

4.7	Name	Date	Period
<p>Monetary Policy</p> <p>Functions of the FED</p>	<p>Analyze the functions of the FED and how it affects everyday life.</p> <p>_____ that involves changing the rate of _____ of the supply of money in _____ in order to affect the cost and _____ of credit.</p> <p>1. _____ checks- method by which a _____ that has been _____ is one bank in _____ to the bank on which it was _____.</p> <p>2. Acting as the _____ government's fiscal _____</p> <p>The federal _____ collects large sums of _____ through _____. Some of this money gets _____ in the 12 Federal _____ district banks, who then distribute that money amount to the _____ of other banks</p> <p>The _____ keeps track of the government's _____ the government holds a _____ account with the FED for _____ check such as Social Security, tax _____, and veteran's _____.</p> <p>3. _____ member banks</p> <p>The fed regulates the _____ banks that are members of the _____. In addition the Federal Deposit Insurance Corporation (_____) regulated the state _____ that are not _____ of the FED.</p> <p>4. Holding _____ and setting reserve _____</p> <p>All _____ are required by law to keep certain _____ of the deposits in reserve (FDIC) by raising or _____ the percentage required the FED can _____ the amount of money in _____.</p> <p>5. _____ paper currency</p> <p>The FED is _____ for maintaining and _____ the nation's paper money. Money is printed in DC at the _____ of printing and _____. Each note has a code number _____ which of the 12 FED banks _____ the money</p> <p>The money is then _____ to one of the 12 banks to be put into _____. Much of this money simply _____ old money they give more _____ to the banks during the holiday season when _____ withdraw large sums of cash.</p> <p>6. _____ the money supply</p> <p>The primary responsibility of the Fed is _____ the amount of money in _____ which in turn affects the _____ of credit and business _____ in the economy.</p>		
<p>Answer Learning target</p>			