

Contents

A Message from the Secretary of the Treasury	
Executive Summary	1
Management’s Discussion and Analysis	12
Statement of the Comptroller General of the United States	40
Financial Statements	
Introduction	52
Statements of Net Cost	59
Statements of Operations and Changes in Net Position.....	61
Reconciliations of Net Operating Cost and Budget Deficit.....	63
Statements of Changes in Cash Balance from Budget and Other Activities	64
Balance Sheets.....	65
Statements of Long-Term Fiscal Projections.....	66
Statements of Social Insurance.....	67
Statements of Changes in Social Insurance Amounts.....	70
Notes to the Financial Statements	
Note 1. Summary of Significant Accounting Policies.....	72
Note 2. Cash and Other Monetary Assets.....	84
Note 3. Accounts Receivable, Net.....	85
Note 4. Loans Receivable, Net and Loan Guarantees	86
Note 5. Inventory and Related Property, Net	90
Note 6. Property, Plant, and Equipment, Net	91
Note 7. Investments in Government-Sponsored Enterprises	92
Note 8. Investments	96
Note 9. Advances and Prepayments	99
Note 10. Other Assets.....	100
Note 11. Accounts Payable.....	101
Note 12. Federal Debt and Interest Payable	102
Note 13. Federal Employee and Veteran Benefits Payable	104
Note 14. Environmental and Disposal Liabilities	111
Note 15. Benefits Due and Payable	113
Note 16. Insurance and Guarantee Program Liabilities	114
Note 17. Advances from Others and Deferred Revenue.....	115
Note 18. Other Liabilities	116
Note 19. Collections and Refunds of Federal Revenue	118
Note 20. Commitments.....	121
Note 21. Contingencies	123
Note 22. Funds from Dedicated Collections.....	129
Note 23. Fiduciary Activities.....	135
Note 24. Long-Term Fiscal Projections.....	136
Note 25. Social Insurance.....	142
Note 26. Stewardship Property, Plant, and Equipment.....	151
Note 27. Disclosure Entities and Related Parties	152
Note 28. Public-Private Partnerships.....	157
Note 29. Subsequent Events	158

Required Supplementary Information (Unaudited)	
The Sustainability of Fiscal Policy	160
Social Insurance	172
Social Security and Medicare	172
Railroad Retirement, Black Lung, and Unemployment Insurance	185
Deferred Maintenance and Repairs	188
Other Claims for Refunds.....	188
Tax Assessments	189
Federal Oil and Gas Resources.....	189
Federal Natural Resources Other than Oil and Gas	191
Land and Permanent Land Rights	192
Other Information (Unaudited)	
Tax Burden.....	194
Tax Gap	195
Tax Expenditures.....	195
Appendices	
Appendix A: Reporting Entity.....	198
Appendix B: Glossary of Acronyms.....	202
U.S. Government Accountability Office Independent Auditor’s Report.....	208

<p><i>For a complete listing of frequently used acronyms found throughout the Financial Report refer to the Glossary of Acronyms located in Appendix B.</i></p>
--