

SMALL BUSINESS ADMINISTRATION

For 2005, the Small Business Administration (SBA) budget requests \$678.4 million in new budget authority. SBA's continuing operations will provide nearly \$25 billion in new loans to small businesses, funding for non-credit programs, and funding for the disaster loan program. SBA has revised its 7(a) loan subsidy model to more accurately reflect the costs of the program.

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses, not otherwise provided for, of the Small Business Administration as authorized by Public Law [105-135] 106-554, including hire of passenger motor vehicles as authorized by 31 U.S.C. 1343 and 1344, and not to exceed \$3,500 for official reception and representation expenses, [\$325,750,000] \$326,259,000: *Provided*, That the Administrator is authorized to charge fees to cover the cost of publications developed by the Small Business Administration, and certain loan servicing activities: *Provided further*, That, notwithstanding 31 U.S.C. 3302, revenues received from all such activities shall be credited to this account, to be available for carrying out these purposes without further appropriations: *Provided further*, That [\$89,000,000] \$88,000,000 shall be available to fund grants for performance in fiscal year [2004] 2005 or fiscal year [2005] 2006 as authorized. (Division B, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

Program and Financing (in millions of dollars)

Identification code 73-0100-0-1-376	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Government contracting and minority enterprise development	26	29	25
00.02 Disaster assistance	119	108	108
00.03 Office of Chief Information Officer	18	28	28
00.04 Management and administration	141	114	78
00.05 Executive direction	4	5	6
00.06 General counsel	9	9	10
00.07 Congressional and legislative affairs	1	1	1
00.08 Hearings and appeals	1	1	1
00.09 Communications and publications	3	3	3
00.11 Advocacy	6	7	7
00.12 Field operations	1	1	2
00.13 Equal employment opportunity and civil rights compliance	2	2	2
00.14 Regional and district offices	146	145	151
00.15 Chief financial officer	10	9	10
00.16 Capital Access	58	51	32
00.17 Entrepreneurial development	113	115	112
00.18 Small disadvantaged businesses	1	2	2
00.19 Veteran's Business Development	1	1	1
10.00 Total new obligations	642	621	579
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	56	8	1
22.00 New budget authority (gross)	596	613	579
23.90 Total budgetary resources available for obligation	652	621	580
23.95 Total new obligations	-642	-621	-579
23.98 Unobligated balance expiring or withdrawn	-2	.....	.....
24.40 Unobligated balance carried forward, end of year	8	1	1
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	369	371	326
40.35 Appropriation permanently reduced	-2	-4	.....
40.36 Unobligated balance permanently reduced	-14	.....	.....
42.00 Transferred from other accounts	1	.....	.....
43.00 Appropriation (total discretionary)	354	367	326
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	242	246	253
70.00 Total new budget authority (gross)	596	613	579

Change in obligated balances:

72.40 Obligated balance, start of year	294	311	322
73.10 Total new obligations	642	621	579
73.20 Total outlays (gross)	-616	-610	-597
73.40 Adjustments in expired accounts (net)	-8	.....	.....
74.40 Obligated balance, end of year	311	322	304

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	488	448	432
86.93 Outlays from discretionary balances	128	162	165
87.00 Total outlays (gross)	616	610	597

Offsets:

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Payments from business loan program account	-128	-127	-129
88.00 Payments from disaster loan program account	-109	-113	-118
88.00 Federal sources	-5	-3	-3
88.40 Non-Federal sources	-3	-3	-3
88.90 Total, offsetting collections (cash)	-245	-246	-253
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	3	.....	.....

Net budget authority and outlays:

89.00 Budget authority	354	367	326
90.00 Outlays	371	364	344

The appropriation for this account is necessary to cover the administrative expenses for headquarters and non-credit programs.

Object Classification (in millions of dollars)

Identification code 73-0100-0-1-376	2003 actual	2004 est.	2005 est.
Personnel compensation:			
11.1 Full-time permanent	185	184	192
11.3 Other than full-time permanent	11	11	11
11.5 Other personnel compensation	3	3	3
11.9 Total personnel compensation	199	198	206
12.1 Civilian personnel benefits	47	50	50
21.0 Travel and transportation of persons	4	4	4
23.1 Rental payments to GSA	34	36	38
23.3 Communications, utilities, and miscellaneous charges	6	6	6
24.0 Printing and reproduction	1	1	1
25.2 Other services	36	31	51
25.3 Other purchases of goods and services from Government accounts (disaster loan making)	95	82	82
25.3 Other purchases of goods and services from Government accounts (disaster loan serv)	24	26	26
26.0 Supplies and materials	2	1	2
31.0 Equipment	2	1	2
41.0 Grants, subsidies, and contributions	192	185	111
99.9 Total new obligations	642	621	579

Personnel Summary

Identification code 73-0100-0-1-376	2003 actual	2004 est.	2005 est.
1001 Total compensable workyears: Civilian full-time equivalent employment	3,662	3,786	3,786

Note.—The personnel summary includes regular (non-disaster) full-time equivalents (FTEs) of 2633, 2618, and 2618 in 2003, 2004, and 2005 respectively.

OFFICE OF INSPECTOR GENERAL

For necessary expenses of the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, [\$13,000,000] \$14,500,000. (Division B, H.R. 2673, Consolidated Appropriations Bill, FY 2004.)

