

UNITED STATES GOVERNMENTEXECUTIVE OFFICERS

President	- Franklin D. Roosevelt (re-elected Nov. 1940, inaugurated Jan. 20, 1941)
Secretary of Treasury	- Henry Morgenthau, Jr. (appointed Jan. 1, 1934, served until July 23, 1943)
Comptroller of Currency	- Preston Delano (date of appointment Oct. 24, 1938)
Secretary of State	- Cordell Hull
Secretary of War	- Henry L. Stimson
Secretary of Navy	- Frank Knox
Secretary of Interior	- Harold L. Ickes
Secretary of Agriculture	- Claude R. Wickard
Secretary of Commerce	- Jesse Jones
Secretary of Labor	- Frances Perkins
Postmaster General	- Frank C. Walker
Attorney General	- Robert Jackson, Francis Biddle

1941
May

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

S E N A T E

Banking and Currency Committee

77th Congress

Rep.
Republicans

WAGNER, Robert F.
GLASS, Carter
BARKLEY, Alben W.
BYRNES, James F.
BANKHEAD 2nd, John H.
ADAMS, Alva B.
MALONEY, Francis
RADCLIFFE, George L.
BROWN, Prentiss M.
HUGHES, James H.
HERRING, Clyde L.
SMATHERS, William H.
CLARK, D. Worth
DOWNEY, Sheridan

New York
Virginia
Kentucky
South Carolina
Alabama
Colorado
Connecticut
Maryland
Michigsn
Delaware
Iowa
New Jersey
Idaho
California

Rep.
Democrats

TOBEY, Charles W.
DANAHER, John A.
TAFT, Robert A.
THOMAS, John
BALL, Joseph H.

New Hampshire
Connecticut
Ohio
Idaho
Minneapolis

1941
May

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

HOUSE OF REPRESENTATIVES

Banking and Currency Committee

77th Congress

Democrats

STEAGALL, Henry B.
WILLIAMS, Clyde
SPENCE, Brent
FORD, Thomas F.
BROWN, Paul
PATMAN, Wright
BARRY, William B.
SACKS, Leon
GORE, Albert
MILLS, Wilbur D.
FOLGER, Alonzo D.
MONRONEY, A.S. Mike
LYNCH, Walter A.
KOPPLEMANN, Herman P.

Alabama
Mississippi
Kentucky
California
Georgia
Texas
New York
Pennsylvania
Tennessee
Arkansas
North Carolina
Aklahoma
New York
Connecticut

Independent

HULL, Merlin,

Republicans

WOLCOTT, Jesse P.
GIFFORD, Charles L.
CRAWFORD, Fred L.
GAMBLE, Ralph A.
KEAN, Robert W.
SUMNER, Jessie
SMITH, Frederick C.
KUNKEL, John C.
ROLPH, Thomas
DEWEY, Charles S.

Michigan
Massachusetts
Michigan
New York
New Jersey
Illinois
Ohio
Pennsylvania
California
Illinois

