

REVOLVING, TRUST REVOLVING, AND DEPOSIT FUNDS

Market-Based Securities

Discounts, premiums, and earned interest are explained below.

Discount. Assume a bill is purchased with a par value of \$1,000,000 at a sale price of \$947,017.78.

The screenshot shows the FedInvest website interface. The main content area is titled "Request Details" and contains the following information:

- Account Number:** 20X##45 REVOLVING FUND
- Transaction Date:** 05/27/2004
- As Of Date:** 05/27/2004
- Inventory Method:** N/A
- Amount Type:** Face
- Security:** 912795RM5 MK BILL 11/18/2004
- Amount Entered:** Not Available

Below this is the "Price Information" section:

- Memo Number:** 00248209
- Transaction Code:** BUY
- Price:** 94.701778
- Principal:** \$1,000,000.00
- Discount:** \$52,982.22
- Premium:** \$0.00
- Earned Interest:** \$0.00
- Inflation Compensation:** N/A
- Sales Price:** \$947,017.78
- Index Ratio:** N/A

Record the principal as a disbursement with a subclass 88. Record the discount as a receipt using a subclass 75.

$$\text{Discount} = \text{Principal} - \frac{(\text{Principal} * \text{Price})}{100}$$

$$\text{Discount} = 1,000,000 - \frac{(1,000,000 * 94.701778)}{100}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(88) 20X##45		1,000,000.00
(75) 20X##45	52,982.22	
Section II		
1. Add Payment Transactions Accomplished:		
This Month		947,017.78

If this security is held to maturity the earnings would be \$52,982.22.

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Request Details

Account Number: 20X##45 REVOLVING FUND
Transaction Date: 11/18/2004
As Of Date: 11/18/2004
Inventory Method: N/A
Amount Type: N/A
Security: 912795RM5 MK BILL 11/18/2004
Amount Entered: Not Available

Price Information

Memo Number: 00253154
Transaction Code: MATU
Price: 100.000000
Principal: \$1,000,000.00
Discount: \$0.00
Premium: \$0.00
Earned Interest: \$0.00
Inflation Compensation: N/A
Sales Price: \$1,000,000.00
Index Ratio: N/A

Record the principal as a receipt with a subclass 98. Reverse the discount on purchase by recording a negative receipt with a subclass 75. Record the earned discount as a receipt with a subclass 76.

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(98) 20X##45	1,000,000.00	
(75) 20X##45	52,982.22 CR	
(76) 20X##45	52,982.22	
Section II		
1. Add Payment Transactions Accomplished:		
This Month		-1,000,000.00

Assume this security is sold on September 30, 2004, at a price of 99.166000. This would result in net earnings of \$44,642.22.

The screenshot shows the FedInvest website interface. At the top, there are navigation links: Account Summary, Buy Securities, Sell Securities, Pending Requests, View Securities, and Update Profile. Below this, there are links for FedInvest Home, Today's Prices, Overnight Rates, Prior Days Prices, and News. The main content area is titled 'Confirmation' and includes a link for a printable version. The 'Request Details' section lists: Account Number: 20X##45 REVOLVING FUND, Transaction Date: 09/30/2004, As Of Date: 09/30/2004, Inventory Method: FIFO, Amount Type: Face, Security: 912795RM5 MK BILL 11/18/2004, and Amount Entered: Not Available. The 'Price Information' section lists: Memo Number: 00249311, Transaction Code: SELL, Price: 99.166000, Principal: \$1,000,000.00, Discount: \$8,340.00, Premium: \$0.00, Earned Interest: \$0.00, Inflation Compensation: N/A, Sales Price: \$991,660.00, and Index Ratio: N/A.

