1924 (appointed)                |



## Federal Reserve Bank of Atlanta (Dist. 6)

OFFICERS

Governor, W. B. Wellborn

Deputy Governors, L. C. Adelson  
J. L. Campbell

Chairman and Federal  
Reserve Agent

Joseph A. McCord

Deputy Chairman

W. H. Kettig

DIRECTORS

| <u>Class A</u>   | <u>Term Expires</u><br><u>Dec. 31</u> |
|--|---------------------------------------|
| NEWTON, Oscar (Jackson, Miss.)                         | 1922                                  |
| KITTLES, P. R. (Sylvania, Ga.)                         | 1923                                  |
| OTTLEY, John K. (Atlanta, Ga.)                         | 1924 (re-elected)                     |
| <br><u>Class B</u>                                     |                                       |
| HARTFORD, W. H. (Nashville, Tenn.)                     | 1922                                  |
| SIMON, Leon C. (New Orleans, La.)                      | 1923                                  |
| McCRARY, J. A. (Decatur Ga.)                           | 1924 (re-elected)                     |
| <br><u>Class C</u>                                     |                                       |
| KETTIG, W. H. (Birmingham, Ala.) Deputy Chairman       | 1922                                  |
| McCORD, Joseph A. (Atlanta, Ga.) Chairman and FR Agent | 1923                                  |
| HOPKINS, Lindsey (Atlanta, Ga.)                        | 1924 (appointed)                      |

## Federal Reserve Bank of Chicago (Dist. 7)

OFFICERS

|                                       |   |  |
|---------------------------------------|---|--|
| Governor                              | - | J. B. Mc Dougal                              |
| Deputy Governors                      | - | C. R. McKay<br>S. B. Cramer<br>John H. Blair |
| Chairman and<br>Federal Reserve Agent | - | William A. Heath                             |
| Deputy Chairman                       | - | James Simpson                                |

## Federal Reserve Bank of Chicago (Dist. 7)

DIRECTORS

| <u>Class A</u>                                     | <u>Term Expires</u><br><u>Dec. 31</u> |
|--|---------------------------------------|
| McNIDER, Chas. H. (Mason City, Iowa)               | 1922                                  |
| JOHNSON, E. L. (Waterloo, Iowa)                    | 1923                                  |
| REYNOLDS, George M. (Chicago, Ill.)                | 1924 (re-elected)                     |
| <br><u>Class B</u>                                 |                                       |
| BLODGETT, J.W. (Grand Rapids, Mich.)               | 1922                                  |
| ERSKINE, A. R. (South Bend, Ind.)                  | 1923                                  |
| VOGEL, A. H. (Milwaukee, Wis.)                     | 1924 (re-elected)                     |
| <br><u>Class C</u>                                 |                                       |
| BALL, F. C. (Muncie, Ind.)                         | 1922                                  |
| SIMPSON, James (Chicago, Ill.) Deputy Chairman     | 1923                                  |
| HEATH, Wm.A. (Chicago, Ill.) Chairman and FR Agent | 1924 (re-appointed)                   |

## Federal Reserve Bank of St. Louis (Dist. 8)

OFFICERS

Governor - D. C. Biggs

Deputy Governor - O. M. Attebery

Chairman and Federal  
Reserve Agent - William McC. Martin

Deputy Chairman - John W. Boehne

## Federal Reserve Bank of St. Louis (Dist. 8)

DIRECTORS

| <u>Class A</u>  | <u>Term Expires</u><br><u>Dec. 31</u> |
|---|---------------------------------------|
| ZIEGLER, Sam A. (Albion, Ill.)                          | 1922                                  |
| LONSDALE, John G. (St. Louis, Mo.)                      | 1923                                  |
| UTTERBACK, J. C. (Paducah, Ky.)                         | 1924 (re-elected)                     |
| <br><u>Class B</u>                                      |                                       |
| PLUNKETT, W. B. (Little Rock, Ark.)                     | 1922                                  |
| PERCY, Le Roy (Greenville, Miss.)                       | 1923                                  |
| WELLS, Rolla (St. Louis, Mo.)                           | 1924 (re-elected)                     |
| <br><u>Class C</u>                                      |                                       |
| MOONEY, C. P. J. (Memphis, Tenn.)                       | 1922                                  |
| BOEHNE, John W. (Evansville, Ind.) Deputy Chairman      | 1923                                  |
| McC. MARTIN, Wm. (St. Louis, Mo.) Chairman and FR Agent | 1924 (re-appointed)                   |

## Federal Reserve Bank of Minneapolis (Dist. 9)

OFFICERS

Governor - R. A. Young

Deputy Governors - W. B. Geery  
S. S. Cook  
Frank C. Dunlop

Chairman and Federal  
Reserve Agent - John H. Rich

Deputy Chairman - Homer P. Clark

Asst. Federal Reserve  
Agent - Curtis L. Mosher

## Federal Reserve Bank of Minneapolis (Dist. 9)

DIRECTORSClass ATerm Expires  
Dec. 31

WOLD, Theodore, (Minneapolis, Minn.)  
 BASSETT, J. C. (Aberdeen S. Dak.)  
 McDOWELL, Wesley C. (Marion, N. Dak.)

1922  
 1923  
 1924 (re-elected)

Class B

BIGELOW, F. R. (St. Paul, Minn.)  
 HOLTER, N. B. (Helena, Mont.)  
 HIXON, F. P. (La Crosse, Wis.)

1922  
 1923  
 1924 (re-elected)

Class C

BENEDICT, C. Harry (Lake Linden, Mich.)  
 RICH, John H. (Minneapolis, Minn.) Chairman and FR Agent  
 CLARK, Homer P. (St. Paul, Minn.) Deputy Chairman

1922  
 1923  
 1924 (appointed)



## Federal Reserve Bank of Kansas City (Dist. 10)

OFFICERS

|                                       |   |   |
|---------------------------------------|---|---|
| Governor                              | - | J. Z. Miller, Jr. (resigned)<br>W. J. Bailey (effective July 1) |
| Deputy Governor                       | - | C. A. Worthington   |
| Chairman and Federal<br>Reserve Agent | - | Asa E. Ramsey   |
| Deputy Chairman                       | - | Heber Hord  |

## Federal Reserve Bank of Kansas City (Dist. 10)

DIRECTORS

| <u>Class A</u>  | <u>Term Expires</u><br><u>Dec. 31</u> |
|---|---------------------------------------|
| BAILEY, W. J. (Atchison, Kans.)                         | 1922                                  |
| MULLANEY, E. E. (Hill City, Kans.)                      | 1923                                  |
| MITCHELL, J. C. (Denver, Colo.)                         | 1924 (re-elected)                     |
| <br><u>Class B</u>                                      |                                       |
| McCLURE, M. L. (Kansas City, Mo.)                       | 1922                                  |
| GIBSON, H. W. (Muskogee, Okla.)                         | 1923                                  |
| BYRNE, Thomas C. (Omaha, Nebr.)                         | 1924 (re-elected)                     |
| <br><u>Class C</u>                                      |                                       |
| FLEMING, Fred W. (Kansas City, Mo.)                     | 1922                                  |
| RAMSAY, Asa E. (Kansas City, Mo.) Chairman and FR Agent | 1923                                  |
| HORD, Heber (Central City, Nebr.) Deputy Chairman       | 1924 (appointed)                      |

OFFICERS

|                                       |   |  |
|---------------------------------------|---|--|
| Governor                              | - | B. A. Mc Kinney  |
| Deputy Governor                       | - | R. G. Emerson  |
| Chairman and Federal<br>Reserve Agent | - | W. F. Ramsey (died October 27)<br>W. B. Newsome (succeeded Ramsey for rest<br>of year) |
| Deputy Chairman                       | - | W. B. Newsome (until October 27)   |

## Federal Reserve Bank of Dallas (Dist. 11)

DIRECTORSClass A

Term Expires

Dec. 31

McKINNEY, B. A. (Dallas, Tex.)  
 SMITH, Howell E. (Mc Kinney, Tex.)  
 SCOTT, John T. (Houston, Tex.)

