

**Agenda – November 2015 Refunding
Treasury Dealer Meetings – October 29- October 30, 2015
Dealer _____**

To allow more time for discussion, please e-mail your responses prior to 12:00 PM on Monday, October 26, 2015 to Debt.Management@treasury.gov and NY.QTR@ny.frb.org. Even if you are not scheduled to meet with Treasury officials this quarter, your responses are still appreciated.

I. Marketable Borrowing Estimates	Central Estimate	Range that would not surprise you <i>Low/High</i>
October-December 2015		/
Ending Cash Balance		/
January-March 2015		/
Ending Cash Balance		/
FY 2016 Total Net Marketable Borrowing		
FY 2017 Total Net Marketable Borrowing		/
FY 2018 Total Net Marketable Borrowing		/

II. Budget Deficit and Growth Estimates		
FY 2016		/
FY 2017		/
FY 2018		/
Real GDP(4Q/4Q % Chg) CY2015		
Real GDP(4Q/4Q % Chg) CY2016		
Nominal GDP(4Q/4Q % Chg) CY2015		
Nominal GDP(4Q/4Q % Chg) CY2016		

III. Quarterly Note and Bond Issuance Estimates		
3-year note (Nov/Dec/Jan)	/ /	/ / - / /
10-year note (Nov)		/
10-year note reopening (Dec/Jan)	/	/ - /
30-year bond (Nov)		/
30-year bond reopening (Dec/Jan)	/	/
2-year note (Nov/Dec/Jan)	/ /	/ / - / /
5-year note (Nov/Dec/Jan)	/ /	/ / - / /
7-year note (Nov/Dec/Jan)	/ /	/ / - / /
10-year TIPS reopening (Nov)		
5-year TIPS reopening (Dec)		
10-year TIPS (Jan)		
2-year FRN reopening (Nov/Dec)		
2-year FRN (Jan)		

IV. Bill Issuance Estimates		
52-week bill size (Nov/Dec/Jan)	/ / /	/ / - / /
Total change in bills outstanding 11/15- 1/16		/
Total change in bills outstanding FY 2016		/
CMB issuance Nov '15 – Jan '16 (size/date)	/ /	/ /

Discussion Topics

1. Please discuss your latest economic and fiscal forecasts for FY2016 and FY2017. Do you believe the current financing schedule is well-suited to meet Treasury's financing needs through the end of FY2016?
2. Please discuss current liquidity and trading conditions in the bills market. How do you see these conditions evolving in the coming weeks and months?
3. To what extent would additional settlement-and-maturity cycles for Treasury bills be beneficial? For example, instead of having all bills settle and mature on Thursdays, what are potential advantages and disadvantages to having some bills (existing or new bill maturities) settle and mature on Wednesdays, or Tuesdays, etc.? Would additional cycles be attractive from an investment standpoint and from a settlement process standpoint?

Part 2:

The Treasury Department’s Office of Debt Management (ODM) would like your perspectives on current Treasury auction sizes. This information would be used to help test ODM’s debt-issuance modeling assumptions, and does not reflect potential policy decisions. The aggregate response from a similar survey conducted in March 2015 can be found online at <http://www.treasury.gov/resource-center/data-chart-center/quarterly-refunding/Pages/dealer-agenda-survey.aspx>.

For each of the 14 securities that Treasury currently issues regularly, we would be interested in your views on the following matters:

- 1) *All else equal, what is the minimum auction size, per auction, needed to maintain benchmark liquidity? Specifically, what is the smallest auction size (weekly for bills, monthly for coupons) necessary to support “on-the-run” issue liquidity in the secondary market?*
- 2) *All else equal, what is the maximum auction size, per auction, that could be issued without causing “significant yield deviations” from current fair value? This fair value could, for example, be as measured by your spline, or other analytical models.*
- 3) *All else equal, what is the maximum change in auction size (+/- X \$billions) that can be implemented between two consecutive new issuances without causing “significant yield deviations”?*

If you have any questions, please contact Dr. Allen Zhang, Senior Financial Modeler, at 202-622-2836. **Please complete and submit the table below to DebtManagement@treasury.gov or Allen.Zhang@treasury.gov by 12:00 Noon ET on Monday October 26, 2015.**

Thank you very much for your continuing collaboration.

Tranche	Minimum Auction Size needed to maintain Benchmark Liquidity (\$bil)	Maximum Auction Size that could be issued without causing significant yield deviations from fair value (\$bil)	Maximum change (+/-) in auction size between new issuances (\$bil)
Bills			
4-week			
13-week			
26-week			
52-week			
Coupons			
2-year			
3-year			
5-year			
7-year			
10-year			
30-year			
TIPS			
5-year			
10-year			
30-year			
FRNs			
2-year			

Additional Comments: