

# DEPARTMENT OF AGRICULTURE

## OFFICE OF THE SECRETARY

### *Federal Funds*

#### General and special funds:

#### OFFICE OF THE SECRETARY (INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Office of the Secretary of Agriculture, and not to exceed \$75,000 for employment under 5 U.S.C. 3109, **[\$10,227,000] \$10,336,000**, of which \$7,500,000 to remain available until expended, shall be available for **[InfoShare] Service Center Implementation: Provided**, That not to exceed \$11,000 of this amount, along with any unobligated balances of representation funds in the Foreign Agricultural Service shall be available for official reception and representation expenses, not otherwise provided for, as determined by the Secretary.

#### OFFICE OF THE ASSISTANT SECRETARY FOR ADMINISTRATION

For necessary salaries and expenses of the Office of the Assistant Secretary for Administration to carry out the programs funded in this Act, **[\$596,000] \$613,000**.

#### OFFICE OF THE ASSISTANT SECRETARY FOR CONGRESSIONAL RELATIONS

For necessary salaries and expenses of the Office of the Assistant Secretary for Congressional Relations to carry out the programs funded in this Act, including programs involving intergovernmental affairs and liaison within the executive branch, **[\$3,797,000] \$3,842,000**. *Provided*, That no other funds appropriated to the Department in this Act shall be available to the Department for support of activities of congressional relations: *Provided further*, That not less than \$2,355,000 shall be transferred to agencies funded in this Act to maintain personnel at the agency level.

#### OFFICE OF THE UNDER SECRETARY FOR RESEARCH, EDUCATION AND ECONOMICS

For necessary salaries and expenses of the Office of the Under Secretary for Research, Education and Economics to administer the laws enacted by the Congress for the Economic Research Service, the National Agricultural Statistics Service, the Agricultural Research Service and the Cooperative State Research, Education, and Extension Service, **[\$520,000] \$540,000**.

#### OFFICE OF THE ASSISTANT SECRETARY FOR MARKETING AND REGULATORY PROGRAMS

For necessary salaries and expenses of the Office of the Assistant Secretary for Marketing and Regulatory Programs to administer programs under the laws enacted by the Congress for the Animal and Plant Health Inspection Service, Agricultural Marketing Service, and the Grain Inspection, Packers and Stockyards Administration, **[\$605,000] \$618,000**.

#### OFFICE OF THE UNDER SECRETARY FOR FOOD SAFETY

For necessary salaries and expenses of the Office of the Under Secretary for Food Safety to administer the laws enacted by the Congress for the Food Safety and Inspection Service, **[\$440,000] \$576,000**.

#### OFFICE OF THE UNDER SECRETARY FOR FARM AND FOREIGN AGRICULTURAL SERVICES

For necessary salaries and expenses of the Office of the Under Secretary for Farm and Foreign Agricultural Services to administer the laws enacted by Congress for the Consolidated Farm Service Agency, Foreign Agricultural Service, and the Commodity Credit Corporation, **[\$549,000] \$572,000**.

#### OFFICE OF THE UNDER SECRETARY FOR NATURAL RESOURCES AND ENVIRONMENT

For necessary salaries and expenses of the Office of the Under Secretary for Natural Resources and Environment to administer the

laws enacted by the Congress for the Forest Service and the Natural Resources Conservation Service, **[\$677,000] \$693,000**.

#### OFFICE OF THE UNDER SECRETARY FOR RURAL ECONOMIC AND COMMUNITY DEVELOPMENT

For necessary salaries and expenses of the Office of the Under Secretary for Rural Economic and Community Development to administer programs under the laws enacted by the Congress for the Rural Housing [and Community Development] Service, Rural Business and Cooperative Development Service, and the Rural Utilities Service of the Department of Agriculture, **[\$568,000] \$588,000**.

#### OFFICE OF THE UNDER SECRETARY FOR FOOD, NUTRITION AND CONSUMER SERVICES

For necessary salaries and expenses of the Office of the Under Secretary for Food, Nutrition and Consumer Services to administer the laws enacted by the Congress for the Food and Consumer Service, **[\$440,000] \$554,000**. (*7 U.S.C. 2201-2202; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

Program and Financing (in millions of dollars)			
Identification code 12-0115-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Office of the Secretary .....	3	3	3
00.02 Under/Assistant Secretaries .....	6	6	6
00.03 Service Center Implementation .....	5	5	10
00.91 Total direct program .....	9	14	19
01.01 Reimbursable program .....	1	1	1
10.00 Total obligations .....	10	14	19
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....			2
22.00 New budget authority (gross) .....	10	16	17
23.90 Total budgetary resources available for obligation	10	16	19
23.95 New obligations .....	-10	-14	-19
24.40 Unobligated balance available, end of year:			
Uninvested balance .....		2	2
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	9	18	19
41.00 Transferred to other accounts .....		-2	-2
43.00 Appropriation (total) .....	9	16	17
Permanent:			
68.00 Spending authority from offsetting collections: Off-			
setting collections (cash) .....	1	1	1
70.00 Total new budget authority (gross) .....	10	16	17
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	1	1	1
73.10 New obligations .....	10	14	19
73.20 Total outlays (gross) .....	-9	-14	-17
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....			3
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	7	14	15
86.93 Outlays from current balances .....	1	1	2
86.97 Outlays from new permanent authority .....	1	1	1
87.00 Total outlays (gross) .....	9	14	17
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-1	-1	-1

**General and special funds—Continued**

OFFICE OF THE UNDER SECRETARY FOR FOOD, NUTRITION AND  
CONSUMER SERVICES—Continued

**Program and Financing** (in millions of dollars)—Continued

Identification code 12-0115-0-1-352	1995 actual	1996 est.	1997 est.
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	9	16	17
90.00 Outlays .....	9	14	17

The Office of the Secretary covers the overall planning, coordination, and administration of the Department's programs. This includes the Secretary, Deputy Secretary, Under Secretaries, Assistant Secretaries, and their immediate staffs, who provide top policy guidance for the Department; maintain relationships with agricultural organizations and others in the development of farm programs; and provide liaison with the Executive Office of the President and Members of Congress on all matters pertaining to agricultural policy.

**Object Classification** (in millions of dollars)

Identification code 12-0115-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	5	6	6
12.1 Civilian personnel benefits .....	1	1	2
25.2 Other services .....		6	10
99.0 Subtotal, direct obligations .....	6	13	18
99.0 Reimbursable obligations .....	1		
99.5 Below reporting threshold .....	3	1	1
99.9 Total obligations .....	10	14	19

**Personnel Summary**

Identification code 12-0115-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
1001 Total compensable workyears: Full-time equivalent employment .....	64	86	86
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	9		

**Trust Funds**

GIFTS AND BEQUESTS

**Unavailable Collections** (in millions of dollars)

Identification code 12-8203-0-7-352	1995 actual	1996 est.	1997 est.
<b>Balance, start of year:</b>			
01.99 Balance, start of year .....			
<b>Receipts:</b>			
02.01 Gifts and bequests .....	1	2	2
<b>Appropriation:</b>			
05.01 Gifts and bequests .....	-1	-2	-2
07.99 Total balance, end of year .....			

**Program and Financing** (in millions of dollars)

Identification code 12-8203-0-7-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....		2	2
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	1	1	1
22.00 New budget authority (gross) .....	1	2	2
23.90 Total budgetary resources available for obligation .....	2	3	3
23.95 New obligations .....		-2	-2
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	1	1	1

<b>New budget authority (gross), detail:</b>			
60.27 Appropriation (trust fund, indefinite) .....	1	2	2

<b>Change in unpaid obligations:</b>			
73.10 New obligations .....		2	2
73.20 Total outlays (gross) .....		-2	-2

<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....		2	2
87.00 Total outlays (gross) .....		2	2

<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1	2	2
90.00 Outlays .....		2	2

The Secretary is authorized to accept and administer gifts and bequests of real and personal property to facilitate the work of the Department. Property and the proceeds thereof are used in accordance with the terms of the gift or bequest (7 U.S.C. 2269).

**Object Classification** (in millions of dollars)

Identification code 12-8203-0-7-352	1995 actual	1996 est.	1997 est.
25.2 Other services .....		1	1
32.0 Land and structures .....		1	1
99.9 Total obligations .....		2	2

**EXECUTIVE OPERATIONS**

**Federal Funds**

**General and special funds:**

EXECUTIVE OPERATIONS

CHIEF ECONOMIST

For necessary expenses of the Chief Economist, including economic analysis, risk assessment, cost benefit analysis, and the functions of the World Agricultural Outlook Board, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1622g), and including employment pursuant to the second sentence of the section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), of which not to exceed \$5,000 is for employment under 5 U.S.C. 3109, **[\$3,948,000]** \$4,292,000.

NATIONAL APPEALS DIVISION

For necessary expenses of the National Appeals Division, including employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), of which not to exceed \$25,000 is for employment under 5 U.S.C. 3109, **[\$11,846,000]** \$13,363,000.

OFFICE OF BUDGET AND PROGRAM ANALYSIS

For necessary expenses of the Office of Budget and Program Analysis, including employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), of which not to exceed \$5,000 is for employment under 5 U.S.C. 3109, **[\$5,899,000]** \$5,986,000.

OFFICE OF SMALL AND DISADVANTAGED BUSINESS UTILIZATION

For necessary expenses of the Office of Small and Disadvantaged Business Utilization, including employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), of which not to exceed \$5,000 is for employment under 5 U.S.C. 3109, **\$804,000.** (7 U.S.C. 2201, 2202; 42 U.S.C. 2000d; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing** (in millions of dollars)

Identification code 12-0705-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Chief economist .....		4	4
00.02 World Agricultural Outlook Board .....	2		
00.03 National appeals division .....		12	13

00.04	Budget and program analysis .....	6	6	6
00.05	Assistant Secretary for Economics .....	1		
00.06	Small and Disadvantaged Business Utilization .....		1	1
10.00	Total obligations .....	9	23	24

**Budgetary resources available for obligation:**

22.00	New budget authority (gross) .....	9	23	24
23.95	New obligations .....	-9	-23	-24

**New budget authority (gross), detail:**

40.00	Appropriation .....	9	22	24
42.00	Transferred from other accounts .....		1	
43.00	Appropriation (total) .....	9	23	24
70.00	Total new budget authority (gross) .....	9	23	24

**Change in unpaid obligations:**

72.40	Unpaid obligations, start of year: Obligated balance:			
	Appropriation .....	1	1	2
73.10	New obligations .....	9	23	24
73.20	Total outlays (gross) .....	-8	-22	-23
74.40	Unpaid obligations, end of year: Obligated balance:			
	Appropriation .....	1	2	1

**Outlays (gross), detail:**

86.90	Outlays from new current authority .....	8	21	22
86.93	Outlays from current balances .....		1	2
87.00	Total outlays (gross) .....	8	22	23

**Net budget authority and outlays:**

89.00	Budget authority .....	9	23	24
90.00	Outlays .....	8	22	23

Executive Operations provides support for USDA policy officials and selected Departmentwide services.

The Office of the Chief Economist advises the Secretary of Agriculture on the economic implications of Department policies and programs and proposed legislation. The Office serves as the single focal point for the Nation's economic intelligence and analysis, risk assessment, and cost-benefit analysis related to domestic and international food and agriculture, and is responsible for coordination and clearance review of all commodity and aggregate agricultural and food-related data used to develop outlook and situation material within the Department.

The National Appeals Division conducts administrative hearings and reviews of adverse program decisions made by the Farm Service Agency, the Natural Resources Conservation Service, and the Rural Housing Service.

**PERFORMANCE INDICATORS**

	1995 actual	1996 est.	1997 est.
Appeal Hearings Held .....	4,115	4,940	5,435
Hearing Officer Decisions Issued .....	4,480	5,375	5,915
Participant Reviews Issued .....	1,285	1,550	1,705
Agency Reviews Issued .....	100	150	165
Responses to Administrative Inquiries (i.e., Congressional, FOIA) .....	150	150	150
Cases Evaluated for Quality Assurance .....	0	400	430
Preparation of Cases for Litigation .....	25	25	25

The Office of Budget and Program Analysis provides overall direction and administration of the Department's budgetary functions including: development, presentation, and execution of the budget; review of program and legislative proposals for programs and budget implications; and analysis of program issues and alternatives and preparation of summaries of pertinent data to aid Departmental policy officials and agency program managers in the decision-making process.

The Office of Small and Disadvantaged Business Utilization oversees direction and implementation of Sections 8 and 15 of the Small Business Act and oversees procurement to assure maximum participation of small and small disadvantaged businesses.

**PERFORMANCE INDICATORS**

	1995 actual	1996 est.	1997 est.
Major acquisitions reviewed .....	25	20	20
Subcontracting plans reviewed .....	40	40	40
Small Businesses counseled .....	6,000	6,100	6,200
Small Business Procurement Conferences conducted or sponsored by USDA OSDBU .....	2	2	2
Participation of OSDBU employees in Outreach Conferences .....	20	15	15
Procurement Assistance Reviews conducted .....	0	4	4
Develop Policy to Address Supreme Court Decision .....	0	1	1
Operationalize OSDBU data base of qualified small business .....	0	1	0
Training conferences conducted .....	2	3	3

**Object Classification (in millions of dollars)**

Identification code 12-0705-0-1-352	1995 actual	1996 est.	1997 est.
11.1 Personnel compensation: Full-time permanent .....	6	16	16
12.1 Civilian personnel benefits .....	1	3	3
21.0 Travel and transportation of persons .....		1	1
23.3 Communications, utilities, and miscellaneous charges .....		1	1
25.2 Other services .....	1	1	2
31.0 Equipment .....			1
99.5 Below reporting threshold .....	1	1	
99.9 Total obligations .....	9	23	24

**Personnel Summary**

Identification code 12-0705-0-1-352	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	102	272	272

**CHIEF FINANCIAL OFFICER**

**Federal Funds**

**General and special funds:**

CHIEF FINANCIAL OFFICER

For necessary expenses of the Office of the Chief Financial Officer, including employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), of which not to exceed \$10,000 is for employment under 5 U.S.C. 3109, [\$4,133,000: *Provided*, That the Chief Financial Officer shall reinstate and market cross-servicing activities of the National Finance Center: *Provided further*, That none of the funds appropriated or otherwise made available by this Act shall be used to obtain, modify, re-engineer, license, operate, implement, or expand commercial off-the-shelf financial management software systems or existing commercial off-the-shelf system financial management contracts, beyond general ledger systems and accounting support software, at the National Finance Center until thirty legislative days after the Secretary of Agriculture submits to the House and Senate Committees on Appropriations a complete and thorough cost-benefit analysis and a certification by the Secretary of Agriculture that this analysis provides a detailed and accurate cost-benefit analysis comparison between obtaining or expanding commercial off-the-shelf software systems and conducting identical or comparable software systems acquisitions, re-engineering, or modifications in-house] \$4,437,000. (*Agricultural, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-0014-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Chief financial officer .....		4	4
00.02 Chief financial officer, OSEC .....	1		
00.91 Total direct program .....	1	4	4
01.01 Reimbursable program .....		1	1
10.00 Total obligations .....	1	5	5
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	1	5	5
23.95 New obligations .....	-1	-5	-5

**General and special funds—Continued**

CHIEF FINANCIAL OFFICER—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 12-0014-0-1-352	1995 actual	1996 est.	1997 est.
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	1	4	4
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....		1	1
70.00 Total new budget authority (gross) .....	1	5	5
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....	1	5	5
73.20 Total outlays (gross) .....		-5	-5
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....		4	4
86.97 Outlays from new permanent authority .....		1	1
87.00 Total outlays (gross) .....		5	5
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....		-1	-1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1	4	4
90.00 Outlays .....		4	4

The Office of the Chief Financial Officer (OCFO) supports the Chief Financial Officer in carrying out the dual roles of chief financial management policy officer and chief financial management advisor to the Secretary and mission area heads. OCFO provides leadership for all financial management, accounting, travel, Federal assistance, and performance measurement activities within the Department. It is responsible for the management and operation of the National Finance Center and the Department Working Capital Fund, and provides budget, accounting, and fiscal services to the Office of the Secretary, Departmental Staff Offices, Office of Communications and Executive Operations.

Object Classification (in millions of dollars)

Identification code 12-0014-0-1-352	1995 actual	1996 est.	1997 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent .....		3	3
12.1 Civilian personnel benefits .....		1	1
99.0 Subtotal, direct obligations .....		4	4
99.0 Reimbursable obligations .....		1	1
99.5 Below reporting threshold .....	1		
99.9 Total obligations .....	1	5	5

Personnel Summary

Identification code 12-0014-0-1-352	1995 actual	1996 est.	1997 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment .....	5	65	69
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment .....		17	13

**Intragovernmental funds:**

WORKING CAPITAL FUND

Program and Financing (in millions of dollars)

Identification code 12-4609-0-4-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Operating expenses:			
00.01 Supply and other central services .....	19	20	21
00.02 Video and other visual information services .....	6	5	5
00.03 National Finance Center .....	116	130	136
00.04 ADP systems .....	43	45	46
00.91 Total operating expenses .....	184	200	208
Purchase of equipment:			
01.01 Supply and other central services .....	1	2	1
01.03 National Finance Center .....	17	16	15
01.04 ADP systems .....	11	5	2
01.91 Total purchase of equipment .....	29	23	18
10.00 Total obligations .....	213	223	226
<b>Budgetary resources available for obligation:</b>			
21.90 Unobligated balance available, start of year: Fund balance .....	28	25	25
22.00 New budget authority (gross) .....	193	223	226
22.10 Resources available from recoveries of prior year obligations .....	17		
23.90 Total budgetary resources available for obligation .....	238	248	251
23.95 New obligations .....	-213	-223	-226
24.90 Unobligated balance available, end of year: Fund balance .....	25	25	25
<b>New budget authority (gross), detail:</b>			
68.00 Spending authority from offsetting collections (gross):			
Offsetting collections (cash) .....	193	223	226
<b>Change in unpaid obligations:</b>			
72.90 Unpaid obligations, start of year: Obligated balance:			
Fund balance .....	4	25	25
73.10 New obligations .....	213	223	226
73.20 Total outlays (gross) .....	-175	-223	-226
73.45 Adjustments in unexpired accounts .....	-17		
74.90 Unpaid obligations, end of year: Obligated balance:			
Fund balance .....	25	25	25
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	175	223	226
87.00 Total outlays (gross) .....	175	223	226
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-193	-223	-226
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	-18		

This fund finances by advances or reimbursements certain central services in the Department of Agriculture, including duplicating and other visual information services, art and graphics, video services, supply, centralized accounting systems, centralized automated data processing systems for payroll, personnel, and related services, voucher payments services, and ADP systems. The capital consists of \$400 thousand appropriated (7 U.S.C. 2235), and subsequent appropriations of \$31,838 thousand as of September 30, 1995. Earnings are kept at a low level through adjustments in rates charged for services to maintain as nearly as possible the non-profit nature of the fund.

Balance Sheet (in millions of dollars)

Identification code 12-4609-0-4-352	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101 Fund balances with Treasury .....	33	51	51	51

Investments in US securities:					
1106	Receivables, net .....	31	22	22	22
1803	Other Federal assets: Property, plant and equipment, net .....	45	43	43	43
1999	Total assets .....	109	116	116	116
LIABILITIES:					
2101	Federal liabilities: Accounts payable .....	9	3	3	3
Non-Federal liabilities:					
2201	Accounts payable .....	15	26	26	26
2207	Other .....	13	16	16	16
2999	Total liabilities .....	37	45	45	45
NET POSITION:					
3300	Cumulative results of operations .....	72	71	71	71
3999	Total net position .....	72	71	71	71
4999	Total liabilities and net position .....	109	116	116	116

**Object Classification** (in millions of dollars)

Identification code 12-4609-0-4-352				
Personnel compensation:				
11.1	Full-time permanent .....	70	72	74
11.3	Other than full-time permanent .....	2	2	2
11.5	Other personnel compensation .....	2	2	2
11.9	Total personnel compensation .....	74	76	78
12.1	Civilian personnel benefits .....	17	15	15
21.0	Travel and transportation of persons .....	2	2	2
22.0	Transportation of things .....	1	1	1
23.1	Rental payments to GSA .....	3	4	4
23.2	Rental payments to others .....	2	2	2
23.3	Communications, utilities, and miscellaneous charges .....	20	27	29
24.0	Printing and reproduction .....	1	1	1
25.2	Other services .....	53	62	65
26.0	Supplies and materials .....	6	6	7
31.0	Equipment .....	34	27	22
99.0	Subtotal, reimbursable obligations .....	213	223	226
99.9	Total obligations .....	213	223	226

**Personnel Summary**

Identification code 12-4609-0-4-352				
Total compensable workyears:				
2001	Full-time equivalent employment .....	2,015	2,032	2,078
2005	Full-time equivalent of overtime and holiday hours .....	67	60	60

**DEPARTMENTAL ADMINISTRATION**

**Federal Funds**

**General and special funds:**

DEPARTMENTAL ADMINISTRATION  
(INCLUDING TRANSFERS OF FUNDS)

For [Personnel, Operations, Information Resources Management, Civil Rights Enforcement, Small and Disadvantaged Business Utilization, Administrative Law Judges and Judicial Officer, Disaster Management and Coordination, and Modernization of the Administrative Process, \$27,986,000] *Departmental Administration, \$29,137,000*, to provide for necessary expenses for management support services to offices of the Department and for general administration and disaster management of the Department, repairs and alterations, and other miscellaneous supplies and expenses not otherwise provided for and necessary for the practical and efficient work of the Department, including employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), of which not to exceed \$10,000 is for employment under 5 U.S.C. 3109: *Provided*, That this appropriation shall be reimbursed from applicable appropriations in this Act for travel expenses incident to the holding of hearings as required by 5 U.S.C. 551-558. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996*.)