1922  
 1923  
 1924 (re-elected)

Class B

SANSOM, Marion (Fort Worth, Tex.)  
 CULBERTSON, J. J. (Paris, Tex.)  
 KELL, Frank (Wichita Falls, Tex.)

1922  
 1923  
 1924 (re-elected)

Class C

WOOTEN, H. O. (Abilene, Tex.)  
 RAMSEY, W. F. (Dallas Tex.) Chairman and FR Agent  
 NEWSOME, W. B. (Dallas Tex.) Deputy Chairman

1922  
 1923 (died October 27)  
 1924 (re-appointed)

## Federal Reserve Bank of San Francisco (Dist. 12)

OFFICERS

|                                       |   |                             |
|---------------------------------------|---|-----------------------------|
| Governor                              | - | J. U. Calkins               |
| Deputy Governor                       | - | William A. Day              |
| Assistants to<br>Governor             | - | Ira Clerk<br>L. C. Pontious |
| Chairman and Federal<br>Reserve Agent | - | John Perrin                 |
| Deputy Chairman                       | - | Walton N. Moore             |

DIRECTORS

| <u>Class A</u>   | Term Expires<br><u>Dec. 31</u> |
|--|--------------------------------|
| McINTOSH, C. K. (San Francisco, Calif.)                    | 1922                           |
| BAER, John Willis (Pasadena, Calif.)                       | 1923                           |
| BUCHAN, M. A. (Palo Alto, Calif.)                          | 1924 (re-elected)              |
| <br><u>Class B</u>   |                                |
| COX, Elmer H. (San Francisco, Calif.)                      | 1922                           |
| DOHRMANN, A. B. C. (San Francisco, Cal.)                   | 1923                           |
| SESNON, William T. (San Francisco, Cal.)                   | 1924 (elected)                 |
| <br><u>Class C</u>   |                                |
| SPROULE, William (San Francisco, Calif.)                   | 1922                           |
| PERRIN, John (San Francisco, Calif.) Chairman and FR Agent | 1923                           |
| MOORE, Walton N. (San Francisco, Calif.) Deputy Chairman   | 1924 (re-appointed)            |

1922

March 15, 16

HEARINGS

1922

U.S. Congress. House. Committee on Banking  
and Currency

Amendment to Federal Reserve Act; Hearing before the Committee on Banking and Currency of the House of Representatives on S. 2263, an act to amend the Federal Reserve Act, approved December 23, 1913; March 15 and 16, 1922. Wash. Govt. print. off. 1922.

To increase membership of F. R. Board to 8 and also limit cost of Federal Reserve Bank buildings.

Testimony: Andrew W. Mellon, p.2 - 14,  
W.P.G. Harding, p.27 - 37.  
U.S.Sen.Lib'y, Not documented. V.316, No.2.

1922

HEARINGS

Apr.8-15

U.S.Congress. Senate. Committee on banking and  
currency

HG  
2051

Sale of farm loan bonds. Hearings before a sub-  
committee of...67th Cong., 2d sess. on S.620  
and S.2183, bills to extend rediscount privilege  
to farm loan bonds, promote their sale, and for  
other purposes, and to amend section 3 of the  
Federal farm loan act, April 8 and 15, 1922.  
Wash., Govt.ptg.off., 1922.

.U5A2  
(1922)

64 p.

Testimony: Harding, W.P.G. (Gov) Apr. 8 p.2-13

F.R.Bd.L.

a



1922

HEARINGS

June 28

U.S. Congress. House. Committee on banking and  
currency.

HG  
2559  
.U4  
(1922)

Distribution of profits of Federal reserve  
banks. Hearings ... on Bill H. R. 12208 to amend  
the ... Federal reserve act, Wednesday, June 28,  
1922. Statement of Hon. W. P. G. Harding...  
Wash., Govt. ptg. off., 1922.

12 p.

