

**United States Government  
Statements of Net Cost  
for the Years Ended September 30, 2009, and September 30, 2008**

	Gross	Earned	Net	Gross	Earned	Net
	Cost	Revenue	Cost	Cost	Revenue	Cost
(In billions of dollars)	2009			2008		
Department of Health and Human Services .....	866.4	59.5	806.9	769.1	56.4	712.7
Social Security Administration .....	736.6	0.4	736.2	663.9	0.3	663.6
Department of Defense .....	718.4	35.6	682.8	767.6	26.8	740.8
Department of the Treasury.....	254.6	19.4	235.2	197.0	12.4	184.6
Interest on Treasury Securities held by the public.....	189.1	-	189.1	241.6	-	241.6
Department of Labor.....	140.2	-	140.2	60.6	-	60.6
Department of Agriculture.....	132.0	10.5	121.5	109.3	9.8	99.5
Department of Transportation.....	80.1	0.5	79.6	71.5	0.8	70.7
Department of Housing and Urban Development.....	62.6	1.0	61.6	60.6	0.8	59.8
Department of Homeland Security .....	62.1	8.4	53.7	60.0	7.9	52.1
Federal Deposit Insurance Corporation .....	63.4	18.8	44.6	24.3	1.7	22.6
Department of Energy .....	46.8	3.9	42.9	35.8	4.2	31.6
Department of Education.....	44.9	6.5	38.4	66.9	5.0	61.9
Department of Justice.....	31.2	1.1	30.1	31.7	1.1	30.6
Office of Personnel Management.....	41.2	16.9	24.3	39.5	16.0	23.5
National Aeronautics and Space Administration.....	24.2	0.1	24.1	20.4	0.2	20.2
Department of State .....	25.6	2.5	23.1	22.1	2.6	19.5
Department of the Interior.....	20.8	2.2	18.6	23.4	2.1	21.3
Pension Benefit Guaranty Corporation.....	22.9	10.5	12.4	2.3	3.5	(1.2)
Department of Commerce .....	13.9	2.1	11.8	11.9	2.0	9.9
Railroad Retirement Board.....	22.7	11.2	11.5	20.7	4.2	16.5
Agency for International Development .....	11.8	0.7	11.1	9.1	(0.1)	9.2
Environmental Protection Agency .....	10.1	0.6	9.5	10.1	0.5	9.6
Federal Communications Commission.....	8.8	0.5	8.3	8.5	0.4	8.1
National Science Foundation.....	6.1	-	6.1	6.0	-	6.0
Small Business Administration.....	6.3	0.4	5.9	1.9	0.4	1.5
National Credit Union Administration.....	6.1	1.3	4.8	0.5	0.1	0.4
Smithsonian Institution .....	0.9	-	0.9	0.9	-	0.9
Export-Import Bank of the United States.....	1.5	0.8	0.7	0.4	0.7	(0.3)
U.S. Nuclear Regulatory Commission.....	1.3	0.8	0.5	1.2	0.8	0.4
General Services Administration .....	1.0	0.5	0.5	1.0	0.5	0.5
Securities and Exchange Commission.....	1.1	1.1	-	1.1	1.0	0.1
Farm Credit System Insurance Corporation .....	-	0.3	(0.3)	-	0.2	(0.2)
Tennessee Valley Authority.....	10.2	11.0	(0.8)	10.2	10.1	0.1
U.S. Postal Service.....	58.2	67.1	(8.9)	60.0	73.7	(13.7)
Department of Veterans Affairs .....	(38.8)	4.0	(42.8)	434.6	4.2	430.4
All other entities .....	51.3	0.7	50.6	45.9	0.6	45.3
<b>Total .....</b>	<b>3,735.6</b>	<b>300.9</b>	<b>3,434.7</b>	<b>3,891.6</b>	<b>250.9</b>	<b>3,640.7</b>

The accompanying notes are an integral part of these financial statements.