<b>Program and Financing</b> (in millions of dollars)				
Identification code 12-0120-0-1-352				
1995 actual    1996 est.    1997 est.				
<b>Obligations by program activity:</b>				
Direct program:				
00.01	Personnel .....	6	7	
00.02	Finance and Management .....	4		
00.03	Operations .....	3	3	
00.04	Information resources management .....	6	6	
00.05	Civil rights enforcement .....	8	10	
00.06	Small and Disadvantaged Business Utilization .....	1		
00.07	Administrative law judges and judicial officer .....	2	2	
00.08	Departmental Administration .....			29
00.91	Total direct program .....	30	28	29
01.01	Reimbursable program .....	17	11	12
10.00	Total obligations .....	47	39	41
<b>Budgetary resources available for obligation:</b>				
22.00	New budget authority (gross) .....	47	40	41
23.95	New obligations .....	-47	-39	-41
<b>New budget authority (gross), detail:</b>				
Current:				
40.00	Appropriation .....	30	29	29
41.00	Transferred to other accounts .....		-1	
43.00	Appropriation (total) .....	30	28	29
Permanent:				
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	17	11	12
70.00	Total new budget authority (gross) .....	47	40	41
<b>Change in unpaid obligations:</b>				
72.40 Unpaid obligations, start of year: Obligated balance:				
	Appropriation .....	16	19	21
73.10	New obligations .....	47	39	41
73.20	Total outlays (gross) .....	-44	-37	-41
74.40 Unpaid obligations, end of year: Obligated balance:				
	Appropriation .....	19	21	21
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new current authority .....	23	27	28
86.93	Outlays from current balances .....	5		1
86.97	Outlays from new permanent authority .....	17	11	12
87.00	Total outlays (gross) .....	44	37	41
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....	-17	-11	-12
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	30	29	29
90.00	Outlays .....	29	26	29

Departmental Administration is comprised of activities that provide staff support to top policy officials and overall direction and coordination of the Department. These activities include Department-wide programs for human resource management, management improvement, occupational safety and health management, real and personal property management, procurement, contracting, motor vehicle and aircraft management, supply management, ADP and telecommunications management, civil rights and equal opportunity, emergency preparedness, and the regulatory hearing and administrative proceedings conducted by the Administrative Law Judges, Judicial Officer, and Board of Contract Appeals.

Departmental Administration is also responsible for representing USDA in the development of government-wide policies and initiatives; analyzing the impact of government-wide trends and developing appropriate USDA principles, policies, and standards. In addition, Departmental Administration engages in strategic planning and evaluating programs to ensure USDA-wide compliance with applicable laws, rules, and regulations pertaining to administrative matters for the Secretary and general officers of the Department.

**General and special funds—Continued**

DEPARTMENTAL ADMINISTRATION—Continued  
(INCLUDING TRANSFERS OF FUNDS)—Continued

In FY 1996, Departmental Administration reorganized its policy development and administrative operational activities. The reorganization significantly altered the alignment of functions and activities within Departmental Administration. The previous organization structure divided the departmental administration function into specific program offices, such as personnel, operations, and civil rights enforcement. The new organization structure divides the function into policy, program operations, and support for other offices, and is intended to be more focused and responsive to customer needs.

**Object Classification** (in millions of dollars)

Identification code 12-0120-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	21	21	22
12.1 Civilian personnel benefits .....	3	4	4
23.3 Communications, utilities, and miscellaneous charges .....	1	1	1
25.2 Other services .....	2	1	2
31.0 Equipment .....	1		
99.0 Subtotal, direct obligations .....	28	27	29
99.0 Reimbursable obligations .....	16	10	12
99.5 Below reporting threshold .....	3	2	
99.9 Total obligations .....	47	39	41

**Personnel Summary**

Identification code 12-0120-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
1001 Total compensable workyears: Full-time equivalent employment .....	406	414	414
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	91	97	97

**HAZARDOUS WASTE MANAGEMENT**  
(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Department of Agriculture, to comply with the requirement of section 107(g) of the Comprehensive Environmental Response, Compensation, and Liability Act, as amended, 42 U.S.C. 9607(g), and section 6001 of the Resource Conservation and Recovery Act, as amended, 42 U.S.C. 6961, \$15,700,000, to remain available until expended: *Provided*, That appropriations and funds available herein to the Department for Hazardous Waste Management may be transferred to any agency of the Department for its use in meeting all requirements pursuant to the above Acts on Federal and non-Federal lands. (42 U.S.C. 6961, et seq., 42 U.S.C. 9601, et seq.; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing** (in millions of dollars)

Identification code 12-0500-0-1-304	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	15	17	16
10.00 Total obligations .....	15	17	16
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	1	1	
22.00 New budget authority (gross) .....	16	16	16
23.90 Total budgetary resources available for obligation .....	17	17	16
23.95 New obligations .....	-15	-17	-16
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	1		

<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	16	16	16
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	16	15	16
73.10 New obligations .....	15	17	16
73.20 Total outlays (gross) .....	-16	-16	-16
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	15	16	16
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....		11	11
86.93 Outlays from current balances .....	16	5	5
87.00 Total outlays (gross) .....	16	16	16
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	16	16	16
90.00 Outlays .....	16	16	16

Under the Comprehensive Environmental Response, Compensation, and Liability Act, the Resource Conservation and Recovery Act and the Pollution Prevention Act of 1990, the Department has the responsibility to meet the same standards for storage and disposition of hazardous wastes as private businesses. Since the Department has substantial commitments under these Acts, a central fund has been established so that resources may be allocated to the Department's agencies. Allocations are made according to objective criteria.

**PERFORMANCE INDICATORS**

	1995 actual	1996 est.	1997 est.
OGC'S number of new and pending cases reviewed/total number of new and pending projects (number) .....	212	240	275
Potential responsible parties settled .....	4	10	10
New sites identified for investigation (number) .....	104	150	150
Investigations completed .....	156	160	170
Number of Underground Storage Tanks (USTs) planned for removal vs. number of USTs removed .....	81/25	30/30	30/30
Leaking Underground Storage Tanks (USTs) on going cleanups vs. number of leaking USTs completed .....	28/2	35/35	21/21
HWM cleanup projects planned vs. number of projects completed .....	76/75	85/85	90/90
Natural Resource Damages (NRD) assessments initiated vs. number of assessments completed .....	1/0	2/1	3/2

**Object Classification** (in millions of dollars)

Identification code 12-0500-0-1-304	1995 actual	1996 est.	1997 est.
25.2 Other services .....	12	16	14
32.0 Land and structures .....	2		
99.5 Below reporting threshold .....	1	1	2
99.9 Total obligations .....	15	17	16

**AGRICULTURE BUILDINGS AND FACILITIES [AND RENTAL PAYMENTS]**  
(INCLUDING TRANSFERS OF FUNDS)

For payment of space rental and related costs pursuant to Public Law 92-313, including authorities pursuant to the 1984 delegation of authority from the Administrator of General Services to the Department of Agriculture under 40 U.S.C. 486, for programs and activities of the Department which are included in this Act, \$110,187,000, \$124,048,000 of which \$20,216,000 \$20,294,000 shall be retained by the Department for the operation, maintenance, and repair of Agriculture buildings: *Provided*, That in the event an agency within the Department should require modification of space needs, the Secretary of Agriculture may transfer a share of that agency's appropriation made available by this Act to this appropriation, or may transfer a share of this appropriation to that agency's appropriation, but such transfers shall not exceed 5 percent of the funds made available for space rental and related costs to or from this account. In addition, for construction, repair, improvement, extension, alteration, and purchase of fixed equipment or facilities as necessary to carry out the programs of the Department, where not otherwise provided, \$25,587,000, to remain available until expended; making a total appropriation of \$135,774,000 \$149,635,000. (7

U.S.C. 2201, 2202, 2208; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

Program and Financing (in millions of dollars)			
Identification code 12-0117-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Rental payments to GSA: Non-recurring repairs .....	90	91	104
00.02 Building operations and maintenance .....	19	23	20
00.03 Beltsville renovation and repair .....	3	10	
00.04 Strategic Space Plan .....	4	50	26
00.91 Total direct program .....	116	174	150
01.01 Reimbursable program .....	2	3	3
10.00 Total obligations .....	118	177	153
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	20	38	
22.00 New budget authority (gross) .....	137	139	153
23.90 Total budgetary resources available for obligation	157	177	153
23.95 New obligations .....	-118	-177	-153
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	38		
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	135	136	150
Permanent:			
68.00 Spending authority from offsetting collections: Off-			
setting collections (cash) .....	2	3	3
70.00 Total new budget authority (gross) .....	137	139	153
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	21	9	55
73.10 New obligations .....	118	177	153
73.20 Total outlays (gross) .....	-130	-131	-151
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	9	55	57
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	117	107	119
86.93 Outlays from current balances .....	11	21	29
86.97 Outlays from new permanent authority .....	2	3	3
87.00 Total outlays (gross) .....	130	131	151
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-2	-3	-3
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	135	136	150
90.00 Outlays .....	128	128	148

This account finances the General Services Administration's fees for rental of space and related services. The appropriation covers all fees for all regular appropriated accounts within the Department of Agriculture with the exception of the Forest Service. This account also finances the operation and maintenance of four buildings in the Headquarters area.

Beginning in fiscal year 1995, the account included funds for its strategic space plan. Funding to continue the plan was provided in the 1996 appropriation. The fiscal year 1997 request includes the final installment for activities associated with completing and occupying the new Beltsville Office Facility and for the first installation of the South Building modernization program.

**WORKLOAD INDICATORS**

Indicators:	1995 actual	1996 est.	1997 est.
Maintenance and Repairs:			
Minor Repairs (number) .....	187	125	300
Maintenance (hours) .....	20,220	19,250	19,000
Service Calls (number) .....	11,000	11,000	11,500

Object Classification (in millions of dollars)			
Identification code 12-0117-0-1-352	1995 actual	1996 est.	1997 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent .....	4	4	4
12.1 Civilian personnel benefits .....	1	1	1
23.1 Rental payments to GSA .....	90	91	104
23.3 Communications, utilities, and miscellaneous charges .....	4	16	6
25.2 Other services .....	17	62	35
99.0 Subtotal, direct obligations .....	116	174	150
99.0 Reimbursable obligations .....	2	3	3
99.9 Total obligations .....	118	177	153

**Personnel Summary**

Identification code 12-0117-0-1-352	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	82	82	82

**ADVISORY COMMITTEES (USDA)**

For necessary expenses for activities of advisory committees of the Department of Agriculture which are included in this Act, **[\$650,000]** \$706,000. Provided, That no other funds appropriated to the Department in this Act shall be available to the Department for support of activities of advisory committees. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

Program and Financing (in millions of dollars)			
Identification code 12-0118-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 USDA advisory committees .....	1	1	1
10.00 Total obligations (object class 11.1) .....	1	1	1
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	1	1	1
23.95 New obligations .....	-1	-1	-1
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	1	1	1
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....	1	1	1
73.20 Total outlays (gross) .....	-1	-1	-1
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	1	1	1
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	1	1	1
87.00 Total outlays (gross) .....	1	1	1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1	1	1
90.00 Outlays .....	1	1	1

The Federal Advisory Committee Act (Public Law 92-463) was passed in 1972 to recognize a means by which committees and similar groups provide expert advice to officers of the Federal Government. This account provides for direction and financial support of all authorized Department of Agriculture advisory committee activities other than those included in the Forest Service or financed by other than appropriated funds.

**Personnel Summary**

Identification code 12-0118-0-1-352	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	15	15	15

**OFFICE OF COMMUNICATIONS**

**Federal Funds**

**General and special funds:**

OFFICE OF COMMUNICATIONS

For necessary expenses to carry on services relating to the coordination of programs involving public affairs, for the dissemination of agricultural information, and the coordination of information, work, and programs authorized by Congress in the Department, **[\$8,198,000] \$8,317,000**, including employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), of which not to exceed \$10,000 shall be available for employment under 5 U.S.C. 3109, and not to exceed \$2,000,000 may be used for farmers' bulletins. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing** (in millions of dollars)

Identification code 12-0150-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct program: Public affairs .....	9	8	8
01.01 Reimbursable program .....	3	3	3
10.00 Total obligations .....	12	11	11
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	12	11	11
23.95 New obligations .....	-12	-11	-11
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	8	8	8
42.00 Transferred from other accounts .....	1		
43.00 Appropriation (total) .....	9	8	8
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	3	3	3
70.00 Total new budget authority (gross) .....	12	11	11
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....	12	11	11
73.20 Total outlays (gross) .....	-12	-11	-11
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	9	8	8
86.97 Outlays from new permanent authority .....	3	3	3
87.00 Total outlays (gross) .....	12	11	11
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-3	-3	-3
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	9	8	8
90.00 Outlays .....	9	8	8

**Public affairs.**—This office provides general direction, leadership, and coordination of the Department's information program. The major objective is to provide a balanced and useful information program that reports on USDA's research, administrative action, and regulatory activities using all communications media in order to enable the general public and the agricultural industry to have a better understanding of agriculture's services to farmers and to society.

**WORKLOAD INDICATORS**

	1995 actual	1996 est.	1997 est.
Media organizations receiving USDA Information .....	1,000	1,050	1,103
Broadcasters served by USDA products .....	2,488	2,612	2,743
Tours conducted by USDA Visitors Center .....	1,000	1,100	1,210
Photographic images converted to CD .....	10,000	13,000	13,000
Monthly meetings with Public Affairs Directors to share information on communications management .....	6	12	18

**Object Classification** (in millions of dollars)

Identification code 12-0150-0-1-352	1995 actual	1996 est.	1997 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent .....	6	6	6
12.1 Civilian personnel benefits .....	1	1	1
25.2 Other services .....	1		
99.0 Subtotal, direct obligations .....	8	7	7
99.0 Reimbursable obligations .....	3	3	3
99.5 Below reporting threshold .....	1	1	1
99.9 Total obligations .....	12	11	11

**Personnel Summary**

Identification code 12-0150-0-1-352	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	101	106	106

**OFFICE OF THE INSPECTOR GENERAL**

**Federal Funds**

**General and special funds:**

OFFICE OF THE INSPECTOR GENERAL

For necessary expenses of the Office of the Inspector General, including employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and the Inspector General Act of 1978, as amended, **[\$63,639,000] \$64,523,000**, including such sums as may be necessary for contracting and other arrangements with public agencies and private persons pursuant to section 6(a)(9) of the Inspector General Act of 1978, as amended, including a sum not to exceed \$50,000 for employment under 5 U.S.C. 3109; and including a sum not to exceed **[\$95,000] \$125,000** for certain confidential operational expenses including the payment of informants, to be expended under the direction of the Inspector General pursuant to Public Law 95-452 and section 1337 of Public Law 97-98: *Provided*, That funds transferred to the Office of the Inspector General through forfeiture proceedings or from the Department of Justice Assets Forfeiture Fund or the Department of the Treasury Forfeiture Fund, as a participating agency, as an equitable share from the forfeiture of property in investigations in which the Office of Inspector General participates, or through the granting of a Petition for Remission or Mitigation, shall be deposited to the credit of this account for law enforcement activities authorized under the Inspector General Act of 1978, as amended, to remain available until expended. (*7 U.S.C. 450b, 2201, 2202, 2220, 2270; Public Law 100-504; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing** (in millions of dollars)

Identification code 12-0900-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	63	64	65
01.01 Reimbursable program .....	1	1	1
10.00 Total obligations .....	64	65	66
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	64	65	66
23.95 New obligations .....	-64	-65	-66
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	63	64	65
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	1	1	1
70.00 Total new budget authority (gross) .....	64	65	66
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	8	10	10
73.10 New obligations .....	64	65	66



73.20	Total outlays (gross) .....	-62	-65	-66
74.40	Unpaid obligations, end of year: Obligated balance:			
	Appropriation .....	10	10	10
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new current authority .....	57	58	59
86.93	Outlays from current balances .....	5	6	6
86.97	Outlays from new permanent authority .....	1	1	1
87.00	Total outlays (gross) .....	62	65	66
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-1	-1	-1
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	63	64	65
90.00	Outlays .....	62	64	65

The Office keeps the Secretary and Congress informed about fraud, other serious problems, mismanagement, and deficiencies in Department programs and operations, recommends corrective action, and reports on the progress made in correcting the problems. It reviews existing and proposed legislation and regulations and makes recommendations to the Secretary and Congress regarding the impact these laws have on the Department's programs and the prevention and detection of fraud and mismanagement in such programs. The Office provides policy direction and conducts, supervises, and coordinates all audits and investigations. The office supervises and coordinates other activities in the Department and between the Department and other Federal, State and local government agencies whose purposes are to: (a) promote economy and efficiency; (b) prevent and detect fraud and mismanagement; and (c) identify and prosecute people involved in fraud or mismanagement.

**Object Classification** (in millions of dollars)

Identification code 12-0900-0-1-352		1995 actual	1996 est.	1997 est.
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent .....	38	39	39
11.5	Other personnel compensation .....	3	4	4
11.9	Total personnel compensation .....	41	43	43
12.1	Civilian personnel benefits .....	11	11	12
21.0	Travel and transportation of persons .....	5	5	5
23.3	Communications, utilities, and miscellaneous charges .....	1	1	1
25.2	Other services .....	1	1	1
99.0	Subtotal, direct obligations .....	59	61	62
99.0	Reimbursable obligations .....	1	1	1
99.5	Below reporting threshold .....	4	3	3
99.9	Total obligations .....	64	65	66

**Personnel Summary**

Identification code 12-0900-0-1-352		1995 actual	1996 est.	1997 est.
Total compensable workyears:				
1001	Full-time equivalent employment .....	777	811	811
1005	Full-time equivalent of overtime and holiday hours	30	30	30

**OFFICE OF THE GENERAL COUNSEL**

**Federal Funds**

**General and special funds:**

OFFICE OF THE GENERAL COUNSEL

For necessary expenses of the Office of the General Counsel, **[\$27,860,000] \$29,249,000.** (7 U.S.C. 2201; 2202, 2214a; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing** (in millions of dollars)

Identification code 12-2300-0-1-352		1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>				
00.01	Direct program .....	26	28	29
01.01	Reimbursable program .....	2	2	1
10.00	Total obligations .....	28	30	30
<b>Budgetary resources available for obligation:</b>				
22.00	New budget authority (gross) .....	28	30	30
23.95	New obligations .....	-28	-30	-30
<b>New budget authority (gross), detail:</b>				
Current:				
40.00	Appropriation .....	26	28	29
Permanent:				
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	2	2	1
70.00	Total new budget authority (gross) .....	28	30	30
<b>Change in unpaid obligations:</b>				
Unpaid obligations, start of year: Obligated balance:				
72.40	Appropriation .....	1	1	1
73.10	New obligations .....	28	30	30
73.20	Total outlays (gross) .....	-28	-30	-30
Unpaid obligations, end of year: Obligated balance:				
74.40	Appropriation .....	1	1	1
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new current authority .....	25	27	27
86.93	Outlays from current balances .....	1	1	1
86.97	Outlays from new permanent authority .....	2	2	1
87.00	Total outlays (gross) .....	28	30	30
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-2	-2	-1
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	26	28	29
90.00	Outlays .....	26	28	29

The Office of the General Counsel of the Department of Agriculture provides all legal advice, counsel, and services to the Secretary and to all agencies, offices, and corporations of the Department on all aspects of their operations. It represents the Department in administrative proceedings; nonlitigation debt collection proceedings; state water rights adjudications; proceedings before the Environmental Protection Agency, Interstate Commerce Commission, Federal Maritime Administration and International Trade Commission; and, in conjunction with the Department of Justice, in judicial proceedings and litigation. All attorneys and related support personnel of the Department are under the supervision of the General Counsel. The FY 1997 request includes funding for additional staff.