Record the principal as a receipt with a subclass 98. Reverse the discount on purchase by recording a negative receipt with a subclass 75. Record the earned discount as a receipt with a subclass 76.

$$\text{Discount} = \text{Principal} - \frac{(\text{Principal} * \text{Price})}{100}$$

$$\text{Discount} = 1,000,000 - \frac{(1,000,000 * 99.166)}{100}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account	Receipts and Revolving Fund Repayments	Net Disbursements
(1)	(2)	(3)
(98)20X##45	1,000,000.00	
(75)20X##45	52,982.22 CR	
(76)20X##45	44,642.22	
Section II		
1. Add Payment Transactions Accomplished:		
This Month		-991,660.00

Premium. Assume a bond is purchased with a par value of \$2,500,000 at a price of \$2,531,250.00.

The screenshot shows the FedInvest website interface. At the top, there is a navigation bar with links for Help, FAQ, Contact Us, Legal Notices, and Log Off. Below this is a secondary navigation bar with tabs for Account Summary, Buy Securities, Sell Securities, Pending Requests, View Securities, and Update Profile. The main content area displays the following information:

Request Details

- Account Number: 20X##45 REVOLVING FUND
- Transaction Date: 08/15/2004
- As Of Date: 08/15/2004
- Inventory Method: N/A
- Amount Type: Face
- Security: 9128210EH7 MK BOND 7.875% 02/15/2021
- Amount Entered: Not Available

Price Information

- Memo Number: 00248597
- Transaction Code: BUY
- Price: 101.250000
- Principal: \$2,500,000.00
- Discount: \$0.00
- Premium: \$31,250.00
- Earned Interest: \$0.00
- Inflation Compensation: N/A
- Sales Price: \$2,531,250.00
- Index Ratio: N/A

Record the principal as a disbursement with a subclass 88. Record the premium as a negative receipt using subclass 76.

$$\text{Premium} = \frac{(\text{Price} - 100) * \text{Principal}}{100}$$

$$\text{Premium} = \frac{(101.25 - 100) * 2,500,000}{100}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(88) 20X##45		2,500,000.00
(76) 20X##45	31,250.00 CR	
Section II		
1. Add Payment Transactions Accomplished:		
This Month		2,531,250.00

Assume this bond is held to maturity.

Request Details

Account Number: 20X##45 REVOLVING FUND
 Transaction Date: 02/15/2021
 As Of Date: 02/15/2021
 Inventory Method: N/A
 Amount Type: N/A
 Security: 9128210EH7 MK BOND 7.875% 02/15/2021
 Amount Entered: Not Available

Price Information

Memo Number: 00828491
 Transaction Code: MATU
 Price: 100.000000
 Principal: \$2,500,000.00
 Discount: \$0.00
 Premium: \$0.00
 Earned Interest: \$98,437.50
 Inflation Compensation: N/A
 Sales Price: \$2,598,437.50
 Index Ratio: N/A

Record the principal as a receipt with a subclass 98. Record the earned interest as a positive receipt with subclass 76.

$$\text{Interest} = \frac{\text{Principal} * \text{Rate}}{2}$$

$$\text{Interest} = \frac{2,500,000 * .07875}{2}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account	Receipts and Revolving Fund Repayments	Net Disbursements
(1)	(2)	(3)
(98)20X##45	2,500,000.00	
(76)20X##45	98,437.50	
	Section II	
1. Add Payment Transactions Accomplished:		
This Month		-2,598,437.50

Assume this bond is sold on April 24, 2006, at a price of 102.0625.

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Request Details

Account Number: 20X##45 REVOLVING FUND
 Transaction Date: 04/24/2006
 As Of Date: 04/24/2006
 Inventory Method: N/A
 Amount Type: Face
 Security: 9128210EH7 MK BOND 7.875% 02/15/2021
 Amount Entered: Not Available

Price Information

Memo Number: 00287497
 Transaction Code: SELL
 Price: 102.062500
 Principal: \$2,500,000.00
 Discount: \$0.00
 Premium: \$51,562.50
 Earned Interest: \$36,982.04
 Inflation Compensation: N/A
 Sales Price: \$2,588,544.54
 Index Ratio: N/A

Record the principal as a receipt with a subclass 98.
 Record the premium and earned interest as a receipt using subclass 76.

