

QUESTIONS AND ANSWERS FOR *THE FED TODAY* VIDEO

HISTORY:

People Lacked Confidence in Money and Banking during the 1800s

QUESTION:

Who was allowed to issue paper money during the 1800s?

ANSWER:

QUESTION:

Why did some people lose faith in the banking system before the Federal Reserve System was in place?

ANSWER:

QUESTION:

When was the Federal Reserve Act passed, and which U.S. President signed it into law?

ANSWER:

STRUCTURE:

The Federal Reserve is a System Comprised of Regional and National Components

QUESTION:

Why is the Fed sometimes called a decentralized central bank that's both public and private?

ANSWER:

QUESTION:

What are the "checks and balances" in place when a Fed governor is appointed to the Board of Governors?

ANSWER:

QUESTION:

What are the three primary roles of the 12 Federal Reserve Banks?

ANSWER:

MONETARY POLICY:

The Fed's Primary Goal is Price Stability

QUESTION:

What is the primary focus of monetary policy?

ANSWER: _____

QUESTION:

What decision does the Federal Open Market Committee make when it meets?

ANSWER: _____

QUESTION:

According to *The Fed Today* video, what are the economic conditions that may lead to inflation?

ANSWER: _____

BANK SUPERVISION:

The Fed Promotes a Safe and Sound Banking System

QUESTION:

Who establishes the laws that govern the supervision and regulation of banking institutions that operate in the U.S.?

ANSWER: _____

QUESTION:

Why does the Fed attempt to make banks both safe and sound?

ANSWER: _____

QUESTION:

What do Federal Reserve bank examiners analyze when they examine a bank?

ANSWER: _____

FINANCIAL SERVICES:

The Fed Helps to Maintain a Reliable Payments System

QUESTION:

Why is it so important that the Fed play a vital role in the U.S. payments system?

ANSWER:

QUESTION:

Why is the Fed often called "the bankers' bank?"

ANSWER:

QUESTION:

Why is the Fed considered to be the government's bank?

ANSWER:

THE FED TODAY:

The Fed Adapts to a Changing Financial System

QUESTION:

What is the mission of the Federal Reserve, and what is its short name?

ANSWER:

QUESTION:

How have Federal Reserve Banks adapted to be able to process more than 20 billion checks per year?

ANSWER:

QUESTION:

Why are other central banks from around the world interested in how the Federal Reserve operates?

ANSWER: