

From: Selva  
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Comments:

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Proposal: Regulation D - Reserve Requirements of Depository Institutions-  
Policy on Payment System Risk

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Dear Governors of Fed, May be I am completely dumb or an economics illiterate. This is my take: In essence, Fed will provide interest to banks for their deposits with Fed but banks currently pay Zero or next to zero interest for the money in savings accounts from public. Why can't fed directly accept deposits from public. At least we will get some interest on our life savings? It is amusing. Fed buy toxic securities from banks. Provide money to banks at near zero rates and now provide interest for the same money that you have lent to the banks. -Selva