$$\text{Premium} = \frac{(\text{Price} - 100) * \text{Principal}}{100}$$

$$\text{Premium} = \frac{(102.0625 - 100) * 2,500,000}{100}$$

$$\text{Earned Interest} = \frac{\text{Principal} * \text{Rate} * \text{Days from last interest payment}}{\# \text{ of days in interest period} * 2}$$

$$\text{Earned Interest} = \frac{2,500,000 * .07875 * 68}{181 * 2}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(98)20X##45	2,500,000.00	
(76)20X##45	88,544.54	
Section II		
1. Add Payment Transactions Accomplished:		
This Month		-2,588,544.54

Assume this bond is sold on April 24, 2006, at a price of 98.500.

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Record the principal as a receipt with a subclass 98. Record the discount as a negative receipt and earned interest as a positive receipt using subclass 76.

$$\text{Discount} = \text{Principal} - \frac{(\text{Principal} * \text{Price})}{100}$$

$$\text{Earned Interest} = \frac{\text{Principal} * \text{Rate} * \text{Days from last interest period}}{\# \text{ of days in interest period} * 2}$$

$$\text{Discount} = 2,500,000 - \frac{(98.5 * 2,500,000)}{100}$$

$$\text{Earned Interest} = \frac{2,500,000 * .07875 * 68}{181 * 2}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(98)20X##45	2,500,000.00	
(76)20X##45	517.96 CR	
Section II		
1. Add Payment Transactions Accomplished:		
This Month		-2,499,482.04

Earned Interest. Assume the bond is purchased with a par value of \$2,500,000 at a price of 101.25 on October 11, 2004.

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Request Details

Account Number: 20X##45 REVOLVING FUND
Transaction Date: 10/11/2004
As Of Date: 10/11/2004
Inventory Method: N/A
Amount Type: Face
Security: 9128210EH7 MK BOND 7.875% 02/15/2021
Amount Entered: Not Available

Price Information

Memo Number: 00307441
Transaction Code: BUY
Price: 101.250000
Principal: \$2,500,000.00
Discount: \$0.00
Premium: \$31,250.00
Earned Interest: \$30,494.23
Inflation Compensation: N/A
Sales Price: \$2,561,744.23
Index Ratio: N/A

Record the principal as a disbursement with a subclass 88. Record premium and earned interest as a negative receipt with a subclass 76.

$$\text{Earned Interest} = \frac{\text{Principal} * \text{Rate} * \text{Days from last interest period}}{\# \text{ of days in interest period} * 2}$$

$$\text{Earned Interest} = \frac{2,500,000 * .07875 * 57}{184 * 2}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(88) 20X##45		2,500,000.00
(76) 20X##45	61,744.23 CR	
Section II		
1. Add Payment Transactions Accomplished:		
This Month		2,561,744.23

When the semiannual interest is paid on February 15, 2005, the amount is recorded as a receipt.

Record the interest as a receipt with subclass 76.

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(76)20X##45	98,437.50	
Section II		
1. Add Payment Transactions Accomplished:		
This Month		-98,437.50

Special Issue Securities

Investment. Assume a special issue certificate of indebtedness is purchased on August 19, 2004.

The screenshot shows the FedInvest website interface. At the top, there are navigation links: Help, FAQ, Contact Us, Legal Notices, and Log Off. Below that is a menu with options: Account Summary, Buy Securities, Sell Securities, Pending Requests, View Securities, and Update Profile. A secondary menu includes FedInvest Home, Today's Prices, Overnight Rates, Prior Days Prices, and News. The main content area shows the path: Account Summary → View Transactions → Confirmation. A link for a printable version is provided. The 'Request Details' section lists: Account Number: 20X##45 REVOLVING FUND, Transaction Date: 08/19/2004, As Of Date: 08/19/2004, Inventory Method: N/A, Amount Type: Face, Security: SSA C/I 08/19/2004 SSA C/I 4.625% 06/30/2005, and Amount Entered: Not Available. The 'Price Information' section lists: Memo Number: 00315644, Transaction Code: BUY, Price: 100.000000, Principal: \$8,000,000.00, Discount: \$0.00, Premium: \$0.00, Earned Interest: \$0.00, Inflation Compensation: N/A, Sales Price: \$8,000,000.00, and Index Ratio: N/A.