Wisconsin

FEDERAL RESERVE SYSTEM
BOARD OF GOVERNORS

Marriner S. Eccles, Chairman

Ronald Ransom, Vice Chairman

M. S. Szymczak

John K. McKee

Chester C. Davis

Ernest G. Draper

Lawrence Clayton, Assistant to the Chairman

Elliott Thurston, Special Assistant to the Chairman

Secretary's Office

Chester Morrill, Secretary

Liston P. Bethea, Asst. Secretary

S. R. Carpenter, Assistant Secretary

Fred A. Nelson, Asst. Secretary

Council's Office

Walter Wyatt, General Counsel

J. P. Dreibelbis, Assistant General Counsel

George B. Vest, Assistant General Counsel

B. Magruder Wingfield, Assistant General Counsel

Division of Research and Statistics

E. A. Goldenweiser, Director,

Woodlief Thomas, Asst. Director

Division of Examinations

Leo H. Paulger, Chief

R. F. Leonard, Assistant Chief

C. E. Cagle, Asst. Chief,

Division of Bank Operations

Edward L. Smead, Chief

J. R. Van Fossen, Asst. Chief

J. E. Horbett, Asst. Chief

Division of Security Loans

Philip E. Bradley, Asst. Chief

Carl E. Parry, Chief

Fiscal Agent

O. E. Foulk, Fiscal Agent

Josephine E. Lally, Deputy

Fiscal Agent

1941

FEDERAL RESERVE SYSTEM
FEDERAL ADVISORY COUNCIL

District No. 1 (Boston)	Chas. E. Spencer Jr.
District No. 2 (New York)	George L. Harrison, Vice President
District No. 3 (Philadelphia)	William F. Kurtz
District No. 4 (Cleveland)	B. G. Huntington
District No. 5. (Richmond)	Robert M. Hanes
District No. 6 (Atlanta)	Ryburn G. Clay
District No. 7 (Chicago)	Edward E. Brown, President
District No. 8 (St. Louis)	S. E. Ragland
District No. 9 (Minneapolis)	Lyman E. Wakefield
District No. 10 (Kansas City)	W. Dale Clark
District No. 11 (Dallas)	R. E. Harding
District No. 12 (San Francisco)	Paul S. Dick

Walter Lichtenstein, Secretary

1941

FEDERAL RESERVE SYSTEM
FEDERAL OPEN MARKET COMMITTEE

Marriner S. Eccles, Chairman
Allan Sproul, Vice Chairman

Chester C. Davis
Ernest G. Draper

M.J. Fleming
Hugh Leach

John K. McKee
John N. Peyton

Ronald Ransom
M. S. Szymczak

Chester Morrill, Secretary

S. R. Carpenter, Assistant Secretary

Walter Wyatt, General Counsel

J. P. Dreibelbis, Assistant General Counsel

E. A. Goldenweiser, Economist

John H. Williams, Associate Economist

R. G. Rouse, Manager of System Open Market Account

1941

Federal Reserve Bank of Boston (Dist. 1)

OFFICERS

President - R. A. Young

First Vice President - W. W. Paddock

Vice Presidents - William Willet

Chairman and Federal
Reserve Agent - Frederic H. Curtiss

Deputy Chairman - Henry S. Dennison

1941

Federal Reserve Bank of Boston (Dist. 1)

DIRECTORSClass ATerm Expires
Dec. 31

DODGE, Leon A. (Damariscotta, Me.)
 FORBES, Allan (Boston, Massachusetts)
 REED, Lewis S. (Waterbury, Conn.)

1941
 1942
 1943 (re-elected)

Class B

ALLEN, P. R. (E. Walpole, Mass.)
 FROST, Edward J. (Boston, Mass.)
 *FRENCH, Edward S. (Springfield, Vt.)
 *FLANDERS, Ralph E. (Springfield, Vt.)

1941
 1942
 1943 (res. July 1)
 1943 (elected after Jul)

Class C

CURTISS, Frederic H. (Boston, Mass.) Chairman and FR Agent
 DENNISON, Henry S. (Framingham, Mass.) Deputy Chairman
 HARRIMAN, Henry I. (Boston, Mass.)

1941
 1942
 1943 (re-appointed)

1941

Federal Reserve Bank of New York (Dist. 2)

OFFICERS

President - - Allan Sproul

First Vice President - Leslie R. Rounds

Vice Presidents

Ray M. Gidney
L. Werner Knoke
John H. Williams

Walter S. Logan
James M. Rice
Robert G. Rouse

Chairman and
Federal Reserve Agent

Beardsley Ruml

Deputy Chairman

Edmund E. Day

1941

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

<u>CLASS A</u>	<u>Term Began</u>	<u>Dec. 31</u> <u>Term Ended</u>
THOMPSON, Otis A. (Norwich)	1/1/39	1941
DORRANCE, Neil H. (Camden, N. Y.)	1/1/40	1942
FRASER, Leon (New York)	1/1/41	1943
<u>CLASS B</u>		
TEAGLE, Walter C. (Port Chester)	1/1/39	1941
STEVENS, Robert T. (Plainfield)	1/1/40	1942
BROWN, Donaldson (New York)	1/1/41	1943
<u>CLASS C</u>		
RUML, Beardsley (New York)	1/1/39	1941 (Chairman)
DAY, Edmund E. (Ithaca)	1/1/40	1942 (Deputy Chairman)
PAUL, Randolph E. (New York)	6/4/41	1943 (app. June 6)

