

**BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM**  
**DIVISION OF MONETARY AFFAIRS**  
**FOMC SECRETARIAT**

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**Date:** October 22, 2018  
**To:** Federal Open Market Committee  
**From:** James A. Clouse  
**Subject:** Corrected Version of “The Federal Reserve’s Long-Run Operating Regime”

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Attached is a corrected version of the background memo, “The Federal Reserve’s Long-Run Operating Regime,” which was originally distributed on October 19, 2018. The last sentence on the second page of the memo now correctly refers to a \$200 billion buffer, as opposed to the incorrect \$1,000 billion buffer in the initial version. The corrected version of the full sentence is below:

“One initial staff estimate of the size of this buffer is \$200 billion, though it could be reduced by changing policies for the Federal Reserve’s non-bank account holders.”