**United States Government  
Statements of Operations and Changes in Net Position  
for the Years Ended September 30, 2009, and September 30, 2008**

	Non- Earmarked		Consolidated	Non- Earmarked		Consolidated
	Funds	Earmarked Funds		Funds	Earmarked Funds	
(In billions of dollars)	2009			2008		
<b>Revenue:</b>						
Individual income tax and tax withholdings ...	912.7	862.3	1,775.0	1,210.0	868.4	2,078.4
Corporation income taxes .....	130.3		130.3	299.7		299.7
Unemployment taxes .....		38.1	38.1		39.4	39.4
Excise taxes .....	18.6	48.9	67.5	15.3	51.8	67.1
Estate and gift taxes .....	23.4		23.4	28.8		28.8
Customs duties .....	21.7		21.7	27.3		27.3
Other taxes and receipts .....	35.4	52.2	87.6	50.7	34.3	85.0
Miscellaneous earned revenues .....	50.4	4.4	54.8	29.9	5.8	35.7
Intragovernmental interest .....		184.6	184.6		201.0	201.0
Total revenue .....	<u>1,192.5</u>	<u>1,190.5</u>	<u>2,383.0</u>	<u>1,661.7</u>	<u>1,200.7</u>	<u>2,862.4</u>
Eliminations.....			(184.6)			(201.0)
Consolidated revenue .....			<u>2,198.4</u>			<u>2,661.4</u>
<b>Net Cost:</b>						
Net cost.....	1,906.6	1,528.1	3,434.7	2,186.4	1,454.3	3,640.7
Intragovernmental interest .....	184.6		184.6	201.0		201.0
Total net cost .....	<u>2,091.2</u>	<u>1,528.1</u>	<u>3,619.3</u>	<u>2,387.4</u>	<u>1,454.3</u>	<u>3,841.7</u>
Eliminations.....			(184.6)			(201.0)
Consolidated net cost.....			<u>3,434.7</u>			<u>3,640.7</u>
<b>Intragovernmental transfers</b> .....	(386.0)	386.0		(338.0)	338.0	
Unmatched transactions and balances (Note 1) .....	(17.4)		(17.4)	(29.8)		(29.8)
<b>Net operating (cost)/revenue</b> .....	<u>(1,302.1)</u>	<u>48.4</u>	<u>(1,253.7)</u>	<u>(1,093.5)</u>	<u>84.4</u>	<u>(1,009.1)</u>
<b>Net position, beginning of period</b> .....	(10,908.1)	704.6	(10,203.5)	(9,826.0)	620.2	(9,205.8)
Prior period adjustments—changes in accounting principles (Note 21).....	1.6	(0.3)	1.3	11.4		11.4
Net operating (cost)/revenue.....	(1,302.1)	48.4	(1,253.7)	(1,093.5)	84.4	(1,009.1)
<b>Net position, end of period</b> .....	<u>(12,208.6)</u>	<u>752.7</u>	<u>(11,455.9)</u>	<u>(10,908.1)</u>	<u>704.6</u>	<u>(10,203.5)</u>

The accompanying notes are an integral part of these financial statements.

**United States Government**  
**Reconciliations of Net Operating Cost and Unified Budget Deficit**  
**for the Years Ended September 30, 2009, and September 30, 2008**

