

5/21/45 (Revised)

C. E. D. Proposal

The following new section will be added:

STABILIZATION LOANS BY THE BANK

Sec. 13. The governor and executive director of the Bank appointed by the United States are hereby directed to obtain promptly an official interpretation by the Bank as to its authority to make or guarantee loans for programs of economic reconstruction and the reconstruction of monetary systems including long-term stabilization loans. If the Bank does not interpret its powers to include the making or guaranteeing of such loans, the governor of the Bank representing the United States is hereby directed to propose promptly and support an amendment to the Articles of Agreement for the purpose of explicitly authorizing the Bank, after consultation with the Fund, to make or guarantee such loans. The President is hereby authorized and directed to accept <sup>an</sup> ~~each~~ amendment on behalf of the United States.

*(to the effect)*

5/22/45

Council Proposal

Section 4 is amended to read as follows:

NATIONAL ADVISORY COUNCIL ON INTERNATIONAL  
MONETARY AND FINANCIAL PROBLEMS

Sec. 4. (a) In order to coordinate the <sup>Policy & operations</sup> activities of all agencies of the government which make or participate in making foreign loans or which engage in foreign financial exchange or monetary transactions, there is hereby established the National Advisory Council on International Monetary and Financial Problems (hereinafter referred to as the Council), consisting of the Secretary of the Treasury, as Chairman, the Secretary of State, the Secretary of Commerce, the Chairman of the Board of Governors of the Federal Reserve System, and the Chairman of the Board of Trustees of the Export-Import Bank of Washington.

(b) (1) The Council, after consultation with the representatives of the United States on the Fund and the Bank, shall recommend to the President, general policy directives for the guidance of the representatives of the United States on the Fund and the Bank.

*of the rep. of the US on the Fund and the Bank*

(2) The Council shall advise and consult with the President and the representatives of the United States on the Fund and the Bank on major problems arising in the administration of the Fund and the Bank.

(3) The Council shall coordinate, by consultation or otherwise, so far as is practicable, the policies and operations of the <sup>rep. of U.S. on the</sup> Fund, the Bank, the Export-Import Bank of Washington and all other agencies of the Government to the extent that they make or participate in the making of foreign loans or engage in foreign financial, exchange or monetary transactions.

(4) Whenever, under the Articles of Agreement of the Fund or the Articles of Agreement of the Bank, the approval, consent or agreement of the United States is required before an act may be done by the respective institution, the decision as to whether such approval, consent, or agreement, shall be given or refused shall (to the extent such decision is not prohibited by section 5 of this Act) be made by the Council, under the general direction of the President. No governor, executive director, or alternate representing the United States shall vote in favor of any waiver of condition under Article V, Sec. 4

or in favor of any declaration of the United States dollar as a scarce currency under Article VII, Sec. 3 of the Articles of Agreement of the Fund without prior approval of the Council.

(5) The Council from time to time, but not less frequently than every six months, shall transmit to the President and the Congress a report with respect to the participation of the United States in the Fund and the Bank.

(6) The Council shall transmit to the President and the Congress not later than two years after the date of the establishment of the Fund and Bank a special report on the operations and policies of the Fund and the Bank including: the extent to which they have achieved the purposes for which they are established; the extent to which the operations and policies of the Fund and the Bank have adhered to, or departed from, the general policy directives formulated by the Council, and the Council's recommendations in connection therewith; the extent to which the operations and policies of the Fund and the Bank have been coordinated, and the Council's recommendations in connection therewith;

recommendations on whether the resources of the Fund and Bank should be increased or decreased; recommendations as to how the Fund and Bank may be made more effective; recommendations on any other necessary or desirable changes in the Articles of Agreement for the Fund and the Bank or in this Act; and, an over-all appraisal of the extent to which the operations and policies of the Fund and the Bank have served, and in the future may be expected to serve, the interests of the United States and the world in promoting sound international economic cooperation and furthering world security.

(7) The Council shall make such reports and recommendations to the President as he may from time to time request or which the Council may consider necessary to more effectively or efficiently accomplish the purposes of this Act or the purposes for which the Council is created.

(c) The representatives of the United States on the Fund and Bank, and the Export-Import Bank of Washington (and all other agencies of the Government to the extent that they make or participate in the making of foreign loans or engage in foreign financial, exchange or monetary transactions) shall keep the Council fully informed of their activities and shall provide the Council with such further information or data

as the Council may deem necessary to the appropriate discharge of its responsibilities under this Act.

AMENDMENT NO. 4 (Sec. 4).

(Council Proposal)

Strike out Section 4 and insert in lieu thereof the following:

"National Advisory Council on International Monetary and Financial Problems"

X-Y

Sec. 4. (a) In order to coordinate the activities of all agencies of the government which make or participate in making foreign loans or which engage in foreign financial exchange or monetary transactions, there is hereby established the National Advisory Council on International Monetary and Financial Problems (hereinafter referred to as the Council), consisting of the Secretary of the Treasury, as Chairman, the Secretary of State, the Secretary of Commerce, the Chairman of the Board of Governors of the Federal Reserve System, ~~the Governor of the International Monetary Fund and International Bank for Reconstruction and Development,~~ ~~the Federal Loan Administrator~~ and the Chairman of the Board of Directors of the Export-Import Bank of Washington.

Trustees  
Insert A-B

(b) The Council:

(i) In consultation with the representatives of the United States on the Fund and Bank, shall formulate, for the approval of the President, general policy directives for the guidance of the representatives of the United States on the Fund and Bank.

