

**United States Department of Education
Consolidated Balance Sheet
As of September 30, 2011 and 2010**
(Dollars in Millions)

	FY 2011	FY 2010
Assets:		
Intragovernmental:		
Fund Balance with Treasury (Note 3)	\$ 114,085	\$ 132,259
Accounts Receivable (Note 4)		1
Other Intragovernmental Assets (Note 8)	50	102
Total Intragovernmental	114,135	132,362
Cash and Other Monetary Assets (Note 5)	1,664	2,965
Accounts Receivable, Net (Note 4)	138	239
Credit Program Receivables, Net (Note 6)	530,491	367,904
General Property, Plant and Equipment, Net (Note 7)	16	28
Other Assets (Note 8)	98	166
Total Assets (Note 2)	\$ 646,542	\$ 503,664
Liabilities:		
Intragovernmental:		
Accounts Payable	\$ 34	\$ 1
Debt (Note 9)	547,108	374,335
Guaranty Agency Federal and Restricted Funds Due to Treasury (Note 5)	1,664	2,965
Payable to Treasury (Note 6)	3,890	2,424
Other Intragovernmental Liabilities (Note 10)	6,843	12,958
Total Intragovernmental	559,539	392,683
Accounts Payable	4,248	4,810
Accrued Grant Liability (Note 11)	3,928	3,744
Liabilities for Loan Guarantees (Note 6)	10,025	14,479
Other Liabilities (Note 10)	217	346
Total Liabilities	\$ 577,957	\$ 416,062
Commitments and Contingencies (Note 21)		
Net Position:		
Unexpended Appropriations		
Other Funds	\$ 71,729	\$ 94,371
Cumulative Results of Operations		
Earmarked Funds (Note 20)	4	4
Other Funds	(3,148)	(6,773)
Total Net Position (Note 12)	\$ 68,585	\$ 87,602
Total Liabilities and Net Position	\$ 646,542	\$ 503,664

The accompanying notes are an integral part of these statements.

United States Department of Education
Consolidated Statement of Net Cost
For the Years Ended September 30, 2011 and 2010
(Dollars in Millions)

Program Costs	FY 2011	FY 2010
Increase College Access, Quality, and Completion		
Gross Costs	\$ 21,785	\$ 32,504
Less: Earned Revenue	20,252	17,116
Net Program Costs	1,533	15,388
Total Program Costs	\$ 1,533	\$ 15,388
Improve Preparation for College and Career from Birth Through 12th Grade, Especially for Children with High Needs		
Gross Costs	\$ 21,910	\$ 22,522
Less: Earned Revenue	83	96
Net Program Costs	21,827	22,426
Total Program Costs	\$ 21,827	\$ 22,426
Ensure Equitable Educational Opportunities for All Students		
Gross Costs	\$ 16,409	\$ 16,163
Less: Earned Revenue	23	26
Net Program Costs	16,386	16,137
Total Program Costs	\$ 16,386	\$ 16,137
Enhance the Education System's Ability to Continuously Improve		
Gross Costs	\$ 1,841	\$ 1,685
Less: Earned Revenue	39	41
Net Program Costs	1,802	1,644
Total Program Costs	\$ 1,802	\$ 1,644
American Recovery and Reinvestment Act and Education Jobs Fund		
Gross Costs	\$ 27,965	\$ 44,079
Less: Earned Revenue	27,965	44,079
Net Program Costs	27,965	44,079
Total Program Costs	\$ 27,965	\$ 44,079
Net Cost of Operations (Notes 13 & 16)	\$ 69,513	\$ 99,674

The accompanying notes are an integral part of these statements.

United States Department of Education
Consolidated Statement of Changes in Net Position
For the Years Ended September 30, 2011 and 2010

(Dollars in Millions)