General and special funds—Continued

OFFICE OF INSPECTOR GENERAL—Continued

Program and Financing (in millions of dollars)

Identification code 73-0200-0-1-376	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 General Office	1	1	1
00.02 Audit	5	6	7
00.03 Investigations	6	7	7
00.04 Management / Legal Counsel / Inspection and Evaluation	1	1	1
10.00 Total new obligations	13	15	16
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	13	15	16
23.95 Total new obligations	-13	-15	-16
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	12	14	15
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	1	1	1
70.00 Total new budget authority (gross)	13	15	16
Change in obligated balances:			
73.10 Total new obligations	13	15	16
73.20 Total outlays (gross)	-12	-15	-16
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	12	14	15
86.93 Outlays from discretionary balances	1	1	1
87.00 Total outlays (gross)	12	15	16
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Payments from disaster loan program account	-1	-1	-1
Net budget authority and outlays:			
89.00 Budget authority	12	14	15
90.00 Outlays	11	14	15

The budget proposes \$14.5 million in new budget authority and \$0.5 million transferred from the Disaster Loans Program account for a total of \$15.0 million for the Office of Inspector General (OIG) for 2005. This appropriation provides funds for agency-wide audit, investigative, and inspection/evaluation functions to promote economy and efficiency in agency operations and to prevent and detect fraud, waste, and abuse.

Object Classification (in millions of dollars)

Identification code 73-0200-0-1-376	2003 actual	2004 est.	2005 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	9	10	10
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	10	11	11
12.1 Civilian personnel benefits	1	1	1
25.2 Other services	1	1	2
99.0 Direct obligations	12	13	14
99.5 Below reporting threshold	1	2	2
99.9 Total new obligations	13	15	16

Personnel Summary

Identification code 73-0200-0-1-376	2003 actual	2004 est.	2005 est.
1001 Total compensable workyears: Civilian full-time equivalent employment	100	103	103

Public enterprise funds:

SURETY BOND GUARANTEES REVOLVING FUND

For additional capital for the Surety Bond Guarantees Revolving Fund, authorized by the Small Business Investment Act, as amended, \$11,400,000, to remain available until expended. (15 U.S.C. 631 nte.).

Program and Financing (in millions of dollars)

Identification code 73-4156-0-3-376	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
09.01 Reimbursable obligations	9	11	13
10.00 Total new obligations (object class 42.0)	9	11	13
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	26	23	19
22.00 New budget authority (gross)	6	7	21
23.90 Total budgetary resources available for obligation	32	30	40
23.95 Total new obligations	-9	-11	-13
24.40 Unobligated balance carried forward, end of year	23	19	27
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation			11
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	6	7	10
70.00 Total new budget authority (gross)	6	7	21
Change in obligated balances:			
72.40 Obligated balance, start of year	1		
73.10 Total new obligations	9	11	13
73.20 Total outlays (gross)	-9	-11	-14
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	6	7	10
86.93 Outlays from discretionary balances	3	4	4
87.00 Total outlays (gross)	9	11	14
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-6	-7	-10
Net budget authority and outlays:			
89.00 Budget authority			11
90.00 Outlays	4	4	4

SBA is authorized to issue bond guarantees to surety companies for construction, service, and supply contracts that do not exceed \$2,000,000 and to reimburse these sureties up to 90 percent of the losses sustained if the contractor defaults. SBA's guarantees provide the incentive necessary for sureties to issue bonds to small contractors who could not otherwise compete in the contracting industry.

In 2005, the budget proposes a \$1.7 billion program level that is anticipated to be sufficient to accommodate demand from prior-approval and preferred sureties.

Balance Sheet (in millions of dollars)

Identification code 73-4156-0-3-376	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	27	23		
1106 Investments in US securities: Receivables, net	5	6		
1999 Total assets	32	29		
LIABILITIES:				
2201 Non-Federal liabilities: Accounts payable	16	20		
2999 Total liabilities	16	20		
NET POSITION:				
3100 Appropriated capital	289	281		
3300 Cumulative results of operations	-273	-272		
3999 Total net position	16	9		
4999 Total liabilities and net position	32	29		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

Credit accounts:

BUSINESS LOANS PROGRAM ACCOUNT

For the cost of direct loans, \$1,910,000, to be available until expended; and for the cost of guaranteed loans, \$79,132,000, as authorized by 15 U.S.C. 631 note, of which \$45,000,000 shall remain avail-

able until September 30, 2005: *Provided*, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: *Provided further*, That during **Subject to section 502 of the Congressional Budget Act of 1974, during fiscal year [2004] 2005** commitments to guarantee loans under section 503 of the Small Business Investment Act of 1958, shall not exceed \$4,500,000,000: *Provided further*, That during fiscal year **[2004] 2005** commitments for general business loans authorized under section 7(a) of the Small Business Act, shall not exceed **[\$10,000,000,000** without prior notification of the Committees on Appropriations of the House of Representatives and Senate in accordance with section 605 of this Act] **\$12,500,000,000**: *Provided further*, That during fiscal year **[2004] 2005** commitments to guarantee loans for debentures and participating securities under section 303(b) of the Small Business Investment Act of 1958, shall not exceed the levels established by section 20(i)(1)(C) of the Small Business Act: *Provided further*, That during fiscal year **2005** guarantees of trust certificates authorized by section 5(g) of the Small Business Act shall not exceed a principal amount of \$10,000,000,000.

In addition, for administrative expenses to carry out the direct and guaranteed loan programs, **[\$128,000,000] \$129,000,000**, which may be transferred to and merged with the appropriations for Salaries and Expenses. (*Division B, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 73-1154-0-1-376	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct loan subsidy	4	2	
00.02 Guaranteed loan subsidy	103	95	
00.05 Reestimate of direct loan	2		
00.06 Interest on direct loan reestimation	2		
00.07 Reestimate of loan guarantee subsidy	526	1,940	
00.08 Interest on reestimates of loan guarantee subsidy	163	465	
00.09 Administrative expenses	128	127	129
10.00 Total new obligations	928	2,629	129
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	70	42	26
22.00 New budget authority (gross)	899	2,612	129
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	970	2,654	155
23.95 Total new obligations	-928	-2,629	-129
24.40 Unobligated balance carried forward, end of year	42	26	26
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	245	209	129
40.35 Appropriation permanently reduced	-29	-2	
40.36 Unobligated balance permanently reduced	-10		
43.00 Appropriation (total discretionary)	206	207	129
Mandatory:			
60.00 Appropriation	693	2,405	
70.00 Total new budget authority (gross)	899	2,612	129
Change in obligated balances:			
72.40 Obligated balance, start of year	98	87	91
73.10 Total new obligations	928	2,629	129
73.20 Total outlays (gross)	-938	-2,624	-158
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	87	91	62
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	142	130	81
86.93 Outlays from discretionary balances	103	89	77
86.97 Outlays from new mandatory authority	693	2,405	
87.00 Total outlays (gross)	938	2,624	158
Net budget authority and outlays:			
89.00 Budget authority	899	2,612	129
90.00 Outlays	938	2,624	158