(In billions of dollars)	2009	2008
<b>Net operating cost</b> .....	(1,253.7)	(1,009.1)
<b>Components of Net Operating Cost Not Part of the Budget Deficit:</b>		
<b>Increase in Liability for Military Employee Benefits (Note 15):</b>		
Increase in military pension liabilities .....	23.0	125.3
Increase/(decrease) in military health liabilities .....	5.2	(15.3)
(Decrease) in other military benefits.....	(2.6)	(0.1)
Increase in liability for military employee benefits.....	25.6	109.9
<b>(Decrease)/Increase in liability for veteran's compensation (Note 15):</b>		
(Decrease)/increase in liabilities for veterans .....	(101.2)	287.9
(Decrease)/increase in liabilities for survivors .....	(46.9)	50.2
(Decrease)/increase in liabilities for burial benefits .....	(1.1)	0.9
(Decrease)/increase in liability for veteran's compensation.....	(149.2)	339.0
<b>Increase in liabilities for civilian employee benefits (Note 15):</b>		
Increase in civilian pension liabilities .....	74.6	68.5
Increase in civilian health liabilities.....	10.4	30.2
Increase in other civilian benefits .....	3.4	2.2
Increase in liabilities for civilian employee benefits .....	88.4	100.9
<b>(Decrease)/Increase in environmental and disposal liabilities (Note 16):</b>		
Increase in Energy's environmental and disposal liabilities .....	1.6	2.4
(Decrease) in all others' environmental and disposal liabilities .....	(2.6)	(1.6)
(Decrease)/increase in environmental and disposal liabilities .....	(1.0)	0.8
Depreciation expense .....	59.5	54.8
Property, plant, and equipment disposals and revaluations .....	6.5	5.0
Increase in benefits due and payable.....	16.4	10.7
Increase in insurance and guarantee program liabilities .....	81.1	12.4
Increase in other liabilities .....	12.1	34.3
Seigniorage and sale of gold .....	(0.4)	(0.7)
(Decrease)/increase in accounts payable .....	(0.1)	7.1
Decrease/(increase) in net accounts and taxes receivable .....	2.8	(5.2)
TARP downward re-estimate .....	(110.0)	-
Stock received from Government sponsored enterprises .....	-	(7.0)
(Increase) in Beneficial interest in trust .....	(23.5)	-
Increase in liquidity guarantee.....	78.1	13.8
Valuation loss on investments in Government sponsored enterprises .....	37.9	-
<b>Components of the budget deficit that are not part of net operating cost:</b>		
<b>Capitalized Fixed Assets:</b>		
Department of Defense .....	(81.5)	(71.6)
All other agencies.....	(30.9)	(34.8)
Total Capitalized Fixed Assets .....	(112.4)	(106.4)
Decrease/(increase) in net inventory.....	5.0	(12.5)
Investments in Government sponsored enterprises .....	(95.6)	-
(Increase)/decrease in securities and investments .....	(22.4)	17.7
(Increase) in other assets.....	(66.4)	(24.0)
Principal repayments of precredit reform loans .....	(10.1)	14.6
All other reconciling items .....	14.3	(10.9)
Unified budget deficit.....	(1,417.1)	(454.8)

The accompanying notes are an integral part of these financial statements.

**United States Government  
Balance Sheets  
as of September 30, 2009, and September 30, 2008**

(In billions of dollars)	2009	2008
<b>Assets:</b>		
Cash and other monetary assets (Note 2) .....	393.2	424.5
Accounts and taxes receivable, net (Note 3).....	90.2	93.0
Loans receivable and mortgage backed securities, net (Note 4) ...	538.9	253.8
TARP direct loans and equity investments, net (Note 5) .....	239.7	-
Beneficial interest in trust (Note 6) .....	23.5	-
Inventories and related property, net (Note 7).....	284.6	289.6
Property, plant, and equipment, net (Note 8) .....	784.1	737.7
Securities and investments (Note 9) .....	93.1	79.6
Investments in Government sponsored enterprises (Note 11).....	64.7	7.0
Other assets (Note 12) .....	155.9	89.5
Total assets.....	<u>2,667.9</u>	<u>1,974.7</u>
Stewardship land and heritage assets (Note 27)		
<b>Liabilities:</b>		
Accounts payable (Note 13) .....	73.2	73.3
Federal debt securities held by the public and accrued interest (Note 14) .....	7,582.7	5,836.2
Federal employee and veteran benefits payable (Note 15) .....	5,283.7	5,318.9
Environmental and disposal liabilities (Note 16).....	341.8	342.8
Benefits due and payable (Note 17).....	160.8	144.4
Insurance and guarantee program liabilities (Note 18) .....	166.2	85.1
Loan guarantee liabilities (Note 4).....	69.4	72.9
Liquidity guarantee (Note 11) .....	91.9	13.8
Other liabilities (Note 19) .....	354.1	290.8
Total liabilities .....	<u>14,123.8</u>	<u>12,178.2</u>
Contingencies (Note 22) and Commitments (Note 23)		
<b>Net position:</b>		
Earmarked funds (Note 24) .....	752.7	704.6
Non-earmarked funds.....	(12,208.6)	(10,908.1)
Total net position .....	<u>(11,455.9)</u>	<u>(10,203.5)</u>
Total liabilities and net position .....	<u>2,667.9</u>	<u>1,974.7</u>

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