Record the principal as a disbursement with a subclass 88.

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(88)20X##45		8,000,000.00
Section II		
1. Add Payment Transactions Accomplished:		
This Month		8,000,000.00

Redemption. When special issue securities mature or are redeemed early, the investor receives the principal plus earned interest.

The screenshot shows the FedInvest account summary page for a redemption transaction. The page includes navigation tabs for Account Summary, Buy Securities, Sell Securities, Pending Requests, View Securities, and Update Profile. The transaction details are as follows:

Request Details

- Account Number: 20X##45 REVOLVING FUND
- Transaction Date: 11/30/2004
- As Of Date: 11/30/2004
- Inventory Method: Par Value Special Issue
- Amount Type: Need
- Security: SSA C/I 08/19/2004 SSA C/I 4.625% 06/30/2005
- Amount Entered: Not Available

Price Information

- Memo Number: 00322444
- Transaction Code: SELL
- Price: 100.000000
- Principal: \$8,000,000.00
- Discount: \$0.00
- Premium: \$0.00
- Earned Interest: \$103,559.78
- Inflation Compensation: N/A
- Sales Price: \$8,103,559.78
- Index Ratio: N/A

Record the principal as a receipt with a subclass 98.
Record the earned interest as a receipt with a subclass 76.

$$\text{Earned Interest} = \frac{\text{Principal} * \text{Rate} * \text{Outstanding}}{\text{Days in interest period} * 2}$$

$$\text{Earned Interest} = \frac{8,000,000 * .04625 * 103}{184 * 2}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(98) 20X##45	8,000,000.00	
(76) 20X##45	103,559.78	
	Section II	
1. Add Payment Transactions Accomplished:		
This Month		-8,103,559.78

Semiannual Interest. Assume this security is held to maturity. Semiannual interest is paid on December 31 and on June 30 on the number of days the security is outstanding. Therefore, the amount of interest paid on December 31 and June 30 is 134,728.26 and 185,000.00, respectively.

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Request Details

Account Number: 20X##45 REVOLVING FUND
Transaction Date: 12/31/2004
As Of Date: 12/31/2004
Inventory Method: N/A
Amount Type: N/A
Security: SSA C/1 08/19/2004 SSA C/1 4.625% 06/30/2005
Amount Entered: Not Available

Price Information

Memo Number: 00323978
Transaction Code: INT. PAY.
Price: 0.000000
Principal: \$0.00
Discount: \$0.00
Premium: \$0.00
Earned Interest: \$134,728.26
Inflation Compensation: N/A
Sales Price: \$134,728.26
Index Ratio: N/A

Record the interest as a receipt with a subclass 76.

$$\text{Earned Interest} = \frac{\text{Principal} * \text{Rate} * \text{Outstanding Days}}{\text{Days in interest period} * 2}$$

$$\text{Earned Interest} = \frac{8,000,000 * .04625 * 134}{184 * 2}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(76)20X##45	134,728.26	
	Section II	
1. Add Payment Transactions Accomplished:		
This Month		-134,728.26

1-Day Certificates

Investment. Assume a 1-day certificate is purchased on August 19, 2004.

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Record the principal as a disbursement with a subclass 88.

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(88) 20X##45		5,600,000.00
Section II		
1. Add Payment Transactions Accomplished:		
This Month		5,600,000.00

Maturity. When 1-day securities mature, the investor receives the principal plus earned interest.

