

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	- Francis Perkins
Postmaster General	- Frank C. Walker
Attorney General	- Francis Biddle

1943
January

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

S E N A T E

Banking and Currency Committee

78th Congress

Dem.
Republicans

Rep.
Democrats

WAGNER, Robert F.
GLASS, Carter
BARKLEY, Alben W.
BANKHEAD, 2nd, John H.
MALONEY, Francis
RADCLIFFE, George L.
CLARK, D. Worth
DOWNEY, Sheridan
MURDOCK, Abe

New York
Virginia
Kentucky
Alabama
Connecticut
Maryland
Idaho
California
Utah

TOBEY, Charles W.
DANAHER, John A.
TAFT, Robert A.
THOMAS, John
BUTLER, Hugh A.

New Hampshire
Connecticut
Ohio
Idaho
Nebraska

1943
January

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

HOUSE OF REPRESENTATIVES

Banking and Currency Committee

78th Congress

Democrats

STEAGALL, Henry B.
SPENCE, Brent
FORD, Thomas F.
BROWN, Paul
PATMAN, Wright
BARRY, William B.
GORE, Albert
MONRONEY, A. S. Mike
LYNCH, Walter A.

Alabama
Kentucky
California
Georgia
Texas
New York
Tennessee
Oklahoma
New York

Republicans

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

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

Independent

HULL, Merlin Wisconsin

FEDERAL RESERVE SYSTEM
BOARD OF GOVERNORS

Marriner S. Eccles, Chairman

Ronald Ransom, Vice Chairman

M. S. Szymczak

John K. McKee

Ernest G. Draper

R. M. Evans

Lawrence Clayton, Assistant to the Chairman

Elliott Thurston, Special Assistant to the Chairman

Office of the Secretary

Chester Morrill, Secretary

Liston P. Bethea, Asst. Secretary

S. R. Carpenter, Asst. Secretary

Fred A. Nelson, Asst. Secretary

Legal Division

Walter Wyatt, General Counsel

J. P. Dreibelbis, General Attorney

George B. Vest, Asst. General Attorney

B. Magruder Wingfield, Asst. General Attorney

Division of Research and Statistics

E. A. Goldenweiser, Director

Woodlief Thomas, Asst. Director

Walter R. Stark, Asst. Director

Division of Examinations

Leo H. Paulger, Chief

C. E. Cagle, Asst. Chief

William B. Pollard, 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

Carl E. Parry, Chief

Division of Personnel Administration

Robert F. Leonard, Director

Office of Administrator for War Loans Com.

Edward L. Smead, Acting Administrator

Gardner L. Boothe, II, Asst. Administrator

Fiscal Agent

O. E. Foulk, Fiscal Agent

Josephine E. Lally, Deputy Fiscal Agent

1943

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 V. Fleming
District No. 6 (Atlanta)	H. Lane Young
District No. 7 (Chicago)	Edward E. Brown, President
District No. 8 (St. Louis)	Ralph C. Gifford
District No. 9 (Minneapolis)	Lyman E. Wakefield
District No. 10 (Kansas City)	W. Dale Clark
District No. 11 (Dallas)	Nathan Adams
District No. 12 (San Francisco)	George M. Wallace

Walter Lichtenstein, Secretary

1943

FEDERAL RESERVE SYSTEM
FEDERAL OPEN MARKET COMMITTEE

Marriner S. Eccles, Chairman
Allan Sproul, Vice Chairman

William A. Day
Ernest G. Draper

R. M. Evans John K. McKee W. W. Paddock
M. J. Fleming W. S. McLarin, Jr. 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

Malcolm H. Bryan, Associate Economist

Kenneth H. Mac Kenzie, Associate Economist

Oliver P. Wheeler, Associate Economist

Robert G. Rouse, Manager of System Open Market Account

John H. Williams, Associate Economist

1943

Federal Reserve Bank of Boston (Dist. 1)