1941

Federal Reserve Bank of Philadelphia (Dist. 3)

OFFICERS

President	-	John S. Sinclair (res. June 30) Alfred H. Williams (eff. July 1)
First Vice President	-	Frank J. Drinnen

Vice Presidents

C. A. McIlhenny	W. J. Davis
Ernest C. Hill	C. A. Sienkiewicz

Chairman and Federal Reserve Agent	-	Thomas B. McCabe
Deputy Chairman	-	Warren F. Whittier (res. June 27)

1941

Federal Reserve Bank of Philadelphia (Dist. 3)

DIRECTORS

Class A

Term Expires
Dec. 31

WAYNE, Joseph (Jr.) (Philadelphia, Pa.)
REILY, George W. (Harrisburg, Pa.)
HENNING, John B. (Tunkhannock, Pennsylvania)

1941
1942
1943 (re-elected)

Class B

STOUT, C. F. C. (Camden, New Jersey)
CANNON, Harry L. (Bridgeville, Delaware)
KERLIN, Ward D. (Camden, New Jersey)

1943 (re-elected)
1941
1942

Class C

RIEFLER, Winfield W. (Princeton, N.J.)
McCABE, Thomas B. (Chester, Pa.) Chairman and FR Agent
WHITTIER, Warren F. (Douglassville, Pa.) Deputy Chairman

1941 (appointed) (eff. 7-1)
1942
1943 (re-elected)

1941

Federal Reserve Bank of Cleveland (Dist. 4)

OFFICERS

President	-	M. J. Fleming
First Vice President	-	F. J. Zurlinden

Vice Presidents

W. H. Fletcher	R. B. Hays
G. H. Wagner	W. F. Taylor

Chairman and Federal Reserve Agent	G. C. Brainard
Deputy Chairman	R. E. Klages

Federal Reserve Bank of Cleveland (Dist. 4)

DIRECTORSClass ATerm Expires
Dec. 31

BROOKS, F. F. (Pittsburgh, Pa.)

1941

CONNER, B. R. (Ada, Ohio)

1942

McDOWELL, H. B. (Sharon, Pa.)

1943 (re-elected)

Class B

CRABBS, G. D. (Cincinnati, Ohio)

1941

MILLSOP, T. E. (Weirton, W. Va.)

1942

WRIGHT, R. P. (Erie, Pa.)

1943 (re-elected)

Class C

LLOYD, Walter H. (Cleveland, Ohio)

1941 (app. June 4)

KLAGES, R. E. (Columbus, Ohio) Deputy Chairman

1942

BRAINARD, G. C. (Youngstown, Ohio) Chairman and FR Agent

1943 (re-appointed)

1941

Federal Reserve Bank of Richmond (Dist. 5)

OFFICERS

President	-	Hugh Leach
First Vice President	-	J. S. Walden, Jr.
Vice Presidents	-	J. G. Fry Geo. H. Keesee R. W. Mercer
Chairman and Federal Reserve Agent	-	Robert Lassiter
Deputy Chairman	-	" . G. Wysor

1941

Federal Reserve Bank of Richmond (Dist. 5)

DIRECTORS

Class A

Term Expires
Dec. 31

JOHNSON, L. E. (Alderson, W.Va.)
RIEMAN, Chas. E. (Baltimore, Maryland)
BRASWELL, James C. (Rocky Mount, N.C.)

1941
1942
1943 (re-elected)

Class B

MALLOY, Edwin (Cheraw, S. Carolina)
REED, Chas. C. (Richmond, Va.)
HANNA, John H. (Washington, D.C.)