**Object Classification** (in millions of dollars)

Identification code 12-2300-0-1-352		1995 actual	1996 est.	1997 est.
Direct obligations:				
11.1	Personnel compensation: Full-time permanent .....	20	21	22
12.1	Civilian personnel benefits .....	4	4	4
23.3	Communications, utilities, and miscellaneous charges .....	1	1	1
25.2	Other services .....	1	1	1
31.0	Equipment .....	1	1	1
99.0	Subtotal, direct obligations .....	26	28	29
99.0	Reimbursable obligations .....	2	1	1
99.5	Below reporting threshold .....	1	1	1
99.9	Total obligations .....	28	30	30

**General and special funds—Continued**

OFFICE OF THE GENERAL COUNSEL—Continued

**Personnel Summary**

Identification code 12-2300-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
1001 Total compensable workyears: Full-time equivalent employment .....	381	343	370
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	25	19	10

**ECONOMIC RESEARCH SERVICE**

**Federal Funds**

**General and special funds:**

ECONOMIC RESEARCH SERVICE

For necessary expenses of the Economic Research Service in conducting economic research and analysis, as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627) and other laws, **[\$53,131,000] \$54,947,000. Provided,** That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225). (7 U.S.C. 292, 411, 427, 1441a, 1704, 1761-68, 2201, 2202, 3103, 3291, 3311, 3504; 22 U.S.C. 3101; 42 U.S.C. 1891-93; 44 U.S.C. 3501-11; 50 U.S.C. 2061 et seq., 2251 et seq.; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing (in millions of dollars)**

Identification code 12-1701-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	54	53	55
01.01 Reimbursable program .....	9	7	7
10.00 Total obligations .....	63	60	62
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	63	60	62
23.95 New obligations .....	-63	-60	-62
<b>New budget authority (gross), detail:</b>			
<b>Current:</b>			
40.00 Appropriation .....	54	53	55
<b>Permanent:</b>			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	9	7	7
70.00 Total new budget authority (gross) .....	63	60	62
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	6	6	6
73.10 New obligations .....	63	60	62
73.20 Total outlays (gross) .....	-61	-60	-61
73.40 Adjustments in expired accounts .....	-1		
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	6	6	6
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	47	48	50
86.93 Outlays from current balances .....	5	5	5
86.97 Outlays from new permanent authority .....	9	7	7
87.00 Total outlays (gross) .....	61	60	61
<b>Offsets:</b>			
<b>Against gross budget authority and outlays:</b>			
88.00 Offsetting collections (cash) from: Federal sources .....	-9	-7	-7
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	54	53	55
90.00 Outlays .....	52	53	54

The Economic Research Service produces economic and other social science research and analysis for public and pri-

vate decisions on agriculture, food, natural resources, and rural America.

Miscellaneous funds received from States, local organizations, and others are available for support of economic research and analysis (7 U.S.C. 450b, 450h, 3318b).

The FY 1997 request includes funding for pesticide data analysis and for expanding current surveys to link economic and environmental data, improving farm income financial performance measures and measuring chemical use at the State level.

**Object Classification (in millions of dollars)**

Identification code 12-1701-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	30	31	32
11.3 Other than full-time permanent .....	1	1	1
11.9 Total personnel compensation .....	31	32	33
12.1 Civilian personnel benefits .....	6	6	6
13.0 Benefits for former personnel .....	1		
21.0 Travel and transportation of persons .....	1	1	1
23.3 Communications, utilities, and miscellaneous charges .....	1	1	
25.2 Other services .....	2	3	3
25.3 Purchases of goods and services from Government accounts .....	5	6	7
25.5 Research and development contracts .....	4	1	1
26.0 Supplies and materials .....	1		
31.0 Equipment .....	2	1	1
99.0 Subtotal, direct obligations .....	54	51	52
99.0 Reimbursable obligations .....	8	7	7
99.5 Below reporting threshold .....	1	2	3
99.9 Total obligations .....	63	60	62

**Personnel Summary**

Identification code 12-1701-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
1001 Total compensable workyears: Full-time equivalent employment .....	584	579	579
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	45	41	41

**NATIONAL AGRICULTURAL STATISTICS SERVICE**

**Federal Funds**

**General and special funds:**

NATIONAL AGRICULTURAL STATISTICS SERVICE

For necessary expenses of the National Agricultural Statistics Service in conducting statistical reporting and service work, including crop and livestock estimates, statistical coordination and improvements, [and] marketing surveys and the census of agriculture notwithstanding 13 USC 142(a)-(b), as authorized by the Agricultural Marketing Act of 1946 (7 U.S.C. 1621-1627) and other laws, **[\$81,107,000] \$102,624,000, of which up to \$17,500,000 shall be available until expended for the census of agriculture. Provided,** That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$40,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 411, 411a, 411b, 427, 471, 475, 476, 501, 951, 953, 955-57, 2201, 2202, 2248, 3103, 3311, 3504; 18 U.S.C. 1902, 1905, 2072; 42 U.S.C. 1891-93; 44 U.S.C. 3501-11; 50 U.S.C. 2061 et seq., 2251 et seq.; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing** (in millions of dollars)

Identification code 12-1801-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Agricultural estimates .....	77	77	81
00.02 Statistical research and service .....	4	4	4
00.03 Census of Agriculture .....			18
00.91 Total direct program .....	81	81	103
01.01 Reimbursable program .....	8	8	8
10.00 Total obligations .....	90	90	111
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	90	90	111
23.95 New obligations .....	-90	-90	-111
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	81	81	103
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	8	8	8
70.00 Total new budget authority (gross) .....	90	90	111
<b>Change in unpaid obligations:</b>			
Unpaid obligations, start of year: Obligated balance:			
72.40 Appropriation .....	16	11	13
73.10 New obligations .....	90	90	111
73.20 Total outlays (gross) .....	-93	-87	-107
73.40 Adjustments in expired accounts .....	-2		
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	11	13	17
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	72	72	91
86.93 Outlays from current balances .....	12	9	9
86.97 Outlays from new permanent authority .....	8	8	8
87.00 Total outlays (gross) .....	93	87	107
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-7	-7	-7
88.40 Non-Federal sources .....	-2	-2	-2
88.90 Total, offsetting collections (cash) .....	-8	-8	-8
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	81	81	103
90.00 Outlays .....	84	79	99

*Agricultural estimates.*—The Service provides the official National and State estimates of acreage, yield, and production of crops, stocks, and value of farm commodities, and numbers of inventory values of livestock items. Data on approximately 120 crops and 45 livestock products are covered in nearly 400 reports issued each year. Detailed data are also collected on agricultural chemical use, labor, and expenditures. Data collected and published on prices paid and received by farmers are basic to computation of farm program payments.

The work under this activity is conducted through 45 State offices serving the 50 States; most of these offices are operated as joint State and Federal services. Cooperative arrangements with State agencies provide additional State and county data. The 1997 program includes increases of \$1,000,000 for additional pesticide data, \$1,500,000 for integrated pest management, and \$600,000 for post-harvest pesticide data.

*Statistical research and service.*—This activity is designed to improve agricultural estimating techniques by improving sample survey designs and procedures and by testing new forecasting and estimating techniques, such as the use of satellite data.

*Census of Agriculture.*—In 1997, the census of agriculture, formerly conducted by the Department of Commerce, is proposed for transfer to the Department of Agriculture.

Miscellaneous funds received from local organizations, commodity groups, and others are available for dissemination of reports and for crop and livestock survey work under cooperative agreements (7 U.S.C. 450b, 450h, 3318b).

**Object Classification** (in millions of dollars)

Identification code 12-1801-0-1-352	1995 actual	1996 est.	1997 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....	40	41	48
11.3 Other than full-time permanent .....	1	1	1
11.5 Other personnel compensation .....	1	1	1
11.9 Total personnel compensation .....	42	42	50
12.1 Civilian personnel benefits .....	9	9	11
21.0 Travel and transportation of persons .....	1	1	2
23.3 Communications, utilities, and miscellaneous charges .....	3	3	4
25.2 Other services .....	17	17	24
25.3 Purchases of goods and services from Government accounts .....	4	4	4
25.7 Operation and maintenance of equipment .....	1	1	1
26.0 Supplies and materials .....	1	1	1
31.0 Equipment .....	2	2	3
99.0 Subtotal, direct obligations .....	80	81	100
99.0 Reimbursable obligations .....	8	7	8
99.5 Below reporting threshold .....	3	3	3
99.9 Total obligations .....	90	90	111

**Personnel Summary**

Identification code 12-1801-0-1-352	1995 actual	1996 est.	1997 est.
Direct:			
Total compensable workyears:			
1001 Full-time equivalent employment .....	1,012	1,002	1,130
1005 Full-time equivalent of overtime and holiday hours .....	1	1	1
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment .....	99	99	99

**AGRICULTURAL RESEARCH SERVICE**

**Federal Funds**

**General and special funds:**

AGRICULTURAL RESEARCH SERVICE  
(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses to enable the Agricultural Research Service to perform agricultural research and demonstration relating to production, utilization, marketing, and distribution (not otherwise provided for); home economics or nutrition and consumer use including the acquisition, preservation, and dissemination of agricultural information; and for acquisition of lands by donation, exchange, or purchase at a nominal cost not to exceed \$100, [\$710,000,000] \$726,353,000: *Provided*, That appropriations hereunder shall be available for temporary employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$115,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That appropriations hereunder shall be available for the operation and maintenance of aircraft and the purchase of not to exceed one for replacement only: *Provided further*, That appropriations hereunder shall be available pursuant to 7 U.S.C. 2250 for the construction, alteration, and repair of buildings and improvements, but unless otherwise provided the cost of constructing any one building shall not exceed \$250,000, except for greenhouses or greenhouses which shall each be limited to \$1,000,000, and except for ten buildings to be constructed or improved at a cost not to exceed \$500,000 each, and the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building or \$250,000, whichever is greater: *Provided further*, That the limitations on alterations contained in this Act shall not apply to modernization or replacement of existing facilities at Beltsville, Maryland: *Provided further*, That the foregoing limitations shall not apply to replacement of buildings needed to carry

**General and special funds—Continued**

**AGRICULTURAL RESEARCH SERVICE—Continued**

(INCLUDING TRANSFERS OF FUNDS)—Continued

out the Act of April 24, 1948 (21 U.S.C. 113a): *Provided further*, That the foregoing limitations shall not apply to the purchase of land at Beckley, West Virginia: *Provided further*, That not to exceed \$190,000 of this appropriation may be transferred to and merged with the appropriation for the Office of the Under Secretary for Research, Education and Economics for the scientific review of international issues involving agricultural chemicals and food additives: *Provided further*, That funds may be received from any State, other political subdivision, organization, or individual for the purpose of establishing or operating any research facility or research project of the Agricultural Research Service, as authorized by law: *Provided further*, That all rights and title of the United States in the property known as USDA Houma Sugar Cane Research Laboratory, consisting of approximately 20 acres in the City of Houma and 150 acres of farmland in Chacahula, Louisiana, including facilities and equipment, shall be conveyed to the American Sugar Cane League Foundation: *Provided further*, That all rights and title of the United States in the Agricultural Research Station at Brawley, California, consisting of 80 acres of land, including facilities and equipment, shall be conveyed to Imperial County, California: *Provided further*, That all rights and title of the United States in the Pecan Genetics and Improvement Research Laboratory, consisting of 84.2 acres of land, including facilities and equipment, shall be conveyed to Texas A&M University: *Provided further*, That the property originally conveyed by the State of Tennessee to the U.S. Department of Agriculture, Agricultural Research Service, in Lewisburg, Tennessee be conveyed to the University of Tennessee].

None of the funds in the foregoing paragraph shall be available to carry out research related to the production, processing or marketing of tobacco or tobacco products. (7 U.S.C. 328, 427, 427i, 1281 note, 1621, 2201, 2204, 2225, 2250, 3101 note; 10 U.S.C. 2306; 16 U.S.C. 590(a)–590(b), 590(k); 18 U.S.C. 1114; 19 U.S.C. 1306(a), 1306(c); 20 U.S.C. 191–194; 21 U.S.C. 113a, 114c, 114e–131; 42 U.S.C. 1476(e), 1483; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing (in millions of dollars)**

Identification code 12–1400–0–1–352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01	81	84	88
00.02	243	239	248
00.03	114	112	112
00.04	141	143	145
00.05	61	63	63
00.06	34	31	32
00.07	18	18	18
00.08	1	1	1
00.11	18	19	19
00.91	711	710	726
01.01	38	43	43
10.00	749	753	769
<b>Budgetary resources available for obligation:</b>			
22.00	752	753	769
22.30	-3		
23.90	749	753	769
23.95	-749	-753	-769
<b>New budget authority (gross), detail:</b>			
Current:			
40.00	715	710	726
40.35	-1		
43.00	714	710	726
Permanent:			
68.00	38	43	43
70.00	752	753	769

<b>Change in unpaid obligations:</b>				
72.40	Unpaid obligations, start of year: Obligated balance:			
	Appropriation	184	188	188
73.10	New obligations	749	753	769
73.20	Total outlays (gross)	-745	-753	-766
74.40	Unpaid obligations, end of year: Obligated balance:			
	Appropriation	188	188	190
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new current authority	565	568	581
86.93	Outlays from current balances	142	142	142
86.97	Outlays from new permanent authority	38		
86.98	Outlays from permanent balances		43	43
87.00	Total outlays (gross)	745	753	766
<b>Offsets:</b>				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-33	-39	-39
88.40	Non-Federal sources	-5	-4	-4
88.90	Total, offsetting collections (cash)	-38	-43	-43
<b>Net budget authority and outlays:</b>				
89.00	Budget authority	714	710	726
90.00	Outlays	707	710	723

**Summary of Budget Authority and Outlays**

	[In millions of dollars]		
Enacted/requested:	1995 actual	1996 est.	1997 est.
Budget Authority	715	710	726
Outlays	707	710	724
Supplemental proposal:			
Budget Authority		2	
Outlays		2	
Total:			
Budget Authority	715	712	726
Outlays	707	712	724

The Agricultural Research Service conducts research to provide the means for a safer, more economical supply of agricultural products for the Nation and to provide producers with technologies to competitively supply these products. Technology needs of regulatory, technical assistance and education agencies of USDA and other Federal agencies are supported through ARS research. The Service uses coordinated, interdisciplinary approaches to perform basic and applied research on soil and water conservation, plant and animal sciences, commodity conversion and delivery, human nutrition, and integrated agricultural systems. In 1997, the Service proposes increased emphases for critical research needs in agriculture, such as: food safety, integrated pest management, agricultural biodiversity, biocontrol of pests and soil biology, integrated farming systems, finding alternatives to methyl bromide, restoration of the South Florida Everglades ecosystem, biomass research, and increased support for the joint U.S.-Israel agricultural research and development activities.

**Research on soil and water conservation.**—Research is conducted to improve soil and water management, irrigation, and conservation practices; to protect natural resources from harmful effects of soil, air, and water pollutants and to minimize certain agricultural pollution problems; and to determine the relation of soil types and water to plant, animal, and human nutrition.

**Research on plant science.**—Research is conducted to increase plant productivity by improving plant varieties, developing new crop resources, and improving crop production practices, including methods to control plant diseases, nematodes, insects, and weeds.

**Research on animal science.**—Research is conducted to increase livestock productivity (including poultry) through improved breeding, feeding, and management practices, and to develop methods for controlling diseases, parasites, and insect pests affecting these animals.

*Research on commodity conversion and delivery.*—Research is conducted to develop new and improved foods, feeds, products, and processes for agricultural commodities and to improve the processing, transportation, storage, wholesaling, and retailing of products. Research is also conducted on means to ensure the safety of food and feed supplies, control insect pests of man and his belongings, and reduce the hazards to human life resulting from pesticide residues and other causes.

*Human nutrition research.*—Research is conducted on subjects such as human nutritional requirements and the composition and nutritive value of foods, to promote optimum human health through improved nutrition.

*Integration of agricultural systems.*—Research is conducted to develop integrated systems for efficiently producing, processing, and marketing agricultural products, and to develop alternative agricultural systems that are less dependent upon nonrenewable resources and that are productive, efficient, and sustainable in the long term.

*Agricultural information and library services.*—The National Agricultural Library provides a variety of information products and services through: (1) the administration of a unique collection of books, journals, and other information materials about food and agriculture to ensure accessibility to their contents; (2) the development and maintenance of cooperative efforts in the library and related information areas, with other Federal agencies and with educational institutions in each State; and (3) an active program of information dissemination.

*Repair and maintenance of facilities.*—Funds are used to restore, upgrade, and maintain Federal facilities to meet OSHA and EPA requirements, provide suitable workspace for in-house research programs, and to retrofit existing structures for better energy utilization.

*Contingencies.*—Funds available to meet urgent needs that develop unexpectedly during the year when such needs cannot be met by redirection of resources from other projects.

*Reimbursements.*—Agricultural Research Service performs program research activities and services for other USDA, Federal, and non-Federal agencies. These activities and services are paid for on a reimbursable basis.

Object Classification (in millions of dollars)				
Identification code 12-1400-0-1-352	1995 actual	1996 est.	1997 est.	
Direct obligations:				
Personnel compensation:				
11.1				319
11.3				24
11.5				8
11.9	316	338		351
12.1	71	75		81
21.0	13	13		13
22.0	2	1		1
23.2	1	1		1
23.3	29	29		29
24.0	1	1		1
25.1	1	1		1
25.2	24	18		21
25.3				
25.4	4	4		4
25.4	28	28		28
25.5	98	88		76
25.7	8	7		7
25.8	1	1		1
26.0	59	52		57
31.0	41	40		41
32.0	3	3		3
41.0	11	10		10
99.0	711	710		726
99.0	38	43		43
99.9	749	753		769

Personnel Summary

Identification code 12-1400-0-1-352	1995 actual	1996 est.	1997 est.
Direct:			
Total compensable workyears:			
1001	7,488	7,749	7,749
1005	46	46	46
Reimbursable:			
2001	85	85	85

BUILDINGS AND FACILITIES

For acquisition of land, construction, repair, improvement, extension, alteration, and purchase of fixed equipment or facilities as necessary to carry out the agricultural research programs of the Department of Agriculture, where not otherwise provided, **[\$30,200,000]** \$80,100,000, to remain available until expended (7 U.S.C. 2209b): *Provided*, That funds may be received from any State, other political subdivision, organization, or individual for the purpose of establishing any research facility of the Agricultural Research Service, as authorized by law. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

Program and Financing (in millions of dollars)

Identification code 12-1401-0-1-352	1995 actual	1996 est.	1997 est.
Obligations by program activity:			
10.00	27	35	79
Budgetary resources available for obligation:			
21.40			
	54	74	69
22.00	47	30	80
23.90	101	104	149
23.95	-27	-35	-79
24.40	74	69	70
New budget authority (gross), detail:			
40.00	44	30	80
40.36	-2		
42.00	5		
43.00	47	30	80
70.00	47	30	80
Change in unpaid obligations:			
72.40	40	28	18
73.10	27	35	79
73.20	-39	-45	-55
74.40	28	18	40
Outlays (gross), detail:			
86.90	6	5	20
86.93	33	40	35
87.00	39	45	55
Net budget authority and outlays:			
89.00	47	30	80
90.00	39	45	55

This account provides funds for acquisition of land, construction, repair, improvement, extension, alterations, and purchases of fixed equipment or facilities of or used by the Agricultural Research Service. The 1997 request provides for the continuing modernization and renovation efforts at the Beltsville Agricultural Research Center, Beltsville, MD; Regional Utilization Centers at Peoria, IL; Albany, CA; Philadelphia, PA; and Plum Island Animal Disease Center, Greenport, NY; Subtropical Agricultural Research Laboratory, Weslaco, TX; and construction of new replacement laboratories at Ft. Pierce, FL; and Parlier, CA. The request also provides for

**General and special funds—Continued**

**BUILDINGS AND FACILITIES—Continued**

construction of a new facility in Ft. Lauderdale, FL as part of the Administration's Everglades initiatives.

**Object Classification** (in millions of dollars)

Identification code 12-1401-0-1-352	1995 actual	1996 est.	1997 est.
25.2 Other services .....	13	21	28
32.0 Land and structures .....	11	11	51
41.0 Grants, subsidies, and contributions .....	3	3	
99.9 Total obligations .....	27	35	79

**Trust Funds**

**MISCELLANEOUS CONTRIBUTED FUNDS**

**Unavailable Collections** (in millions of dollars)

Identification code 12-8214-0-7-352	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....			
Receipts:			
02.01 Science and Education Administration contributed funds .....	14	14	15
Appropriation:			
05.01 Miscellaneous contributed funds .....	-14	-14	-15
07.99 Total balance, end of year .....			

**Program and Financing** (in millions of dollars)

Identification code 12-8214-0-7-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	13	14	15
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	8	9	9
22.00 New budget authority (gross) .....	14	14	15
23.90 Total budgetary resources available for obligation .....	22	23	24
23.95 New obligations .....	-13	-14	-15
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	9	9	9
<b>New budget authority (gross), detail:</b>			
60.27 Appropriation (trust fund, indefinite) .....	14	14	15
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	3	4	5
73.10 New obligations .....	13	14	15
73.20 Total outlays (gross) .....	-12	-13	-13
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	4	5	6
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	9	10	10
86.98 Outlays from permanent balances .....	3	3	3
87.00 Total outlays (gross) .....	12	13	13
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	14	14	15
90.00 Outlays .....	12	13	13

Miscellaneous contributed funds received from States, local organizations, individuals, and others are available for work under cooperative agreements on research activities.