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Request Details

Account Number: 20X##45 REVOLVING FUND
Transaction Date: 08/20/2004
As Of Date: 08/20/2004
Inventory Method: N/A
Amount Type: N/A
Security: ONE DAY 08/19/2004 ONE DAY 1.27% 08/20/2004
Amount Entered: Not Available

Price Information

Memo Number: 00315403
Transaction Code: MATU
Price: 100.000000
Principal: \$5,600,000.00
Discount: \$0.00
Premium: \$0.00
Earned Interest: \$197.56
Inflation Compensation: N/A
Sales Price: \$5,600,197.56
Index Ratio: N/A

Record the principal as a receipt with a subclass 98.
 Record earned interest as a receipt with subclass 76.

$$\begin{array}{r} \text{Earned Interest} = \frac{\text{Principal} * \text{Rate}}{360} \end{array}$$

$$\begin{array}{r} \text{Earned Interest} = \frac{5,600,000 * .0127}{360} \end{array}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(98) 20X##45	5,600,000.00	
(76) 20X##45	197.56	
	Section II	
1. Add Payment Transactions Accomplished:		
This Month		-5,600,197.56

Inflation Protected Security

Investment. Assume a Treasury Inflation Protected Security (TIPS) note is purchased with a par value of \$100,000,000 at a price of 98.125000 on July 16, 2003.

Record the net principal and inflation compensation as a disbursement with a subclass 88. Record the discount as a receipt with a subclass 75 and earned interest as a negative receipt with a subclass 76.

$$\text{Inflation Compensation} = (\text{Principal} * \text{Index ratio}) - \text{Principal}$$

$$\text{Inflation Compensation} = (100,000,000 * 1.135490) - 100,000,000$$

$$\text{Earned Interest} = \frac{\text{Principal} * \text{Rate} * \text{Outstanding} * \text{Index Ratio}}{\text{Days in interest period} * 2}$$

$$\text{Earned Interest} = \frac{1,000,000 * .03625 * 92 * 1.135490}{183 * 2}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(88) 20X##45		113,549,000.00
(75) 20X##45	2,129,043.75	
(76) 20X##45	1,034,660.97 CR	
Section II		
1. Add Payment Transactions Accomplished:		
This Month		112,454,617.22

Assume this note is held to maturity and the index ratio is 1.554840.

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Request Details

Account Number: 20X##45 REVOLVING FUND
Transaction Date: 04/15/2028
As Of Date: 04/15/2028
Inventory Method: N/A
Amount Type: N/A
Security: 9128210FD5 MK TIPS 3.625% 04/15/28
Amount Entered: Not Available

Price Information

Memo Number: 00387572
Transaction Code: MATU
Price: 100.000000
Principal: \$100,000,000.00
Discount: \$0.00
Premium: \$0.00
Earned Interest: \$2,818,328.75
Inflation Compensation: \$55,494,000.00
Sales Price: \$158,312,328.75
Index Ratio: 1.554840

Record the net principal and inflation compensation as a receipt with a subclass 98. In addition, reclassify the original discount at investment as earnings by recording a negative receipt using subclass 75 and a positive receipt using subclass 76. Record earned interest as a positive receipt using subclass 76.

$$\text{Inflation Compensation} = (\text{Index Ratio} * \text{Principal}) - \text{Principal}$$

$$\text{Inflation Compensation} = (1.554840 * 100,000,000) - 100,000,000$$

$$\text{Earned Interest} = \frac{\text{Principal} * \text{Rate} * \text{Index Ratio}}{2}$$

$$\text{Earned Interest} = \frac{1,000,000 * .03625 * 1.554840}{2}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(98)20X##45	155,494,000.00	
(75)20X##45	2,129,043.75 CR	
(76)20X##45	4,947,372.50	
	Section II	
1. Add Payment Transactions Accomplished:		
This Month		-158,312,328.75

Assume this note is redeemed on August 4, 2005, at a price per hundred of 101.750 and the index ratio is 1.198520.