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 73-1154-0-1-376	2003 actual	2004 est.	2005 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Micro loans	29	20	
115901 Total direct loan levels	29	20	
Direct loan subsidy (in percent):			
132001 Micro loans	13.05	9.55	10.25
132901 Weighted average subsidy rate	13.05	9.55	10.25
Direct loan subsidy budget authority:			
133001 Micro loans	4	2	
133901 Total subsidy budget authority	4	2	
Direct loan subsidy outlays:			
134001 Micro loans	3	1	
134901 Total subsidy outlays	3	1	
Direct loan upward reestimate subsidy budget authority:			
135001 Micro loans	4		
135901 Total upward reestimate budget authority	4		
Direct loan downward reestimate subsidy budget authority:			
137001 Micro loans	-2		
137901 Total downward reestimate budget authority	-2		
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Microloan guarantees		2	
215002 General business—7(a)	8,938	9,484	12,500
215002 General business—7(a) —terrorist response	1,538		
215003 General business—7(a) DELTA	1		
215004 Section 504	3,142	4,500	4,500
215005 Section 504 DELTA			
215006 SBIC debentures	461	3,000	3,000
215007 SBIC participating securities	1,185	4,000	4,000
215008 New Market Venture Capital	53		
215009 Secondary market guarantee			5,000
215901 Total loan guarantee levels	15,318	20,986	29,000
Guaranteed loan subsidy (in percent):			
232001 Microloan guarantees	8.42	8.66	8.66
232002 General business—7(a)	1.04	1.06	
232002 General business—7(a) —terrorist response	1.04		
232003 General business—7(a) DELTA	1.51	1.56	
232004 Section 504			
232005 Section 504 DELTA	0.88	0.62	1.32
232006 SBIC debentures			
232007 SBIC participating securities			
232008 New Market Venture Capital	15.46	16.05	16.03
232009 Secondary market guarantee			
232901 Weighted average subsidy rate	0.77	0.38	
Guaranteed loan subsidy budget authority:			
233001 Microloan guarantees			
233002 General business—7(a)	93	79	
233002 General business—7(a) —terrorist response	16		
233003 General business—7(a) DELTA	1		
233004 Section 504			
233005 Section 504 DELTA			
233006 SBIC debentures			
233007 SBIC participating securities			
233008 New Market Venture Capital	8		
233009 7(a) secondary market			
233901 Total subsidy budget authority	118	79	
Guaranteed loan subsidy outlays:			
234001 Microloan guarantees			
234002 General business—7(a)	76	86	
234002 General business—7(a) —terrorist response	11		
234003 General business—7(a) DELTA	1		
234004 Section 504			
234005 Section 504 DELTA			
234006 SBIC debentures			
234007 SBIC participating securities			
234008 New Market Venture Capital	8	3	
234009 7(a) secondary market			
234901 Total subsidy outlays	96	89	
Guaranteed loan upward reestimate subsidy budget authority:			
235001 Microloan guarantees			
235002 General business—7(a)	189	305	

Credit accounts—Continued

BUSINESS LOANS PROGRAM ACCOUNT—Continued

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)—Continued

Identification code 73-1154-0-1-376	2003 actual	2004 est.	2005 est.
235003 General business—7(a) DELTA			
235004 Section 504	146	3	
235005 Section 504 DELTA			
235006 SBIC debentures	27	127	
235007 SBIC participating securities	327	1,865	
235008 New Market Venture Capital			
235009 Secondary market guarantee		105	
235901 Total upward reestimate budget authority	689	2,405	
Guaranteed loan downward reestimate subsidy budget authority:			
237001 Microloan guarantees			
237002 General business—7(a)	-158	-106	
237003 General business—7(a) DELTA			
237004 Section 504	-10	-82	
237005 Section 504 DELTA			
237006 SBIC debentures	-34	-38	
237007 SBIC participating securities	-54		
237008 New Market Venture Capital			
237009 7(a) secondary market			
237901 Total downward reestimate subsidy budget authority	-256	-226	
Administrative expense data:			
351001 Budget authority	128	129	129
358001 Outlays from balances			
359001 Outlays from new authority	128	129	129

As required by the Federal Credit Reform Act of 1990, as amended, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

For 2005, the budget proposes \$129 million in new budget authority for the Business Loans Program account. This amount will be used to administer the loan programs. For all business loan programs, borrowers' fees are sufficient to cover subsidy obligations.

The Section 7(a) program provides general business credit assistance. The requested program level for 2005 is \$12.5 billion. The Section 504 CDC Program is for long-term fixed rate financing and will require a program level of \$4.5 billion in 2005. The Small Business Investment Companies (SBIC) program provides debt and equity capital. The budget proposes a program level of \$4 billion for SBIC Participating Securities and \$3 billion for SBIC Debentures.

As part of the Secondary Market Guarantee (SMG), the Master Reserve Fund (MRF) is maintained by the SBA's fiscal agent as part of its administration of the secondary market program. SBA's loan pooling program provides for the pooling of loans having terms that vary with a range prescribed by SBA, while the secondary investors have a fixed term for their investment that is the term of the longest loan in the pool. The MRF balances include the principal portion of the borrowers' first payment for pooled loans and interest on borrowers' payments received prior to their disbursement to the secondary holders. The earnings on the balances are used to fund the SBA's guarantee of the timely payment of principal and interest owed to the holders of SBA guaranteed pool securities and to pay expenses of the MRF trustee and investment advisor.

