

Schedule of Federal Debt  
 Managed by the Bureau of the Public Debt  
 For the period from September 30, 2005 through August 31, 2006 - Unaudited  
 (Dollars in Millions)

	Federal Debt					
	Held by the Public			Intragovernmental Debt Holdings		
	Principal (Note 2)	Accrued Interest Payable	Net Unamortized Premiums/ (Discounts)	Principal (Note 3)	Accrued Interest Payable	Net Unamortized Premiums/ (Discounts)
<b>Balance as of September 30, 2005</b>	<b>4,601,239</b>	<b>34,961</b>	<b>(35,531)</b>	<b>3,317,471</b>	<b>43,250</b>	<b>14,740</b>
<b>Increases</b>						
Borrowings from the Public	4,228,405		(44,830)			
Net Increase in Intragovernmental Debt Holdings				298,877		(12,645)
Accrued Interest (Note 4)		162,356			170,606	
<b>Total Increases</b>	<b>4,228,405</b>	<b>162,356</b>	<b>(44,830)</b>	<b>298,877</b>	<b>170,606</b>	<b>(12,645)</b>
<b>Decreases</b>						
Repayments of Debt Held by the Public	3,944,959					
Interest Paid		167,680			182,710	
Net Amortization (Note 4)			(39,812)			3,860
<b>Total Decreases</b>	<b>3,944,959</b>	<b>167,680</b>	<b>(39,812)</b>	<b>0</b>	<b>182,710</b>	<b>3,860</b>
<b>Balance as of August 31, 2006</b>	<b>\$4,884,685</b>	<b>\$29,637</b>	<b>(\$40,549)</b>	<b>\$3,616,348</b>	<b>\$31,146</b>	<b>(\$1,765)</b>

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 Managed by the Bureau of the Public Debt  
 For the month of August 2006 - Unaudited  
 (Dollars in Millions)

	Federal Debt					
	Held by the Public			Intragovernmental Debt Holdings		
	Principal (Note 2)	Accrued Interest Payable	Net Unamortized Premiums/ (Discounts)	Principal (Note 3)	Accrued Interest Payable	Net Unamortized Premiums/ (Discounts)
<b>Balance as of July 31, 2006</b>	<b>4,819,732</b>	<b>45,001</b>	<b>(38,218)</b>	<b>3,610,614</b>	<b>19,504</b>	<b>(2,320)</b>
<b>Increases</b>						
Borrowings from the Public	481,802		(6,172)			
Net Increase in Intragovernmental Debt Holdings				5,734		(246)
Accrued Interest		15,240			15,881	
<b>Total Increases</b>	<b>481,802</b>	<b>15,240</b>	<b>(6,172)</b>	<b>5,734</b>	<b>15,881</b>	<b>(246)</b>
<b>Decreases</b>						
Repayments of Debt Held by the Public	416,849					
Interest Paid		30,604			4,239	
Net Amortization			(3,841)			(801)
<b>Total Decreases</b>	<b>416,849</b>	<b>30,604</b>	<b>(3,841)</b>	<b>0</b>	<b>4,239</b>	<b>(801)</b>
<b>Balance as of August 31, 2006</b>	<b>\$4,884,685</b>	<b>\$29,637</b>	<b>(\$40,549)</b>	<b>\$3,616,348</b>	<b>\$31,146</b>	<b>(\$1,765)</b>

Notes to the Schedule of Federal Debt Managed by the Bureau of the Public Debt  
 For the month ended August 31, 2006 - Unaudited  
 (Dollars in Millions)

**Note 1. Significant Accounting Policies**

The full version of the Notes are included in the audited Schedules of Federal Debt prepared at fiscal year end September 30. For informational purposes, the tables and numbers of the Notes are published each month. These standards meet the requirements for the Consolidated Financial Statements according to General Accepted Accounting Principles (GAAP).