1941
1942
1943 (re-elected)

Class C

McCORMICK, Charles P. (Baltimore, Md.)
WYSOR, W. G. (Richmond, Va.) Deputy Chairman
LASSITER, Robert (Charlotte, N. Carolina) Chairman and FRAGENT 1943 (re-appointed)

1941
1942

1941

Federal Reserve Bank of Atlanta (Dist. 6)

OFFICERS

President	-	Robert S. Parker (died March 28) W. S. McLarin, Jr. (Eff. May 15)
First Vice President	-	W. S. McLarin, Jr. (up to May 15) Malcolm H. Bryan
Vice Presidents	-	L. M. Clark H. F. Conniff
Chairman and Federal Reserve Agent	-	Frank H. Neely
Deputy Chairman	-	J. F. Porter

Federal Reserve Bank of Atlanta (Dist. 6)

DIRECTORS

Term Expires
Dec. 31

Class A

WHITE, George J. (Mount Dora, Florida)	1941
GLENN, Thomas K. (Atlanta, Georgia)	1942
COOK, W. D. (Meridian, Miss.)	1943 (re-elected)

Class B

GEORGE, Ernest T. (New Orleans, Louisiana)	1941
MCCRARY, J. A. (Atlanta, Georgia)	1942
HALL, Fitzgerald, (Nashville, Tenn.)	1943 (re-elected)

Class C

NEELY, Frank H. (Atlanta, Ga.) Chairman and FR Agent	1941
PORTER, J. F. (Columbia, Tenn.) Deputy Chairman	1942
HARRIS, Rufus C. (New Orleans, Louisiana)	1943 (re-appointed)

1941

Federal Reserve Bank of Chicago (Dist. 7)

OFFICERS

President	-	C. S. Young
First Vice President	-	H. P. Preston
Vice Presidents	-	Allan M. Black J. H. Dillard A. J. Mulroney
Chairman and Federal Reserve Agent	-	Frank J. Lewis
Deputy Chairman	-	Clifford V. Gregory (appointed Deputy Chairman on Jan. 1, died 11/18)

Federal Reserve Bank of Chicago (Dist. 7)

DIRECTORSClass ATerm Expires
Dec. 31

WILLIAMS, Frank D. (Iowa City, Iowa)
 CUMMINGS, Walter J. (Chicago, Illinois)
 ESTBERG, E. R. (Waukesha, Wis.)

1941
 1942
 1943 (re-elected)

Class B

NOYES, Nicholas H. (Indianapolis, Indiana)
 BABB, Max W. (Milwaukee, Wis.)
 VAN DUSEN, Charles B. (Detroit, Mich.)

1941
 1942
 1943 (re-elected)

Class C

LELAND, Simeon E. (Chicago, Ill.)
 *WAYMACK, W. W. (Des Moines, Iowa)
 *GREGORY, Clifford V. (Des Moines, Iowa) Deputy Chairman
 LEWIS, Frank J. (Chicago, Illinois) Chairman and FR Agent

1941 (appointed)
 1942 (appointed in Nov)
 1942 (died Nov. 18)
 1943 (re-appointed)

1941

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

OFFICERS

President	-	Chester C. Davis (elected Feb. 28 assumed duties Apr. 16)
First Vice President	-	F. Guy Hitt
Vice Presidents	-	Olin M. Attebery C. M. Stewart
Chairman and Federal Reserve Agent	-	William T. Nardin
Deputy Chairman	-	Oscar G. Johnston

1941

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

<u>Class A</u>	<u>DIRECTORS</u>	<u>Term Expires</u> <u>Dec. 31</u>
MAESTRE, Sidney (St. Louis, Missouri)		1941
NAHM, Max B. (Bowling Green, Kent.)		1942
CORLIS, C. R. (Anna, Illinois)		1943 (re-elected)
<u>Class B</u>		
STANLEY, John R. (Evansville, Indiana)		1941
HARRIS, J. W. (St. Louis, Mo.)		1942
*TUCKER, H. H. (Little Rock, Arkansas)		1943 (elected Nov. 18)
*COUCH, Harvey C. (Pine Bluff, Ark.)		1943 (died July 30)
<u>Class C</u>		
BROOKS, Douglas W. (Memphis, Tenn.)		1941
NARDIN, William T. (St. Louis, Mo.) Chairman and FR Agent		1942
JOHNSTON, Oscar G. (Scott, Miss.) Deputy Chairman		1943 (re-appointed)

