

United States Department of Education
Consolidated Balance Sheet
As of September 30, 2012 and 2011
(Dollars in Millions)

	FY 2012	FY 2011
Assets:		
Intragovernmental:		
Fund Balance with Treasury (Note 3)	\$ 121,993	\$ 114,085
Accounts Receivable (Note 4)	1	
Other Intragovernmental Assets (Note 8)	18	50
Total Intragovernmental	122,012	114,135
Cash and Other Monetary Assets (Note 5)	1,307	1,664
Accounts Receivable, Net (Note 4)	92	138
Credit Program Receivables, Net (Note 6)	673,488	530,491
General Property, Plant and Equipment, Net (Note 7)	7	16
Other Assets (Note 8)	21	98
Total Assets (Note 2)	\$ 796,927	\$ 646,542
 Liabilities:		
Intragovernmental:		
Accounts Payable (Note 9)	\$ 31	\$ 34
Debt (Note 10)	715,303	547,108
Guaranty Agency Federal and Restricted Funds Due to Treasury (Note 5)	1,307	1,664
Payable to Treasury (Note 6)	2,914	3,890
Other Intragovernmental Liabilities (Note 11)	4,030	6,843
Total Intragovernmental	723,585	559,539
Accounts Payable (Note 9)	4,098	4,248
Accrued Grant Liability (Note 12)	2,901	3,928
Liabilities for Loan Guarantees (Note 6)	1,037	10,025
Other Liabilities (Note 11)	151	217
Total Liabilities	\$ 731,772	\$ 577,957
Commitments and Contingencies (Note 21)		
 Net Position:		
Unexpended Appropriations	\$ 72,686	\$ 71,729
Cumulative Results of Operations	(7,531)	(3,144)
Total Net Position (Note 13)	\$ 65,155	\$ 68,585
Total Liabilities and Net Position	\$ 796,927	\$ 646,542

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, 2012 and 2011**

(Dollars in Millions)

	FY 2012	FY 2011
Program Costs:		
<u>Increase College Access, Quality, and Completion</u>		
Gross Costs	\$ 40,410	\$ 21,785
Less: Earned Revenue	25,340	20,252
Net Program Costs	15,070	1,533
Total Program Costs	\$ 15,070	\$ 1,533
<u>Improve Preparation for College and Career from Birth Through 12th Grade, Especially for Children with High Needs</u>		
Gross Costs	\$ 22,419	\$ 21,910
Less: Earned Revenue	70	83
Net Program Costs	22,349	21,827
Total Program Costs	\$ 22,349	\$ 21,827
<u>Ensure Effective Educational Opportunities for All Students</u>		
Gross Costs	\$ 17,114	\$ 16,409
Less: Earned Revenue	11	23
Net Program Costs	17,103	16,386
Total Program Costs	\$ 17,103	\$ 16,386
<u>Enhance the Education System's Ability to Continuously Improve</u>		
Gross Costs	\$ 1,660	\$ 1,841
Less: Earned Revenue	69	39
Net Program Costs	1,591	1,802
Total Program Costs	\$ 1,591	\$ 1,802
<u>American Recovery and Reinvestment Act and Education Jobs Fund</u>		
Gross Costs	\$ 7,660	\$ 27,965
Less: Earned Revenue	—	—
Net Program Costs	7,660	27,965
Total Program Costs	\$ 7,660	\$ 27,965
Net Cost of Operations (Notes 14 & 17)	\$ 63,773	\$ 69,513

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, 2012 and 2011

(Dollars in Millions)

	FY 2012		FY 2011	
	Cumulative Results of Operations	Unexpended Appropriations	Cumulative Results of Operations	Unexpended Appropriations
Beginning Balances:				
Beginning Balances	\$ (3,144)	\$ 71,729	\$ (6,769)	\$ 94,371
Budgetary Financing Sources:				
Appropriations Received		\$ 98,372		\$ 94,398
Other Adjustments (rescissions, etc)	\$ 1	(493)	\$ (1)	(1,051)
Appropriations Used	96,922	(96,922)	115,989	(115,989)
Nonexchange Revenue	1		3	
Donations and Forfeitures of Cash and Cash Equivalents	1		1	
Nonexpenditure Financing Sources				
Transfers-Out	(51)		(24)	
Other Financing Sources:				
Imputed Financing from Costs Absorbed by Others	\$ 34		\$ 38	
Others	(37,522)		(42,868)	
Total Financing Sources:				
Total Financing Sources	\$ 59,386	\$ 957	\$ 73,138	\$ (22,642)
Net Cost of Operations:				
Net Cost of Operations	\$ (63,773)		\$ (69,513)	
Net Change:				
Net Change	\$ (4,387)	\$ 957	\$ 3,625	\$ (22,642)
Ending Balances (Note 13)	\$ (7,531)	\$ 72,686	\$ (3,144)	\$ 71,729

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, 2012 and 2011

(Dollars in Millions)

	FY 2012		FY 2011	
	Budgetary	Non-Budgetary Credit Reform Financing Accounts	Budgetary	Non-Budgetary Credit Reform Financing Accounts
Budgetary Resources:				
Unobligated balance, brought forward, October 1	\$ 5,434	\$ 15,402	\$ 6,526	\$ 15,654
Recoveries of prior year Unpaid Obligations	1,182	18,649	1,575	12,203
Other changes in unobligated balance	(638)	(20,697)	(353)	(17,494)
Unobligated balance from prior year budget authority, net	5,978	13,354	7,748	10,363
Appropriations (discretionary and mandatory)	98,284	36	94,209	2
Borrowing Authority (discretionary and mandatory)		209,614		211,980
Spending Authority from offsetting collections	448	47,270	1,537	40,542
Total Budgetary Resources (Note 16)	\$ 104,710	\$ 270,274	\$ 103,494	\$ 262,887
Status of Budgetary Resources:				
Obligations incurred (Note 16)	\$ 92,088	\$ 251,281	\$ 98,060	\$ 247,485
Unobligated balance, end of year:				
Apportioned	10,480	1	3,036	634
Unapportioned	2,142	18,992	2,398	14,768
Total unobligated balance, end of year	12,622	18,993	5,434	15,402
Total Budgetary Resources	\$ 104,710	\$ 270,274	\$ 103,494	\$ 262,887
Change in Obligated Balance:				
Unpaid obligations, brought forward, October 1	\$ 72,684	\$ 164,389	\$ 94,693	\$ 150,831
Uncollected customer payments from Federal Sources, brought forward, October 1	(6)	(27)	(2)	(14)
Obligated balance, start of the year (net)	72,678	164,362	94,691	150,817
Obligations Incurred	92,088	251,281	98,060	247,485
Outlays (gross) (-)	(98,533)	(224,791)	(118,494)	(221,724)
Change in uncollected customer payments from Federal Sources (+/-)	4	1	(4)	(13)
Recoveries of prior year unpaid obligations	(1,182)	(18,649)	(1,575)	(12,203)
Obligated Balance, end of year (net):				
Unpaid Obligations, end of year (gross)	65,057	172,230	72,684	164,389
Uncollected customer payments from Federal Sources, end of year	(2)	(26)	(6)	(27)
Obligated balance, end of year (net)	\$ 65,055	\$ 172,204	\$ 72,678	\$ 164,362
Budget Authority and Outlays, Net:				
Budget authority, gross (discretionary and mandatory)	\$ 98,732	\$ 256,920	\$ 95,746	\$ 252,524
Actual offsetting collections (discretionary and mandatory)	(655)	(64,687)	(1,818)	(53,169)
Change in uncollected customer payments from Federal Sources (discretionary and mandatory)	4	1	(4)	(13)
Budget Authority, net (discretionary and mandatory)	\$ 98,081	\$ 192,234	\$ 93,924	\$ 199,342
Outlays, gross (discretionary and mandatory)	\$ 98,533	\$ 224,791	\$ 118,494	\$ 221,724
Actual offsetting collections (discretionary and mandatory) (+/-)	(655)	(64,687)	(1,818)	(53,169)
Outlays, net (discretionary and mandatory)	97,878	160,104	116,676	168,555
Distributed offsetting receipts	(40,612)		(50,289)	
Agency Outlays, net (discretionary and mandatory)	\$ 57,266	\$ 160,104	\$ 66,387	\$ 168,555

The accompanying notes are an integral part of these statements.