

33



POSTAGE CURRENCY

1007

POSTAGE CURRENCY

Small coins disappeared from circulation in 1861-62 as cash was hoarded. To ease business transactions, merchants issued notes of credit, promises to pay, tokens, store cards, etc. U.S. Treasurer Francis E. Spinner made a substitute for small currency by affixing postage stamps, singly and in multiples, to Treasury paper. He arranged with the Post office to replace worn stamps with new when necessary.

The next step was to print the stamps on Treasury paper. On July 17, 1862, Congress authorized the issue of such "Postage Currency." It remained in use until May 27, 1863. It was not money, but a means of making stamps negotiable.

On Oct. 10, 1863 a second issue was released. These, and the later three issues, did not show stamps and are called Fractional Currency. In 1876 Congress authorized the minting of silver coins to redeem the outstanding fractional currency.

Values quoted are for notes in crisp, new condition, not creased or worn.

Creased or worn notes sell for 25 percent to 75 percent less.

Items valued with a dash are believed to be unique.





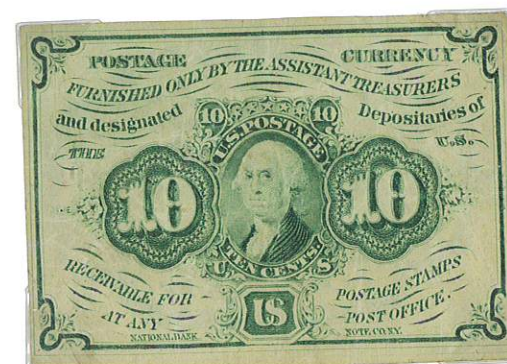
76



POSTAGE CURRENCY DEPICTING
U. S. STAMPS 1862



68



Tarstoot

*Clavel
Guer*



MATTHEW BENNETT INTERNATIONAL

Serving the Philatelic World for Over 50 Years

1954 Greenspring Drive • Suite LL18 • Baltimore, Maryland 21093
(410) 453.9784 • (800) 638.4223 • FAX: (410) 453.9789 • E-MAIL: info@bennettstamps.com



Lot # **1355**

Sale # 319
June 20-22, 2007

United States
Scott No. 328
Scott \$600
Item # 191534