

**United States Department of Education
Consolidated Balance Sheet
As of September 30, 2013 and 2012**

(Dollars in Millions)

	FY 2013	FY 2012
Assets:		
Intragovernmental:		
Fund Balance with Treasury (Note 3)	\$ 108,732	\$ 121,993
Accounts Receivable (Note 4)	2	1
Other Intragovernmental Assets (Note 8)	22	18
Total Intragovernmental	108,756	122,012
Cash and Other Monetary Assets (Note 5)	1,482	1,307
Accounts Receivable, Net (Note 4)	121	92
Credit Program Receivables, Net (Note 6)	826,684	673,488
Property and Equipment, Net (Note 7)	2	7
Other Assets (Note 8)	13	21
Total Assets (Note 2)	\$ 937,058	\$ 796,927
 Liabilities:		
Intragovernmental:		
Accounts Payable (Note 9)	\$ 2	\$ 31
Debt (Note 10)	852,432	715,303
Guaranty Agency Federal Funds Due to Treasury (Note 5)	1,482	1,307
Other Intragovernmental Liabilities (Note 11)	8,855	6,944
Total Intragovernmental	862,771	723,585
Accounts Payable (Note 9)	4,127	4,098
Accrued Grant Liability (Note 12)	2,170	2,901
Liabilities for Loan Guarantees (Note 6)	-	1,037
Other Liabilities (Note 11)	147	151
Total Liabilities (Note 11)	\$ 869,215	\$ 731,772
Commitments and Contingencies (Note 20)		
 Net Position:		
Unexpended Appropriations (Note 13)	\$ 71,371	\$ 72,686
Cumulative Results of Operations (Note 13)	(3,528)	(7,531)
Total Net Position (Note 13)	\$ 67,843	\$ 65,155
Total Liabilities and Net Position	\$ 937,058	\$ 796,927

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, 2013 and 2012**
 (Dollars in Millions)

	<u>FY 2013</u>	<u>FY 2012</u>
Program Costs:		
<u>Increase College Access, Quality, and Completion</u>		
Gross Costs	\$ 17,588	\$ 40,410
Earned Revenue	(26,744)	(25,340)
Net Program Costs	<u>(9,156)</u>	<u>15,070</u>
Total Program Costs	\$ (9,156)	\$ 15,070
<u>Improve Preparation for College and Career from Birth Through 12th Grade, Especially for Children with High Needs</u>		
Gross Costs	\$ 22,405	\$ 22,419
Earned Revenue	(25)	(70)
Net Program Costs	<u>22,380</u>	<u>22,349</u>
Total Program Costs	\$ 22,380	\$ 22,349
<u>Ensure Effective Educational Opportunities for All Students</u>		
Gross Costs	\$ 16,856	\$ 17,114
Earned Revenue	(26)	(11)
Net Program Costs	<u>16,830</u>	<u>17,103</u>
Total Program Costs	\$ 16,830	\$ 17,103
<u>Enhance the Education System's Ability to Continuously Improve</u>		
Gross Costs	\$ 1,881	\$ 1,660
Earned Revenue	(86)	(69)
Net Program Costs	<u>1,795</u>	<u>1,591</u>
Total Program Costs	\$ 1,795	\$ 1,591
<u>American Recovery and Reinvestment Act and Education Jobs Fund</u>		
Gross Costs	\$ 2,623	\$ 7,660
Earned Revenue	-	-
Net Program Costs	<u>2,623</u>	<u>7,660</u>
Total Program Costs	\$ 2,623	\$ 7,660
Grand Total Program Costs	\$ 34,472	\$ 63,773
Net Cost of Operations (Notes 14 & 17)	\$ 34,472	\$ 63,773

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, 2013 and 2012**

(Dollars in Millions)

	FY 2013		FY 2012	
	Cumulative Results of Operations	Unexpended Appropriations	Cumulative Results of Operations	Unexpended Appropriations
Beginning Balances:				
Beginning Balances	\$ (7,531)	\$ 72,686	\$ (3,144)	\$ 71,729
Budgetary Financing Sources:				
Appropriations Received	\$ -	\$ 90,993	\$ -	\$ 98,372
Other Adjustments (Rescissions, etc.)	-	(2,824)	1	(493)
Appropriations Used	89,484	(89,484)	96,922	(96,922)
Nonexchange Revenue	10	-	1	-
Donations and Forfeitures of Cash and Cash Equivalents	1	-	1	-
Nonexpenditure Financing Sources Transfers-Out	-	-	(29)	-
Other Financing Sources:				
Imputed Financing from Costs Absorbed by Others Negative Subsidy Transfers, Downward Subsidy Re-Estimates, and Other	\$ 34	\$ -	\$ 34	\$ -
	(51,054)	-	(37,544)	-
Total Financing Sources	\$ 38,475	\$ (1,315)	\$ 59,386	\$ 957
Net Cost of Operations:	\$ (34,472)	\$ -	\$ (63,773)	\$ -
Net Change:	\$ 4,003	\$ (1,315)	\$ (4,387)	\$ 957
Ending Balances (Note 13)	\$ (3,528)	\$ 71,371	\$ (7,531)	\$ 72,686