To improve financial management of the MRF, SBA will budget for the secondary market program in accordance with the Federal Credit Reform Act. SBA has refined its subsidy

estimates and is accounting for loans in both financing and liquidating accounts. SBA's secondary market program has approximately \$13 billion of currently outstanding investments held by secondary market pool holders.

Object Classification (in millions of dollars)

Identification code 73-1154-0-1-376	2003 actual	2004 est.	2005 est.
25.2 Other services	128	129	129
41.0 Grants, subsidies, and contributions	800	2,500	
99.9 Total new obligations	928	2,629	129

BUSINESS DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4148-0-3-376	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct loans	25	20	
00.02 Interest on Treasury borrowing	30	33	26
00.91 Direct Program by Activities—Subtotal	55	53	26
08.02 Payment of downward reestimate to a receipt account	1		
08.04 Payment of interest on downward reestimate to a receipt account	1		
08.91 Direct Program by Activities—Subtotal	2		
10.00 Total new obligations	57	53	26
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	309	315	
22.00 New financing authority (gross)	78	72	26
22.10 Resources available from recoveries of prior year obligations	1		
22.60 Portion applied to repay debt	-17	-334	
23.90 Total budgetary resources available for obligation	371	53	26
23.95 Total new obligations	-57	-53	-26
24.40 Unobligated balance carried forward, end of year	315		
New financing authority (gross), detail:			
Discretionary:			
47.00 Authority to borrow	27	17	
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	51	55	26
70.00 Total new financing authority (gross)	78	72	26
Change in obligated balances:			
72.40 Obligated balance, start of year	23	28	20
73.10 Total new obligations	57	53	26
73.20 Total financing disbursements (gross)	-51	-61	-25
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	28	20	21
87.00 Total financing disbursements (gross)	51	61	25
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources: Payments from program account	-3	-2	
88.00 Upward reestimate	-2		
88.00 Interest on reestimate	-2		
88.25 Interest on uninvested funds	-23	-14	
88.40 Repayments of principal, net	-15	-18	-15
88.40 Other income	-6	-21	-11
88.90 Total, offsetting collections (cash)	-51	-55	-26
Net financing authority and financing disbursements:			
89.00 Financing authority	27	17	
90.00 Financing disbursements		6	-1

Status of Direct Loans (in millions of dollars)

Identification code 73-4148-0-3-376	2003 actual	2004 est.	2005 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans	25	20	
1150 Total direct loan obligations	25	20	

Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	119	127	124
1231	Disbursements: Direct loan disbursements	23	19	
1251	Repayments: Repayments and prepayments	-15	-16	-16
1263	Write-offs for default: Direct loans		-6	-6
1290	Outstanding, end of year	127	124	102

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 73-4148-0-3-376	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Federal assets:				
1101	Fund balances with Treasury	333	343	
Investments in US securities:				
1106	Receivables, net	4		
Non-Federal assets:				
1206	Receivables, net	1		
1207	Advances and prepayments	1		
Net value of assets related to post-1991 direct loans receivable:				
1401	Direct loans receivable, gross	119	127	
1405	Allowance for subsidy cost (-)	-10	-10	
1499	Net present value of assets related to direct loans	109	117	
1999	Total assets	448	460	
LIABILITIES:				
Federal liabilities:				
2101	Accounts payable	1	2	
2103	Debt	443	454	
2207	Non-Federal liabilities: Other	4	4	
2999	Total liabilities	448	460	
4999	Total liabilities and net position	448	460	

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

BUSINESS GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4149-0-3-376	2003 actual	2004 est.	2005 est.	
Interest on Treasury borrowing:				
Obligations by program activity:				
00.01	Default claims	1,247	2,311	2,000
00.02	Interest on Treasury borrowing	74	173	125
00.05	Other Expenses	26	13	15
00.91	Direct Program by Activities—Subtotal	1,347	2,497	2,140
02.00	Interest on Treasury borrowing	1,347	2,497	2,140
08.02	Payment of downward reestimate to receipt account	222	189	
08.04	Payment of interest on downward reestimate to receipt account	34	37	
08.91	Direct Program by Activities—Subtotal	256	226	
10.00	Total new obligations	1,603	2,723	2,140
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	234	226	1,032
22.00	New financing authority (gross)	1,653	3,529	1,612
22.60	Portion applied to repay debt	-58		
23.90	Total budgetary resources available for obligation	1,829	3,755	2,644
23.95	Total new obligations	-1,603	-2,723	-2,140
24.40	Unobligated balance carried forward, end of year	226	1,032	504
New financing authority (gross), detail:				
Discretionary:				
47.00	Authority to borrow	300	400	500
Spending authority from offsetting collections:				
68.00	Offsetting collections (cash)	1,353	3,129	1,112

68.10	Change in uncollected customer payments from Federal sources (unexpired)	1		
68.90	Spending authority from offsetting collections (total discretionary)	1,354	3,129	1,112
70.00	Total new financing authority (gross)	1,654	3,529	1,612

Change in obligated balances:

72.40	Obligated balance, start of year	19	-45	22
73.10	Total new obligations	1,603	2,723	2,140
73.20	Total financing disbursements (gross)	-1,666	-2,656	-1,600
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-1		
74.40	Obligated balance, end of year	-45	22	562
87.00	Total financing disbursements (gross)	1,666	2,656	1,600

Offsets:

Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Payments from program account	-96	-89	
88.00	Upward reestimate	-526	-1,940	
88.00	Interest on reestimate	-163	-465	
88.40	Fees	-315	-350	-800
88.40	Recoveries	-249	-275	-300
88.40	other	-4	-10	-12
88.90	Total, offsetting collections (cash)	-1,353	-3,129	-1,112
Against gross financing authority only:				
88.95	Change in receivables from program accounts	-1		

Net financing authority and financing disbursements:

89.00	Financing authority	299	400	500
90.00	Financing disbursements	313	-473	488

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4149-0-3-376	2003 actual	2004 est.	2005 est.	
Position with respect to appropriations act limitation on commitments:				
2111	Limitation on guaranteed loans made by private lenders	15,318	20,986	29,000
2150	Total guaranteed loan commitments	15,318	20,986	29,000
2199	Guaranteed amount of guaranteed loan commitments	12,392	16,600	23,000

Cumulative balance of guaranteed loans outstanding:

2210	Outstanding, start of year	40,023	52,630	56,858
2231	Disbursements of new guaranteed loans	12,796	15,000	21,000
2251	Repayments and prepayments	-7,866	-8,420	-9,100
Adjustments:				
2261	Terminations for default that result in loans receivable	-1,248	-2,315	-1,264
2264	Other adjustments, net	8,925	-37	-38
2290	Outstanding, end of year	52,630	56,858	67,456

Memorandum:

2299	Guaranteed amount of guaranteed loans outstanding, end of year	51,525	42,000	54,000
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Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	1,304	1,840	3,546
2331	Disbursements for guaranteed loan claims	1,248	2,315	1,264
2351	Repayments of loans receivable	-249	-223	-227
2361	Write-offs of loans receivable	-532	-294	-567
2364	Other adjustments, net	69	-92	-177
2390	Outstanding, end of year	1,840	3,546	3,839

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Credit accounts—Continued

BUSINESS GUARANTEED LOAN FINANCING ACCOUNT—Continued

Balance Sheet (in millions of dollars)

Identification code 73-4149-0-3-376	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	253	181		
Investments in US securities:				
1106 Receivables, net	669	18		
1206 Non-Federal assets: Receivables, net	61	30		
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:				
1501 Defaulted guaranteed loans receivable, net	1,304	1,840		
1505 Allowance for subsidy cost (-)	-36			
Net present value of assets related to defaulted guaranteed loans				
1901 Other Federal assets: Public and other	1,268	1,840		
1999 Total assets	2,628	2,789		
LIABILITIES:				
Federal liabilities:				
2101 Accounts payable	73	5		
2103 Debt	850	1,092		
2105 Other	251			
Non-Federal liabilities:				
2201 Accounts payable	103	54		
2204 Liabilities for loan guarantees	1,358	1,626		
2207 Other	-7	12		
2999 Total liabilities	2,628	2,789		
4999 Total liabilities and net position	2,628	2,789		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

BUSINESS LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4154-0-3-376	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Interest Expense to Treasury	10	8	6
00.05 Guaranteed loan default claims	6	5	4
10.00 Total new obligations	16	13	10
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	283	143	
22.00 New budget authority (gross)	66	105	48
22.10 Resources available from recoveries of prior year obligations			
	92		
22.40 Capital transfer to general fund	-257	-212	-17
22.60 Portion applied to repay debt to FFB	-25	-23	-21
23.90 Total budgetary resources available for obligation	159	13	10
23.95 Total new obligations	-16	-13	-10
24.40 Unobligated balance carried forward, end of year	143		
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation		50	
69.00 Offsetting collections (cash)	67	55	48
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-1		
69.90 Spending authority from offsetting collections (total mandatory)	66	55	48
70.00 Total new budget authority (gross)	66	105	48
Change in obligated balances:			
72.40 Obligated balance, start of year	82	36	21
73.10 Total new obligations	16	13	10
73.20 Total outlays (gross)	29	-28	-24
73.45 Recoveries of prior year obligations	-92		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	1		
74.40 Obligated balance, end of year	36	21	7
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	-29	28	24

Offsets:

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	3		
Loan repayments:			
88.40 Financing programs-principal	-15	-13	-11
88.40 Investment programs-principal	-10	-8	-7
88.40 Interest Income-Business & investment	-6	-3	-3
88.40 Fees	-5	-4	-3
88.40 Collection on FFB loans	-25	-23	-21
88.40 Other Income-both Business and Investment	-9	-4	-3
88.90 Total, offsetting collections (cash)	-67	-55	-48
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	1		
Net budget authority and outlays:			
89.00 Budget authority		50	
90.00 Outlays	-96	-27	-24

Status of Direct Loans (in millions of dollars)

Identification code 73-4154-0-3-376	2003 actual	2004 est.	2005 est.
Business Loan Fund, Direct Loans			
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	148	106	76
1231 Disbursements: Direct loan disbursements	4	4	3
Repayments:			
1251 Repayments and prepayments	-39	-30	-22
1252 Proceeds from loan asset sales to the public or discounted	-1		
Write-offs for default:			
1263 Direct loans	-11	-4	-3
1264 Other adjustments, net	5		
1290 Outstanding, end of year	106	76	54
Small Business Investment Company, Direct Loans			
Section 503 Development Company, Direct Loans			
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	103	78	55
1251 Repayments: Repayments and prepayments	-25	-23	-21
1290 Outstanding, end of year	78	55	34

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4154-0-3-376	2003 actual	2004 est.	2005 est.
Business Loan Fund, Loan Guarantees			
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	1,067	758	561
2231 Disbursements of new guaranteed loans	4	4	3
2251 Repayments and prepayments	-299	-191	-150
Adjustments:			
2261 Terminations for default that result in loans receivable	-7	-10	-8
2264 Other adjustments, net	-7		
2290 Outstanding, end of year	758	561	406
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	666	505	365
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	378	342	321
2331 Disbursements for guaranteed loan claims	7	10	8
2351 Repayments of loans receivable	-32	-19	-15
2361 Write-offs of loans receivable	-11	-8	-7
2364 Other adjustments, net		-4	-3
2390 Outstanding, end of year	342	321	304