**Object Classification** (in millions of dollars)

Identification code 12-8214-0-7-352	1995 actual	1996 est.	1997 est.
Personnel compensation:			
11.1 Full-time permanent .....	3	3	3

11.9 Total personnel compensation .....	3	3	3
12.1 Civilian personnel benefits .....	1	1	1
25.2 Other services .....	3	4	5
25.3 Purchases of goods and services from Government accounts .....	2	2	2
26.0 Supplies and materials .....	2	2	2
31.0 Equipment .....	1	1	1
99.5 Below reporting threshold .....	1	1	1
99.9 Total obligations .....	13	14	15

**Personnel Summary**

Identification code 12-8214-0-7-352	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	67	67	67

**COOPERATIVE STATE RESEARCH, EDUCATION, AND EXTENSION SERVICE**

**Federal Funds**

**General and special funds:**

**RESEARCH AND EDUCATION ACTIVITIES**

For payments to agricultural experiment stations, for cooperative forestry and other research, for facilities, and for other expenses, including \$168,734,000 to carry into effect the provisions of the Hatch Act (7 U.S.C. 361a-361i); \$20,497,000 for grants for cooperative forestry research (16 U.S.C. 582a-582-a7); \$27,735,000 for payments to the 1890 land-grant colleges, including Tuskegee University (7 U.S.C. 3222); **[\$49,846,000] \$5,599,000** for special grants for agricultural research (7 U.S.C. 450i(c)); **[\$9,769,000] \$24,738,000** for special grants for agricultural research on improved pest control (7 U.S.C. 450i(c)); **[\$96,735,000] \$130,000,000** for competitive research grants (7 U.S.C. 450i(b)); \$5,051,000 for the support of animal health and disease programs (7 U.S.C. 3195); \$650,000 for supplemental and alternative crops and products (7 U.S.C. 3319d); **[\$500,000** for grants for research pursuant to the Critical Agricultural Materials Act of 1984 (7 U.S.C. 178) and section 1472 of the Food and Agriculture Act of 1977, as amended (7 U.S.C. 3318), to remain available until expended;] \$475,000 for rangeland research grants (7 U.S.C. 3331-3336); \$3,500,000 for higher education graduate fellowships grants (7 U.S.C. 3152(b)(6)), to remain available until expended (7 U.S.C. 2209(b)); \$4,350,000 for higher education challenge grants (7 U.S.C. 3152(b)(1)); \$1,000,000 for a higher education minority scholars program (7 U.S.C. 3152(b)(5)), to remain available until expended (7 U.S.C. 2209b); *\$1,500,000 for a Hispanic-Serving Institutions Education Partnership Grants Program (7 U.S.C. 3152(b)(i)), to strengthen resident instruction at colleges and universities, including two-year community colleges, that have at least 25 percent Hispanic enrollment;* \$4,000,000 for aquaculture grants (7 U.S.C. 3322); \$8,100,000 for sustainable agriculture research and education (7 U.S.C. 5811); \$9,200,000 for a program of capacity building grants to colleges eligible to receive funds under the Act of August 30, 1890 (7 U.S.C. 321-326 and 328), including Tuskegee University, to remain available until expended (7 U.S.C. 2209b); \$1,450,000 for payments to the 1994 Institutions pursuant to section 534(a)(1) of Public Law 103-382; and **[\$10,337,000] \$1,993,000** for necessary expenses of Research and Education Activities, of which not to exceed \$100,000 shall be for employment under 5 U.S.C. 3109; in all, **[\$421,929,000.] \$418,572,000.**

None of the funds in the foregoing paragraph shall be available to carry out research related to the production, processing or marketing of tobacco or tobacco products.

**NATIVE AMERICAN INSTITUTIONS ENDOWMENT FUND**

For establishment of a Native American institutions endowment fund, as authorized by Public Law 130-382 (7 U.S.C. 301 note), \$4,600,000. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies, Appropriations Act, 1996.*)

**Unavailable Collections** (in millions of dollars)

Identification code 12-1500-0-1-352	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....			

Receipts:			
02.01	Federal payment, Native American Institutions Endowment Fund .....	5	5
Appropriation:			
05.01	Cooperative state research activities .....	-5	-5
07.99	Total balance, end of year .....		

**Program and Financing** (in millions of dollars)

Identification code 12-1500-0-1-352	1995 actual	1996 est.	1997 est.	
<b>Obligations by program activity:</b>				
Direct program:				
00.01	Payments under the Hatch Act .....	171	169	169
00.02	Cooperative forestry research .....	21	20	20
00.03	Payments to 1890 colleges and Tuskegee University .....	28	28	28
00.04	Special research grants .....	78	73	44
00.05	National research initiative competitive grants .....	101	97	130
00.06	Animal health and disease research .....	5	5	5
00.07	Federal administration .....	19	20	11
00.08	Higher education .....	9	10	12
00.09	Native American Institutions Endowment Fund .....		5	5
00.91	Total direct program .....	432	427	424
01.01	Reimbursable program .....	9	16	16
10.00	Total obligations .....	441	443	440
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance available, start of year:			
	Uninvested balance .....	1		
22.00	New budget authority (gross) .....	441	443	440
23.90	Total budgetary resources available for obligation .....	442	443	440
23.95	New obligations .....	-441	-443	-440
<b>New budget authority (gross), detail:</b>				
Current:				
40.00	Appropriation .....	432	422	419
40.25	Appropriation (special fund, indefinite) .....		5	5
43.00	Appropriation (total) .....	432	427	424
Permanent:				
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	9	16	16
70.00	Total new budget authority (gross) .....	441	443	440
<b>Change in unpaid obligations:</b>				
72.40	Unpaid obligations, start of year: Obligated balance:			
	Appropriation .....	407	402	386
73.10	New obligations .....	441	443	440
73.20	Total outlays (gross) .....	-446	-459	-424
74.40	Unpaid obligations, end of year: Obligated balance:			
	Appropriation .....	402	386	402
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new current authority .....	216	217	216
86.93	Outlays from current balances .....	221	226	192
86.97	Outlays from new permanent authority .....	9	16	16
87.00	Total outlays (gross) .....	446	459	424
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....	-9	-16	-16
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	432	427	424
90.00	Outlays .....	437	443	408

Cooperative State Research, Education, and Extension Service participates in a nationwide system of agricultural research and education program planning and coordination between State institutions and the U.S. Department of Agriculture. It assists in maintaining cooperation among the State institutions, and between the State institutions and their Federal research partners. The Agency administers grants and payments to State institutions to supplement State and local funding for agricultural research and higher education.

*Payments under the Hatch Act.*—Funds under the Hatch Act are allocated on a formula basis to agricultural experi-

ment stations of the land-grant colleges in the 50 States, the District of Columbia, Puerto Rico, Guam, the Virgin Islands, American Samoa, Micronesia, and Northern Mariana Islands.

*Cooperative forestry research.*—These funds are allocated by formula to land-grant colleges or agricultural experiment stations in the 50 States, Puerto Rico, Guam, the Virgin Islands, and other State-supported colleges and universities having a forestry school and offering graduate training in forestry sciences.

*Payments to 1890 colleges and Tuskegee University.*—Funds allocated on a formula basis support agricultural research and broaden the curricula at the seventeen 1890 land-grant colleges, including Tuskegee University.

*Special research grants.*—This program addresses research areas of national interest. Increased funding is proposed for grant programs in integrated pest management/biological control and pesticide clearance. Funding is also proposed for emerging pest and disease issues, pesticide impact assessment and sustainable agriculture. Advances in these areas will provide producers with safe, alternative pest control methods resulting in more farmers increasing the number of acres on which Integrated Pest Management (IPM) methods are used. The program goal is the implementation of IPM methods on 75 percent of crop acreage by the year 2000. Funding proposed for pesticide clearance and minor use animal drugs will address the growing need for registration of safe pesticides and drugs for minor crops and animals and lead to reduced levels of chemical and drug residues in food products by half. A grant program for global change is proposed for research at universities as part of a coordinated Federal initiative. Funding is also proposed for water quality, the National Biological Impact Assessment Program, rural development centers, aquaculture centers, rangeland research, energy biomass/biofuels research, and supplemental and alternative crops.

*National research initiative competitive grants.*—Funding is being proposed for the National Initiative for Research on Agriculture, Food, and the Environment (NRI). Research scientists throughout the U.S. scientific community compete for funding under this program. The performance goal has been to attract the widest possible involvement of U.S. scientists in agricultural research to increase the knowledge base related to U.S. agriculture, food, and the environment and maintain world leadership in agricultural science and engineering. NRI funding has resulted in increased participation by universities which are not traditionally considered agricultural schools and of highly skilled researchers in projects addressing agricultural issues. These grants support research in plants and animals; natural resources and the environment; nutrition, food safety, and health; markets, trade, and rural development; and processing for adding value or developing new products. This initiative includes funding for a plant genome mapping program for which the Agricultural Research Service serves as the lead agency. Global change research being carried out through the NRI is part of a government-wide program developed by the Committee on Earth and Environmental Sciences. In 1995, NRI funding supported 783 grants and it is estimated approximately the same number will be funded in 1996. The 1997 request would support approximately 1,054 grants.

*Animal health and disease research.*—Funds, distributed by formula, support livestock and poultry disease research in sixty-seven colleges of veterinary medicine and in eligible agricultural experiment stations.

*Federal administration.*—A coordinating and review staff assists in maintaining cooperation within and among the States, and between the States and their Federal research partners. This staff also administers research and education grants and payments to States. Federal administration is

**General and special funds—Continued**

**NATIVE AMERICAN INSTITUTIONS ENDOWMENT FUND—Continued**

funded from a combination of program set-asides from formula and grant programs and from direct appropriation for administration. Funding is proposed for a capacity building program at the 1890 institutions as part of a USDA initiative to strengthen these institutions through a broadening of curricula, increased faculty development and student research projects. Proposed funding would support approximately 49 teaching and research grants.

*Higher education.*—Funding is proposed for graduate fellowships grants, competitive challenge grants, Hispanic education partnership grants, a multicultural scholars program and a Native American institutions program. Proposed funding for all higher education programs would support approximately 94 grants. These programs will enable universities to broaden their curricula; increase faculty development; student research projects; and the number of new scholars recruited in the food and agricultural sciences. In addition, an increased number of graduate students, including minority graduate students, will be enrolled in the agricultural sciences.

*Reimbursable program.*—Funds support basic and applied agriculture research and activities performed for other USDA, Federal, and non-Federal agencies.

*Native American Institutions Endowment Fund.*—This program provides for an endowment for the 1994 land-grant institutions (29 Tribally controlled colleges) to strengthen the infrastructure of these institutions and develop Indian expertise for the food and agricultural sciences and businesses and their own communities. At the termination of each fiscal year, the Secretary shall withdraw the income from the endowment fund for the fiscal year, and after making adjustments for the cost of administering the fund, distribute the adjusted income on a formula basis to the 1994 land-grant institutions.

**Object Classification (in millions of dollars)**

Identification code 12-1500-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	9	10	10
12.1 Civilian personnel benefits .....	2	2	2
21.0 Travel and transportation of persons .....	1	1	1
22.0 Transportation of things .....	1		
23.3 Communications, utilities, and miscellaneous charges .....	1	1	1
25.2 Other services .....	1	1	1
25.3 Purchases of goods and services from Government accounts .....	2		
41.0 Grants, subsidies, and contributions .....	415	411	407
99.0 Subtotal, direct obligations .....	432	426	422
99.0 Reimbursable obligations .....	9	16	16
99.5 Below reporting threshold .....		1	2
99.9 Total obligations .....	441	443	440

**Personnel Summary**

Identification code 12-1500-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	202	197	205
1005 Full-time equivalent of overtime and holiday hours .....	2	2	2
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	9	9	9

**[BUILDINGS AND FACILITIES]**

[For acquisition of land, construction, repair, improvement, extension, alteration, and purchase of fixed equipment or facilities and for grants to States and other eligible recipients for such purposes, as necessary to carry out the agricultural research, extension, and teaching programs of the Department of Agriculture, where not other-

wise provided, \$57,838,000, to remain available until expended (7 U.S.C. 2209b).] (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-1501-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	71	67	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	20	9	
22.00 New budget authority (gross) .....	61	58	
23.90 Total budgetary resources available for obligation	81	64	
23.95 New obligations .....	-71	-67	
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	9		
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	61	58	
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	122	156	171
73.10 New obligations .....	71	67	
73.20 Total outlays (gross) .....	-37	-52	-55
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	156	171	116
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	6	3	
86.93 Outlays from current balances .....	31	49	55
87.00 Total outlays (gross) .....	37	52	55
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	61	58	
90.00 Outlays .....	37	52	55

**Summary of Budget Authority and Outlays**

[In millions of dollars]			
Enacted/requested:	1995 actual	1996 est.	1997 est.
Budget Authority .....	61	58	
Outlays .....	37	52	55
<b>Rescission proposal:</b>			
Budget Authority .....		-12	
Outlays .....		-1	-1
<b>Total:</b>			
Budget Authority .....	61	46	
Outlays .....	37	51	54

Funds provide grants to States and other eligible recipients for the acquisition of land, construction, repair, improvement, extension, alteration and purchase of fixed equipment or facilities to carry out agricultural research, extension, and teaching programs. No funding is proposed in 1997.

**Object Classification (in millions of dollars)**

Identification code 12-1501-0-1-352	1995 actual	1996 est.	1997 est.
11.1 Personnel compensation: Full-time permanent .....	1	1	
25.2 Other services .....		1	
41.0 Grants, subsidies, and contributions .....	70	65	
99.9 Total obligations .....	71	67	

**Personnel Summary**

Identification code 12-1501-0-1-352	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	10	10	



EXTENSION ACTIVITIES

Payments to States, the District of Columbia, Puerto Rico, Guam, the Virgin Islands, Micronesia, Northern Marianas, and American Samoa: For payments for cooperative extension work under the Smith-Lever Act, as amended, to be distributed under sections 3(b) and 3(c) of said Act, and under section 208(c) of Public Law 93-471, for retirement and employees' compensation costs for extension agents and for costs of penalty mail for cooperative extension agents and State extension directors, \$268,493,000; payments for the nutrition and family education program for low-income areas under section 3(d) of the Act, \$60,510,000; payments for the pest management program under section 3(d) of the Act, **[\$10,783,000]** \$15,000,000; payments for the farm safety program under section 3(d) of the Act, **[\$2,943,000]** \$988,000; payments for the pesticide impact assessment program under section 3(d) of the Act, \$3,313,000; payments to upgrade 1890 land-grant college research, extension, and teaching facilities as authorized by section 1447 of Public Law 95-113, as amended (7 U.S.C. 3222b), \$7,782,000, to remain available until expended; payments for the rural development centers under section 3(d) of the Act, \$936,000; payments for a groundwater quality program under section 3(d) of the Act, \$11,065,000; payments for the agricultural telecommunications program, as authorized by Public Law 101-624 (7 U.S.C. 5926), \$1,203,000; payments for youth-at-risk programs under section 3(d) of the Act, \$9,850,000; payments for a food safety program under section 3(d) of the Act, \$2,438,000; payments for carrying out the provisions of the Renewable Resources Extension Act of 1978, \$3,291,000; payments for Indian reservation agents under section 3(d) of the Act, \$1,724,000; payments for sustainable agriculture programs under section 3(d) of the Act, \$3,411,000; payments for rural health and safety education as authorized by section 2390 of Public Law 101-624 (7 U.S.C. 2661 note, 2662), \$2,709,000; payments for cooperative extension work by the colleges receiving the benefits of the second Morrill Act (7 U.S.C. 321-326, 328) and Tuskegee University, \$25,090,000; and for Federal administration and coordination including administration of the Smith-Lever Act, as amended, and the Act of September 29, 1977 (7 U.S.C. 341-349), as amended, and section 1361(c) of the Act of October 3, 1980 (7 U.S.C. 301 note), and to coordinate and provide program leadership for the extension work of the Department and the several States and insular possessions, **[\$12,209,000]** \$5,685,000, in all, **[\$427,750,000]** \$423,488,000. *Provided*, That funds hereby appropriated pursuant to section 3(c) of the Act of June 26, 1953, and section 506 of the Act of June 23, 1972, as amended, shall not be paid to any State, the District of Columbia, Puerto Rico, Guam, or the Virgin Islands, Micronesia, Northern Marianas, and American Samoa prior to availability of an equal sum from non-Federal sources for expenditure during the current fiscal year. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

Budgetary resources available for obligation:			
21.40	Unobligated balance available, start of year:		
	Uninvested balance .....	5	
22.00	New budget authority (gross) .....	468	448
			448
23.90	Total budgetary resources available for obligation	473	448
23.95	New obligations .....	-468	-448
New budget authority (gross), detail:			
Current:			
40.00	Appropriation .....	439	428
	Permanent:		
68.00	Spending authority from offsetting collections: Off-		
	setting collections (cash) .....	29	25
			25
70.00	Total new budget authority (gross) .....	468	448
Change in unpaid obligations:			
72.40	Unpaid obligations, start of year: Obligated balance:		
	Appropriation .....	188	192
73.10	New obligations .....	468	448
73.20	Total outlays (gross) .....	-464	-450
74.40	Unpaid obligations, end of year: Obligated balance:		
	Appropriation .....	192	190
Outlays (gross), detail:			
86.90	Outlays from new current authority .....	290	278
86.93	Outlays from current balances .....	145	150
86.97	Outlays from new permanent authority .....	29	25
			25
87.00	Total outlays (gross) .....	464	450
Offsets:			
Against gross budget authority and outlays:			
88.00	Offsetting collections (cash) from: Federal sources	-29	-25
			-25
Net budget authority and outlays:			
89.00	Budget authority .....	439	428
90.00	Outlays .....	435	429
			425

The Cooperative Extension System, a national educational network, is a dynamic organization pledged to meeting the country's needs for research-based educational programs that will enable people to make practical decisions to improve their lives. To accomplish its mission, the Cooperative Extension System adjusts programs to meet the shifting needs and priorities of the people it serves.

The nonformal educational network combines the expertise and resources of federal, state, and local partners. The partners in this unique System are: (a) The Cooperative State Research, Education, and Extension Service at the U.S. Department of Agriculture; (b) Extension professionals at land-grant universities throughout the United States and its territories; and (c) Extension professionals in nearly all of the Nation's 3,150 counties. Thousands of paraprofessionals and nearly 3 million volunteers support this partnership and magnify its impact. Strong linkages with both public and private external groups are also crucial to the Cooperative Extension System's strength and vitality.

Base programs, funded by the Smith-Lever 3(b) and (c) legislated formula funds, are the major educational efforts central to the mission of the System and common to most Extension units. They are the ongoing priority efforts of the System, involving many discipline-based and multi-disciplinary programs. The System's base programs are the foundation of the Extension organization and partnership that are intended to increase the number of community-based projects, families, and individuals reached to disseminate research findings as widely and quickly as possible. The use of electronic mail, satellite transmission of courses, and computer-assisted instruction are encouraged to communicate ideas.

Extension resources are provided to the States by these formula funds and competitively-awarded programs such as sustainable agriculture and agricultural telecommunications. Smith-Lever 3(b) and (c) funds and payments to the 1890 colleges and Tuskegee University provide funds to support the Extension infrastructure.

Program and Financing (in millions of dollars)

Identification code 12-0502-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01	Smith-Lever Act, 3(b) and 3(c) .....	273	268
00.02	Youth at Risk .....	10	10
00.03	Water quality .....	11	11
00.04	EFNEP .....	61	61
00.05	Pest management .....	11	11
00.06	Farm Safety .....	3	3
00.07	Pesticide impact assessment .....	3	3
00.08	Nutrition Education .....	4	
00.09	Indian reservation extension agents .....	2	2
00.10	Ag. Telecommunications .....	1	1
00.11	Food safety .....	3	3
00.12	Rural Development .....	1	1
00.13	Payments to 1890 colleges and Tuskegee University	25	25
00.15	Renewable resources extension act .....	3	3
00.16	Federal Administration .....	13	12
00.18	Rural health and safety education .....	3	3
00.19	1890 facilities (section 1447) .....	8	8
00.21	Sustainable Agriculture .....	4	3
00.91	Total direct program .....	439	428
01.01	Reimbursable program .....	29	25
10.00	Total obligations .....	468	453
			448

**General and special funds—Continued**

**EXTENSION ACTIVITIES—Continued**

Funds for designated programs, funded by Smith-Lever 3(d) legislated formula funds, such as youth at risk, expanded food and nutrition education program (EFNEP), food safety, farm safety provide support for the Cooperative Extension System to address identified priority issues.