	FY 2011		FY 2010	
	Cumulative Results of Operations	Unexpended Appropriations	Cumulative Results of Operations	Unexpended Appropriations
Beginning Balances				
Earmarked Funds	\$ 4		\$ 8	
All Other Funds	\$ (6,773)	\$ 94,371	\$ (217)	\$ 127,269
Budgetary Financing Sources:				
Appropriations Received				
Earmarked Funds				
All Other Funds		\$ 94,398		\$ 92,900
Other Adjustments (rescissions, etc)				
Earmarked Funds	\$ 1			
All Other Funds	(2)	(1,051)	(2)	(1,292)
Appropriations Used				
Earmarked Funds				
All Other Funds	115,989	(115,989)	124,506	(124,506)
Nonexchange Revenue				
Earmarked Funds				
All Other Funds		3		12
Donations and Forfeitures of Cash and Cash Equivalents				
Earmarked Funds	1			
All Other Funds				
Nonexpenditure Financing Sources				
Transfers-Out				
Earmarked Funds				
All Other Funds		(24)	(19)	
Other Financing Sources:				
Imputed Financing from Costs Absorbed by Others				
Earmarked Funds				
All Other Funds	\$ 38		\$ 30	
Others				
Earmarked Funds				
All Other Funds	(42,868)		(31,413)	
Total Financing Sources				
Earmarked Funds	\$ 2			
All Other Funds	73,136	\$ (22,642)	\$ 93,114	\$ (32,898)
Net Cost of Operations				
Earmarked Funds	\$ (2)		\$ (4)	
All Other Funds	(69,511)		(99,670)	
Net Change				
Earmarked Funds			\$ (4)	
All Other Funds	\$ 3,625	\$ (22,642)	(6,556)	\$ (32,898)
Ending Balances (Note 12)				
Earmarked Funds	\$ 4		\$ 4	
All Other Funds	\$ (3,148)	\$ 71,729	\$ (6,773)	\$ 94,371

The accompanying notes are an integral part of these statements.

United States Department of Education
Combined Statement of Budgetary Resources
For the Years Ended September 30, 2011 and 2010

(Dollars in Millions)

	FY 2011		FY 2010	
	Budgetary	Non-Budgetary Credit Reform Financing Accounts	Budgetary	Non-Budgetary Credit Reform Financing Accounts
Budgetary Resources:				
Unobligated balance, brought forward, October 1	\$ 6,526	\$ 15,654	\$ 36,601	\$ 9,994
Recoveries of prior year Unpaid Obligations	1,575	12,203	1,077	4,436
Budgetary Authority:				
Appropriations	94,967	2	96,823	2
Borrowing Authority (Note 15)		211,980		183,079
Spending authority from offsetting collections (gross):				
Earned				
Collected	1,825	53,169	1,613	51,979
Change in Receivables from Federal Sources			(2)	3
Change in unfilled customer orders				
Advance Received	(7)			
Without advance from Federal Sources	4	13		4
Subtotal	\$ 96,789	\$ 265,164	\$ 98,434	\$ 235,067
Temporarily not available pursuant to Public Law			(561)	
Permanently not available	(1,396)	(30,134)	(5,204)	(17,355)
Total Budgetary Resources (Note 15)	\$ 103,494	\$ 262,887	\$ 130,347	\$ 232,142
Status of Budgetary Resources:				
Obligations incurred: (Note 15)				
Direct	\$ 97,980	\$ 247,485	\$ 123,731	\$ 216,488
Reimbursable	80		90	
Unobligated Balances:				
Apportioned	\$ 3,036	\$ 634	\$ 2,351	\$ 1,433
Unobligated Balance not available	2,398	14,768	4,175	14,221
Total Status of Budgetary Resources	\$ 103,494	\$ 262,887	\$ 130,347	\$ 232,142
Change in Obligated Balance:				
Obligated balance, net:				
Unpaid obligations, brought forward, October 1	\$ 94,693	\$ 150,831	\$ 95,488	\$ 133,797
Uncollected customer payments from Federal Sources, brought forward, October 1	(2)	(14)	(4)	(7)
Total, unpaid obligated balance, brought forward, net	\$ 94,691	\$ 150,817	\$ 95,484	\$ 133,790
Obligations Incurred, net (+/-)	98,060	247,485	123,821	216,488
Gross Outlays	(118,494)	(221,724)	(123,539)	(195,018)
Recoveries of prior year unpaid obligations, actual	(1,575)	(12,203)	(1,077)	(4,436)
Change in uncollected customer payments from Federal Sources (+/-)	(4)	(13)	2	(7)
Obligated Balance, net, end of period:				
Unpaid Obligations	\$ 72,684	\$ 164,389	\$ 94,693	\$ 150,831
Uncollected customer payments from Federal Sources	(6)	(27)	(2)	(14)
Total, Unpaid Obligated Balance, Net, End of Period	\$ 72,678	\$ 164,362	\$ 94,691	\$ 150,817
Net Outlays:				
Gross Outlays	\$ 118,494	\$ 221,724	\$ 123,539	\$ 195,018
Offsetting collections	(1,818)	(53,169)	(1,613)	(51,979)
Distributed Offsetting receipts	(50,289)		(29,046)	
Net Outlays (Note 15)	\$ 66,387	\$ 168,555	\$ 92,880	\$ 143,039

The accompanying notes are an integral part of these statements.