OFFICERS

President	-	-	William W. Paddock
First Vice President	-	-	William Willett

Vice Presidents

Krickel K. Carrick	Carl B. Pitman
Ellis G. Hult	J.C. Hunter

Chairman and Federal Reserve Agent	Albert M. Creighton
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Deputy Chairman	Henry S. Dennison
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Federal Reserve Bank of Boston (Dist. 1)

DIRECTORS

<u>Class A</u>	<u>Term Expires</u> <u>Dec. 31</u>
HOLMES, Allen W. (Middletown, Conn.)	1943
DODGE, Leon A. (Damariscotta, Me.)	1944
FORBES, Allan (Boston, Mass.)	1945 (re-elected)
 <u>Class B</u>	
ALLEN, Philip R. (E. Walpole, Mass.)	1943
FLANDERS, Ralph E. (Springfield, Vermont)	1944
FROST, Edward J. (Boston, Mass.)	1945 (re-elected)
 <u>Class C</u>	
CREIGHTON, Albert M. (Boston, Mass.) Chairman & FR Agent	1944
DENNISON, Henry S. (Framingham, Mass.) Deputy Chairman	1945 (re-appointed)
HARRIMAN, Henry I. (Boston, Mass.)	1943

1943

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
Walter S. Logan	James M. Rice
Robert G. Rouse	John H. Williams

Chairman and Federal Reserve Agent	Beardsley Ruml
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Deputy Chairman	Wm. I. Myers (Eff. Sept. 14)
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1943

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

<u>CLASS A</u>	<u>Term Began</u>	<u>Dec. 31 Term Ended</u>
FRASER, Leon (New York)	1/1/41	1943
FIELD, William J. (Jersey City)	1/1/42	1944
CLUTE, Warren W., Jr. (Watkins Glen)	1/1/43	1945
<u>CLASS B</u>		
BROWN, Donaldson (New York)	1/1/41	1943
WILLIAMSON, Frederick E. (New York)	1/1/42	1944
CONWAY, Carle C. (New York)	3/6/42	1942
CONWAY, Carle C. (New York)	1/1/43	1945 (reelected)
<u>CLASS C</u>		
RUML, Beardsley (New York)	1/1/42	1944 (Chairman)
MYERS, William I. (Ithaca)	1/1/43	1945 (Deputy Chairman)
CAEKINS, Robert D. (New York)	9/13/43	1943 (App. Sept. 14)

Federal Reserve Bank of Philadelphia (Dist. 3)

OFFICERS

President - Alfred H. Williams
First Vice President - Frank J. Drinnen

Vice Presidents

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

Chairman and
Federal Reserve Agent Thomas B. McCabe
Deputy Chairman Warren F. Whittier

Federal Reserve Bank of Philadelphia (Dist. 3)

DIRECTORS

<u>Class A</u>	<u>Term Expires</u> <u>Dec. 31</u>
HENNING, John B. (Tunkhannock, Pennsylvania)	1943
LOEB, Howard A. (Philadelphia, Pennsylvania)	1944
REILY, George W. (Harrisburg, Pennsylvania)	1945 (re-elected)
 <u>Class B</u>	
STOUT, C. Frederick C. (Camden, New Jersey)	1943
CANNON, Harry L. (Bridgeville, Delaware)	1944
KERLIN, Ward D. (Camden, New Jersey)	1945 (re-elected)
 <u>Class C</u>	
WHITTIER, Warren F. (Douglassville, Pennsylvania) D. Chrman	1943
BALDERSTON, C. Canby (Philadelphia, Pennsylvania)	1944
McCABE, Thomas B. (Chester, Pennsylvania) Chrman & FR Agent	1945 (re-appointed)

Federal Reserve Bank of Cleveland (Dist. 4)

OFFICERS

President - M. J. Fleming

First Vice President - R. B. Hays

Vice Presidents

B. O. Lazar

W. H. Fletcher

W. F. Taylor

A. H. Lanning

K. H. Mac Kenzie

J. W. Kossin

Chairman and
Federal Reserve Agent

G. C. Brainard

Deputy Chairman

R. E. Klages

Federal Reserve Bank of Cleveland (Dist. 4)

