Ollection Uregon Series II, no.7, Beaver State Money I

OREGON ODDITIES

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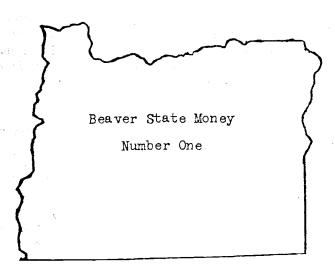
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ITEMS OF INTEREST



For use by teachers, students, libraries, and publications

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The Federal Writers' and Historical Records Survey Projects of the

WORKS FROGRESS ADMINISTRATION OF OREGON
409 Elks Building
Portland, Oregon

The items in this bulletin, selected from the material compiled by the Writers' Project and the Historical Records Survey of the Works Progress Administration, are representative of the significant collections being made by these nation-wide programs.

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The Historical Records Survey is inventorying all sources of early Oregon history, including county and state records; town and church archives; historic cemeteries; old manuscripts and imprints; old printing presses; monuments and relics; private diaries, letters, and memoirs; historic buildings; and Indian records and lore.

The chief undertaking of the Works Progress Administration Writers' Project has been the American Guide Series of Books. In Oregon as in all other states the work includes the state Guide, designed to acquaint Americans with America and to present to the visitor the history, industry, recreational advantages and scenic attractions of the state. The Oregon Guide, now in the final stages of editing will soon be added to the list of those already published which includes Idaho: A Guide in Word and Picture: Maine: A Guide "Down East"; Massachusetts: A Guide to its Places and People; New Hampshire: A Guide to the Granite State; Washington: City and Capital; Philadelphia: A Guide to the Birthplace of a Nation; Delaware: A Guide to the First State; Mississippi: A Guide to the Magnolia State; Rhode Island: A Guide to the Smallest State; South Dakota: A South Dakota Guide; North Dakota: A Guide to the Northern Prairie State: Vermont: A Guide to the Green Mountain State.

In addition to all the state guides, interesting publications now available include American Stuff; Cape Cod Pilot; Hoosier Tall Stories; The Hopi; Italians of New York; New Orleans City Guide; Whaling Masters; Who's Who in the Zoo; and Wisconsin Indian Lore.

Publications now in preparation by the Oregon Writers' Project include the Oregon Guide, an Oregon Almanac for 1940, Old Towns of Oregon, and Fire Prevention in Portland.

SPECIAL NOTICE

Oregon Oddities Radio Series

Beginning in January, 1939, on your local radio station. Further notice in forthcoming issues of Oregon Oddities and in your local newspaper.

INDIAN MONEY

In Oregon many objects have served as Long before white men had discovthis coast and set about methodically Jumder it of furs, Indians had their m money. It was called hiqua by the natres, and subsequently has been called entalia by ethnologists, because it consted of small conical sea shells, shaped the sharp teeth. These shells were trung on rawhide strings and used not for money but for decoration of the erson. He who owned many strings of accounted a rich man and he who med none was poor indoed. Hiqua was obained from British Columbia and used by il the tribes along the northwest coast. estucca Indians at Neskowin told that me of their tribesmen, by fasting, prayor and regical incantations, had been able o increase the amount of his hiqua, but ost of them depended upon trade or war to rovide them this coveted shell money.

then white men anchored first in Oregon ays, astonishing the Indians with white llowing canvas on huge ships, they dovered to the natives, in exchange for

bright blue beads. These were so Ing that within a short time they alost superseded hiqua. Lewis and Clark old that their starving men were unable buy food from the Chinooks except when ey offered the blue bead belt owned by cajawea. Astor's fur traders used blue ads, recording in their account books so ny fathoms of blue Canton beads" exanged for peltries. Indian grave excations not only yield many blue boads but te the metal tokens which were given t by the Hudson's Bay Company. These kens were promises to pay or to redeem merchandise from the company stores. e Forthwest Fur Company, which preceded Budson's Bay Company in Oregon and was entually merged with the latter, issued tal tokens bearing the image of the beathe small animal on which the fur ade prospered. Their employees accepted less in place of money and used them in same manner they would money.

PIONEER BARTER

Money facilitates trade, but it is not requisite. It is merely a convenience. oney is not to be had men exchange acts directly. This is called barter. ade between Indians and white men in itch a beaver skin was exchanged for a carlet coat was barter. On the company

accounts, however, the business was entered in pounds sterling and shillings. In pioneer days Oregon settlers not only used this kind of trading, in which commodities were exchanged and money names figured, but they often resorted to true barter. A yoke of oxen might be traded for a cabin, a pair of buckskin gloves accepted for a scrap of iron, or labor taken for a quantity of grain.

