**Names:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_**

**Economics**

**Federal Reserve Group Work. I only need one sheet per group**

**Due:\_\_\_\_\_\_\_\_\_\_\_\_\_**

50 points

1. How does the Fed influence the federal funds rate?
2. Given the Fed’s ability to influence the level of reserves in the banking system, how do you think the Fed can provide price stability?
3. How do you think the Fed can influence employment?
4. *Headline: Unemployment Soars While Deflation Fears Grow*
   1. What should the Fed do?
5. Headline: Prices Rising: Inflation Worries Grow
   1. What should the Fed do?
6. Looking at the following data for CPI and Employment create a policy proposal for President Obama using  **fiscal** and **monetary policy**
   1. [**Inflation Data**](https://research.stlouisfed.org/fred2/graph/?g=qby)
   2. [**Unemployment Data**](https://research.stlouisfed.org/fred2/series/UNRATE)
   3. [GDP](https://research.stlouisfed.org/fred2/series/GDPC96)
   4. [Government Bond Rates](https://research.stlouisfed.org/fred2/series/DGS10)