

A G E N D A

FEDERAL OPEN MARKET COMMITTEE

Monday, March 29, 1976

10:00 a.m.

1. Executive session. Report on status of Freedom of Information suit.

Note: The remaining items are concerned with the Report of the Subcommittee on the Directive and related matters.

2. Analysis underlying Subcommittee Report and empirical evidence on the relationship between the monetary aggregates and (a) various reserve measures and (b) the Federal funds rate.
3. Procedures for estimating and employing nonborrowed reserves as an operating target.
4. Discussion of policy issues raised by Subcommittee Report
 - A. Replacement of RPD with nonborrowed reserves.
 - B. Emphasis on reserves as compared with monetary aggregates.
 - C. Interpretation of Federal funds rate constraint.
5. Discussion of related matters
 - A. Alternative methods of specifying short-run ranges for monetary aggregates.
 - B. Choice between "monetary aggregates" and "money market" formulations for operational paragraph of directive.