

**Agenda -- November 2005 Refunding
Treasury Dealer Meetings October 27-28, 2005
Dealer _____**

To allow more time for discussion, please e-mail your responses prior to 5:00 p.m. on Wednesday, October 26 to Debt.Management@do.treas.gov and kameke.sweeney@ny.frb.org. Even if you are not scheduled to meet with Treasury officials this quarter, your responses are still appreciated.

I. Borrowing Estimates

	Central Estimate	Range that would not surprise you
October-December		
Ending Cash Balance		
January-March		
Ending Cash Balance		

II. Budget Deficit Estimates

FY2006		
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III. Quarterly Note Issuance

3-year note		
5-year note		
10-year note		
10-year reopening		
Avg. 2-year note, Nov – Jan		
Avg. 5-year note, Nov – Jan		
10-year TIPS		
20-year TIPS		

Discussion Topics

1. What do you see as the major risks to the budget for this fiscal year? Do you think Treasury's current financing schedule provides enough flexibility to handle uncertain financing needs going forward?
2. To accommodate the 30-year bond during the Quarterly Refunding, Treasury is considering auctioning monthly 5-year notes at month end. Please describe the advantages and disadvantages to Treasury of moving the 5-year auction to month end.
3. Treasury is studying the terms (rates, loan maturity, same-day or forward settlement) of a proposed standing, nondiscretionary securities lending facility. How should Treasury set these terms so that borrowing from the facility is economical only when delivery fails in a security become chronic or systemic?