As required by the Federal Credit Reform Act of 1990, as amended, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond (including modifications of direct

loans or loan guarantees that resulted from obligations or commitments in any year) is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 73-4154-0-3-376	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	365	179		
Investments in US securities:				
1106 Receivables, net	5	3		
1107 Advances and prepayments	4			
Non-Federal assets:				
1206 Receivables, net	12	1		
1207 Advances and prepayments		4		
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601 Direct loans, gross	251	184		
1603 Allowance for estimated uncollectible loans and interest (-)	-74			
1699 Value of assets related to direct loans	177	184		
Other Federal assets:				
1901 Other assets	207	46		
1901 Other assets 7(a) secondary market	296			
1999 Total assets	1,066	417		
LIABILITIES:				
Federal liabilities:				
2101 Accounts payable	19	32		
2102 Interest payable	73			
2103 Debt	29	80		
2105 Other Liabilities	380	274		
Non-Federal liabilities:				
2201 Accounts payable	233	6		
2204 Liabilities for 7(a) secondary market	314			
2207 Other Liabilities	18	25		
2999 Total liabilities	1,066	417		
NET POSITION:				
3300 Cumulative results of operations				
3999 Total net position				
4999 Total liabilities and net position	1,066	417		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

Object Classification (in millions of dollars)

Identification code 73-4154-0-3-376	2003 actual	2004 est.	2005 est.
42.0 Insurance claims and indemnities	6	5	4
43.0 Interest and dividends	10	8	6
99.9 Total new obligations	16	13	10

DISASTER LOANS PROGRAM ACCOUNT

For the cost of direct loans authorized by section 7(b) of the Small Business Act, **[\$56,188,000] \$78,887,000**, to remain available until expended: *Provided*, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974.

In addition, for administrative expenses to carry out the direct loan program, **[\$114,363,000] \$118,354,000** to be available until expended, which may be transferred to and merged with appropriations for Salaries and Expenses, of which \$500,000 is for the Office of Inspector General of the Small Business Administration for audits and reviews of disaster loans and the disaster loan program and shall be transferred to and merged with appropriations for the Office of Inspector General; of which **[\$105,363,000] \$108,000,000** is for direct administrative expenses of loan making and servicing to carry out the direct loan program; and of which **[\$8,500,000] \$9,854,000** is for indirect administrative expenses: *Provided*, That any amount in excess of **[\$8,500,000,000] \$9,854,000** to be transferred to and merged with appropriations for Salaries and Expenses for indirect administrative expenses shall be treated as a reprogramming of funds under section 605 of this Act and shall not be available for obligation

or expenditure except in compliance with the procedures set forth in that section. (*Division B, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Program and Financing (in millions of dollars)

Identification code 73-1152-0-1-453	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct loan subsidy	117	80	79
00.05 Upward reestimate of direct loans	305	629	
00.06 Interest on upward reestimates of direct loans	163	434	
00.09 Administrative expense	116	113	118
10.00 Total new obligations	701	1,256	197
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	71	38	14
22.00 New budget authority (gross)	666	1,232	197
22.10 Resources available from recoveries of prior year obligations	11		
22.21 Unobligated balance transferred to other accounts	-9		
23.90 Total budgetary resources available for obligation	739	1,270	211
23.95 Total new obligations	-701	-1,256	-197
24.40 Unobligated balance carried forward, end of year	38	14	14
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	191	171	197
40.35 Appropriation permanently reduced	-1	-2	
41.00 Transferred to other accounts	-1		
43.00 Appropriation (total discretionary)	189	169	197
Mandatory:			
60.00 Appropriation	468	1,063	
Discretionary:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	9		
70.00 Total new budget authority (gross)	666	1,232	197
Change in obligated balances:			
72.40 Obligated balance, start of year	38	36	41
73.10 Total new obligations	701	1,256	197
73.20 Total outlays (gross)	-692	-1,251	-201
73.45 Recoveries of prior year obligations	-11		
74.40 Obligated balance, end of year	36	41	37
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	154	130	152
86.93 Outlays from discretionary balances	70	58	49
86.97 Outlays from new mandatory authority	468	1,063	
87.00 Total outlays (gross)	692	1,251	201
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-9		
Net budget authority and outlays:			
89.00 Budget authority	657	1,232	197
90.00 Outlays	683	1,251	201

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 73-1152-0-1-453	2003 actual	2004 est.	2005 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Disaster Loan	663	758	614
115001 EIDL Terrorist Attack	99		
115001 PHY Terrorist Attack	7		
115901 Total direct loan levels	769	758	614
Direct loan subsidy (in percent):			
132001 Disaster Loan	13.98	11.72	12.86
132001 EIDL Terrorist Attack	23.20		
132001 PHY Terrorist Attack	13.98		
132901 Weighted average subsidy rate	15.21	11.72	12.86
Direct loan subsidy budget authority:			
133001 Disaster Loan	93	56	79
133001 EIDL Terrorist Attack	23		
133001 PHY Terrorist Attack	1		
133901 Total subsidy budget authority	117	56	79
Direct loan subsidy outlays:			
134001 Disaster Loan	83	75	83

Credit accounts—Continued

DISASTER LOANS PROGRAM ACCOUNT—Continued

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)—Continued

Identification code 73-1152-0-1-453	2003 actual	2004 est.	2005 est.
134001 EIDL Terrorist Attack	14		
134001 PHY Terrorist Attack	1		
134901 Total subsidy outlays	98	75	83
Direct loan upward reestimate subsidy budget authority:			
135001 Disaster Loan	468	1,063	
135901 Total upward reestimate budget authority	468	1,063	
Direct loan downward reestimate subsidy budget authority:			
137001 Disaster Loan	-42	-5	
137901 Total downward reestimate budget authority	-42	-5	
Administrative expense data:			
351001 Budget authority	116	114	118
359001 Outlays from new authority	116	113	118

As required by the Federal Credit Reform Act of 1990, as amended, this account records, for loans made pursuant to section 7(b) of the Small Business Act, as amended, the subsidy costs associated with the direct loans obligated in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Disaster loans made pursuant to Section 7(b) of the Small Business Act are the primary form of Federal assistance for non-farm, private sector disaster losses. For this reason, the program is the only form of SBA assistance not limited to small businesses. Through this program, SBA helps homeowners, renters, businesses of all sizes, and non-profit organizations pay for the cost of rebuilding. Pursuant to the Small Business Act, the government subsidizes borrowers who have incurred uninsured losses or economic injury as the result of a natural disaster.

