

TREASURY NEWS

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TREASURY ANNOUNCES MARKET BORROWING ESTIMATES

The Treasury Department today announced that its net market borrowing for the April-June 1993 quarter is estimated to be \$37 billion, with a \$35 billion cash balance on June 30. The Treasury also announced that its net market borrowing for the July-September 1993 quarter is estimated to be in a range of \$90 billion to \$95 billion, with a \$40 billion cash balance at the end of September. Beginning with the July-September quarter, the borrowing estimates include significant outlays -- primarily for working capital -- for the Resolution Trust Corporation, based on both the freeing up of unallocated loss reserves for resolution purposes and the outlook for RTC funding legislation.

In the quarterly announcement of its borrowing needs on February 3, 1993, the Treasury estimated net market borrowing during the April-June 1993 quarter to be in a range of \$25 billion to \$30 billion, assuming a \$35 billion cash balance on June 30. The current higher borrowing estimate reflects a lower estimate of individual income tax receipts during the April-June period.

Actual market borrowing in the quarter ended March 31, 1993, was \$53.0 billion, while the end-of-quarter cash balance was \$21.6 billion. On February 3, the Treasury had estimated market borrowing for the January-March quarter to be \$67 billion, with a \$20 billion cash balance on March 31. A reduction in the cash deficit as a result of higher receipts and lower outlays accounted for the reduction in market borrowing.

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