1941

Federal Reserve Bank of Minneapolis (Dist. 9)

OFFICERS

President	-	J. N. Peyton
First Vice President	-	O. S. Powell
Vice Presidents	-	E. W. Swanson Harry I. Ziemer
Chairman and Federal Reserve Agent	-	W. C. Coffey
Deputy Chairman	-	Roger B. Shepard

1941

Federal Reserve Bank of Minneapolis (Dist. 9)

DIRECTORSClass ATerm Expires
Dec. 31

McKNIGHT, J. R. (Pierre, South Dakota)
 McCARTNEY, F. D. (Oakes, North Dakota)
 FORD, Shirley S. (Minneapolis, Minnesota)

1941
 1942
 1943 (elected)

Class B

O'CONNELL, J. E. (Helena, Montana)
 FUNK, Albert P. (La Crosse, Wis.)
 CLARK, Homer P. (St. Paul, Minn.)

1941
 1942
 1943 (elected)

Class C

SHEPARD, Roger B. (St. Paul, Minnesota) Deputy Chairman
 COFFEY, Walter C. (Minneapolis, Minnesota) Chairman & FR Agent
 COCHRAN, W. D. (Iron Mountain Michigan)

1941
 1942
 1943 (re-appointed)

1941

Federal Reserve Bank of Kansas City (Dist. 10)

OFFICERS

President	-	George H. Hamilton (retired) H. G. Leedy (eff. August 28)
First Vice President	-	Henry O. Koppang (eff. March 1)
Vice Presidents	-	J. W. Helm D. W. Woolley
Chairman and Federal Reserve Agent	-	R. B. Caldwell
Deputy Chairman	-	J. J. Thomas

1941

Federal Reserve Bank of Kansas City (Dist. 10)

DIRECTORSClass ATerm Expires
Dec. 31

MULLANEY, E. E. (Hill City, Kansas)

1941

DINES, T. A. (Denver, Colorado)

1942

LIMBOCKER, M. A. (Emporia, Kansas)

1943 (re-elected)

Class B

BERNARDIN, J. M. (Kansas City, Mo.)

1943 (re-elected)

PHILLIPS, L. E. (Bartlesville, Okla.)

1941

HOSFORD, Willard D. (Omaha, Neb.)

1942

Class C

THOMAS, J. J. (Seward, Neb.) Deputy Chairman

1941

ROBERTS, Clarence (Oklahoma City, Okla.)

1942

CALDWELL, R. B. (Kansas City, Mo.) Chairman and FR Agent

1943 (re-appointed)

1941

Federal Reserve Bank of Dallas (Dist. 11)

OFFICERS

President	-	R. R. Gilbert
First Vice President	-	E. B. Stroud
Vice Presidents	-	R. B. Coleman W. J. Evans W. O. Ford
Chairman and Federal Reserve Agent	-	J. H. Merritt
Deputy Chairman	-	Jay Taylor

1941

Federal Reserve Bank of Dallas (Dist. 11)

<u>Class A</u>	<u>DIRECTORS</u>	<u>Term Expires</u> <u>Dec. 31</u>
*SEALE, Ford (Denison, Tex.)		1941 (died April 10)
*WOODS, J. E. (Teague, Texas)		1941 (elected July 17)
WINTON, Ed. H. (Fort Worth, Texas)		1942
TURNER, Frank (Decatur, Texas)		1943 (elected)
<u>Class B</u>		
KURTH, E. L. (Keltys, Texas)		1941
MILAM, J.R. (Waco, Texas)		1942
*WEST, J. M. (Houston, Texas)		1943 (died on Aug. 24)
*HILL, George A. (Jr.) (Houston, Texas)		1943 (elected)
<u>Class C</u>		
MERRITT, J. H. (McKinney, Texas) Chairman and FR Agent		1941
TAYLOR, Jay (Amarillo, Texas) Deputy Chairman		1942
COZZO, J. B. (Dallas, Texas)		1943 (re-appointed)