National initiatives funded by legislative formulas, administratively determined distribution, Congressional and Executive intent, and competitively-awarded projects, are the System's commitment to respond to important problems of broad national concern with additional resources and significantly increased effort to achieve a major impact on national priorities. They are the most current significant and complex issues on which the Extension System has the potential to make a difference—usually in cooperation with other agencies, groups, and units of government. The goal is to inform and educate these extension agriculture professionals and volunteers who, in turn, educate the professional farmers and end-users regarding these critical initiatives and concerns.

Initiatives proposed in 1997 include funding for: sustainable agriculture education programs; increased efforts on pest management; and support to the 1890 Institutions and Tuskegee University.

**Object Classification** (in millions of dollars)

Identification code 12-0502-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	9	10	10
12.1 Civilian personnel benefits .....	2	2	2
23.3 Communications, utilities, and miscellaneous charges .....	2	1	1
25.2 Other services .....	4	2	1
25.3 Purchases of goods and services from Government accounts .....	1	1	1
41.0 Grants, subsidies, and contributions .....	418	411	407
99.0 Subtotal, direct obligations .....	436	427	422
99.0 Reimbursable obligations .....	29	25	25
99.5 Below reporting threshold .....	3	1	1
99.9 Total obligations .....	468	453	448

**Personnel Summary**

Identification code 12-0502-0-1-352	1995 actual	1996 est.	1997 est.
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	170	183	185
1005 Full-time equivalent of overtime and holiday hours .....	1	1	1

**ANIMAL AND PLANT HEALTH INSPECTION SERVICE**

**Federal Funds**

**General and special funds:**

**SALARIES AND EXPENSES**

(INCLUDING TRANSFERS OF FUNDS)

For expenses, not otherwise provided for, including those pursuant to the Act of February 28, 1947, as amended (21 U.S.C. 114b-c), necessary to prevent, control, and eradicate pests and plant and animal diseases; to carry out inspection, quarantine, and regulatory activities; to discharge the authorities of the Secretary of Agriculture under the Act of March 2, 1931 (46 Stat. 1468; 7 U.S.C. 426-426b); and to protect the environment, as authorized by law, **[\$331,667,000]** \$463,890,000, of which **[\$4,799,000]** \$5,000,000 shall be available for the control of outbreaks of insects, plant diseases, animal diseases and for control of pest animals and birds to the extent necessary to meet emergency conditions: *Provided*, That in fiscal year **[1996]** 1997, amounts in the agricultural quarantine inspection user fee account shall be available for authorized purposes without further appropriation: *Provided further*, That no funds shall be used to formu-

late or administer a brucellosis eradication program for the current fiscal year that does not require minimum matching by the States of at least 40 percent: *Provided further*, That this appropriation shall be available for field employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$40,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That this appropriation shall be available for the operation and maintenance of aircraft and the purchase of not to exceed four, of which two shall be for replacement only: *Provided further*, That, in addition, in emergencies which threaten any segment of the agricultural production industry of this country, the Secretary may transfer from other appropriations or funds available to the agencies or corporations of the Department such sums as he may deem necessary, to be available only in such emergencies for the arrest and eradication of contagious or infectious disease or pests of animals, poultry, or plants, and for expenses in accordance with the Act of February 28, 1947, as amended, and section 102 of the Act of September 21, 1944, as amended, and any unexpended balances of funds transferred for such emergency purposes in the next preceding fiscal year shall be merged with such transferred amounts: *Provided further*, That appropriations hereunder shall be available pursuant to law (7 U.S.C. 2250) for the repair and alteration of leased buildings and improvements, but unless otherwise provided the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building: *Provided further*, That of the funds provided, the Secretary of Agriculture may provide for the funding of all fees or charges under section 2509 of Public Law 101-624, codified at 21 U.S.C. 136a(c), for any service related to the cost of providing import, entry, diagnostic and quarantine services in connection with the 1996 Summer Olympic Games to be held in Atlanta, Georgia].

In fiscal year **[1996]** 1997 the agency is authorized to collect fees to cover the total costs of providing technical assistance, goods, or services requested by States, other political subdivisions, domestic and international organizations, foreign governments, or individuals, provided that such fees are structured such that any entity's liability for such fees is reasonably based on the technical assistance, goods, or services provided to the entity by the agency, and such fees shall be credited to this account, to remain available until expended, without further appropriation, for providing such assistance, goods, or services. (10 U.S.C. 2306; 15 U.S.C. 69e, 1821-31; 16 U.S.C. 1531-43; 18 U.S.C. 1114; 19 U.S.C. 1306, 21 U.S.C. 101-105, 111-114, 114a-114c; 114d-1, 114e-131, 134-135b, 151-158; 26 U.S.C. 4491-94; 45 U.S.C. 71-74; 46 U.S.C. 466a-466(b); 49 U.S.C. 1471(a)-1509(d), 1741; 46 Stat. 67; 78 Stat. 939-940; 99 Stat. 1645-1650, 1654-1656, 1658-1659; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Unavailable Collections** (in millions of dollars)

Identification code 12-1600-0-1-352	1995 actual	1996 est.	1997 est.
<b>Balance, start of year:</b>			
01.99 Balance, start of year .....	43	61	48
<b>Receipts:</b>			
02.01 Agricultural quarantine inspection fees .....	124	114	115
04.00 Total: Balances and collections .....	167	175	163
<b>Appropriation:</b>			
05.01 Salaries and expenses .....	-106	-127	-125
07.99 Total balance, end of year .....	61	48	38

**Program and Financing** (in millions of dollars)

Identification code 12-1600-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
<b>Direct program:</b>			
00.01 Pest and disease exclusion .....	193	215	216
00.02 Plant and animal health monitoring .....	86	73	88
00.03 Pest and disease management programs .....	106	105	86
00.04 Animal care .....	10	9	10
00.05 Scientific and technical services .....	55	52	59
00.06 Contingencies .....	5	5	5
00.07 Emergency program funding .....	13	7	.....
00.91 Total direct program .....	468	466	464
01.01 Reimbursable program .....	41	39	39
10.00 Total obligations .....	509	505	503

Budgetary resources available for obligation:			
21.40	Unobligated balance available, start of year:		
	Uninvested balance .....	7	8
22.00	New budget authority (gross) .....	497	498
22.20	Unobligated balance transferred .....	13	7
23.90	Total budgetary resources available for obligation .....	517	513
23.95	New obligations .....	-509	-505
24.40	Unobligated balance available, end of year:		
	Uninvested balance .....	8	8
New budget authority (gross), detail:			
Current:			
40.00	Appropriation .....	339	332
40.25	Appropriation (special fund, indefinite) .....	106	127
41.00	Transferred to other accounts .....	-2	
42.00	Transferred from other accounts .....	13	
43.00	Appropriation (total) .....	456	459
Permanent:			
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	41	39
70.00	Total new budget authority (gross) .....	497	498
Change in unpaid obligations:			
72.40	Unpaid obligations, start of year: Obligated balance:		
	Appropriation .....	62	51
73.10	New obligations .....	509	505
73.20	Total outlays (gross) .....	-520	-445
74.40	Unpaid obligations, end of year: Obligated balance:		
	Appropriation .....	51	111
Outlays (gross), detail:			
86.90	Outlays from new current authority .....	437	387
86.93	Outlays from current balances .....	42	25
86.97	Outlays from new permanent authority .....	33	33
86.98	Outlays from permanent balances .....	8	6
87.00	Total outlays (gross) .....	520	445
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00	Federal sources .....	-6	-5
88.40	Non-Federal sources .....	-35	-34
88.90	Total, offsetting collections (cash) .....	-41	-39
Net budget authority and outlays:			
89.00	Budget authority .....	456	459
90.00	Outlays .....	479	406

**Summary of Budget Authority and Outlays**

[In millions of dollars]

	1995 actual	1996 est.	1997 est.
Enacted/requested:			
Budget Authority .....	456	459	464
Outlays .....	479	406	440
Legislative proposal, not subject to PAYGO:			
Budget Authority .....			-8
Outlays .....			-8
Total:			
Budget Authority .....	456	459	456
Outlays .....	479	406	432

The major objectives of the Animal and Plant Health Inspection Service (APHIS) are to protect the animal and plant resources of the Nation from destructive pests and diseases. This mission is carried out under the five major areas of activity, as follows:

**Pest and disease exclusion.**—The agency conducts inspection and quarantine activities at U.S. ports-of-entry to prevent the introduction of exotic animal and plant diseases and pests. APHIS develops and conducts preclearance programs to ensure that agricultural products destined for U.S. ports-of-entry do not present a risk to U.S. agriculture. APHIS engages in cooperative programs in foreign countries to control pests of imminent concern to the United States. APHIS also certifies plants and plant products for export and regulates imports and exports of designated endangered plant spe-

cies. User fees have been implemented to recover the cost of certain agricultural quarantine inspection services.

**Plant and animal health monitoring.**—The Agency conducts programs to assess animal and plant health and to detect endemic and exotic diseases and pests. The plant and animal health monitoring programs are primarily cooperative efforts of the Federal and State governments, and industry. The Agency also carries out surveys in cooperation with the States to detect harmful plant and animal pests and diseases and to determine if there is a need for pest eradication programs.

**Pest and disease management programs.**—The Agency carries out programs to control and eradicate infestations and animal diseases that threaten the United States; to reduce agricultural losses caused by predatory animals, birds, and rodents; to provide technical assistance to States, counties, farmer or rancher groups, and foundations; and to ensure compliance with interstate movement and disease control regulations. Interstate shipments of plants, livestock, and related materials are monitored and regulated to prevent the spread of disease. APHIS protects agriculture from detrimental animal predators through identification, demonstration, and application of the most appropriate methods of control.

**Animal care.**—The Agency conducts regulatory activities which ensure the humane care and handling of animals used in research, exhibition, or the wholesale pet trade. The Agency is also responsible for administering the Horse Protection Act, which prohibits the showing, selling, or exhibition of sore horses.

**Scientific and technical services.**—APHIS develops methods to control animals and pests that are detrimental to agriculture, other wildlife, and public safety. The agency regulates genetic research to guard against the release of potentially harmful organisms into the environment. APHIS also conducts veterinary diagnostic laboratory activities and biologic regulatory enforcement to ensure that the products developed for combatting disease are potent, safe, and pure. It also provides and directs technology development in coordination with other groups in APHIS and Plant Protection and Quarantine (PPQ) officials to support PPQ programs of the Agency and its cooperators at the State, national, and international levels.

APHIS will reduce the number of plant and pest line items from seventeen to eight in order to provide maximum flexibility to respond to changing priorities and needs as they arise, within the major functions appearing in the appropriations request.

A new Medfly line item is proposed for a prophylactic program of sterile fly releases to avoid the use of Commodity Credit Corporation funds to eradicate large outbreaks.

In addition, fees collected in the AQI user fee account are proposed to be available without appropriations action, in order to better provide services that are driven by demand.

**Object Classification (in millions of dollars)**

Identification code 12-1600-0-1-352	1995 actual	1996 est.	1997 est.
Direct obligations:			
Personnel compensation:			
11.1	Full-time permanent .....	216	211
11.3	Other than full-time permanent .....	16	18
11.5	Other personnel compensation .....	11	11
11.9	Total personnel compensation .....	243	240
12.1	Civilian personnel benefits .....	54	51
13.0	Benefits for former personnel .....	6	1
21.0	Travel and transportation of persons .....	17	11
22.0	Transportation of things .....	6	4
23.2	Rental payments to others .....	4	4
23.3	Communications, utilities, and miscellaneous charges .....	15	15
24.0	Printing and reproduction .....	1	1
25.2	Other services .....	46	47
26.0	Supplies and materials .....	27	29
31.0	Equipment .....	16	32

**General and special funds—Continued**

**SALARIES AND EXPENSES—Continued**  
(INCLUDING TRANSFERS OF FUNDS)—Continued

**Object Classification** (in millions of dollars)—Continued

Identification code 12-1600-0-1-352	1995 actual	1996 est.	1997 est.
Grants, subsidies, and contributions:			
41.0 Mexican-United States Commission for the prevention of foot-and-mouth disease .....	2	1	1
41.0 Joint screwworm eradication programs .....	19	20	20
41.0 Joint United States-Panama Commission; United States-Colombia .....	3	2	2
41.0 Joint Commission on the Mediterranean fruit fly .....	4	2	3
Insurance claims and indemnities:			
42.0 Brucellosis .....	4	4	4
42.0 Scrapie of sheep .....	1	1	1
42.0 Tuberculosis .....	1	1	1
99.0 Subtotal, direct obligations .....	468	466	464
99.0 Reimbursable obligations .....	41	39	39
99.9 Total obligations .....	509	505	503

**Personnel Summary**

Identification code 12-1600-0-1-352	1995 actual	1996 est.	1997 est.
Direct:			
Total compensable workyears:			
1001 Full-time equivalent employment .....	5,839	5,883	5,998
1005 Full-time equivalent of overtime and holiday hours .....	156	156	156
Reimbursable:			
Total compensable workyears:			
2001 Full-time equivalent employment .....	388	393	393
2005 Full-time equivalent of overtime and holiday hours .....	260	260	260

**SALARIES AND EXPENSES**  
(Legislative proposal, not subject to PAYGO)

**Program and Financing** (in millions of dollars)

Identification code 12-1600-2-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.02 Animal welfare .....			-3
00.03 Biotechnology .....			-1
00.04 Veterinary biologics .....			-4
00.91 Total direct program .....			-8
01.01 Reimbursable program .....			8
10.00 Total obligations .....			
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....			-8
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....			8
70.00 Total new budget authority (gross) .....			
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....			
<b>Outlays (gross), detail:</b>			
87.00 Total outlays (gross) .....			
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....			-8
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			-8
90.00 Outlays .....			-8

Legislation will be proposed to establish user fees for APHIS' costs for animal welfare inspections, such as for animal research centers, humane societies and kennels, for the issuance of biotechnology certificates, and for veterinary biologics licensing, inspection and testing activities. Fees would be charged to the recipients of these services.

**Object Classification** (in millions of dollars)

Identification code 12-1600-2-1-352	1995 actual	1996 est.	1997 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent .....			-5
12.1 Civilian personnel benefits .....			-1
21.0 Travel and transportation of persons .....			-1
26.0 Supplies and materials .....			-1
99.0 Subtotal, direct obligations .....			-8
99.0 Reimbursable obligations .....			8
99.9 Total obligations .....			

**Personnel Summary**

Identification code 12-1600-2-1-352	1995 actual	1996 est.	1997 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment .....			-147
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment .....			147

**BUILDINGS AND FACILITIES**

For plans, construction, repair, preventive maintenance, environmental support, improvement, extension, alteration, and purchase of fixed equipment or facilities, as authorized by 7 U.S.C. 2250, and acquisition of land as authorized by 7 U.S.C. 428a, [**\$8,757,000**] **\$3,200,000**, to remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing** (in millions of dollars)

Identification code 12-1601-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	14	14	27
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	41	31	26
22.00 New budget authority (gross) .....	4	9	3
23.90 Total budgetary resources available for obligation .....	45	40	29
23.95 New obligations .....	-14	-14	-27
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	31	26	2
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	4	9	3
41.00 Transferred to other accounts .....	-1		
43.00 Appropriation (total) .....	3	9	3
70.00 Total new budget authority (gross) .....	4	9	3
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	6	12	18
73.10 New obligations .....	14	14	27
73.20 Total outlays (gross) .....	-8	-8	-23
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	12	18	22
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	1	2	1
86.93 Outlays from current balances .....	7	6	22
87.00 Total outlays (gross) .....	8	8	23

Net budget authority and outlays:				
89.00	Budget authority .....	4	9	3
90.00	Outlays .....	8	8	23

The buildings and facilities fund provides for construction, repairs, preventive maintenance, and alterations, as needed, for APHIS operated facilities, which include animal quarantine stations, border inspection stations, sterile insect rearing facilities, and laboratories.

The 1997 budget proposes \$3.2 million for this program, for the modernization of the Plum Island, New York Animal Disease Center.

**Object Classification** (in millions of dollars)

Identification code 12-1601-0-1-352	1995 actual	1996 est.	1997 est.
25.2 Other services .....	9	9	8
32.0 Land and structures .....	5	5	19
99.9 Total obligations .....	14	14	27

**Trust Funds**

**MISCELLANEOUS TRUST FUNDS**

**Unavailable Collections** (in millions of dollars)

Identification code 12-9971-0-7-352	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....			
Receipts:			
02.02 Miscellaneous contributed funds .....	7	6	6
02.03 Fees for feed and attendants for animals in quarantine .....		1	1
02.99 Total receipts .....	7	7	7
Appropriation:			
05.01 Miscellaneous trust funds .....	-7	-7	-7
07.99 Total balance, end of year .....			

**Program and Financing** (in millions of dollars)

Identification code 12-9971-0-7-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.02 Expenses, feed, and attendants for animals in quarantine .....	-1	1	1
00.03 Miscellaneous contributed funds .....	7	6	6
10.00 Total obligations .....	6	7	7

**Budgetary resources available for obligation:**

21.40 Unobligated balance available, start of year:			
Uninvested balance .....	4	4	4
22.00 New budget authority (gross) .....	7	7	7
23.90 Total budgetary resources available for obligation	11	11	11
23.95 New obligations .....	-6	-7	-7
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	4	4	4

**New budget authority (gross), detail:**

60.27 Appropriation (trust fund, indefinite) .....	7	7	7
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**Change in unpaid obligations:**

73.10 New obligations .....	6	7	7
73.20 Total outlays (gross) .....	-8	-7	-7

**Outlays (gross), detail:**

86.97 Outlays from new permanent authority .....	7	6	6
86.98 Outlays from permanent balances .....	1	1	1
87.00 Total outlays (gross) .....	8	7	7

**Net budget authority and outlays:**

89.00 Budget authority .....	7	7	7
90.00 Outlays .....	8	7	7

**Distribution of budget authority by account:**

Expenses, feed, and attendants for animals in quarantine	0	1	1
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Miscellaneous contributed funds .....	7	6	6
<b>Distribution of outlays by account:</b>			
Expenses, feed, and attendants for animals in quarantine	0	1	1
Miscellaneous contributed funds .....	8	6	6

The following services are financed by fees and miscellaneous contributions advanced by importers, manufacturers, States, organizations, individuals, and others:

*Expenses and refunds, inspection, certification, and quarantine of animal products.*—This includes inspection of animal hides and other animal materials to be exported. Fees are paid in advance for services to be rendered (7 U.S.C. 1621-1627) (21 U.S.C. 111).

*Expenses, feed, and attendants for animals in quarantine.*—All costs associated with the quarantine of animals are paid from fees advanced by importers (21 U.S.C. 102).

*Miscellaneous contributed funds.*—Funds are received from States, local organizations, individuals, and others and are available for plant and animal quarantine inspection and co-operative plant and animal disease and pest control activities (7 U.S.C. 450b, 2220). Commencing in 1979, fees were collected for the importation of commercial birds.