**Note 2. Federal Debt Held by the Public**

As of August 31, 2006, Federal Debt Held by the Public consisted of the following:

	<u>August 31, 2006</u>	
	<u>Amount</u>	<u>Average Interest Rates</u>
<b>Marketable:</b>		
Treasury Bills	\$959,323	5.0%
Treasury Notes	2,437,098	4.1%
Treasury Bonds	534,473	7.6%
Treasury Inflation-Protected Securities	394,417	2.3%
<b>Total Marketable</b>	<u>\$4,325,311</u>	
<b>Nonmarketable</b>	559,374 *	5.0%
<b>Total Federal Debt Held by the Public:</b>	<u><u>\$4,884,685</u></u>	

\*Nonmarketable Securities consisted of the following:

Domestic Series	\$29,995
Foreign Series	2,986
R.E.A. Series	1
State and Local Government Series	238,603
United States Savings Securities	204,025
Government Account Series	78,224
Other	5,540
<b>Total Nonmarketable</b>	<u><u>\$559,374</u></u>

The Federal Reserve Banks (FRB) owned \$763 billion of Federal Debt securities Held by the Public as of August 30, 2006.

### Note 3. Intragovernmental Debt Holdings

As of August 31, 2006, Intragovernmental Debt Holdings are owed to the following:

	<u>August 31, 2006</u>
SSA: Federal Old Age & Survivors Insurance Trust Fund	\$1,785,216
OPM: Civil Service Retirement and Disability Fund	650,606
HHS: Federal Hospital Insurance Trust Fund	297,012
SSA: Federal Disability Insurance Trust Fund	202,198
DOD: Military Retirement Fund	183,825
DOD: DOD Medicare Retirement Fund	72,990
DOL: Unemployment Trust Fund	68,310
FDIC: Deposit Insurance Fund	46,242
DOL: Pension Benefit Guaranty Corporation	36,734
DOE: Nuclear Waste Disposal Fund, DOE	36,490
OPM: Employees Life Insurance Fund	31,244
HHS: Federal Supplemental Medical Insurance	30,186
HUD: Federal Housing Administration - Liquidating Account	21,540
Treasury: Exchange Stabilization	15,645
OPM: Employees Health Benefits	14,661
DOS: Foreign Service Retirement & Disability Fund	13,857
DOT: Highway Mass Transit and Trust Fund	12,820
VA: National Service Life Insurance Fund	10,289
DOT: Airport & Airway Trust Fund	10,262
Other Programs and Funds	76,221
<b>Total Federal Debt Held By Federal Entities</b>	<b><u><u>3,616,348</u></u></b>

Social Security Administration (SSA); Office of Personnel Management (OPM); Department of Health and Human Services (HHS); Department of Defense (DOD); Department of Labor (DOL); Federal Deposit Insurance Corporation (FDIC); Department of Energy (DOE); Department of Housing and Urban Development (HUD); Department of the Treasury (Treasury); Department of State (DOS); Department of Transportation (DOT); Department of Veterans Affairs (VA).

The average interest rate on GAS securities for August 31, 2006 was 5.2%

### Note 4. Interest Expense

Interest Expense on Federal Debt Managed by BPD for month ended August 31, 2006 consisted of the following:

	<u>August 31, 2006</u>
<b>Federal Debt Held by the Public</b>	
Accrued Interest	\$162,356
Net Amortization of Discounts and Premiums	39,812
<b>Total Interest Expense on Federal Debt Held by the Public</b>	<b><u>202,168</u></b>
<b>Intragovernmental Debt Holdings</b>	
Accrued Interest	170,606
Net Amortization of Premiums and Discounts	(3,860)
<b>Total Interest Expense on Intragovernmental Debt Holdings</b>	<b><u>166,746</u></b>
<b>Total Interest Expense on Federal Debt Managed by BPD</b>	<b><u><u>\$368,914</u></u></b>

### Note 5. Fund Balance With Treasury

	<u>As of August 31, 2006</u>
Appropriated Funds Obligated	\$57,463