(ii) Shall advise and consult with the President

and the representatives of the United States on the Fund and Bank on major problems arising in the administration of the Fund and Bank.

(iii) <sup>The Council</sup> shall coordinate, by consultation or otherwise, so far as is practicable, the policies and operations of the Fund, the Bank, the Export-Import Bank of Washington and all other agencies of the Government <sup>to the extent that they</sup> ~~which~~ make or participate in <sup>the</sup> making of foreign loans or engage in foreign financial, exchange or monetary transactions.

(iv) <sup>Insert C-D</sup> [except as otherwise provided in section 5 of this Act, is hereby authorized under the general direction of the President, to give or refuse the approval, consent, or agreement of the United States whenever, under the Articles of Agreement of the Fund or the Bank, such approval, consent or agreement of the United States is required before any act may be done by the respective institutions.] <sup>no</sup> The governor, executive director, or alternate director representing the United States shall ~~not~~ vote in favor of any waiver of condition under Article V, Sec. 4 or in favor of any declaration of the United States dollar as a scarce currency under Article VII, Sec. 3 of the Articles of Agreement of the Fund without prior approval of the Council.

(v) <sup>The Council</sup> From time to time, but not less frequently than every <sup>President of the</sup> ~~three~~ months, shall transmit to the Congress a report with <sup>to the Council</sup> respect to the participation of the United States in the Fund



Insert K-L

and the Bank.

(vi) <sup>The Council</sup> shall transmit to the Congress not later than two years after the date of enactment of this Act a special report on the operations and policies of the Fund and the Bank, the extent to which they have achieved the purposes for which they are established, recommendations as to how the Fund and the Bank may be made more effective, [recommendations on whether the Fund and the Bank should be merged into one institution,] recommendations on whether the resources of the Fund or the Bank should be increased or decreased, [recommendations on whether the United States should continue membership in either the Fund or the Bank or in both,] and recommendations on any other necessary or desirable changes in the Articles of Agreement for the Fund and the Bank or in this Act.

(vii) <sup>The Council</sup> shall make such reports and recommendations to the President as he may from time to time request or which the Council may consider necessary to more effectively or efficiently accomplish the purposes of this Act or the purposes for which the Council is created.

(c) The representatives of the United States on the Fund and Bank, and the Export-Import Bank of Washington (and all other <sup>agencies of the Govt to the extent that they make or participate in the making of</sup> ~~Government agencies mentioned in (iii) of this section~~) shall keep the Council fully informed of their activities and shall provide the Council with such further information or data as the Council may deem necessary to the appropriate discharge of its responsibilities under this Act.

(Congressional Committee on International Trade and Finance)  
 H. R. 1000  
 1950

Council Proposal

Section 4 is amended to read as follows:

NATIONAL ADVISORY COUNCIL ON INTERNATIONAL  
MONETARY AND FINANCIAL PROBLEMS / X

Sec. 4. (a) There is hereby established the National Advisory Council on International Monetary and Financial Problems (hereinafter referred to as the Council), consisting of the Secretary of the Treasury, as Chairman, the Secretary of State, the Secretary of Commerce, the Chairman of the Board of Governors of the Federal Reserve System and the Chairman of the Board of Trustees of the Export-Import Bank of Washington.

A / (b) (1) The Council, after consultation with the representatives of the United States on the Fund and the Bank, shall recommend to the President, general policy directives for the guidance of the representatives of the United States on the Fund and the Bank.

(2) The Council shall advise and consult with the President and the representatives of the United States on the Fund and the Bank on major problems arising in the Administration of the Fund and the Bank. / B

<sup>C</sup>  
(3) Whenever, under the Articles of Agreement of the Fund or the Articles of Agreement of the Bank, the approval, consent or agreement of the United States is required before an act may be done by the respective institution, the decision as to whether such approval, consent, or agreement, shall be given or refused shall (to the extent such decision is not prohibited by section 5 of this Act) be made by the Council, under the general direction of the President. /D

(4) The President from time to time, but not less frequently than every six months, shall transmit to the Congress a report prepared by the Council with respect to the participation of the United States in the Fund and the Bank.

(c) The representatives of the United States on the Fund and the Bank shall keep the Council fully informed of their activities and shall provide the Council with such further information or data as the Council may deem necessary to the appropriate discharge of its responsibilities under this Act.

(d) The Council, with the approval of the President, is also directed to coordinate the policies of the Export-Import Bank of Washington with those pursued by the United States in connection with the Fund and the Bank.

5/22/45

K

President & the

(6) The Council shall transmit to the Congress not later than two years after the date of the establishment of the Fund and Bank a special report on the operations and policies of the Fund and the Bank including: ~~(i)~~ the extent to which they have achieved the purposes for which they are established; ~~(ii)~~ the extent to which the operations and policies of the Fund and the Bank have adhered to, or departed from, the general policy directives formulated by the Council, and the Council's recommendations in connection therewith; ~~(iii)~~ the extent to which the operations and policies of the Fund and the Bank have been coordinated, and the Council's recommendations in connection therewith; ~~(iv)~~ recommendations on whether the resources of the Fund and Bank should be increased or decreased; ~~(v)~~ recommendations as to how the Fund and Bank may be made more effective; ~~(vi)~~ recommendations on any other necessary or desirable changes in the Articles of Agreement for the Fund and the Bank or in this Act; and, ~~(vii)~~ an over-all appraisal of the extent to which the operations and policies of the Fund and the Bank have served, and in the future may be expected to serve, the interests of the United States and the world in promoting sound international economic cooperation and furthering world security. /L