

*Clayton*

OUTLINE OF OBJECTIONS TO GLASS COMMITTEE'S TITLE II

General Objectives of Title II as Developed in House Bill are:

1. Monetary Control

a. Specific delegation to a specific body. ✓

b. All powers in the same body, viz.

(1) Open market

(2) Reserves

(3) Discount rates

*X Conf*

c. An objective

(1) Recovery, then

(2) Stability

*X Conf.*

2. Recovery Assistance and Disaster Prevention by the Banking System

(a) The Reserve System

(1) Eligibility

(2) Note-issue without collateral

*X Conf Conf*

(b) The member banks

(1) Real estate loans

*{ member state  
out, no conf.*

(2) Virtual unification, thru waiving  
of membership requirements

*Conf*

*No conf.*

3. Federal Reserve Board Membership

(a) Attractiveness

(1) Enhanced authority and responsibility ✓

(2) Salary increase ✓

(3) Governor not prevented from re-entering  
banking business X Conf.

(b) Independence of action

(1) Quality of appointments by President X

(2) Pensions X *over entirely.*

(c) Liaison with Administration

(1) Governor to serve at pleasure of  
President.