One of the most interesting examples of true barter in Oregon is furnished by the diary of William Barclay, now owned by Mrs. E. L. Ryan of Junction City. In it is recorded:

Debit Credit 1844-55 Account of F. L. Matthews 6-1/3 bu. wheat-----by making 1 axel l sythe blade-----by fixing cradle for sythe 3 days harvesting --- making five shirts, 1 pair pantaloons one hog-----six days harvesting three dollars. shooting match-----1855

54 pounds pork-----two chairs

March 1 washing tub making l pair pantaloons making one axel

Terry Brown of Corvallis has in his possession an account kept by S. K. Brown in 1848. Part of it reads:

"Jan, 16, 1848. Mitwhael Ridenour and Solomon K. Brown furnished one ox to the Callapooies Indians for land laying on the Willamette River between Mary's River and Long Tom Creek. \$25.00."

This, of course, did not establish title to the land, but was an effequite barter, which indicated the value or that intangible quality so often figuring in property deals called "good will".

The necessity for barter is suggested in a promissory note executed in Jackson County in 1855 and now in the county clerk's files. It reads:

"Five months after the 28th day of October, A. D. 1855, we, Isaac Constant, William Allen, and John McCall, President, Secretary, and Directors of the Eagle Mill Company of Jackson County, Oregon Territory, promise to pay Thomas Brothers and Company or order the sum of Sixteen Thousand dollars --- the same to be paid in Superfine flour delivered at the Eagle

barrel sacks—at the price of two doland fifty cents per sack." in recalling the use of barter in early con, Medorem Crawford said: ...At these places, especially at the is and Salem, many improvements were ing made, and employment was given at

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ing made, and employment was given at rwages to all who desired to work. Paywas made in lumber and flour and from mills at Salem, cattle and horses their herds, and orders on the misstores at the falls, kept by Hon. ge Abernethy. There was no money in country, in fact I do not remember ing a piece of money of any description more than a year after my arrival. A s financial condition was based upon cattle, horses, and credit on the son's Bay Co.'s or Abernethy's books. these he could procure everything was purchasable in the country..... of our clothes came from the Hudson's Co., and was all of one size and said Mave been made to fit Dr. McLoughlin, was a very large man."

r Crawford himself J. W. Nesmith gave interesting account, telling of his assation with Newell and Cook in a monopof the transportation business around falls at Oregon City.

Their jointly acquired wealth must amounted to \$500 or \$600 in trade. Y trade, because there was no money he country. It consisted of beaver as, buckskins, wheat, shingles, hoopes, salt salmon, and saw logs.

Until the latter part of the year 1848, we began to receive returns from the fornia gold mines, there was no money circulation in the country. During first five residences in Oregon, three lean dollars was all the money I red or handled."

me universal use of barter is best exlified by advertisements such as the wing, which were current in the Ore-Spectator in 1846.

The Subscriber, having permanently ted in Oregon City, for the purpose of ying on the tanning business solicits patronage of the citizens of Oregon.

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"John Travers and Wm. Glaser, having associated themselves together in manufacturing hats at Oregon City, are now ready to supply their friends and customers with hats manufactured in Oregon. Although profits are small, they confidently hope, by their prompt attention to business, to be able to furnish hats to the Oregon citizens at reduced prices.

"Wool, beaver, otter, raccoon, wildcat, muskrat, mink, prairie wolf, and fox skins will be taken in exchange for hats."

WHEAT MONEY

In 1845 the legislature of the Provisional Government passed a law designed to make legal tender of a variety of commodities. This was, of course, in addition to regular United States monies, mention of which, was a courtesy, since, as Nesmith and Crawford said, there was no actual coin in the country.

The legislature ordered that "available orders, wheat, hides, tallow, beef, pork, butter, lard, peas, lumber, or other articles of export of this territory shall at their current value be legal tender in payment of all demands in this territory, where no special contract has been made between the parties.

"Provided, the same be delivered at such points on the navigable streams, or such other places as may be established depots for such articles."

This law, however, did not receive the governor's approval. The next session he addressed his reason to the assembly, saying:

"Wheat, in my opinion, should be the only article used in this country as legal tender in addition to gold and silvor. It is at present the staple article of our country, can be procured by all the settlers in abundance, can be readily disposed of by the merchants and others, and is not a perishable article."

According to this suggestion the legislature did pass such a law. Wheat was accepted as legal tender. Curious evidence of this remains in a promissory note given in October, 1846. It reads:

"I promise to pay Alex McKay 600 bushels of wheat in October, 1846 payable to the Hudson's Bay Company. John McPherson". Across the back of the note is written:

"Please pay the bearer Dec. 18, 1845 Alexander McKay."

During the next year this note passed

one person to another until it came to the possession of Sidney W. Moss who do to collect on March 6, 1847. Altitle the fact, ough the record does not state the fact, apparently obtained a judgment against pherson and attempted to collect. The praisers enumerated McPherson's property does a value upon it, not in wheat, but dollars and cents, which Moss could net lect. It consisted of a silver watch, coden clock, a "rifle gun", and many and horses, but not one bushel of

Although it was abandoned as legal tenAlthough it was abandoned as legal tenby repeal of the law in 1847, wheat was
ed to settle accounts as late as 1872
en John R. Wilson settled his debt to the
stice Mercantile Co., of Yamhill, with
ushel of wheat at 65¢ per bushel.

GOLD MONEY

The discovery of gold in California took indreds of men from Oregon. Farmers, aders, and millmen deserted their work in rushed to the gold fields. If they ruck gold they expressed it to their cases in varying quantities to pay their lits, or, after a few months, returned li-laden with it. Eliza Finley Erandon, use father built at Crawfordsville, the list grist mill in the vast territory becen Oregon City and Sacramento, says of a father's experience:

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•••On the day that the mill was comleted he ground wheat in the forenoon, and the afternoon he mounted a horse and de away to the mines•

Father was quite successful at the thes. Frequently he would send back gold to my mother to be used in paying off debts. When the settlers first heard at she was receiving gold dust they were anxious to see it. Each man who camo could pour a little of the dust into his and finger it over, then pour it back ato the pouch. This was very wasteful, a little would always stick to tho hand. last my mother worked out a scheme to event this. She never kept the dust in possession a moment longer than was cessary. Whenever she received a shipment gold she would notify all the people to and present their bills. Upon the stated day she would portion out the dust in quable payments as long as it lasted. Sho de a rule never to keep any over from day day. If a man failed to come at the apinted time he must wait until the next hipment to receive his pay. One man disregarded her rule, and came a day late, in-

sisting upon payment. She told him he must be there at the appointed time; that all the gold was gone. He was very much put cut and went away complaining: 'Well, I'm just disappointed on every hand.'"

Not all persons who had gold dust owned scales to weigh it. Giving or receiving value was often purely a matter of chance. In passing from hand to hand or from poke to poke, there was great loss. The demand for money made from the dust bocame so insistent that the Provisional Legislature passed a coinage act. In the meantime, however, the Oregon Exchange Company decided not to wait, but to provide coined money in five and ten dollar denominations. The design selected was, appropriately enough, the beaver, something like that used on the old Northwest Fur Company's trade tokens.

Dies had to be made, lathes prepared, and designs made. None of these things were to be had in Oregon. Scraps of old wagon tires were melted by Thomas Powell, a Salem blacksmith, to make the press. He also made the rollers and was paid \$60 for his work. J. G. Campbell drew the design for the dies. Hamilton Campbell made the five-dollar die and Victor M. Wallace the ten. Thomas Powell received \$40 more for helping to assemble the lathe, and the Oregon Exchange mint began to turn out pure gold coins. They contained no alloy and not less than eight percent more gold than United States coins of the same de-This was done so that there nomination.would never be any question of their redemption in legal tender. The coins were made and circulated just at the time Oregon became a territory, and consequently violated the provision against counterfeiting. Although Beaver coins were more valuable than federal money of the same denomination they were manufactured in direct violation of federal statute. The old saying that "Bad money'drives out good money" from circulation worked quickly. Beaver coins were either collected or traded in at the mint and soon became museum pieces. These products of "pioncer necessity and ingenuity" were serviceable to the community at a time "when the new settlement was using, as a media of exchange, beaver skins, wheat, bills, drafts and orders, gold dust and silver coins of Mexico and Peru, all of changing and uncertain value "

Eeaver State Money continued in next issue of Oregon Oddities.