DIRECTORS

	<u>Term Expires</u> <u>Dec. 31</u>
<u>Class A</u>	
MC DOWELL, H. B. (Sharon, Pa.)	1943
BROOKS, F. F. (Pittsburgh, Pa.)	1944
CONNER, B. R. (Ada, Ohio)	1945 (re-elected)
<u>Class B</u>	
WRIGHT, R. P. (Erie, Pa.)	1943
CRABBS, G. D. (Cincinnati, Ohio)	1944
MILSOP, T. E. (Weirton, West Virginia)	1945 (re-elected)
<u>Class C</u>	
BRAINARD, G. C. (Youngstown, Ohio) Chairman and FR Agent	1943
BAKER, A. Z. (Cleveland, Ohio)	1944
KLAGES, R. E. (Columbus, Ohio) Deputy Chairman	1945 (re-appointed)

Federal Reserve Bank of Richmond (Dist. 5)

OFFICERS

President - Hugh Leach

First Vice President - J. S. Walden, Jr.

Vice PresidentsEdward A. Wayne
J. G. FryGeorge H. Keesee
W. G. WysorChairman and
Federal Reserve Agent

Robert Lassiter

Deputy Chairman

W. G. Wysor

Federal Reserve Bank of Richmond (Dist. 5)

DIRECTORS

<u>Class A</u>	<u>Term Expires</u> <u>Dec. 31</u>
BRASWELL, James C. (Rocky Mount, N. Carolina)	1943
SYDENSTRICKER, John A. (Marlinton, W. Va.)	1944
RIEMAN, Chas. E. (Batlimore, Md.)	1945 (re-elected)
 <u>Class B</u>	
HANNA, John H. (Washington, D. C.)	1943
MALLOY, Edwin (Cheraw, S. Carolina)	1944
REED, Chas. C. (Richmond, Va.)	1945 (re-elected)
 <u>Class C</u>	
LASSITER, Robert (Charlotte, North Carolina) Chairman & FR Agent	1943
MC CORMICK, Charles P. (Baltimore, Maryland)	1944
WYSOR, W. G. (Richmond, Virginia) Deputy Chairman	1945 (re-appointed)

1943

Federal Reserve Bank of Atlanta (Dist. 6)

OFFICERS

President - W. S. Mc Larin Jr.
First Vice President - Malcolm H. Bryan

Vice Presidents

L. M. Clark H. F. Conniff

Federal Reserve Agent
and Chairman

Frank H. Neely

Deputy Chairman

J. F. Porter

Federal Reserve Bank of Atlanta (Dist. 6)

DIRECTORS

<u>Class A</u>	<u>Term Expires</u> <u>Dec. 31</u>
COOK, W. D. (Meridan, Miss.)	1943
WHITE, George J. (Mount Dora, Florida)	1944
GLENN, Thomas K. (Atlanta, Ga.)	1945 (re-elected)
 <u>Class B</u>	
HALL, Fitzgerald (Nashville, Tenn.)	1943
GEORGE, Ernest T. (New Orleans, Louisiana)	1944
MC CRARY, J. A. (Atlanta, Ga.)	1945 (re-elected)
 <u>Class C</u>	
HARRIS, Rufus C. (New Orleans, Louisiana)	1943
NEELY, Frank H. (Atlanta, Ga.) Chairman & FR Agent	1944
PORTER, J. F. (Columbia, Tennessee) Deputy Chairman	1945 (re-appointed)

1943

Federal Reserve Bank of Chicago (Dist. 7)

