MAY 85 Refunding file

TALKING POINTS
FOR THE
FINANCING PRESS CONFERENCE
April 30, 1985

Today we are announcing the terms of our regular May quarterly refunding. I will also discuss the Treasury's financing requirements for the balance of the current quarter and our estimated cash needs for the July-September quarter.

1. We are offering $20.5 billion of securities to refund $10.6 billion of publicly-held coupon securities maturing on May 15 and raise approximately $9.9 billion of new cash.

   The three securities are:

   --First, a 3-year note in the amount of $8.0 billion maturing on May 15, 1988. This note will be auctioned on a yield basis on Tuesday, May 7. The minimum denomination will be $5,000.

   --Second, a 10-year note in the amount of $6.5 billion maturing on May 15, 1995. This note will be auctioned on a yield basis on Wednesday, May 8. The minimum denomination will be $1,000.

   --Third, a 29-3/4 year bond in the amount of $6.0 billion maturing on February 15, 2015. This will be a reopening of the 30-year bond issued on February 15. This bond will be auctioned on a yield basis on Thursday, May 9. The minimum denomination will be $1,000.

On each of the three issues, we will accept noncompetitive tenders of up to $1,000,000. The size of the 3-year issue is $3/4 billion higher than the amount announced in the February refunding; the 10-year issue is $1/2 billion higher and the 29-3/4 year issue is $1/4 billion higher than the comparable issues in February.

2. For the current April-June quarter, we estimate a net market borrowing of $30.6 billion, assuming a $15 billion cash balance at the end of June.

3. Including this refunding, we will have raised $26.4 billion in marketable borrowing. This was accomplished as follows:

--$4.4 billion of new cash from the 2-year and 4-year notes which settled on April 1.

--$5.9 billion of new cash from the 7-year note which settled on April 2.

--$4.3 billion of new cash from the 20-year bond which settled on April 2.

--$1.3 billion of new cash from 2-year note which settles today.

--$.6 billion of new cash in weekly bills, including the bills announced today.

--$.1 billion of new cash from the 52-week bill which settled on April 18.

--$9.9 billion of new cash from the May refunding.

The remaining net financing requirement of $4.2 billion could be accomplished through sales of regular weekly and monthly bills, a 2-year note at the end of May, and a note in early June in the 5-year maturity range. Cash management bills may be required to avoid a negative cash balance in early June. We may wish to have a somewhat higher cash balance than the $15 billion amount we have assumed for June 30, depending upon our assessment of cash needs and market conditions at the time.

4. Our net market borrowing need in the July-September quarter is currently estimated in the range of $55 to $60 billion, assuming a $20 billion cash balance at the end of September.

The 10-year note and the 29-3/4 year bond being offered today will be eligible for conversion to STRIPS (Separate Trading of Registered Interest and Principal of Securities) and will have separate CUSIP numbers for each of their Principal and Interest Components. The 29-3/4 year bond is a reopening of the February 15 issue for which CUSIP numbers have already been assigned. Since the 10-year note is a new issue, its CUSIP numbers will be different from the CUSIP numbers on the outstanding securities already eligible for STRIPS.

The Department has concluded, however, that it will soon be able to assign one CUSIP number for each interest payment date. A generic CUSIP number will be assigned to all Interest Components of STRIPS paying interest on the same date, including interest payments on securities already issued under the STRIPs Program and interest payments on future issues under the Program. Separate CUSIP numbers will continue to be assigned to each Principal Component, and there will be no change in the CUSIP number assigned to the callable portion of the 30-year bond of November 15, 2009-14. System changes are currently underway which will enable the Department to implement the generic CUSIP approach by the August Quarterly Financing. Prior to moving to generic CUSIP numbers the Department will provide specific information on how and when the transition will occur.

Also, effective May 17, 1985, the 11-5/8 percent 20-year bond of November 15, 2004, will be eligible to be held in STRIPS form. Treasury's plan to include this bond in the STRIPS program was announced on January 15, 1985. The minimum amount of this bond required for exchange in STRIPS form is $1,600,000. Larger amounts must be a multiple of the minimum required.

The Department is very pleased with the success of the STRIPS Program thus far. The movement to generic CUSIP numbers will significantly reduce transaction costs and add to the liquidity of STRIPS, thus providing further savings to the Treasury in financing the public debt.