**Balance Sheet** (in millions of dollars)

Identification code 12-9971-0-7-352	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury .....	6	6	6	6
1999 Total assets .....	6	6	6	6
<b>LIABILITIES:</b>				
2101 Federal liabilities: Accounts payable .....	1	1	1	1
2999 Total liabilities .....	1	1	1	1
<b>NET POSITION:</b>				
3600 Other .....	5	5	5	5
3999 Total net position .....	5	5	5	5
4999 Total liabilities and net position .....	6	6	6	6

**Object Classification** (in millions of dollars)

Identification code 12-9971-0-7-352	1995 actual	1996 est.	1997 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	1	1	1
11.5 Other personnel compensation .....	1	2	2
11.9 Total personnel compensation .....	2	3	3
12.1 Civilian personnel benefits .....	1	1	1
21.0 Travel and transportation of persons .....	1	1	1
25.2 Other services .....	2	2	2
99.9 Total obligations .....	6	7	7

**Personnel Summary**

Identification code 12-9971-0-7-352	1995 actual	1996 est.	1997 est.
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	53	53	53
1005 Full-time equivalent of overtime and holiday hours	6	6	6

**FOOD SAFETY AND INSPECTION SERVICE**

**Federal Funds**

**General and special funds:**

**SALARIES AND EXPENSES**

For necessary expenses to carry on services authorized by the Federal Meat Inspection Act, as amended, the Poultry Products Inspection Act, as amended, and the Egg Products Inspection Act, as amended, [\$544,906,000] \$574,000,000, and in addition, \$1,000,000 may be credited to this account from fees collected for the cost of laboratory accreditation as authorized by section 1017 of Public Law

**General and special funds—Continued**

**SALARIES AND EXPENSES—Continued**

102-237; *Provided*, That this appropriation shall not be available for shell egg surveillance under section 5(d) of the Egg Products Inspection Act (21 U.S.C. 1034(d)); *Provided further*, That this appropriation shall be available for activities relating to human pathogens, as authorized by section 2 of the Act of February 2, 1903, as amended (21 U.S.C. 111) and sections 4 and 5 of the Act of May 29, 1884, as amended (21 U.S.C. 120); *Provided further*, That this appropriation shall be available for field employment pursuant to section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$75,000 shall be available for employment under 5 U.S.C. 3109; *Provided further*, That this appropriation shall be available pursuant to law (7 U.S.C. 2250) for the alteration and repair of buildings and improvements, but the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building. (7 U.S.C. 450, 1901-06; 10 U.S.C. 2306; 18 U.S.C. 1114; 21 U.S.C. 451-470, 601-624, 641-645, 661, 671-680, 691-692; 694-695; Public Law 99-641; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing (in millions of dollars)**

Identification code 12-3700-0-1-554	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	530	545	574
01.01 Reimbursable program .....	81	87	90
10.00 Total obligations .....	611	632	664
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	612	632	664
22.30 Unobligated balance expiring .....	-1		
23.90 Total budgetary resources available for obligation .....	611	632	664
23.95 New obligations .....	-611	-632	-664
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	526	545	574
42.00 Transferred from other accounts .....	5		
43.00 Appropriation (total) .....	531	545	574
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	81	87	90
70.00 Total new budget authority (gross) .....	612	632	664
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	27	24	26
73.10 New obligations .....	611	632	664
73.20 Total outlays (gross) .....	-604	-630	-661
73.40 Adjustments in expired accounts .....	-10		
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	24	26	29
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	506	519	545
86.93 Outlays from current balances .....	17	24	26
86.97 Outlays from new permanent authority .....	80	87	90
87.00 Total outlays (gross) .....	604	630	661
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-1	-1	-1
88.40 Non-Federal sources .....	-80	-86	-89
88.90 Total, offsetting collections (cash) .....	-81	-87	-90
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	531	545	574
90.00 Outlays .....	523	543	571

**Summary of Budget Authority and Outlays**

(in millions of dollars)

	1995 actual	1996 est.	1997 est.
Enacted/requested:			
Budget Authority .....	531	545	574
Outlays .....	522	543	571
Supplemental proposal:			
Budget Authority .....		10	
Outlays .....		10	
Legislative proposal, not subject to PAYGO:			
Budget Authority .....			-109
Outlays .....			-109
Total:			
Budget Authority .....	531	555	465
Outlays .....	522	553	462

The primary objectives of the Food Safety and Inspection Service are to ensure that meat, poultry, and egg products are wholesome, unadulterated, and properly labeled and packaged, as required by the Federal Meat Inspection Act, and the Poultry Products Inspection Act and the Egg Products Inspection Act.

The meat, poultry, and egg products inspection program of the Food Safety and Inspection Service provides inplant inspection of all domestic plants preparing meat, poultry, or egg products for sale or distribution; reviews foreign inspection systems and establishments that prepare meat, poultry, or egg products for export to the United States; and provides technical and financial assistance to States which maintain meat and poultry inspection programs.

**FEDERALLY FUNDED INSPECTION ACTIVITIES**

	1995 actual	1996 est.	1997 est.
Federally inspected establishments:			
Slaughter plants .....	301	279	250
Processing plants .....	4,870	4,869	4,824
Combination slaughter and processing plants .....	1,002	988	967
Talmadge-Aiken plants .....	259	250	226
Import establishments .....	160	145	150
Egg plants .....	82	82	82
Federally inspected and passed production (millions of pounds):			
Meat slaughter .....	43,503	44,200	44,800
Poultry slaughter .....	40,969	41,800	42,300
Egg products .....	2,874	3,104	3,352
Import/export activity (millions of pounds):			
Meat and poultry imported .....	2,452	2,500	2,600
Meat and poultry exported .....	7,197	8,200	9,200
States and territories with cooperative programs: <sup>a</sup>			
Intrastate inspection .....	27	26	26
Talmadge-Aiken inspection .....	11	9	9
Number of slaughter and/or processing plants (excludes exempt plants) .....	2,895	2,872	2,844
Pounds inspected slaughter (millions) .....	1,100	1,210	1,330
Product inspected and passed under HACCP system: <sup>b</sup> .....		N/A	N/A
Compliance activities:			
Marketplace reviews .....			101,200 <sup>c</sup>
Corrective action reviews .....	37,902	48,000	53,000
Corrective actions completed .....	548	750	1,000
Product Testing (samples analyzed):			
Food chemistry <sup>d</sup> .....	31,416	26,000	26,000
Food microbiology .....	32,738	50,000	125,000
Chemical residues .....	97,254	72,000	72,000
Antibiotic residues .....	245,833	246,000	246,000
Pathology samples .....	6,728	7,000	7,000
Serology samples .....	5,801	6,000	6,000
Egg Products:			
Food chemistry .....	204	200	200
Food microbiology .....	2,611	3,000	3,000
Chemical residues .....	302	350	350
Consumer Education and public outreach:			
Meat and Poultry Hotline Calls received .....	116,530	120,000	120,000
Epidemiological Investigations:			
Cooperative efforts with State and public health offices .....		50	60
Illnesses reported and treated <sup>e</sup> .....	N/A	N/A	N/A
Field Automation and Information Management Project (cumulative):			
Number of computers provided to field inspection staff .....	337	1,113	1,889

<sup>a</sup> States with cooperative agreements which are operating programs.

<sup>b</sup> Production data will be based on meat and poultry slaughter operations.

<sup>c</sup> Includes retail inspection audits and State assist activities—1,200; and marketplace sampling, testing, reviewing and evaluation—100,000.

<sup>d</sup> FY 1996-1997 sampling will be performed in-house, therefore split samples performed in FY 1995 as a contract check are no longer necessary.

\*The sentinel site survey will provide the baseline data necessary to estimate the incidence of foodborne illness and treatment.

**Object Classification** (in millions of dollars)

Identification code 12-3700-0-1-554	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	320	324	334
11.3 Other than full-time permanent .....	13	13	16
11.5 Other personnel compensation .....	14	14	15
11.9 Total personnel compensation .....	347	351	365
12.1 Civilian personnel benefits .....	89	91	93
13.0 Benefits for former personnel .....	1	1	1
21.0 Travel and transportation of persons .....	20	19	21
22.0 Transportation of things .....	2	2	3
23.3 Communications, utilities, and miscellaneous charges .....	7	8	9
24.0 Printing and reproduction .....	1	2	2
25.1 Advisory and assistance services .....	1	1	1
25.2 Other services .....	11	15	20
25.3 Purchases of goods and services from Government accounts .....	3	3	3
25.4 Operation and maintenance of facilities .....	1	1	1
26.0 Supplies and materials .....	4	4	5
31.0 Equipment .....	2	6	8
41.0 Grants, subsidies, and contributions .....	41	40	42
99.0 Subtotal, direct obligations .....	530	544	574
99.0 Reimbursable obligations .....	80	87	90
99.5 Below reporting threshold .....	1	1	.....
99.9 Total obligations .....	611	632	664

**Personnel Summary**

Identification code 12-3700-0-1-554	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	9,614	9,679	9,738
1005 Full-time equivalent of overtime and holiday hours .....	128	128	128
<b>Reimbursable:</b>			
<b>Total compensable workyears:</b>			
2001 Full-time equivalent employment .....	246	246	226
2005 Full-time equivalent of overtime and holiday hours .....	1,131	1,175	1,240

**SALARIES AND EXPENSES**

(Legislative proposal, not subject to PAYGO)

**Program and Financing** (in millions of dollars)

Identification code 12-3700-2-1-554	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	.....	.....	-109
01.01 Reimbursable program .....	.....	.....	109
10.00 Total obligations .....	.....	.....	.....
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	.....	.....	.....
<b>New budget authority (gross), detail:</b>			
<b>Current:</b>			
40.00 Appropriation .....	.....	.....	-109
<b>Permanent:</b>			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	.....	.....	109
70.00 Total new budget authority (gross) .....	.....	.....	.....
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....	.....	.....	.....
<b>Outlays (gross), detail:</b>			
87.00 Total outlays (gross) .....	.....	.....	.....
<b>Offsets:</b>			
<b>Against gross budget authority and outlays:</b>			
<b>Offsetting collections (cash) from:</b>			
88.40 Non-Federal sources .....	.....	.....	-109
88.90 Total, offsetting collections (cash) .....	.....	.....	-109

**Net budget authority and outlays:**

89.00 Budget authority .....	-109
90.00 Outlays .....	-109

Legislation will be proposed to charge fees for all overtime inspections of meat, poultry, and egg products at all establishments inspected by the Food Safety and Inspection Service (FSIS). Currently, fees to reimburse the cost of overtime inspection are required at some FSIS-inspected establishments, but not at others. The Federal government would continue to pay the full cost for a primary, eight-hour inspection shift.

**Object Classification** (in millions of dollars)

Identification code 12-3700-2-1-554	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	.....	.....	-71
11.3 Other than full-time permanent .....	.....	.....	-6
11.9 Total personnel compensation .....	.....	.....	-77
12.1 Civilian personnel benefits .....	.....	.....	-20
21.0 Travel and transportation of persons .....	.....	.....	-4
22.0 Transportation of things .....	.....	.....	-1
23.3 Communications, utilities, and miscellaneous charges .....	.....	.....	-2
25.2 Other services .....	.....	.....	-3
25.3 Purchases of goods and services from Government accounts .....	.....	.....	-1
26.0 Supplies and materials .....	.....	.....	-1
99.0 Subtotal, direct obligations .....	.....	.....	-109
99.0 Reimbursable obligations .....	.....	.....	109
99.9 Total obligations .....	.....	.....	.....

**Personnel Summary**

Identification code 12-3700-2-1-554	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
<b>Total compensable workyears: Full-time equivalent employment .....</b>			
1001 .....	.....	.....	-2,000
<b>Reimbursable:</b>			
<b>Total compensable workyears: Full-time equivalent employment .....</b>			
2001 .....	.....	.....	2,000

**Trust Funds**

**EXPENSES AND REFUNDS, INSPECTION AND GRADING OF FARM PRODUCTS**

**Unavailable Collections** (in millions of dollars)

Identification code 12-8137-0-7-352	1995 actual	1996 est.	1997 est.
<b>Balance, start of year:</b>			
01.99 Balance, start of year .....	.....	.....	.....
<b>Receipts:</b>			
02.01 Fees for inspection and grading of farm products .....	3	3	3
<b>Appropriation:</b>			
05.01 Expenses and refunds, inspection and grading of farm products .....	-3	-3	-3
07.99 Total balance, end of year .....	.....	.....	.....

**Program and Financing** (in millions of dollars)

Identification code 12-8137-0-7-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	3	3	3
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	3	3	3
23.95 New obligations .....	-3	-3	-3
<b>New budget authority (gross), detail:</b>			
60.27 Appropriation (trust fund, indefinite) .....	3	3	3
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....	3	3	3

EXPENSES AND REFUNDS, INSPECTION AND GRADING OF FARM PRODUCTS—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 12-8137-0-7-352	1995 actual	1996 est.	1997 est.
73.20 Total outlays (gross) .....	-3	-3	-3
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	3	3	3
87.00 Total outlays (gross) .....	3	3	3
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	3	3	3
90.00 Outlays .....	3	3	3

Under authority of the Agricultural Marketing Act of 1946, Federal meat and poultry inspection services are provided upon request and for a fee in cases where inspection is not mandated by statute. This service includes: certifying products for export beyond the requirements of export certificates; inspecting certain animals and poultry intended for human food where inspection is not required by statute, such as buffalo, rabbit, and quail; and inspecting products intended for animal consumption.

Object Classification (in millions of dollars)

Identification code 12-8137-0-7-352	1995 actual	1996 est.	1997 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	1	1	1
11.5 Other personnel compensation .....	1	1	1
11.9 Total personnel compensation .....	2	2	2
99.5 Below reporting threshold .....	1	1	1
99.9 Total obligations .....	3	3	3

Personnel Summary

Identification code 12-8137-0-7-352	1995 actual	1996 est.	1997 est.
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	44	44	40
1005 Full-time equivalent of overtime and holiday hours .....	15	15	15

GRAIN INSPECTION, PACKERS AND STOCKYARDS ADMINISTRATION

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses to carry out the provisions of the United States Grain Standards Act, as amended, for the administration of the Packers and Stockyards Act, for certifying procedures used to protect purchasers of farm products, and the standardization activities related to grain under the Agricultural Marketing Act of 1946, as amended, including field employment pursuant to section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$25,000 for employment under 5 U.S.C. 3109, **[\$23,058,000] \$24,595,000: Provided.** That this appropriation shall be available pursuant to law (7 U.S.C. 2250) for the alteration and repair of buildings and improvements, but the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building. (7 U.S.C. 71, 74-79, 84-87, 181-229, 1621-27; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

Program and Financing (in millions of dollars)

Identification code 12-2400-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Standardization .....	5	4	4

00.02 Compliance .....	5	4	5
00.03 Methods Development .....	1	3	3
00.04 Packers and Stockyard Program .....	12	12	13
10.00 Total obligations .....	23	23	25

Budgetary resources available for obligation:

22.00 New budget authority (gross) .....	23	23	25
23.95 New obligations .....	-23	-23	-25

New budget authority (gross), detail:

40.00 Appropriation .....	23	23	25
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Change in unpaid obligations:

72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	2	3	3
73.10 New obligations .....	23	23	25
73.20 Total outlays (gross) .....	-23	-23	-25
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	3	3	3

Outlays (gross), detail:

86.90 Outlays from new current authority .....	21	20	22
86.93 Outlays from current balances .....	2	2	3
87.00 Total outlays (gross) .....	23	23	25

Net budget authority and outlays:

89.00 Budget authority .....	23	23	25
90.00 Outlays .....	23	23	25

Summary of Budget Authority and Outlays

(In millions of dollars)

Enacted/requested:	1995 actual	1996 est.	1997 est.
Budget Authority .....	23	23	25
Outlays .....	23	22	25
<b>Legislative proposal, not subject to PAYGO:</b>			
Budget Authority .....			-14
Outlays .....			-14
<b>Total:</b>			
Budget Authority .....	23	23	11
Outlays .....	23	22	11

The Grain Inspection, Packers and Stockyards Administration (GIPSA) establishes official United States standards for grain, promotes the uniform application thereof by official inspection personnel, provides for an official inspection system for grain, and regulates the weighing and certification of the weight of grain shipped in interstate or foreign commerce as authorized by the U.S. Grain Standards Act (USGSA), as amended, and the regulations thereof, and the Agricultural Marketing Act of 1946 (AMA).

Standardization activities include establishing and updating U.S. grain standards, research, and developing and improving methods to ensure the accurate and uniform application of the standards.

The compliance activities ensure the accurate and uniform application of the USGSA and applicable provisions of the AMA. The compliance program functions include: (1) evaluating alleged violations and initiating preliminary investigations; (2) initiating the implementation of corrective actions; (3) conducting management and technical reviews; (4) administering the designations and delegations of State and private agencies to perform official functions and monitoring the performance of the agencies; (5) identifying and, where appropriate, waiving and monitoring conflicts of interest; (6) licensing personnel of delegated States and designated agencies; (7) registering persons/firms engaged in the business of buying grain for sale in foreign commerce, and in the business of handling, weighing, or transporting of grain for sale in foreign commerce; (8) responding to audits of Grain Inspection programs; and (9) reviewing and, when appropriate, approving official agencies' fee schedules.

The International Monitoring Staff briefs foreign buyers, assesses foreign inspection and weighing techniques, and responds to foreign quality and quantity complaints.



An advisory committee consisting of members from the grain industry exists to advise the Agency regarding efficient and economical implementation of the USGSA.

The Grain Quality Improvement Act of 1986 was enacted on November 10, 1986, to improve the quality of U.S. grain by prohibiting the introduction and reintroduction of dockage and foreign material to grain.

For 1997, authorizing legislation will be submitted to permit, subject to appropriations, the collection and use of fees to cover the cost of standardization activities.

The goal of the Packers and Stockyards program is to ensure the integrity of the livestock, meat, and poultry markets and the marketplace in order to protect producers against unfair, deceptive, or discriminatory practices as well as those that are predatory or monopolistic in nature. Consumers and members of the livestock, poultry, and meat industries are also protected against unfair business practices in the marketing of livestock, meat and poultry, and from restrictions on competition which could unduly affect prices. The Agency also carries out the Secretary's responsibilities under Section 1324 of the Food Security Act of 1985 covering "central filing systems" established by States for pre-notification of security interests against farm products.

Authorizing legislation will be submitted that would establish a license fee that, subject to appropriations, would allow the collection and expenditure of funds for all costs associated with administering the Packers and Stockyards Act. Authorizing legislation will also be submitted to establish a Dealers Trust. This would require livestock inventories and accounts receivable due from the sale of livestock to be held in trust for unpaid cash sellers at a time of financial failure.

**MAIN WORKLOAD FACTORS**

	1995 actual	1996 est.	1997 est.
U.S. standards in effect at end of year .....	19	19	19
New and revised standards issued during fiscal year .....	1	7	3
Standards reviews in progress .....	9	4	4
Standards reviews completed .....	9	4	3
Inspection techniques developed .....	2	2	2
Codex standards developed .....	13	13	13
On-site investigations .....	9	12	14
Designations renewed .....	23	24	23
Registration certificates issued .....	96	100	102
Investigations .....	2,504	2,615	2,600
Market agencies/dealers registered .....	9,181	9,200	9,200
Stockyards posted .....	1,386	1,385	1,385
Slaughtering and processing packers subject to the Act (estimated) .....	6,500	6,400	6,400
Distributors, brokers, and dealers subject to the Act (estimated) .....	6,900	6,900	6,900
Poultry operations subject to the Act .....	240	240	240

**Object Classification (in millions of dollars)**

Identification code 12-2400-0-1-352	1995 actual	1996 est.	1997 est.
11.1 Personnel compensation: Full-time permanent .....	14	14	15
12.1 Civilian personnel benefits .....	3	3	3
21.0 Travel and transportation of persons .....	1	1	2
23.3 Communications, utilities, and miscellaneous charges .....	1	1	1
25.2 Other services .....	3	3	3
31.0 Equipment .....	1	1	1
99.9 Total obligations .....	23	23	25

**Personnel Summary**

Identification code 12-2400-0-1-352	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	309	348	360

**SALARIES AND EXPENSES**  
(Legislative proposal, not subject to PAYGO)

**Program and Financing (in millions of dollars)**

Identification code 12-2400-2-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Standardization .....			-4
00.02 Compliance .....			
00.03 Methods Development .....			
00.04 Packers and Stockyard Program .....			-14
00.05 Start Up Costs .....			4
00.91 Direct program, subtotal .....			-14
01.01 Reimbursable Program .....			18
10.00 Total obligations .....			4
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			4
23.95 New obligations .....			-4
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....			-14
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....			18
70.00 Total new budget authority (gross) .....			4
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....			4
73.20 Total outlays (gross) .....			-4
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....			-14
86.97 Outlays from new permanent authority .....			18
87.00 Total outlays (gross) .....			4
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....			-18
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			-14
90.00 Outlays .....			-14

Legislation will be proposed to establish a fee for the standardization activities of the Grain Inspection, Packers and Stockyards Administration, a licensing fee to cover the costs of administering meat packing and stockyard activities, and a statutory dealers trust.

**Object Classification (in millions of dollars)**

Identification code 12-2400-2-1-352	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....			-7
12.1 Civilian personnel benefits .....			-2
21.0 Travel and transportation of persons .....			-1
23.3 Communications, utilities, and miscellaneous charges .....			-1
25.2 Other services .....			-3
99.0 Subtotal, direct obligations .....			-14
99.0 Reimbursable obligations .....			18
99.9 Total obligations .....			4

**Personnel Summary**

Identification code 12-2400-2-1-352	1995 actual	1996 est.	1997 est.
Direct:			
1001 Total compensable workyears: Full-time equivalent employment .....			-257

**General and special funds—Continued**

**SALARIES AND EXPENSES—Continued**

**Personnel Summary—Continued**

Identification code 12-2400-2-1-352	1995 actual	1996 est.	1997 est.
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent employment .....			257

**Public enterprise funds:**

**INSPECTION AND WEIGHING SERVICES**

**LIMITATION ON INSPECTION AND WEIGHING SERVICE EXPENSES**

Not to exceed **[\$42,784,000] \$43,207,000** (from fees collected) shall be obligated during the current fiscal year for inspection and weighing services: *Provided*, That if grain export activities require additional supervision and oversight, or other uncontrollable factors occur, this limitation may be exceeded by up to 10 percent with notification to the Appropriations Committees. (7 U.S.C. 71, 74-79, 84-87, 1621-27; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing (in millions of dollars)**

Identification code 12-4050-0-3-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	36	43	43
<b>Budgetary resources available for obligation:</b>			
21.90 Unobligated balance available, start of year: Fund balance .....	8	6	6
22.00 New budget authority (gross) .....	34	43	43
23.90 Total budgetary resources available for obligation .....	42	49	49
23.95 New obligations .....	-36	-43	-43
24.90 Unobligated balance available, end of year: Fund balance .....	6	6	6
<b>New budget authority (gross), detail:</b>			
68.00 Spending authority from offsetting collections (gross): Offsetting collections (cash) .....	34	43	43
<b>Change in unpaid obligations:</b>			
72.90 Unpaid obligations, start of year: Obligated balance: Fund balance .....	3	3	3
73.10 New obligations .....	36	43	43
73.20 Total outlays (gross) .....	-36	-43	-43
74.90 Unpaid obligations, end of year: Obligated balance: Fund balance .....	3	3	3
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	34	43	43
87.00 Total outlays (gross) .....	36	43	43
<b>Offsets:</b>			
88.40 Against gross budget authority and outlays: Offsetting collections (cash) from: Non-Federal sources .....	-34	-43	-43
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	1		

The Grain Inspection, Packers and Stockyards Administration (GIPSA) provides a uniform system for the inspection and weighing of grain. Services provided under this system are financed through a fee supported revolving fund. This authority has been extended through September 2000.