For 2005, SBA will rely on anticipated carry-over balances of \$13 million from 2004 plus \$10 million in recoveries to support \$792 million in loans. The subsidy rate is 12.86 percent.

Object Classification (in millions of dollars)

Identification code 73-1152-0-1-453	2003 actual	2004 est.	2005 est.
25.2 Other services	116	113	118
41.0 Grants, subsidies, and contributions	585	1,143	79
99.9 Total new obligations	701	1,256	197

DISASTER DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4150-0-3-453	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct loans	745	758	792
00.02 Interest on Treasury borrowing	504	565	600
00.91 Direct Program by Activities—Subtotal	1,249	1,323	1,392
08.02 Payment of downward reestimate to a receipt account	39	5	
08.04 Payment of interest on downward reestimate to a receipt account	3		
08.91 Direct Program by Activities—Subtotal	42	5	
10.00 Total new obligations	1,291	1,328	1,392

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	5,486	1,192	
22.00 New financing authority (gross)	2,407	2,471	1,460
22.10 Resources available from recoveries of prior year obligations	83		
22.60 Portion applied to repay debt	-5,493	-2,335	-68
23.90 Total budgetary resources available for obligation	2,483	1,328	1,392
23.95 Total new obligations	-1,291	-1,328	-1,392
24.40 Unobligated balance carried forward, end of year	1,192		
New financing authority (gross), detail:			
Discretionary:			
47.00 Authority to borrow	831	669	690
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	1,625	1,802	770
68.10 Change in uncollected customer payments from Federal sources (unexpired)	-49		
68.90 Spending authority from offsetting collections (total discretionary)	1,576	1,802	770
70.00 Total new financing authority (gross)	2,407	2,471	1,460
Change in obligated balances:			
72.40 Obligated balance, start of year	186	193	
73.10 Total new obligations	1,291	1,328	1,392
73.20 Total financing disbursements (gross)	-1,250	-1,521	-1,200
73.45 Recoveries of prior year obligations	-83		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	49		
74.40 Obligated balance, end of year	193		192
87.00 Total financing disbursements (gross)	1,250	1,521	1,200
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payments from program account	-98	-75	-83
88.00 Upward reestimate	-305	-629	
88.00 Interest on upward reestimate	-163	-433	
88.25 Interest on uninvested funds	-269	-350	-375
88.40 Repayments of principal, net	-283	-235	-207
88.40 Collection of misc. receivables	-59	-65	-85
88.40 Interest received on loans	-12	-15	-20
88.40 Proceeds from loan sales	-436		
88.90 Total, offsetting collections (cash)	-1,625	-1,802	-770
Against gross financing authority only:			
88.95 Change in receivables from program accounts	49		
Net financing authority and financing disbursements:			
89.00 Financing authority	831	669	690
90.00 Financing disbursements	-375	-281	430

Status of Direct Loans (in millions of dollars)

Identification code 73-4150-0-3-453	2003 actual	2004 est.	2005 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	745	758	792
1150 Total direct loan obligations	745	758	792
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	3,644	2,935	3,359
1231 Disbursements: Direct loan disbursements	686	700	750
Repayments:			
1251 Repayments and prepayments	-283	-235	-200
1252 Proceeds from loan asset sales to the public or discounted	-436		
1262 Adjustments: Discount on loan asset sales to the public or discounted	-153		
Write-offs for default:			
1263 Direct loans	-47	-41	-42
1264 Other adjustments, net	-476		
1290 Outstanding, end of year	2,935	3,359	3,867

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 73-4150-0-3-453	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	5,672	1,385		
Investments in US securities:				
1106 Interest/Accounts Receivables	512	4		
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross	3,644	2,935		
1405 Allowance for subsidy cost (-)	35	733		
1499 Net present value of assets related to direct loans	3,679	3,668		
1504 Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable: Foreclosed property		38		
1999 Total assets	9,863	5,095		
LIABILITIES:				
Federal liabilities:				
2103 Debt	9,742	5,081		
2105 Other	41			
Non-Federal liabilities:				
2201 Accounts payable	75	8		
2207 Other	5	6		
2999 Total liabilities	9,863	5,095		
4999 Total liabilities and net position	9,863	5,095		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

DISASTER LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4153-0-3-453	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
01.01 Interest expense to Treasury	3	2	1
01.03 Other expenses		12	5
10.00 Total new obligations	3	14	6
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	115	72	
22.00 New budget authority from offsetting collections (gross)	64	79	22
22.10 Resources available from recoveries of prior year obligations	9		
22.40 Capital transfer to general fund	-113	-137	-16
23.90 Total budgetary resources available for obligation	75	14	6
23.95 Total new obligations	-3	-14	-6
24.40 Unobligated balance carried forward, end of year	72		
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation		50	
69.00 Offsetting collections (cash)	64	29	22
70.00 Total new budget authority (gross)	64	79	22
Change in obligated balances:			
72.40 Obligated balance, start of year	10	-8	1
73.10 Total new obligations	3	14	6
73.20 Total outlays (gross)	-12	-5	-4
73.45 Recoveries of prior year obligations	-9		
74.40 Obligated balance, end of year	-8	1	3
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	12	5	4
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.40 Asset Sale Proceeds	-40		
88.40 Loan repayments	-13	-11	-8
88.40 Other collection of Principal		-9	-7
88.40 Other collection of Principal	-11	-9	-7
88.90 Total, offsetting collections (cash)	-64	-29	-22
Net budget authority and outlays:			
89.00 Budget authority		50	
90.00 Outlays	-52	-24	-18