Harding, W.P.G. (Gov.) July 28 pp.1-12

Testimony:

F.R.Bd.L.

a

1922

HEARINGS

Nov. 24

U.S. Congress. House. Banking and Currency comm.      HG  
 Rural credits: HEARINGS ... 67th, 3d sess. on      2051  
 S. 4063 (H.R. 13033) to provide credit facilities      .U5A2  
 for agricultural and live-stock industries of      1922  
 the U.S.: to amend the Federal Reserve Act; to  
 amend the Federal Farm Loan Act; to extend and  
 stabilize the market for U.S. bonds and other  
 securities; to provide fiscal agents for the U.S.,  
 and for other purposes. Nov. 24, 1922.      Wash.,  
 Govt. ptg. off., 1922.

18 p.

Testi- Meyer, Eugene (War Fin. Corp.) Nov. 24, pp. 15-18  
 mony: Mellon, A.W., (Sec. Treas), Dec. 22 pp. 390-402  
 Platt, L. (Ed. mbr) Dec. 22 pp. 350-373  
 F.R. Bd. L.

a

1922

HEARINGS

Dec. 12-20, 30

U.S. Congress. Senate. Banking and Currency comm. HG  
- Rural credits: HEARINGS ... 67th, 4th sess. on 2051  
Senate bills (S.4063 and S.4103) to provide .U5A2  
credit facilities for the agricultural and live- 1922  
stock industries in the U.S.; to amend the Federal  
Farm Loan Act; to amend the Federal Reserve Act,  
and for other purposes. Dec. 12-20, 30, 1922.  
Wash., Govt. ptg. off., 1922-23.

402 p. (2 pts)

Mellon, A.W. (Sec. Treas.) Dec. 22 pp. 390-402  
Testimony: Meyer, Eugene Jr. (War Fin. Corp.) Dec. 12, 14, 20;  
pp. 9-11, 45-67, 203-208, 226-228, 252-255, 218  
Platt, E. (Bd. mbr.) Dec. 22 pp. 350-373

F.R. Bd. L.

a

Section 10 of Federal Reserve Act was amended by increasing the number of appointive members of the Federal Reserve Board from five to six and providing that, in their selection, the President "shall have due regard to a fair representation of the financial, agricultural, industrial and commercial interests, and geographical divisions of the country", instead of considering merely "a fair representation of the different commercial, industrial and geographical divisions of the country", as this section formerly provided. The amendment also eliminated the requirement that at least two of the appointive members had to be persons experienced in banking or finance. (42 Stat. 620, Ch. 205.)

Federal Reserve bank buildings.

Section 10 of Federal Reserve Act was further amended so as to provide that no Federal Reserve bank could in the future erect any building to cost in excess of \$250,000 without the express consent of Congress. (42 Stat. 622, Ch. 205.)

Source: Supplement to statement on Evolution of Banking Legislation by Walter Wyatt, October 26, 1939. Exhibit G

[PUBLIC—No. 405—67TH CONGRESS.]

[S. 4390.]

An Act To amend the last paragraph of section 10 of the Federal Reserve Act as amended by the Act of June 3, 1922.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That the last paragraph of section 10 of the Federal Reserve Act as amended by the Act of June 3, 1922, is amended to read as follows:

“No Federal reserve bank shall have authority hereafter to enter into any contract or contracts for the erection of any branch bank building of any kind or character, or to authorize the erection of any such building, if the cost of the building proper, exclusive of the cost of the vaults, permanent equipment, furnishings, and fixtures, is in excess of \$250,000: *Provided,* That nothing herein shall apply to any building under construction prior to June 3, 1922.”

Approved, February 6, 1923.

1922  
July 1

LEGISLATION

[PUBLIC—No. 279—67TH CONGRESS.]

[S. 831.]

AN ACT To amend the proviso in paragraph 10 of section 9 of the Federal Reserve Act amended by the Act of June 21, 1917, amending the Federal Reserve Act

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,* That the proviso in paragraph 10 of section 9 of the Federal Reserve Act amended by section 3 of the Act of June 21, 1917, amending the Federal Reserve Act be amended to read as follows:

*“Provided, however,* That no Federal reserve bank shall be permitted to discount for any State bank or trust company notes, drafts, or bills of exchange of any one borrower who is liable for borrowed money to such State bank or trust company in an amount greater than that which could be borrowed lawfully from such State bank or trust company were it a national banking association.”