1941

Federal Reserve Bank of San Francisco (Dist. 12)

OFFICERS

President	-	William A. Day
First Vice President	-	Ira Clerk
Vice Presidents	-	C. E. Earhart W. M. Hale R. B. West
Chairman and Federal Reserve Agent	-	R. C. Force
Deputy Chairman	-	St. George Holden

1941

Federal Reserve Bank of San Francisco (Dist. 12)

DIRECTORSClass ATerm Expires
Dec. 31

ODLIN, Reno (Tacoma, Washington)
 BYRD, Carroll F. (Willos, California)
 Mc INTOSH, C. K. (San Francisco, California)

1941
 1942
 1943 (re-elected)

Class B

VOLKMANN, William G. (San Francisco, California)
 TAYLOR, Reese H. (Los Angeles, California)
 COX, Elmer H. (San Francisco, California)

1941
 1942
 1943 (re-elected)

Class C

FORCE, R. C. (San Leandro, California) Chairman and FR Agent
 THORPE, Carlyle (Los Angeles, California)
 HOLDEN, St. George (San Francisco, Calif.) Deputy Chairman

1941
 1942
 1943 (re-elected)

1941

June 21,23-25

HEARINGS

U.S.Congress. House. Banking and currency
committee.

HG
2560

Amend the Federal reserve act: HEARINGS ...

.A2
1941

77th, 1st sess. on S.1471, to extend the period
during which direct obligations of the U.S. may
be used as collateral security for Federal
reserve notes. June 21,23,24,25, 1941. Wash.,
Govt.ptg.off.,1941.

90 p.

Testi- Eccles, M.S. June 23, pp. 41-54; 24, pp. 55-72; 25, 73-90.
mony:

F.R.Bd.L.

a

1941

HEARINGS

Aug. 5-15
Sept. 17-30
Oct. 1-23

U.S.Congress. House. Banking and currency committee.	HB	236
Price-control bill: HEARINGS...77th cong., 1st sess. on H.R.5479 (superseded by H.R.5900) a bill to further the national defense and security by checking speculative and excessive price rise, price dislocations, and inflationary tendencies, and for other purposes. Aug. 5-15, Sept. 17-30, Oct. 1-23, 1941. Wash., Govt.ptg.off., 1941	.A21	1941
<u>2 pts</u>	Sept.29	1243-1284
Testi- Eccles, M.S.(ChmnBd)	Oct. 1 pp	1364-1383
mony	9/30-10/1	1305-1357
		1359
Goldenweiser, E.A.(FRB)	Sept.29	1261
F.R.Bd.L.	Oct. 1	1357-1358
Bd. Gov. press statement. p.1100		a

1941

March 28

National bank real estate loans secured by defense housing insured mortgages. LEGISLATION

Section 24 of the Federal Reserve Act was amended so as to exempt defense housing insured mortgages from the limitations of that section on the amounts and maturities of real estate loans which may be made by national banks. (55 Stat. 55, 62.)

Source: Federal Reserve Board Legal Memo, June 26, 1951 - Federal Statutory Changes 1900-1951 Governing the Issuance of Money and Restricted or Defining Bank Credit.

1941

April 7 Foreign accounts in Federal Reserve Banks.

LEGISLATION

Section 14(e) of the Federal Reserve Act was amended so as to make it clear that Federal Reserve Banks may open and maintain banking accounts for foreign banks or bankers or for foreign governments without having to establish accounts with such foreign banks, bankers, or governments, or to appoint them as the correspondents or agents of the Federal Reserve Banks. (55 Stat. 131.)

Source: Federal Reserve Board Legal Memo, June 26, 1951 - Federal Statutory Changes 1900-1951 Governing the Issuance of Money and Restricted or Defining Bank Credit.