Status of Direct Loans (in millions of dollars)

Identification code 73-4153-0-3-453	2003 actual	2004 est.	2005 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	100	44	31
Repayments:			
1251 Repayments and prepayments	-13	-11	-8
1252 Proceeds from loan asset sales to the public or discounted	-40		
1262 Adjustments: Discount on loan asset sales to the public or discounted	-3		
1263 Write-offs for default: Direct loans		-2	-1
1290 Outstanding, end of year	44	31	22

As required by the Federal Credit Reform Act of 1990, as amended, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year) is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 73-4153-0-3-453	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	124	64		
Investments in US securities:				
1106 Receivables, net	12			
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601 Direct loans, gross	100	46		
1603 Allowance for estimated uncollectible loans and interest (-)	-11			
1699 Value of assets related to direct loans	89	46		
1901 Other Federal assets: Other assets	16			
1999 Total assets	241	110		
LIABILITIES:				
Federal liabilities:				
2101 Accounts payable	9	3		
2105 Other	104	106		
Non-Federal liabilities:				
2201 Accounts payable	127	1		
2207 Other	1			
2999 Total liabilities	241	110		
4999 Total liabilities and net position	241	110		

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

Object Classification (in millions of dollars)

Identification code 73-4153-0-3-453	2003 actual	2004 est.	2005 est.
25.2 Other services		12	5
43.0 Interest and dividends	3	2	1
99.9 Total new obligations	3	14	6

POLLUTION CONTROL EQUIPMENT FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4147-0-3-376	2003 actual	2004 est.	2005 est.
Obligations by program activity:			
00.01 Direct program		3	3
10.00 Total new obligations (object class 42.0)		3	3
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	3	
22.00 New budget authority (gross)	3	3	3

Credit accounts—Continued

POLLUTION CONTROL EQUIPMENT FUND LIQUIDATING ACCOUNT—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 73-4147-0-3-376	2003 actual	2004 est.	2005 est.
22.40 Capital transfer to general fund	- 3	- 3	.....
23.90 Total budgetary resources available for obligation	3	3	3
23.95 Total new obligations .....	.....	- 3	- 3
24.40 Unobligated balance carried forward, end of year	3	.....	.....
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	3	3	3
Change in obligated balances:			
73.10 Total new obligations .....	.....	3	3
73.20 Total outlays (gross) .....	.....	- 3	- 3
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority .....	.....	3	3
Net budget authority and outlays:			
89.00 Budget authority	3	3	3
90.00 Outlays .....	.....	3	3

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4147-0-3-376	2003 actual	2004 est.	2005 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	12	8	5
2251 Repayments and prepayments .....	.....	- 2	- 2
Adjustments:			
2261 Terminations for default that result in loans receivable .....	.....	- 1	- 1
2264 Other adjustments, net	- 4	.....	.....
2290 Outstanding, end of year	8	5	2
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	8	5	2
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	49	49	50
2331 Disbursements for guaranteed loan claims .....	.....	1	1
2390 Outstanding, end of year	49	50	51

Public Law 94-305 established this fund to alleviate the adverse impact of pollution regulations on small businesses. As a result of the elimination of tax exempt financing associated with the Pollution Control Guaranteed program, no new activity is anticipated for this program.

Balance Sheet (in millions of dollars)

Identification code 73-4147-0-3-376	2002 actual	2003 actual	2004 est.	2005 est.
ASSETS:				
1101 Federal assets: Fund balances with Treasury	27	3	.....	.....
1206 Non-Federal assets: Receivables, net	5	.....	.....	.....
1701 Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable: Defaulted guaranteed loans, gross .....	.....	16	.....	.....
1999 Total assets	32	19	.....	.....
LIABILITIES:				
2104 Federal liabilities: Resources payable to Treasury .....	.....	19	.....	.....
Non-Federal liabilities:				
2201 Accounts payable	1	.....	.....	.....
2207 Other	31	.....	.....	.....
2999 Total liabilities	32	19	.....	.....
NET POSITION:				
3300 Cumulative results of operations .....	.....	.....	.....	.....
3999 Total net position .....	.....	.....	.....	.....
4999 Total liabilities and net position	32	19	.....	.....

Note: Consistent with Government-wide practice, information for 2004 and 2005 was not required to be collected.

ADMINISTRATIVE PROVISION—SMALL BUSINESS ADMINISTRATION

Not to exceed 5 percent of any appropriation made available for the current fiscal year for the Small Business Administration in this Act may be transferred between such appropriations, but no such appropriation shall be increased by more than 10 percent by any such transfers: *Provided*, That any transfer pursuant to this paragraph shall be treated as a reprogramming of funds under section 605 of this Act and shall not be available for obligation or expenditure except in compliance with the procedures set forth in that section. (*Division B, H.R. 2673, Consolidated Appropriations Bill, FY 2004.*)

Note.—Section 167, Division H, HR 2673, Consolidated Appropriations Bill, FY 2004, appropriates additional amounts for the Small Business Administration for 2004. The language is presented with the government-wide general provisions.

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2003 actual	2004 est.	2005 est.
Offsetting receipts from the public:			
73-272130 Disaster loan program, Downward reestimates of subsidies	42	5	.....
73-272230 Business loan program, Downward reestimates of subsidies	258	226	.....
General Fund Offsetting receipts from the public	300	231	.....