Approved, July 1, 1922.

1922

FEDERAL RESERVE SYSTEM

POLICY ACTION

June 1922 to July 1923

Apparent Intent - Restrictive

- Open Market Operations - Sold \$525 million of Government securities. Buying rate on bankers' acceptances raised (September 1922-July 1923).
- Discount Rate - Raised from 4 to 4 1/2 percent at Boston, New York, and San Francisco Banks, making rate 4 1/2 percent at all Banks (February and March 1923).
- Moral Suasion - .....
- Surrounding Circumstances - Production in basic industries at highest level on record; labor fully employed; prices rising; renewed expansion in credit; heavy gold inflow.

Source: Joint Committee on the Economic Report  
Monetary Policy and the Management of the Public Debt (Patman Report) 1952,  
Page 216.

**11.613. Rhode Island.**—Under the laws of Rhode Island, trust companies, but not other banking institutions, were authorized to act as executors. A national bank tendered bonds to the Treasurer of the State as security for the performance of its duties in a fiduciary capacity. The Treasurer refused to accept the bonds, and the bank sought by mandamus to compel his acceptance thereof. The Supreme Court of Rhode Island held that the exercise of trust powers by a national bank in Rhode Island was in contravention of the laws of that State and that Congress could not give national banks in that State the right to demand that the Treasurer perform for their benefit the same duties which, under State law, he performs for trust companies. In the court's opinion, the amendment made to section 11(k) of the Federal Reserve Act in 1918, providing that the exercise of such powers by national banks should not be deemed in contravention of State law where the laws of the State authorize the exercise of trust powers by State banks, trust companies, or other corporations competing with national banks, could not operate to control the State court in the construction of a State statute. *Aquidneck National Bank v. Jennings*, 44 R. I. 435, 117 Atl. 743 (1922).

NOTE.—But see 11.614 in which the Supreme Court of Rhode Island felt compelled to modify the above decision.



13.442.—A nonmember State bank sought to restrain the Federal Reserve Bank of Cleveland from presenting checks over its counter for cash payment on the ground that the purpose was to coerce the State bank into clearing its checks at par. The Federal District Court for the Eastern District of Kentucky held that while a Federal Reserve bank has the legal right to present a check over the counter for payment, it cannot accumulate such checks and make demand for payment in an unusual manner for the purpose of coercing the State bank into changing its method of doing business by agreeing to clear its checks at par. It was found that the evidence was sufficient to show unlawful coercion upon the part of the agents of the Federal Reserve bank and accordingly the court granted a preliminary injunction restraining the Federal Reserve bank from continuing to make collections against the plaintiff bank in such manner. *Farmers' and Merchants' Bank v. Federal Reserve Bank of Cleveland*, 286 Fed. 610 (D.C. Ky., 1922). 1922 BULLETIN 1409.

13.445. Coercive action of Federal Reserve bank in returning as "dishonored" checks not paid by nonmember bank at par.—A State nonmember bank sought to restrain the Federal Reserve Bank of San Francisco from sending to it for collection checks drawn upon such bank with the request that the checks be paid at par, and upon their return unpaid, from returning the checks to the correspondents with the advice that they had been dishonored. The Federal District Court for the District of Oregon granted a preliminary injunction. (271 Fed. 430). Later, upon application to make the injunction permanent, the District Court held that a nonmember bank has the right to charge exchange and that, if a Federal Reserve bank sends to it for collection at par checks drawn upon such bank, and they are returned unpaid, the action of the drawee bank in returning the checks does not constitute a dishonor of those checks and, accordingly, the Federal Reserve bank is not authorized to advise the correspondents that the checks have been dishonored. Such action on the part of the Federal Reserve bank was for the purpose of coercing the State bank in question to remit at par. Accordingly, the injunction was made permanent. *Brookings State Bank v. Federal Reserve Bank of San Francisco*, 281 Fed. 222 (D.C. Ore., 1922).