

A G E N D A

FEDERAL OPEN MARKET COMMITTEE

Tuesday, July 1, 1997 at 2:30 p.m.

and continuing on

Wednesday, July 2, 1997 at 9:00 a.m.

1. Approval of the minutes for the May 20, 1997, meeting.
2. Foreign currency and domestic open market operations.
 - A. Report on foreign exchange market developments and action to ratify the foreign currency transactions for System account, if any, since the meeting on May 20, 1997.
 - B. Report on domestic market developments and action to ratify the open market transactions for System account since the meeting on May 20, 1997.
3. Economic situation.
 - A. Staff report on economic situation. (Chart Show)
 - B. Committee discussion.
4. Issues relating to price measurement for monetary policy. (See memorandum "Toward a Working Definition of Price Stability" dated June 19, 1997.)
5. Long-run ranges for monetary aggregates.
 - A. Staff comments.
 - B. Committee discussion and actions on longer-run ranges.
 1. Review of ranges for 1997.
 2. Establishment of tentative ranges for 1998.
6. Current monetary policy.
 - A. Staff comments.
 - B. Committee discussion.
 - C. Consideration of new wording for the directive.
 - D. Action to adopt directive.
7. Confirmation of date for next meeting (Tuesday, August 19, 1997).