

October 30, 2008

Andrew J. Donohue, Director
Division of Investment Management
100 F Street, NE
Washington, D.C. 20549

Re: The Reserve Fund

Dear Mr. Donohue,

I am writing on behalf of the Financial Planning Association (“FPA”)¹ regarding the Securities and Exchange Commission’s order² temporarily suspending redemption of shares in two series of The Reserve Primary Fund – the Primary Fund and the U.S. Government Fund (the “Funds”). Many FPA members have clients who own shares of the Funds, which are currently frozen.

We understand that the Securities and Exchange Commission (SEC) is overseeing The Reserve’s liquidation of the Funds’ portfolio securities in a manner that is fair and equitable to all shareholders. We support the SEC’s continued involvement on behalf of those shareholders.

Toward that end, FPA wanted to share with you what our members are hearing from their clients. Many clients with significant positions in money market funds may use those funds to meet ongoing expenses. For those investors, the freezing of the Funds has caused a significant hardship and liquidity may be more important than redemption at a net asset value of one dollar per share. For other investors, preservation of the net asset value is the priority. We understand the difficulty in balancing these two objectives, but merely wish to raise the concerns of our member’s clients as the assets have been frozen for more than five weeks.

¹ The Financial Planning Association® is the largest organization in the United States representing financial planners and affiliated firms, with approximately 29,000 individual members. FPA is incorporated in Washington, D.C., with administrative headquarters in Denver.

² Investment Company Act of 1940 Release No. 28386, September 22, 2008. In the Matter of The Reserve Fund, on behalf of two of its series, the Primary Fund and the U.S. Government Fund.

Additionally, the clients' hardship and concern has been greatly exacerbated by the lack of reliable information concerning the timing of the redemption and distributions and the current net asset value. We understand that The Reserve is planning on a significant distribution at the end of this week and we are hopeful that the technical problems that prevented the earlier planned distribution have been fully resolved. Investor confidence will be shaken if there are significant problems with the distribution.

FPA asks that as the SEC oversees the orderly liquidation of the Funds that it keeps in mind the liquidity needs of many of the Funds' shareholders as well as the importance of providing the shareholders with the timely and reliable information they deserve.

Thank you for your consideration of our member's concerns. If you have any questions, you may contact me at 202-449-6343.

Very truly yours,

A handwritten signature in black ink, appearing to read 'D. Barry', with a long horizontal line extending to the right.

Daniel J. Barry
Director of Government Relations