TALKING POINTS
FOR THE
FINANCING PRESS CONFERENCE
July 31, 1985

Today we are announcing the terms of our regular August quarterly refunding. I will also discuss the Treasury's financing requirements for the balance of the current quarter and our estimated cash needs for the October-December quarter.

1. We are offering $21.75 billion of securities to refund $12.3 billion of publicly-held coupon securities maturing on August 15 and raise approximately $9.4 billion of new cash.

   The three securities are:

   --First, a 3-year note in the amount of $8.5 billion maturing on August 15, 1988. This note will be auctioned on a yield basis on Tuesday, August 6. The minimum denomination will be $5,000.

   --Second, a 10-year note in the amount of $6.75 billion maturing on August 15, 1995. This note will be auctioned on a yield basis on Wednesday, August 7. The minimum denomination will be $1,000.

   --Third, a 30-year bond in the amount of $6.5 billion maturing on August 15, 2015. This bond will be auctioned on a yield basis on Thursday, August 8. The minimum denomination will be $1,000.

On each of the three issues, we will accept noncompetitive tenders of up to $1,000,000. The size of the 3-year issue is $1/2 billion higher than the amount announced in the May refunding; the 10-year issue is $1/4 billion higher and the 30-year issue is $1/2 billion higher than the comparable issues in May.

2. For the current July-September quarter, we estimate a net market borrowing of $43.3 billion, assuming a $20 billion cash balance at the end of September.

3. Including this refunding, we will have raised $30.7 billion in marketable borrowing. This was accomplished as follows:

--$5.7 billion of new cash from the 2-year and 4-year notes which settled on July 1.

--$6.3 billion of new cash from the 7-year note which settled on July 2.

--$4.5 billion of new cash from the 20-year bond which settled on July 2.

--$1.2 billion of new cash from the 2-year note which settles today.

--$3.2 billion of new cash in weekly bills, including the bills announced yesterday.

--$.4 billion of new cash from the 52-week bills, including the bills settling on August 8.

--$9.4 billion of new cash from the August refunding.

The remaining net financing requirement of $12.6 billion could be accomplished through sales of regular weekly and monthly bills, monthly 2-year notes, a 4-year note at the end of September, and a note in early September in the 5-year maturity range. Cash management bills may be required to avoid a negative cash balance in early September. We may wish to have a somewhat higher cash balance than the $20 billion amount we have assumed for September 30, depending upon our assessment of cash needs and market conditions at the time.

4. Our net market borrowing need in the October-December quarter is currently estimated in the range of $55 to $60 billion, assuming a $15 billion cash balance at the end of December.

The 10-year note and the 30-year bond being offered today will be eligible for conversion to STRIPS (Separate Trading of Registered Interest and Principal of Securities) and will have separate CUSIP numbers for each of their Principal and Interest Components. As we announced earlier, effective this week generic CUSIP numbers have been assigned to all Interest Components of STRIPS paying interest on the same date. Thus the CUSIP numbers for the new 10 and 30-year issues announced today will be the same as the CUSIP numbers on other issues eligible for STRIPS with interest payments on February 15 and August 15.

11-15-85 refunding
Note: No PSA Committee meeting was held.

November 27, 1985

FOR IMMEDIATE RELEASE

TREASURY ANNOUNCES MARKET BORROWING REQUIREMENTS

The Treasury Department announced today its estimates of Treasury borrowing needs for the current quarter and January-March 1986. This announcement was delayed from the usual late October announcement date because of the delay in Congressional action on the debt limit.

Treasury net borrowing in the form of marketable bills, notes and bonds is estimated to total $61.3 billion in the October-December 1985 quarter, assuming a cash balance of $15.0 billion on December 31. Of this amount, $55.9 billion has been issued or announced to date, including the weekly bill auctions announced yesterday. The remaining $5.4 billion could be raised by additions to regular weekly and monthly bills and to the 2-year and 4-year notes settling December 31. The regular weekly bill auctions on December 9 will not be held unless there is assurance of Congressional action on the debt limit.

In the January-March 1986 quarter, Treasury market borrowing is estimated to be in a range of $60 to $65 billion, assuming a $10 billion cash balance on March 31.