

COUNT III

The Grand Jury Charges that:

By issuing and circulating irredeemable paper as legal tender in payment of debts the Federal Reserve Bank in this district, in concert with other Federal Reserve Banks under authority of a prior congress is using something other than ~~what~~ the Constitution allows.

COUNT IV

The Grand Jury Charges that:

In 1980 the FRB in this district in concert with agents and employees of other Federal Reserve banks did issue and put in circulation Federal Reserve notes in an amount in excess of \$1,025,547,000 from the branch of the Federal Reserve Bank of San Francisco, some of which were also issued and put in circulation through the Salt Lake City Branch; and provisions of 12 U.S.C. 411 require that the said notes shall be obligations of the United States and shall be receivable by all national banks and member banks and Federal Reserve banks and for all taxes, customs, and other public dues, and they shall be redeemed in lawful money of the United States, in the city of Washington, District of Columbia, or at any Federal Reserve Bank, and as defined at 12 U.S.C. 152, the terms "lawful money" and "lawful money of the United States" shall be construed to mean gold or silver coin of the United States, and 18 U.S.C. 334, crimes and criminal procedure requires that whoever, being a Federal Reserve Agent, or an agent or employee of such Federal Reserve Agent, or of the Board of Governors of the Federal Reserve System, issues or puts in circulation any Federal Reserve notes, without complying with or in violation of the provisions of law regulating the issuance and circulation of Federal Reserve notes shall be fined not more than \$5,000 or imprisoned not more than five years or both, and the defendants being members of the Board of Governors of the Federal Reserve System, or agents or employees thereof, did issue and put in circulation Federal Reserve notes without complying with and in violation of the provisions of 12 U.S.C. 411, and that such Federal Reserve notes are not obligations of the United States as required at 12 U.S.C. 411 and as defined at 18 U.S.C. 8, and that such notes were issued and were not redeemed, are not now being redeemed nor can they be redeemed in lawful money of the United States which is defined in 12 U.S.C. 152 as gold and silver coin of the United States as required in 12 U.S.C. 411, and therefore the said notes were issued and put in circulation in violation of 18 U.S.C. 334.

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- (a) Gold and Prices, George F. Warren & Frank A. Person, John Wesley & Sons (1935). Page 138.
- (b) Statistical Abstract of the U.S. (1937). Pages 163 & 200.
- (c) Board of Governors, Directors of Federal Reserve & Members of the Open Market Committee.

A TRUE BILL:


Foreman of the Grand Jury