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Request Details

Account Number: 20X##45 REVOLVING FUND
 Transaction Date: 08/04/2005
 As Of Date: 08/04/2005
 Inventory Method: FIFO
 Amount Type: Face
 Security: 9128210FD5 MK TIPS 3.625% 04/15/28
 Amount Entered: Not Available

Price Information

Memo Number: 00201581
 Transaction Code: SELL
 Price: 101.750000
 Principal: \$100,000,000.00
 Discount: \$0.00
 Premium: \$2,097,410.00
 Earned Interest: \$1,341,376.38
 Inflation Compensation: \$19,852,000.00
 Sales Price: \$123,290,786.38
 Index Ratio: 1.198520

Record the net principal and inflation compensation as a receipt with a subclass 98. Record the premium and earned interest as a receipt with a subclass 76. In addition, reclassify the original discount at investment as earnings by recording a negative receipt to subclass 75 and a positive receipt using subclass 76.

$$\text{Premium} = \frac{(\text{Price} - 100) * \text{Principal} * \text{Index Ratio}}{100}$$

$$\text{Premium} = \frac{(101.750 - 100) * 100,000,000 * 1.198520}{100}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(98) 20X##45	119,852,000.00	
(75) 20X##45	2,129,043.75 CR	
(76) 20X##45	5,567,830.13	
Section II		
1. Add Payment Transactions Accomplished:		
This Month		-123,290,786.38

Daily Inflation Compensation. It is critical that Treasury accurately reflects the outstanding public debt at all times. Therefore, on a daily basis, Treasury must record the inflated value of all TIPS securities. This is done by adjusting the carrying value of the investment on a daily basis by the current day index ratio in relation to the prior day index ratio. **Note:** The inflation compensation can be negative as well as positive, therefore decreasing the carrying value of the security. Again, this is accomplished with two transactions. Treasury pays the investing fund the inflation compensation earned and immediately reinvests the inflation to inflate the principal.

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Inflation Compensation

Account Number: 20X##45 REVOLVING FUND
Date: 06/18/2004 to 06/18/2004

Security Description	Daily Inflation Compensation
MK TIPS 4.25% 01/15/10	\$154,200.00
MK TIPS 3.50% 01/15/11	\$169,200.00
MK TIPS 3.875% 01/15/09	\$183,950.00
MK TIPS 3.625% 01/15/08	\$128,400.00
Total:	\$635,750.00

Record the daily inflation compensation interest payment as a receipt with a subclass 76. In addition, record the reinvestment as a disbursement with a subclass 88.

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(88) 20X##45		
(76) 20X##45	635,750.00	635,750.00
Section II		
1. Add Payment Transactions Accomplished:		
This Month		0.00

Semiannual Interest. When the semiannual interest is paid, the amount is based on the original principal plus the inflation compensation earned to date. Assume the index ratio on the payment date is 1.142315.

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Request Details

Account Number: 20X##45 REVOLVING FUND
 Transaction Date: 10/15/2004
 As Of Date: 10/15/2004
 Inventory Method: N/A
 Amount Type: N/A
 Security: 9128210FD5 MK TIPS 3.625% 04/15/28
 Amount Entered: Not Available

Price Information

Memo Number: 00200241
 Transaction Code: INT. PAY.
 Price: 0.000000
 Principal: \$0.00
 Discount: \$0.00
 Premium: \$0.00
 Earned Interest: \$2,070,445.94
 Inflation Compensation: \$0.00
 Sales Price: \$2,070,445.94
 Index Ratio: 0.000000

Record the interest as a receipt with a subclass 76.

$$\text{Earned Interest} = \frac{\text{Principal} * \text{Rate} * \text{Index Ratio}}{2}$$

$$\text{Earned Interest} = \frac{100,000,000 * .03625 * 1.142315}{2}$$

STATEMENT OF TRANSACTIONS		
Section I		
Appropriation Fund or Receipt Account (1)	Receipts and Revolving Fund Repayments (2)	Net Disbursements (3)
(76) 20X##45	2,070,445.94	
Section II		
1. Add Payment Transactions Accomplished:		
This Month		-2,070,445.94

NOTES