Fee supported programs include direct services, supervision activities and administrative functions. Direct services include official grain inspection and weighing by GIPSA employees at certain export ports as well as the inspection of U.S. grain shipped through Canada. The Agency supervises the inspection and weighing activities performed by its own employees.

The agency also oversees the inspection and weighing of grain performed by employees of 8 delegated States and 66 designated State and private agencies. The Agency provides an appeal service of original grain inspections and a registration system for grain exporting firms. Through support from the Association of American Railroads and user fees, GIPSA conducts a railroad track scale testing program. In addition, the agency provides grading services, on request, for rice and grain related products under the authority of the Agricultural Marketing Act of 1946 (AMA).

	1995 actual	1996 est.	1997 est.
Export grain inspected and/or weighed (million metric tons):			
By Federal personnel .....	92.5	89.9	80.4
By delegated States .....	29.5	28.7	25.7
Quantity of grain inspected (all official inspections) million metric tons .....	138.0	140.0	140.0
Number of inspections and reinspections:			
By Federal personnel .....	164,122	170,000	170,000
By delegated state/official agency licenses .....	2,420,577	2,430,000	2,430,000
Number of appeals .....	10,465	8,000	8,000
Number of appeals carried to the Board of Appeals and Review .....	2,094	2,000	2,000
Quantity of rice inspected (million metric tons) .....	4.3	4.0	4.1
Quantity of rice exports (million metric tons) .....	3.4	2.7	2.6

**Statement of Operations (in millions of dollars)**

Identification code 12-4050-0-3-352	1994 actual	1995 actual	1996 est.	1997 est.
0101 Revenue .....	31	34	43	43
0102 Expense .....	-33	-36	-43	-43
0109 Net income or loss (-) .....	-2	-2		

**Balance Sheet (in millions of dollars)**

Identification code 12-4050-0-3-352	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
<b>Federal assets:</b>				
1101 Fund balances with Treasury .....	6	5	5	5
Investments in US securities:				
1102 Treasury securities, par .....	4			
1106 Receivables, net .....				
1206 Non-Federal assets: Receivables, net .....	4	4	4	4
1803 Other Federal assets: Property, plant and equipment, net .....	1	1	1	1
1999 Total assets .....	10	10	10	10
<b>LIABILITIES:</b>				
2101 Federal liabilities: Accounts payable .....	-1			
<b>Non-Federal liabilities:</b>				
2201 Accounts payable .....			1	1
2207 Other .....	3	3	3	3
2999 Total liabilities .....	2	3	4	4
<b>NET POSITION:</b>				
3100 Appropriated capital .....	1	2	2	2
3300 Cumulative results of operations .....	8	5	4	4
3999 Total net position .....	8	7	6	6
4999 Total liabilities and net position .....	11	10	10	10

**Object Classification (in millions of dollars)**

Identification code 12-4050-0-3-352	1995 actual	1996 est.	1997 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	17	22	22
11.3 Other than full-time permanent .....	1	1	1
11.5 Other personnel compensation .....	5	3	3
11.9 Total personnel compensation .....	23	26	26
12.1 Civilian personnel benefits .....	5	5	5
21.0 Travel and transportation of persons .....	2	1	1
23.1 Rental payments to GSA .....	1	1	1
23.3 Communications, utilities, and miscellaneous charges .....	1	1	1
25.2 Other services .....	3	7	7
26.0 Supplies and materials .....	1	1	1
99.0 Subtotal, reimbursable obligations .....	36	42	42
99.5 Below reporting threshold .....		1	1
99.9 Total obligations .....	36	43	43

**Personnel Summary**

Identification code 12-4050-0-3-352	1995 actual	1996 est.	1997 est.
Total compensable workyears:			
2001 Full-time equivalent employment	507	528	518
2005 Full-time equivalent of overtime and holiday hours	114	125	125

**AGRICULTURAL MARKETING SERVICE**

**Federal Funds**

**General and special funds:**

**MARKETING SERVICES**

For necessary expenses to carry on services related to consumer protection, agricultural marketing and distribution, transportation, and regulatory programs, as authorized by law, and for administration and coordination of payments to States; including field employment pursuant to section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$90,000 for employment under 5 U.S.C. 3109, [\$46,517,000] \$48,311,000, including funds for the wholesale market development program for the design and development of wholesale and farmer market facilities for the major metropolitan areas of the country: *Provided*, That this appropriation shall be available pursuant to law (7 U.S.C. 2250) for the alteration and repair of buildings and improvements, but the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building.

Fees may be collected for the cost of standardization activities, as established by regulation pursuant to law (31 U.S.C. 9701). (7 U.S.C. 1291, 1621-27; 15 U.S.C. 714-714p; 21 U.S.C. 1031-56; 26 U.S.C. 6804, 7233, 7263, 7492-93, 7701; 49 U.S.C. 1653.)

**LIMITATION ON ADMINISTRATIVE EXPENSES**

Not to exceed [\$58,461,000] \$59,012,000 (from fees collected) shall be obligated during the current fiscal year for administrative expenses: *Provided*, That if crop size is understated and/or other uncontrollable events occur, the agency may exceed this limitation by up to 10 percent with notification to the Appropriations Committees. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-2500-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Market news service	19	20	20
00.02 Inspection and standardization	13	7	7
00.03 Market protection and promotion	15	15	16
00.04 Wholesale market development	3	2	2
00.05 Transportation services	3	3	3
00.91 Total direct program	53	47	48
Capital investment:			
01.01 Reimbursable program	50	58	59
01.02 Reimbursable program	5	4	4
01.91 Total capital investment	55	62	63
10.00 Total obligations	108	109	111
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance	26	34	34
22.00 New budget authority (gross)	116	109	111
22.30 Unobligated balance expiring	-1		
23.90 Total budgetary resources available for obligation	141	143	145
23.95 New obligations	-108	-109	-111
24.40 Unobligated balance available, end of year:			
Uninvested balance	34	34	34
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation	57	47	48
41.00 Transferred to other accounts	-3		
43.00 Appropriation (total)	54	47	48

Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	62	62	63
70.00 Total new budget authority (gross)	116	109	111
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation	32	22	17
73.10 New obligations	108	109	111
73.20 Total outlays (gross)	-119	-114	-111
73.40 Adjustments in expired accounts	-1		
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	22	17	17
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority	19	20	20
86.93 Outlays from current balances	39	34	27
86.97 Outlays from new permanent authority	61	62	63
87.00 Total outlays (gross)	119	114	111
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-2	-1	-1
88.40 Non-Federal sources	-60	-61	-62
88.90 Total, offsetting collections (cash)	-62	-62	-63
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	54	47	48
90.00 Outlays	57	52	48

Agricultural Marketing Service activities assist producers and handlers of agricultural commodities by providing a variety of marketing services. These services continue to become more complex as the volume of agricultural commodities increases, as a greater number of new processed commodities are developed, and as the agricultural market structure undergoes extensive changes. Marketing changes include increased concentration in food retailing, direct buying, decentralization of processing, growth of interregional competition, vertical integration, and contract farming. The individual activities include:

**Market news service.**—The market news program provides the agricultural community with information pertaining to the movement of agricultural products. This nationwide service provides daily reports on the supply, demand, and price of over 800 commodities throughout the country.

**Inspection, grading and standardization.**—Nationally uniform standards of quality for agricultural products are established and applied to specific lots of products to: promote confidence between buyers and sellers; reduce hazards in marketing due to misunderstandings and disputes arising from the use of nonstandard descriptions; and encourage better preparation of uniform quality products for market. Grading services are provided for cotton and domestic and imported tobacco.

Quarterly inspection of egg handlers and hatcheries is conducted to ensure the proper disposition of shell eggs unfit for human consumption.

**MARKET NEWS PROGRAM**

	1995 actual	1996 est.	1997 est.
Percentage of reports released on time	88	92	94

**COTTON AND TOBACCO USER FEE PROGRAM**

	1995 actual	1996 est.	1997 est.
Cotton classed (samples in thousands)	19,390	18,320	18,320
Tobacco auction markets (million pounds)	1,609	1,606	1,593
Imported tobacco inspected at markets and ports of entry (million pounds)	285	309	300

**FEDERALLY FUNDED INSPECTION AND PROCUREMENT ACTIVITIES**

	1995 actual	1996 est.	1997 est.
States and Commonwealths with cooperative agreements	49	49	49

**General and special funds—Continued**

**MARKETING SERVICES—Continued**

**LIMITATION ON ADMINISTRATIVE EXPENSES—Continued**

**STANDARDIZATION ACTIVITIES**

	1995 actual	1996 est.	1997 est.
International and U.S. standards in effect, end of fiscal year . . . . .	574	574	574
Number of commodities covered . . . . .	234	234	234
Standards revised . . . . .	8	15	16

*Market protection and promotion.*—This program consists of: (1) the research and promotion programs which are designed to improve the competitive position and expand markets for cotton, eggs and egg products, honey, pork, beef, dairy products, potatoes, watermelons, mushrooms, soybeans, fluid milk and fresh cut flowers and greens; (2) the Federal Seed Act; and (3) the administration of the Capper-Volstead Act and the Agricultural Fair Practices Act.

The lime program was defeated in referendum in November 1995. Fluid milk assessments were collected only during six months in 1994 to fund the first 30 months of the program, as stipulated in the producers plan.

The pesticide recordkeeping program monitors compliance of private certified applicators with Federal regulations requiring them to keep records of restricted pesticides used in agricultural production.

The pesticide data program develops comprehensive, statistically defensible information on pesticide residues in food to improve government dietary risk procedures.

Federal seed inspectors conduct tests on seed samples to help ensure truthful labeling of agricultural and vegetable seeds sold in interstate commerce.

The Capper-Volstead Act and the Agricultural Fair Practices Act protect producers against discriminatory practices by handlers, permit producers to engage in cooperative efforts, and ensure that such cooperatives do not engage in practices that monopolize or restrain trade.

**MARKET PROTECTION AND PROMOTION ACTIVITIES**

	1995 actual	1996 est.	1997 est.
<b>Seed Act:</b>			
Interstate investigations:			
Completed . . . . .	770	750	750
Pending . . . . .	583	550	500
Seed samples tested . . . . .	3,224	3,000	3,200
Percentage of cases submitted that are completed . . . . .	92	92	92
<b>Plant Variety Protection Act:</b>			
Number of applications received . . . . .	324	350	350
Certificates of protection issued . . . . .	189	350	350
Number of years to process pending applications . . . . .	1.5	1.4	1.4
<b>Research and promotion collections (dollars in millions):</b>			
Beef . . . . .	44.3	45.0	45.0
Cotton . . . . .	63.5	68.5	59.3
Dairy—National . . . . .	77.4	77.4	76.7
Honey . . . . .	3.1	3.1	3.1
Pork . . . . .	42.0	45.0	45.0
Egg . . . . .	14.0	14.0	14.0
Potato . . . . .	7.9	7.7	8.1
Watermelon . . . . .	1.2	1.4	1.4
Pecan . . . . .			
Mushroom . . . . .	1.3	2.4	2.5
Soybean . . . . .	28.0	26.0	26.0
Fresh cut flowers and greens . . . . .	10.0	10.0	10.0
Fluid Milk . . . . .	0.0	0.0	0.0
Percentage of board budgets and marketing plans approved within time frame goal . . . . .	93	96	100

*Wholesale market development.*—This program is designed to enhance the marketing of agricultural commodities in the United States by conducting research into more efficient marketing methods for agricultural commodities and by providing technical assistance to urban areas interested in improving their food distribution facilities.

*Transportation Services.*—The activities are designed to ensure that the Nation's transportation systems will adequately serve the needs of agriculture and rural areas of the United States.

**WHOLESALE MARKET DEVELOPMENT ACTIVITIES**

	1995 actual	1996 est.	1997 est.
Studies and projects completed . . . . .	7	9	12

**Object Classification (in millions of dollars)**

Identification code 12-2500-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent . . . . .	23	20	21
11.3 Other than full-time permanent . . . . .	1	1	1
11.9 Total personnel compensation . . . . .	24	21	22
12.1 Civilian personnel benefits . . . . .	6	4	4
21.0 Travel and transportation of persons . . . . .	1	1	1
23.2 Rental payments to others . . . . .	1	1	1
23.3 Communications, utilities, and miscellaneous charges . . . . .	3	2	2
24.0 Printing and reproduction . . . . .	1		
25.2 Other services . . . . .	13	14	14
25.3 Purchases of goods and services from Government accounts . . . . .	2	2	2
26.0 Supplies and materials . . . . .	1	1	1
31.0 Equipment . . . . .	1	1	1
99.0 Subtotal, direct obligations . . . . .	53	47	48
99.0 Reimbursable obligations . . . . .	55	62	63
99.9 Total obligations . . . . .	108	109	111

**Personnel Summary**

Identification code 12-2500-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment . . . . .	619	494	487
1005 Full-time equivalent of overtime and holiday hours . . . . .	7	2	2
<b>Reimbursable:</b>			
<b>Total compensable workyears:</b>			
2001 Full-time equivalent employment . . . . .	856	894	864
2005 Full-time equivalent of overtime and holiday hours . . . . .	70	70	70

**PAYMENTS TO STATES AND POSSESSIONS**

For payments to departments of agriculture, bureaus and departments of markets, and similar agencies for marketing activities under section 204(b) of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623(b)), \$1,200,000. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-2501-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0) . . . . .	1	1	1
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) . . . . .	1	1	1
23.95 New obligations . . . . .	-1	-1	-1
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation . . . . .	1	1	1
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation . . . . .	1	1	1
73.10 New obligations . . . . .	1	1	1
73.20 Total outlays (gross) . . . . .	-1	-1	-1
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation . . . . .	1	1	1
<b>Outlays (gross), detail:</b>			
86.93 Outlays from current balances . . . . .	1	1	1
87.00 Total outlays (gross) . . . . .	1	1	1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority . . . . .	1	1	1
90.00 Outlays . . . . .	1	1	1

Grants are made on a matching fund basis to State departments of agriculture to carry out specifically approved programs designed to enhance marketing efficiency. Under this activity, specialists work with farmers, marketing firms, and other agencies in solving marketing problems and in using research results.

PERISHABLE AGRICULTURAL COMMODITIES ACT FUND

Unavailable Collections (in millions of dollars)			
Identification code 12-5070-0-2-352	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....			
Receipts:			
02.01 Deposits of Perishable Agricultural Commodities Act fees .....	8	9	9
Appropriation:			
05.01 Perishable Agricultural Commodities Act fund .....	-8	-9	-9
07.99 Total balance, end of year .....			

Program and Financing (in millions of dollars)			
Identification code 12-5070-0-2-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	7	8	8
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	2	2	3
22.00 New budget authority (gross) .....	8	9	9
23.90 Total budgetary resources available for obligation .....	10	11	12
23.95 New obligations .....	-7	-8	-8
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	2	3	4
<b>New budget authority (gross), detail:</b>			
60.25 Appropriation (special fund, indefinite) .....	8	9	9
<b>Change in unpaid obligations:</b>			
72.90 Unpaid obligations, start of year: Obligated balance:			
Fund balance .....	1		
73.10 New obligations .....	7	8	8
73.20 Total outlays (gross) .....	-8	-8	-8
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	8	8	8
86.98 Outlays from permanent balances .....	1	1	1
87.00 Total outlays (gross) .....	8	8	8
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	8	9	9
90.00 Outlays .....	8	8	8

License fees are deposited in this special fund and are used to meet the costs of administering the Perishable Agricultural Commodities and the Produce Agency Acts (7 U.S.C. 491-497, 499a-499s).

The Acts are intended to ensure equitable treatment to farmers and others in the marketing of fresh and frozen fruits and vegetables. Commission merchants, dealers, and brokers handling these products in interstate and foreign commerce are licensed. Complaints of violations are investigated and violations dealt with by (a) informal agreements between the two parties, (b) formal decisions involving payment of reparation awards, and/or (c) suspension or revocation of license and/or publication of the facts. Beginning October 1, 1994, an additional fee was instituted for the filing of formal and informal complaints of violations of the Act. The November 1995 amendments to the Perishable Agricultural Commodities Act: (1) increase the license fee and phase out fees for wholesale grocers and retailers by 1999; (2) provide permanent authority to the Secretary of Agriculture to set license and

reparation complaint filing fees; and repeal the 25 percent maximum funding reserve cap.

A 1984 amendment to the Perishable Agricultural Commodities Act requires traders to have trust assets on hand to meet their obligations to fruit and vegetable suppliers. To preserve their trust and establish their rights ahead of other creditors, unpaid suppliers file notice with both the Department and their debtors that payment is due.

PERISHABLE AGRICULTURAL COMMODITIES ACT ACTIVITIES

	1995 actual	1996 est.	1997 est.
Percentage of informal reparation complaints completed within time frame goal .....	83	95	100

Object Classification (in millions of dollars)			
Identification code 12-5070-0-2-352	1995 actual	1996 est.	1997 est.
11.1 Personnel compensation: Full-time permanent .....	4	5	5
12.1 Civilian personnel benefits .....	1	1	1
25.3 Purchases of goods and services from Government accounts .....	1	1	1
99.5 Below reporting threshold .....	1	1	1
99.9 Total obligations .....	7	8	8

Personnel Summary			
Identification code 12-5070-0-2-352	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	110	112	112

FUNDS FOR STRENGTHENING MARKETS, INCOME, AND SUPPLY (SECTION 32)

(INCLUDING TRANSFERS OF FUNDS)

Funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c) shall be used only for commodity program expenses as authorized therein, and other related operating expenses, except for: (1) transfers to the Department of Commerce as authorized by the Fish and Wildlife Act of August 8, 1956; (2) transfers otherwise provided in this Act; and (3) not more than [\$10,451,000] \$10,576,000 for formulation and administration of marketing agreements and orders pursuant to the Agricultural Marketing Agreement Act of 1937, as amended, and the Agricultural Act of 1961.

