

United States Department of Education
Consolidated Statement of Net Cost
For the Years Ended September 30, 2007 and 2006

(Dollars in Millions)

	Fiscal Year 2007	Fiscal Year 2006
Program Costs		
Enhancement of Postsecondary and Adult Education		
Gross Costs	\$ 31,924	\$ 63,356
Less: Earned Revenue	7,933	7,790
Net Program Costs	23,991	55,566
Total Program Costs	\$ 23,991	\$ 55,566
Creation of Student Achievement, Culture of Achievement and Safe Schools		
Gross Costs	\$ 23,368	\$ 24,605
Less: Earned Revenue	78	60
Net Program Costs	23,290	24,545
Total Program Costs	\$ 23,290	\$ 24,545
Transformation of Education		
Gross Costs	\$ 1,468	\$ 1,363
Less: Earned Revenue	18	18
Net Program Costs	1,450	1,345
Total Program Costs	\$ 1,450	\$ 1,345
Special Education and Program Execution		
Gross Costs	\$ 15,556	\$ 15,375
Less: Earned Revenue	3	2
Net Program Costs	15,553	15,373
Total Program Costs	\$ 15,553	\$ 15,373
Grand Total Program Costs	\$ 64,284	\$ 96,829
Net Cost of Operations (Notes 12 and 15)	\$ 64,284	\$ 96,829

The accompanying notes are an integral part of these statements.