

*California Real Estate Economics, 3<sup>rd</sup> Edition, Update*  
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**Chapter 4: Money and Monetary Policy**

- I. The Evolution of Money
  - A. Money Through History
    - 1. Early Barter Economies
    - 2. Primitive Money
    - 3. Early Civilizations
    - 4. Development of Coinage
    - 5. Medieval to Early Modern Era
    - 6. Paper Money
    - 7. Goldsmith's Notes
    - 8. Eighteenth and Nineteenth Centuries
    - 9. Central Banks
    - 10. Paper Money Debate in America
  - B. Forms of Modern Money
- II. U.S. Monetary Policy & the Federal Reserve System
  - 1. Short-Term Goals
  - A. History of the Federal Reserve System
  - B. Structure of the Fed
  - C. The Fed's Duties
    - 1. Conducting the Nation's Monetary Policy
    - 2. Supervising/Regulating Banking Industry
    - 3. Maintaining Stability of Financial System
    - 4. Providing Financial Services
  - D. Tools of Monetary Policy
- III. The Money Supply
  - A. Measures of Supply
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- c. M3
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- 1. Money Supply and Banks
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#### IV. Inflation

- A. Causes of Inflation
  - 1. Demand
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    - c. Quotas
    - d. COLAs
- B. Measuring Inflation

#### V. Impact of Monetary Policy on Real Estate

- A. Monetary Policy
- B. Fiscal Policy
- C. State and Local Governments