[In fiscal year 1996, no more than \$23,900,000] Consistent with the overall limitations on oilseed export subsidies under the Uruguay Round Agreements Act, in fiscal year 1997, the Secretary may use no more than \$20,300,000 in section 32 funds [shall be used] to promote sunflower and cottonseed oil exports [authorized by] under section 1541 of Public Law 101-624 (7 U.S.C. 1464 note)[, and such funds shall be used to facilitate additional sales of such oils in world markets]. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

Unavailable Collections (in millions of dollars)			
Identification code 12-5209-0-2-605	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....	751	1,075	1,075
Receipts:			
02.01 30% of customs duties, funds for strengthening markets, income and supply (section 32) .....	6,119	6,264	5,923
04.00 Total: Balances and collections .....	6,870	7,339	6,998
Appropriation:			
05.01 Funds for strengthening markets, income, and supply (section 32) .....	-5,795	-6,264	-5,923
07.99 Total balance, end of year .....	1,075	1,075	1,075

Program and Financing (in millions of dollars)			
Identification code 12-5209-0-2-605	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
Commodity program payments:			
00.01 Child nutrition program purchases .....	400	400	400

**General and special funds—Continued**

**FUNDS FOR STRENGTHENING MARKETS, INCOME, AND SUPPLY  
(SECTION 32)—Continued**

(INCLUDING TRANSFERS OF FUNDS)—Continued

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-5209-0-2-605	1995 actual	1996 est.	1997 est.
00.02 Emergency surplus removal .....	97	31	.....
00.03 Disaster Relief .....	.....	2	.....
00.04 Sunflower and cottonseed oil subsidies .....	.....	24	20
00.91 Subtotal, Commodity program payments .....	497	457	420
01.01 Administrative expenses .....	16	17	17
01.92 Total direct program .....	513	474	437
02.01 Reimbursable program .....	1	1	1
10.00 Total obligations .....	514	475	438
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	246	235	300
22.00 New budget authority (gross) .....	477	594	438
22.10 Resources available from recoveries of prior year obligations .....	26	.....	.....
22.30 Unobligated balance expiring .....	.....	-54	.....
23.90 Total budgetary resources available for obligation	749	775	738
23.95 New obligations .....	-514	-475	-438
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	235	300	300
<b>New budget authority (gross), detail:</b>			
60.25 Appropriation (special fund, indefinite) .....	5,795	6,264	5,923
60.75 Procurement reduction pursuant to P.L. 104-19 .....	-5	.....	.....
61.00 Transferred to child nutrition .....	-5,314	-5,671	-5,486
63.00 Appropriation (total) .....	476	593	437
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	1	1	1
70.00 Total new budget authority (gross) .....	477	594	438
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	27	18	18
73.10 New obligations .....	514	475	438
73.20 Total outlays (gross) .....	-497	-475	-438
73.45 Adjustments in unexpired accounts .....	-26	.....	.....
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	18	18	18
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	224	222	120
86.98 Outlays from permanent balances .....	273	253	318
87.00 Total outlays (gross) .....	497	475	438
<b>Offsets:</b>			
88.40 Against gross budget authority and outlays:			
Offsetting collections (cash) from: Non-Federal sources .....	-1	-1	-1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	476	593	437
90.00 Outlays .....	496	474	437

**Summary of Budget Authority and Outlays**

(In millions of dollars)

	1995 actual	1996 est.	1997 est.
Enacted/requested:			
Budget Authority .....	476	593	437
Outlays .....	496	474	437
Legislative proposal, subject to PAYGO:			
Budget Authority .....	.....	.....	.....
Outlays .....	.....	.....	-10
Total:			
Budget Authority .....	476	593	437
Outlays .....	496	474	427

Under section 32 of the act of August 24, 1935, as amended (7 U.S.C. 612c), an amount equal to 30 percent of customs

receipts collected during each calendar year is automatically appropriated for expanding outlets for nonbasic commodities. An amount equal to 30 percent of receipts collected on fishery products is transferred to the Department of Commerce. Most of the funds are transferred to the Food and Consumer and are used to purchase commodities under section 6 of the National School Lunch Act and other authorities specified in the child nutrition appropriation. If unforeseen commodity surpluses should develop, unobligated reserve balances are available for surplus removal. A portion of section 32 funds issued to promote oilseed and exports. The General Agreement on Tariffs and Trade (GATT) requires annual reductions in oilseed export subsidies.

**Object Classification (in millions of dollars)**

Identification code 12-5209-0-2-605	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	8	8	8
11.9 Total personnel compensation .....	8	8	8
12.1 Civilian personnel benefits .....	2	2	2
22.0 Transportation of things: Commodities .....	15	14	13
23.3 Communications, utilities, and miscellaneous charges .....	1	1	1
24.0 Printing and reproduction .....	1	.....	.....
<b>Other services:</b>			
25.2 Other services .....	1	1	1
25.2 Other services .....	26	24	22
25.3 Purchases of goods and services from Government accounts .....	3	2	2
26.0 Supplies and materials: Grants of commodities to States .....	456	420	386
99.0 Subtotal, direct obligations .....	513	472	435
99.0 Reimbursable obligations .....	1	1	1
99.5 Below reporting threshold .....	.....	2	2
99.9 Total obligations .....	514	475	438

**Personnel Summary**

Identification code 12-5209-0-2-605	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	165	173	173
1005 Full-time equivalent of overtime and holiday hours .....	1	2	2
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	12	13	13

**FUNDS FOR STRENGTHENING MARKETS, INCOME, AND SUPPLY  
(SECTION 32)**

(Legislative proposal, subject to PAYGO)

**Program and Financing (in millions of dollars)**

Identification code 12-5209-4-2-605	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
01.01 Administrative Expenses .....	.....	.....	-10
02.01 Unobligated balance, start of year .....	.....	.....	10
10.00 Total obligations .....	.....	.....	.....
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	.....	.....	10
23.95 New obligations .....	.....	.....	.....
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	.....	.....	10
<b>New budget authority (gross), detail:</b>			
68.00 Spending authority from offsetting collections (gross):			
Offsetting collections (cash) .....	.....	.....	10
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....	.....	.....	.....
73.20 Total outlays (gross) .....	.....	.....	.....

<b>Outlays (gross), detail:</b>			
87.00	Total outlays (gross)		
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.45	Offsetting collections (cash) from: Offsetting governmental collections		-10
<b>Net budget authority and outlays:</b>			
89.00	Budget authority		
90.00	Outlays		-10

**Proposed legislation would finance the Federal Administration of Marketing Agreements and Orders on a user fee basis.**

Object Classification (in millions of dollars)			
Identification code 12-5209-4-2-605	1995 actual	1996 est.	1997 est.
Direct obligations:			
Personnel compensation:			
11.1	Full-time permanent		-6
11.9	Total personnel compensation		-6
12.1	Civilian personnel benefits		-1
23.3	Communications, utilities, and miscellaneous charges		-1
Other services:			
25.2	Other services		-1
25.2	Other services		-1
99.0	Subtotal, direct obligations		-10
99.0	Reimbursable obligations		10
99.9	Total obligations		

Personnel Summary			
Identification code 12-5209-4-2-605	1995 actual	1996 est.	1997 est.
Direct:			
1001	Total compensable workyears: Full-time equivalent employment		-122
Reimbursable:			
2001	Total compensable workyears: Full-time equivalent employment		122

**Trust Funds**

**MISCELLANEOUS TRUST FUNDS**

**Unavailable Collections (in millions of dollars)**

Identification code 12-9972-0-7-352	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99	Balance, start of year		
Receipts:			
02.01	Deposits of fees from inspection and grading of farm products	109	105
Appropriation:			
05.01	Miscellaneous trust funds	-109	-105
07.99	Total balance, end of year		

**Program and Financing (in millions of dollars)**

Identification code 12-9972-0-7-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01	Dairy products	6	6
00.02	Fruits and vegetables	48	48
00.03	Meat grading	20	20
00.04	Poultry products	23	24
00.05	Miscellaneous agricultural commodities	6	7
10.00	Total obligations	103	105

Budgetary resources available for obligation:			
Identification code 12-9972-0-7-352	1995 actual	1996 est.	1997 est.
21.40	Unobligated balance available, start of year:		
	Uninvested balance	26	31
22.00	New budget authority (gross)	109	105
23.90	Total budgetary resources available for obligation	135	136

23.95	New obligations	-103	-105	-105
24.40	Unobligated balance available, end of year:			
	Uninvested balance	31	31	31

New budget authority (gross), detail:				
Identification code 12-9972-0-7-352	1995 actual	1996 est.	1997 est.	
60.27	Appropriation (trust fund, indefinite)	109	105	105

Change in unpaid obligations:			
Identification code 12-9972-0-7-352	1995 actual	1996 est.	1997 est.
72.90	Unpaid obligations, start of year: Obligated balance:		
	Fund balance	10	5
73.10	New obligations	103	105
73.20	Total outlays (gross)	-108	-102
74.90	Unpaid obligations, end of year: Obligated balance:		
	Fund balance	5	8

Outlays (gross), detail:			
Identification code 12-9972-0-7-352	1995 actual	1996 est.	1997 est.
86.97	Outlays from new permanent authority	108	87
86.98	Outlays from permanent balances		15
87.00	Total outlays (gross)	108	102

Net budget authority and outlays:			
Identification code 12-9972-0-7-352	1995 actual	1996 est.	1997 est.
89.00	Budget authority	109	105
90.00	Outlays	108	102

*Expenses and refunds, inspection and grading of farm products.*—The commodity grading programs provide grading, examination, and certification services for a wide variety of fresh and processed food commodities using federally approved grade standards and purchase specifications. Commodities graded include poultry, livestock, meat, dairy products, and fresh and processed fruits and vegetables. These programs use official grade standards which reflect the relative quality of a particular food commodity based on laboratory testing and characteristics such as taste, color, weight, and physical condition. Producers voluntarily request grading and certification services which are provided on a fee for service basis.

**WORKLOAD INDICATORS**

	1995 actual	1996 est.	1997 est.
Weighted average cost per cwt. (1992 index)	\$0.41	\$0.40	\$0.39

**Balance Sheet (in millions of dollars)**

Identification code 12-9972-0-7-352	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101	Fund balances with Treasury	16	16	16
Investments in US securities:				
1106	Receivables, net	3	5	5
Non-Federal assets:				
1201	Investments in non-Federal securities, net	19	23	23
1206	Receivables, net	10	11	11
1803	Other Federal assets: Property, plant and equipment, net	1	1	1
1999	Total assets	49	56	56
<b>LIABILITIES:</b>				
2101	Federal liabilities: Accounts payable	3	4	4
2207	Non-Federal liabilities: Unearned revenue (advances): Deposit funds	11	12	12
2999	Total liabilities	14	16	16
<b>NET POSITION:</b>				
3600	Other	35	40	40
3999	Total net position	35	40	40
4999	Total liabilities and net position	49	56	56

**Object Classification (in millions of dollars)**

Identification code 12-9972-0-7-352	1995 actual	1996 est.	1997 est.
Personnel compensation:			
11.1	Full-time permanent	53	55
11.3	Other than full-time permanent	6	5
11.5	Other personnel compensation	8	8
11.9	Total personnel compensation	67	68

MISCELLANEOUS TRUST FUNDS—Continued

Object Classification (in millions of dollars)—Continued

Identification code 12-9972-0-7-352	1995 actual	1996 est.	1997 est.
12.1 Civilian personnel benefits .....	16	16	16
13.0 Benefits for former personnel .....	1	1	1
21.0 Travel and transportation of persons .....	6	5	5
23.1 Rental payments to GSA .....	1	1	1
23.2 Rental payments to others .....	1	1	1
23.3 Communications, utilities, and miscellaneous charges	2	2	2
25.2 Other services .....	6	7	7
25.3 Purchases of goods and services from Government			
accounts .....	1	1	1
26.0 Supplies and materials .....	1	1	1
31.0 Equipment .....	1	1	1
99.5 Below reporting threshold .....		1	1
99.9 Total obligations .....	103	105	105

Personnel Summary

Identification code 12-9972-0-7-352	1995 actual	1996 est.	1997 est.
Total compensable workyears:			
1001 Full-time equivalent employment .....	1,752	1,737	1,685
1005 Full-time equivalent of overtime and holiday hours	155	161	161

MILK MARKET ORDERS ASSESSMENT FUND

Program and Financing (in millions of dollars)

Identification code 12-8412-0-8-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Administration .....	31	34	36
00.02 Marketing service .....	6	5	6
10.00 Total obligations .....	37	39	42
<b>Budgetary resources available for obligation:</b>			
Unobligated balance available, start of year:			
21.90 Fund balance .....	17	20	20
21.91 U.S. Securities: Par value .....	6	6	6
21.99 Total unobligated balance, start of year .....	23	26	26
22.00 New budget authority (gross) .....	37	39	42
22.10 Resources available from recoveries of prior year obligations			
.....	2		
23.90 Total budgetary resources available for obligation	62	65	68
23.95 New obligations .....	-37	-39	-42
Unobligated balance available, end of year:			
24.90 Fund balance .....	20	20	20
24.91 U.S. Securities: Par value .....	6	6	6
24.99 Total unobligated balance, end of year .....	26	26	26
<b>New budget authority (gross), detail:</b>			
68.00 Spending authority from offsetting collections (gross):			
Offsetting collections (cash) .....	37	39	42
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....	37	39	42
73.20 Total outlays (gross) .....	-37	-39	-42
73.45 Adjustments in unexpired accounts .....	-2		
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	37	39	42
87.00 Total outlays (gross) .....	37	39	42
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal			
sources .....	-37	-39	-42
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			

Note.—The administration fund totals are comprised of 33 separate independent order accounts in 1995. The Marketing Service fund totals are comprised of 31 separate independent order accounts in 1995.

The Secretary of Agriculture is authorized by the Agricultural Marketing Agreement Act of 1937, as amended—under certain conditions—to issue Federal milk marketing orders establishing minimum prices which handlers are required to pay for milk purchased from producers.

Market administrators are appointed by the Secretary and are responsible for carrying out the terms of specific marketing orders. Their operating expenses, partly financed by assessments on regulated handlers and partly by deductions from producers, are reported in these schedules. These funds are collected locally, deposited in local banks, and disbursed directly by the market administrator.

Expenses of local offices are met from an administrative fund and a marketing service fund, which are prescribed in each order. The administrative fund is derived from prorated handler assessments. The marketing service fund of the individual order disseminates market information to producers who are not members of a qualified cooperative. It also provides for the verification of the weights, sampling, and testing of milk from these producers. The cost of these services is borne by such producers.

The maximum rates for administrative assessment and for marketing services are set forth in each order and adjustments below these rates are made from time to time upon recommendations by the market administrator and upon approval of the Agricultural Marketing Service to provide reserves at about a 6-month operating level. Upon termination of any order, the statute provides for distributing the proceeds from net assets pro rata to contributing handlers or producers, as the case may be.

Statement of Operations (in millions of dollars)

Identification code 12-8412-0-8-351	1994 actual	1995 actual	1996 est.	1997 est.
0111 Revenue .....	27	30	34	36
0112 Expense .....	-30	-31	-34	-36
0119 Net loss .....	-3	-1		
0121 Revenue .....	8	7	5	6
0122 Expense .....	-6	-6	-5	-6
0129 Net income or loss (-) .....	2	1		
0191 Total revenues .....	35	37	39	42
0192 Total expenses .....	-36	-37	-39	-42
0199 Net income or loss .....	-1			

Balance Sheet (in millions of dollars)

Identification code 12-8412-0-8-351	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Investments in US securities:				
1102 Federal assets: Treasury securities,				
par .....	5	6	6	6
1206 Non-Federal assets: Receivables, net .....	2	3	3	3
Other Federal assets:				
1801 Cash and other monetary assets .....	18	17	17	17
1803 Property, plant and equipment, net .....	4	4	4	4
1999 Total assets .....	29	30	30	30
<b>LIABILITIES:</b>				
2201 Non-Federal liabilities: Accounts payable .....	1	1	1	1
2999 Total liabilities .....	1	1	1	1
<b>NET POSITION:</b>				
3200 Invested capital .....	28	29	29	29
3999 Total net position .....	28	29	29	29
4999 Total liabilities and net position .....	29	30	30	30

Object Classification (in millions of dollars)

Identification code 12-8412-0-8-351	1995 actual	1996 est.	1997 est.
11.1 Personnel compensation: Full-time permanent .....	23	24	26
12.1 Civilian personnel benefits .....	5	5	5



21.0	Travel and transportation of persons .....	2	2	3
23.2	Rental payments to others .....	2	3	3
23.3	Communications, utilities, and miscellaneous charges .....	1	1	1
25.2	Other services .....	1	1	1
26.0	Supplies and materials .....	1	1	1
31.0	Equipment .....	1	1	1
99.5	Below reporting threshold .....	1	1	1
99.9	Total obligations .....	37	39	42

**Personnel Summary**

Identification code 12-8412-0-8-351	1995 actual	1996 est.	1997 est.
Total compensable workyears:			
1001 Full-time equivalent employment .....	515	515	494
1005 Full-time equivalent of overtime and holiday hours .....	4	4	4

**FARM SERVICE AGENCY**

**Federal Funds**

**General and special funds:**

**SALARIES AND EXPENSES**

For necessary expenses for carrying out the administration and implementation of programs administered by the [Consolidated] Farm Service Agency, [\$795,000,000] \$820,495,000: *Provided*, That the Secretary is authorized to use the services, facilities, and authorities (but not the funds) of the Commodity Credit Corporation to make program payments for all programs administered by the Agency: *Provided further*, That other funds made available to the Agency for authorized activities may be advanced to and merged with this account: *Provided further*, That these funds shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$1,000,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That for sales commission payments to reinsurance companies not paid from the Federal Crop Insurance Corporation Fund, such sums as may be necessary. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing (in millions of dollars)**

Identification code 12-0600-0-1-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Program formulation and appraisal .....		38	37
00.02 Inventory management and merchandising .....		24	23
00.03 Warehouse examination .....		8	8
00.04 Operation of supply adjustment, conservation and price support programs .....		703	716
00.05 Risk management .....		91	87
00.06 Reinsured Companies Sales Commissions .....			75
00.07 Farm credit activities (reimbursable) .....		208	209
00.08 Other reimbursable activities .....		47	48
10.00 Total obligations .....		1,119	1,203
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....		1,119	1,203
23.95 New obligations .....		-1,119	-1,203
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....		795	820
40.05 Appropriation (indefinite) .....			75
43.00 Appropriation (total) .....		795	895
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....		324	308
70.00 Total new budget authority (gross) .....		1,119	1,203
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....			32
73.10 New obligations .....		1,119	1,203
73.20 Total outlays (gross) .....		-1,087	-1,172

74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....		32	63
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	763		832
86.93 Outlays from current balances .....			32
86.97 Outlays from new permanent authority .....	324		308
87.00 Total outlays (gross) .....	1,087		1,172
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-259		-261
88.40 Non-Federal sources .....	-65		-47
88.90 Total, offsetting collections (cash) .....	-324		-308
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	795		895
90.00 Outlays .....	763		864

The Farm Service Agency (FSA) administers the commodity price support and production adjustment programs financed by the Commodity Credit Corporation, the Conservation Reserve Program (CRP) and several conservation cost-share programs, crop insurance and other risk management programs and farm ownership and operating, emergency, and disaster loan programs. Also, the administrative support functions of the Foreign Agricultural Service are being provided by FSA.

This consolidated administrative expenses account includes funds to cover expenses of programs administered by, and functions assigned to, the Agency. The funds consist of a direct appropriation, transfers from program loan accounts under credit reform procedures, user fees, and advances and reimbursements from other sources. This is a consolidated account for administrative expenses of national, regional, State, and county offices. Beginning in 1997, certain crop insurance delivery expenses of reinsured companies will also be paid from the FSA administrative expenses account in accordance with the Federal Crop Insurance Reform and Department of Agriculture Reorganization Act of 1994, P.L. 103-354. New appropriation language is proposed to facilitate this requirement.

**Program formulation and appraisal.**—The supply adjustment, conservation, and commodity support programs, and the management and merchandising of commodities acquired under the support program, have a significant impact on the national and (to a lesser extent) the international economy. This activity provides for the review and analysis of the effectiveness of these programs.

**Inventory management and merchandising.**—This activity includes: (a) overall management of CCC-owned commodities; (b) purchasing commodities; (c) donating commodities; (d) selling commodities; and (e) accounting for loans and commodities.

**Warehouse examination.**—This activity provides for the examination of warehouses licensed under the U.S. Warehouse Act and non-licensed warehouses storing CCC-owned or pledged commodities. Examiners perform periodic examinations of the facilities and the warehouse records to ensure protection of depositors against potential losses of the stored commodities and to ensure compliance with the U.S. Warehouse Act and any CCC storage agreements.

**Operation of supply adjustment, conservation and price support programs.**—This activity includes all functions dealing with the administration of programs carried out through the farmer committee system of the FSA, including: (a) developing program regulations and procedures; (b) collecting and compiling basic data for individual farms; (c) establishing individual farm allotments, bases, and yields; (d) notifying producers of established allotments, bases, and yields; (e) determining farm marketing quotas; (f) conducting referendums and certifying results; (g) accepting farmer certifications and check-

**General and special funds—Continued**

**SALARIES AND EXPENSES—Continued**

ing compliance; (h) accepting producer applications for participation in commodity price stabilizing programs; (i) issuing marketing cards so that production from the allotted acreage can be marketed without penalty; (j) processing producer requests for conservation cost-sharing and issuing conservation reserve rental payments; (k) processing commodity loan documents and issuing checks; (l) processing deficiency and diversion payments and issuing checks; and (m) certifying payment eligibility and monitoring payment limitations.

**Risk Management.**—Includes the program activities that are in direct support of the insurance program. The Federal Crop Insurance Act of 1994 required the development of new insurance programs that would assist individual producers in achieving financial protection against unavoidable causes of loss. Key provisions of the insurance program are: catastrophic crop insurance protection available at nominal cost to all producers of insurable crops; a system of “linkage” to other producer programs such as price support, production adjustment programs, certain loan programs and the Conservation Reserve Program; an enhanced delivery system that allows a producer to choose to purchase catastrophic coverage through a crop insurance agent or a local FSA office; and a non-insured program for losses incurred for most crops that are not yet insurable. The new insurance program also offers producers additional coverage to obtain greater protection against crop losses. Incentives to purchase additional coverage are partial subsidization of premiums and the automatic inclusion of catastrophic protection, without cost, in the insurance policy. The delivery of additional coverage is provided by private sector insurance agents. Functions included are research and development, insurance services, compliance and emergency and non-insured assistance. Included is policy formulation, procedures, and regulations development. Reviews and evaluation are conducted for overall performance to ensure the actuarial soundness of the insurance program.

**Farm Credit Activities (Reimbursable).**—Provides for administering the direct and guaranteed loan programs covered under the Agricultural Credit Insurance Fund (ACIF). