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Aaron A. Gamsey
1940 Ocean Avenue
Brooklyn 30, N. Y.

Sept. 28, 1947

Mr. M. S. Eccles
Federal Reserve Board
Washington D. C.

Dear Sir:

According to certain statement made by you from time to time, it hardly seems believable that a man in your position could show such stupidity.

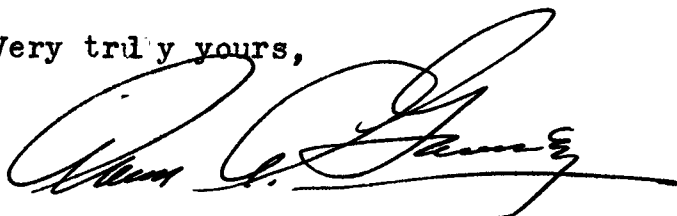
The inflation that we have now was in all reality started when labor embarked upon their wage rise program in spite of the fact that they were warned time and time again that this would happen if they did so. We now have a vicious inflation spiral that will end only in one grand bust.

It was not caused by the removal of wartime controls, such as the OPA. Those who preach this notion are deliberately trying to confuse the issue and to inflame the people to the point of demanding a resumption of red fascist price controls. I well recall the huge banners in front of every communist party headquarters in this city demanding "Keep Price Control".

Price control is not the answer in a democracy. There are but two possible avenues of escape from further inflation; increased production and decreased borrowing and more economy on the part of our government instead of its insane and wild spending.

Our proposed aid to European countries is merely throwing more and more dollars down a rathole and will result only in dragging us down to their level.

Very truly yours,



October 13, 1947.

Mr. Aaron A. Gamsey,
1940 Ocean Avenue,
Brooklyn 30, New York.

Dear Mr. Gamsey:

Chairman Eccles suggested that I send you a copy of his recent Address to the State Bank Commissioners, as it would appear from your letter of September 28 that you had not seen the full text.

Sincerely yours,

Elliott Thurston,
Assistant to the Chairman.

Enclosure

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