OFFICERS

President - - - C. S. Young

First Vice President - H. P. Preston

Vice Presidents

J. H. Dillard

Allan M. Black

C. B. Dunn

O. J. Netterstrom

E. C. Harris

A. T. Sihler

Chairman and
Federal Reserve Agent

Simeon E. Leland

Deputy Chairman

W. W. Waymack

DIRECTORS

	<u>Term Expires</u> <u>Dec. 31</u>
<u>Class A</u>	
ESTBERG, Edward R. (Waukesha, Wis.)	1943
WILLIAMS, Frank D. (Iowa City, Iowa)	1944
CUMMINGS, Walter J. (Chicago, Illinois)	1945 (re-elected)
<u>Class B</u>	
AVERY, Clarence W. (Detroit, Michigan)	1943
NOYES, Nicholas H. (Indianapolis, Indiana)	1944
*BABB, Max W. (Milwaukee, Wisconsin)	1945 (re-elected) (Died March 13)
*HEATH, William C. (Milwaukee, Wisconsin)	1945 (elected May 18)
<u>Class C</u>	
HOFFMAN, Paul G. (South Bend, Indiana)	1943
LELAND, Simeon E. (Chicago, Illinois) Chairman and FR Agent	1944
WAYMACK, W. W. (Des Moines, Iowa) Deputy Chairman	1945 (re-appointed)

1943

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

OFFICERS

President - - Chester C. Davis

First Vice President - F. Guy Hitt

Vice Presidents

Olin M. Attebery C. M. Stewart
Henry H. Edmiston

Chairman and William T. Nardin
Federal Reserve Agent

Deputy Chairman Oscar Johnston

1943

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

DIRECTORS

	<u>Term Expires</u> <u>Dec. 31</u>
<u>Class A</u>	
CORLIS, G. R. (Anna, Illinois)	1943
MAESTRE, Sidney (St. Louis, Mo.)	1944
NAHM, Max B. (Bowling Green, Kentucky)	1945 (re-elected)
<u>Class B</u>	
TUCKER, H. H. (Little Rock, Arkansas)	1943
STANLEY, John R. (Evansville, Indiana)	1944
SHAPLEIGH, A. Wessel (St. Louis, Mo.)	1945 (elected)
<u>Class C</u>	
JOHNSTON, Oscar G. (Scott, Miss.) Deputy Chairman	1943
BROOKS, Douglas W. (Memphis, Tennessee)	1944
NARDIN, William T. (St. Louis, Mo.) Chairman and FR Agent	1945 (re-appointed)

1943

Federal Reserve Bank of Minneapolis (Dist. 9)

OFFICERS

President - - J. N. Peyton

First Vice President - O. S. Powell

Vice Presidents

Sigurd Ueland

A. W. Mills

E. W. Swanson

H. I. Ziemer

O. R. Preston

A. R. Upgren

Chairman and
Federal Reserve Agent

Walter C. Coffey

Deputy Chairman

Roger B. Shepard

Federal Reserve Bank of Minneapolis (Dist. 9)

DIRECTORS

<u>Class A</u>	<u>Term Expires</u> <u>Dec. 31</u>
FORD, Shirley S. (Minneapolis, Minnesota)	1943
McKNIGHT, J. R. (Pierre, South Dakota)	1944
MC CARTNEY, F. D. (Oake's, North Dakota)	1945 (re-elected)
 <u>Class B</u>	
CLARK, Homer P. (St. Paul, Minnesota)	1943
O'CONNELL, J. E. (Helena, Montana)	1944
LANGE, Ray C. (Chippewa Falls, Wisconsin)	1945 (elected)
 <u>Class C</u>	
COCHRAN, W. D. (Iron Mountain, Mich.)	1943
SHEPARD, Roger B. (St. Paul, Minnesota) Deputy Chairman	1944
COFFEY, Walter C. (Minneapolis, Minn.)	1945 (re-appointed)

1943

Federal Reserve Bank of Kansas City (Dist. 10)

OFFICERS

President - H. G. Leedy

First Vice President - Henry O. Koppang

Vice Presidents

D. W. Woolley

Raymond W. Hall

Chairman and
Federal Reserve Agent

R. B. Caldwell

Deputy Chairman

Robert L. Mehornay

DIRECTORSClass A

Term Expires

Dec. 31

LIMBOCKER, M. A. (Emporia, Kansas)

1943

BUNTEN, W. L. (Goodland, Kansas)

1944

DINES, T. A. (Denver, Colorado)

1945 (re-elected)

Class B

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

1943

PHILLIPS, L. E. (Bartlesville, Oklahoma)

1944

HOSFORD, Willard D. (Omaha, Neb.)

1945 (re-elected)

Class C

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

1943

MEHORNAY, Robert L. (Kansas City, Mo.) Deputy Chairman

1944

HAGUE, Lyle L. (Cherokee, Okla.)

1945 (app. May 10)

1943

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

L. G. Pondrom

W. O. Ford

E. B. Austin

W. D. Gentry

Chairman and
Federal Reserve Agent Jay Taylor

Deputy Chairman J. B. Cozzo

Federal Reserve Bank of Dallas (Dist. 11)

DIRECTORSClass A

	<u>Term Expires</u> <u>Dec. 31</u>
TURNER, Frank (Decatur, Texas)	1943
WOODS, J. E. (Temple, Texas)	1944
NAPIER, Walter P. (San Antonio, Texas)	1945 (elected)

Class B

HILL, George A. (Jr.) (Houston, Texas)	1943
KURTH, E. L. (Keltys, Texas)	1944
MILAM, J. R. (Waco, Texas)	1945 (re-elected)

Class C

COZZO, J. B. (Dallas, Texas) Deputy Chairman	1943
BRISCOE, Dolph (Uvaide, Texas)	1944
TAYLOR, Jay (Amarillo, Texas) Chairman and FR Agent	1945 (re-appointed)

1943

Federal Reserve Bank of San Francisco (Dist. 12)

OFFICERS

President Wm. A. Day

First Vice President - Ira Clerk

Vice Presidents

W. M. Hale

R. B. West

C. E. Earhart

H. N. Mangels

Chairman and

Federal Reserve Agent

Henry F. Grady

Deputy Chairman

St. George Holden

Federal Reserve Bank of San Francisco (Dist. 12)

DIRECTORSClass A

Term Expires

Dec. 31

MC INTOSH, C. K. (San Francisco, Calif.)

1943

ODLIN, Reno (Tacoma, Washington)

1944

BYRD, Carroll F. (Willows, California)

1945 (re-elected)

Class B

COX, Elmer H. (San Francisco, California)

1943

VOLKMANN, William G. (San Francisco, California)

1944

TAYLOR, Reese H. (Los Angeles, California)

1945 (re-elected)

Class C

HOLDEN, St. George (San Francisco, Calif.) Deputy Chrman

1943

GRADY, Henry F. (San Francisco, Calif.) Chrman & FR Agent

1944

WELLMAN, Harry R. (Berkeley, California)

1945 (re-appointed)

1943

HEARINGS

Feb. 17

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

HG
2560
.A2
1943

Wartime suspension of certain provisions of
Federal reserve act: HEARING ... 78th, 1st sess.
on S. 700, a bill to amend sec. 12B and sec. 19 of
the Federal reserve act during the continuance
of the war and for six months after its termina-
tion. Feb. 17, 1943. Wash., Govt. ptg. off.,
1943.

44 p.

Testimony: Eccles, M.S. Feb. 17 pp17-44

F.R.Bd.L.

a

1943

Mar. 25

Apr. 1,2,5,7

HEARINGS

U.S. Congress. House. Banking and currency comm. HG

Federal reserve act amendment: HEARINGS ... 2560

78th, 1st sess. on H.R.1699, a bill to amend .A2

section 12B and section 19 of the Federal 1943

reserve act. Revised. March 25, April 1, 2,

5,7, 1943. Wash., Govt. ptg. off., 1943.

149 p. (Revised)

Testi- Eccles, M.S. Apr. 2, pp. 51-73; Apr. 5, p. 75-85, 132-140

mony: Apr. 7, pp. 142-149

Thompson, D.S. (FDIC) Mar. 25 pp. 2-6; Apr. 1, pp. 23-31

F.R.Bd.L.

a

1943

May 4

HEARINGS

U.S. Congress. Senate. Banking and currency comm.
Amending sections 16 and 18 of the Federal
reserve act: HEARING ...78th, 1st sess. on
S.658, a bill to repeal the sixth paragraph of
section 18 of the Federal reserve act and S.1041
a bill to extend the period during which direct
obligations of the U.S. may be used as collateral
security for Federal reserve notes. May 4, 1943.
Wash., Govt. ptg. off., 1943.

HG
2560
.A2
1943

17 p.

Testimony: Eccles, M.S. May 4, 1943; pp.2-17

F.R.Bd.L.

a

1943

May 10,11

U.S. Congress. House. Banking and currency comm.	HG
Collateral security for Federal reserve notes:	2560
HEARINGS ... 78th, 1st sess. on H.R.2634A2
May 10 and 11, 1943. Wash., Govt. ptg. off.,	1943
1943.	
<u>42 p.</u> (Revised)	

Testimony: Eccles, M.S. May 10, pp.1-22; May 11, pp.23-42.

F.R.Bd.L.

e

1943-44

Dec. 10-20, 1943
Jan, Feb. 1944

HEARINGS

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

HG
2562

Absorption of exchange charges: HEARINGS...
78th, 2d sess. on H.R. 3956, a bill to amend
the Federal Reserve Act, as amended, to pro-
vide that the absorption of exchange and
collection charges shall not be deemed the
payment of interest on deposits. Dec. 10-20,
1943 and Jan. 24-31, Feb. 1-9, 1944. Wash.,
Govt. ptg. off., 1944.

.A2
1943-44

752 p.

Testi- Dreibelbis, J.P. (F.R.B. legal) Dec. 17, Feb. 2, 7, 8, 9.
mony: McKee, J.K. (Bd. mbr.) Dec. 10, 15, 16, 17; pp. 25-31,
58-62, 66, 84-87, 96-97, 106-108.

F.R.Bd.L. Ransom, R. (Bd. mbr.) pp. 1-20, 23-25, 33-67, 69-88/^{OR}
95-112, 138-140, 142-157, 470 (1943 and '44)/_R

Thomas, Woodlief (Rsv. Bd.) Dec. 10 '43 pp. 20-25
" 15 " pp. 61

Feb. 8 '44 pp. 648

Thompson, D. S. (FDIC) Dec. 17 '43 pp. 120, 126, 129
Feb. 9, '44 pp. 683, 713

1943

April 13 War loan deposit accounts.

LEGISLATION

Section 12B of the Federal Reserve Act was amended so as to make it unnecessary for insured banks, until six months after the cessation of hostilities, to pay deposit insurance assessments on balances to the credit of the United States Treasury arising solely as a result of subscriptions for United States securities issued under the Second Liberty Bond Act, as amended. Section 19 of the Federal Reserve Act was also amended so as to exempt member banks for the same period from the necessity of maintaining reserves with the Federal Reserve Banks against deposits payable to the United States arising solely as a result of subscriptions for such securities. (57 Stat. 65)

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.

1943
April 29

LEGISLATION

[PUBLIC LAW 42—78TH CONGRESS]

[CHAPTER 76—1ST SESSION]

[S. 991]

AN ACT

To extend the time within which the powers relating to the stabilization fund may be exercised.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That subsection (b) of section 10 of the Gold Reserve Act of 1934, approved January 30, 1934, as amended, is amended by inserting after the second sentence thereof the following new sentence: "Such fund shall not be used in any manner whereby direct control and custody thereof pass from the President and the Secretary of the Treasury."

SEC. 2. Subsection (c) of section 10 of the Gold Reserve Act of 1934, approved January 30, 1934, as amended, is amended to read as follows:

"(c) All the powers conferred by this section shall expire June 30, 1945, unless the President shall sooner declare the existing emergency ended and the operation of the stabilization fund terminated."

Approved April 29, 1943.

1943
May 25

LEGISLATION

[PUBLIC LAW 58—78TH CONGRESS]

[CHAPTER 102—1ST SESSION]

[S. 1041]

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, 1943" and by inserting in lieu thereof the words "until June 30, 1945".

Approved May 25, 1943.

1943
July 12

LEGISLATION

[PUBLIC LAW 137—78TH CONGRESS]

[CHAPTER 223—1ST SESSION]

[S. 35]

AN ACT

To authorize the use for war purposes of silver held or owned by the United States.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled, That the President is authorized, through the Secretary of the Treasury, upon the recommendation of the Chairman of the War Production Board, to sell, or lease for domestic purposes for a period not longer than six months after the cessation of hostilities in the present war, as proclaimed by the President, upon such terms as the Secretary of the Treasury shall deem advisable, to any person, partnership, association, or corporation, or any department of the Government, for purposes, including but not limited to the making of munitions of war and the supplying of civilian needs, and the converting of existing plants to those purposes, any silver held or owned by the United States: *Provided*, That no silver shall be sold under this Act at less than 71.11 cents per fine troy ounce: *Provided further*, That at all times the ownership and the possession or control within the United States of an amount of silver of a monetary value equal to the face amount of all outstanding silver certificates heretofore or hereafter issued by the Secretary of the Treasury shall be maintained by the Treasury.

SEC. 2. This Act shall expire on December 31, 1944.

Approved July 12, 1943.

1943

FEDERAL RESERVE SYSTEM

POLICY ACTION

April 1943

(See also 1942 - 1942 to 1945)

Apparent Intent - Expansionary
For Govt. credit

- Open Market Operations -
- Discount Rate -
- Reserve Requirements - Exemption by Congress of Treasury war loan deposits from reserve requirements.
- Selective Regulations -
- Surrounding Circumstances - To encourage commercial banks to make full use of war-loan deposit accounts, and to eliminate pressure on the banks' reserves in connection with war-loan drives.

Source: Joint Committee on the Economic Report
Monetary Policy and the Management of the Public Debt (Patman Report) 1952,
Page 223.

1943

13b.102. Discretionary Nature of Reserve Bank's Authority to Make Loans.--Plaintiff sued the Reserve Bank (in a Federal District Court in Montana) for damages for refusing to make it a loan under sec. 13b of the Federal Reserve Act. The court dismissed the action on two grounds (1) the statute used the word "may" and, therefore, was permissive, and not mandatory, and (2) that the Reserve Bank was an inhabitant of Minnesota and could not be sued in another district without its consent. Billings Utility Company v. Federal Reserve Bank of Minneapolis, 40 F. Supp. 309 (1941).

13b. 103. The plaintiff brought suit (in Minneapolis) against the Advisory Committee, the Board of Governors and the Federal Reserve Bank of Minneapolis for damages for refusal by the Reserve Bank to make a loan, being the same cause of action as in 40 F. Supp. 309 referred to above. The District Court held that the questions determined in the preceding case were res adjudicata, and held, further, that the Bank had not abused its discretion. The Court of Appeals affirmed, holding that the two questions decided by the Montana Court were res adjudicata and that the statute was permissive and not mandatory since it provided that the Reserve Bank "may" make loans in "exceptional circumstances" when it appears "to the satisfaction of the Federal Reserve Bank" that the applicant was "unable to obtain requisite financial assistance on a reasonable basis from the usual sources." The court also held that there was no liability on the Reserve Bank because of the refusal of the officers of the Bank to make the loan, because the Federal Reserve Act contains no provision indicating that Congress contemplated that a Reserve Bank should be subject to damages for that reason, and where the officers have acted within the limitations of the statute, their conduct is not subject to judicial review. Billings Utility Co. v. Advisory Committee, et al., 46 F. Supp. 691, 135 F. 2d 108 (1943).