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, 2013 and 2012**

(Dollars in Millions)

	FY 2013		FY 2012	
	Budgetary	Non-Budgetary Credit Reform Financing Accounts	Budgetary	Non-Budgetary Credit Reform Financing Accounts
Budgetary Resources:				
Unobligated Balance, Brought Forward, October 1	\$ 12,622	\$ 18,993	\$ 5,434	\$ 15,402
Recoveries of Prior Year Unpaid Obligations	1,191	35,425	1,182	18,649
Other Changes in Unobligated Balance (+ or -)	(428)	(39,189)	(638)	(20,697)
Unobligated Balance from Prior Year Budget Authority, Net	\$ 13,385	\$ 15,229	\$ 5,978	\$ 13,354
Appropriations (Discretionary and Mandatory)	88,380	5	98,284	36
Borrowing Authority (Discretionary and Mandatory) (Note 16)	-	195,185	-	209,614
Spending Authority from Offsetting Collections (Discretionary and Mandatory)	779	46,976	448	47,270
Total Budgetary Resources (Note 16)	\$ 102,544	\$ 257,395	\$ 104,710	\$ 270,274
Status of Budgetary Resources:				
Obligations Incurred (Note 16)	\$ 86,337	\$ 246,080	\$ 92,088	\$ 251,281
Unobligated Balance, End of Year:				
Apportioned	13,700	-	10,480	1
Unapportioned	2,507	11,315	2,142	18,992
Total Unobligated Balance, End of Year	16,207	11,315	12,622	18,993
Total Status of Budgetary Resources (Note 16)	\$ 102,544	\$ 257,395	\$ 104,710	\$ 270,274
Change in Obligated Balance:				
Unpaid Obligations				
Unpaid Obligations, Brought Forward, October 1	\$ 65,057	\$ 172,230	\$ 72,684	\$ 164,389
Obligations Incurred	86,337	246,080	92,088	251,281
Outlays (Gross) (-)	(90,573)	(221,138)	(98,533)	(224,791)
Recoveries of Prior Year Unpaid Obligations (-)	(1,191)	(35,425)	(1,182)	(18,649)
Unpaid Obligations, End of Year	\$ 59,630	\$ 161,747	\$ 65,057	\$ 172,230
Uncollected Payments				
Uncollected Payments, Federal Sources, Brought Forward, October 1 (-)	\$ (2)	\$ (26)	\$ (6)	\$ (27)
Change in Uncollected Payments, Federal Sources (+ or -)	(1)	1	4	1
Uncollected Payments, Federal Sources, End of Year (-)	\$ (3)	\$ (25)	\$ (2)	\$ (26)
Memorandum (Non-add) Entries				
Obligated Balance, Start of Year (+ or -)	\$ 65,055	\$ 172,204	\$ 72,678	\$ 164,389
Obligated Balance, End of Year (+ or -)	\$ 59,627	\$ 161,722	\$ 65,055	\$ 172,204
Budget Authority and Outlays, Net:				
Budget Authority, Gross (Discretionary and Mandatory)	\$ 89,159	\$ 242,166	\$ 98,732	\$ 256,920
Actual Offsetting Collections (Discretionary and Mandatory) (-)	(935)	(72,672)	(655)	(64,687)
Change in Uncollected Customer Payments from Federal Sources (Discretionary and Mandatory) (+ or -)	(1)	1	4	1
Budget Authority, Net (Discretionary and Mandatory)	\$ 88,223	\$ 169,495	\$ 98,081	\$ 192,234
Outlays, Gross (Discretionary and Mandatory)	\$ 90,573	\$ 221,138	\$ 98,533	\$ 224,791
Actual Offsetting Collections (Discretionary and Mandatory) (-)	(935)	(72,672)	(655)	(64,687)
Outlays, Net (Discretionary and Mandatory)	89,638	148,466	97,878	160,104
Distributed Offsetting Receipts (-) (Note 16)	(48,725)	-	(40,612)	-
Agency Outlays, Net (Discretionary and Mandatory) (Note 16)	\$ 40,913	\$ 148,466	\$ 57,266	\$ 160,104

The accompanying notes are an integral part of these statements.