1941
June 30

LEGISLATION

[PUBLIC LAW 142—77TH CONGRESS]

[CHAPTER 265—1ST SESSION]

[H. R. 4646]

AN ACT

To extend the time within which the powers relating to the stabilization fund and alteration of the weight of the dollar may be exercised.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That subsection (c) of section 10 of the Gold Reserve Act of 1934, approved January 30, 1934, as amended, is further amended to read as follows:

“(c) All the powers conferred by this section shall expire June 30, 1943, unless the President shall sooner declare the existing emergency ended and the operation of the stabilization fund terminated.”

SEC. 2. The second sentence added to paragraph (b) (2) of section 43, title III, of the Act approved May 12, 1933, by said Gold Reserve Act of 1934, as amended, is further amended to read as follows: “The powers of the President specified in this paragraph shall be deemed to be separate, distinct, and continuing powers, and may be exercised by him, from time to time, severally or together, whenever and as the expressed objects of this section in his judgment may require; except that such powers shall expire June 30, 1943, unless the President shall sooner declare the existing emergency ended.”

Approved, June 30, 1941.

1941
June 30

LEGISLATION

[PUBLIC LAW 141—77TH CONGRESS]

[CHAPTER 264—1ST SESSION]

[S. 1471]

AN ACT

To extend the period during which direct obligations of the United States may be used as collateral security for Federal Reserve notes.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That the second paragraph of section 16 of the Federal Reserve Act, as amended, is hereby amended by striking therefrom the words "until June 30, 1941" and by inserting in lieu thereof the words "until June 30, 1943".

Approved, June 30, 1941.

Apparent Intent - Restrictive

Open Market Operations	-
Discount Rate	-
Reserve Requirements	-
Selective Regulations	-	On installment credit for purchase of consumer durable goods, down payments 10-33 1/3 percent; maximum maturity 18 months; same maturity on installment loans.
Surrounding Circumstances	-	To assist in curbing unwarranted price advances and in restraining general inflationary tendencies; in particular to restrain expansion of consumer installment credit; and to dampen demand for certain consumer durable goods as their supply became limited by diversions of materials and labor required for the national defense.

Source: Joint Committee on the Economic Report
Monetary Policy and the Management of the Public Debt (Patman Report) 1952,
Page 221.

1941

November 1951

FEDERAL RESERVE SYSTEM

POLICY ACTION

Apparent Intent - Restrictive

Open Market Operations	-
Discount Rate	-
Reserve Requirements	-	Raised to legal maximum.
Selective Regulations	-
Surrounding Circumstances	-	To restrain inflationary credit expansion by absorbing about \$1.2 billion of excess reserves. Business expanding, prices rising; strong credit demands.

Source: Joint Committee on the Economic Report
Monetary Policy and the Management of the Public Debt (Patman Report) 1952,
Page 221.

1941
December 1941

FEDERAL RESERVE SYSTEM

POLICY ACTION

Apparent Intent - For other purposes

Open Market Operations	-	Bought \$70 million of Government securities.
Discount Rate	-
Reserve Requirements	-
Selective Regulations	-
Surrounding Circumstances	-	Sharp decline in prices of Government securities due to our entrance into the war; purchases were to help stabilize the market.

Source: Joint Committee on the Economic Report
Monetary Policy and the Management of the Public Debt (Patman Report) 1952,
Page 221.

M.700. State Court Jurisdiction of Reserve Banks.--Plaintiff sought to compel the Federal Reserve Bank of New York to make a determination of the buying rate for cable transfers for Brazilian currency, pursuant to the U. S. Tariff Act of 1930. The proceedings were dismissed on the ground that State courts have no jurisdiction to issue orders or directions to the Federal Reserve Bank in the performance of its statutory duty. The Court of Appeals affirmed, saying:

"The Federal Reserve Bank is a Federal agency exercising powers conferred by Federal statute and performing duties imposed upon it by Federal statute in a field which, under the Constitution of the United States, is within the sole and exclusive jurisdiction of the Federal Government." Armand Schmoll, Inc. v. Federal Reserve Bank of New York, 37 N.E. 2d. 225 (1941), cert. den. 315 U. S. 818.