Chp. 15-3

1. How can the FED control the money supply?
2. Why has changing the reserve requirement not been used recently to change the money supply?
3. What is the discount rate?
4. What is the prime rate?
5. What tool does the FOMC typically use to control the money supply?
6. What is the Fed Funds Rate?
7. What is open market operations?
8. What have critics of the FED suggested?
9. What is the FED’s overall task?