

THE FEDERAL RESERVE SYSTEM

Date: March 8, 2019
To: Federal Open Market Committee
From: Thomas Laubach and Simon Potter
Subject: Attached Memo on Transitioning to an Ample Reserves Regime with Lower Reserves

As noted in our cover memo yesterday, today we are distributing the attached memo that focuses on the transition to an ample reserves regime with the lowest level of reserves consistent with efficient and effective policy implementation and on a proposal for managing the level of reserves over time.