



Section 1: Guided Reading and Review

The Federal Reserve System

A. As You Read

As you read Section 1, supply the requested information.

1. Sources of confusion and problems with American banking between 1836 and 1907:

2. Why the Federal Reserve System was unable to hold off the Great Depression: _____

3. How the chair of the Federal Reserve's Board of Governors is appointed: _____

4. The function of each Federal Reserve Bank: _____

5. The makeup of each Federal Reserve Bank's board of directors: _____

6. Which banks join the Federal Reserve System and why they join: _____

7. The main function of the Federal Reserve's Federal Advisory Council: _____

8. Areas affected by announcements from the Federal Open Market Committee: _____

B. Reviewing Key Terms

Define the following terms.

9. monetary policy _____

10. Federal Reserve Districts _____

11. Federal Advisory Council _____

12. Federal Open Market Committee _____
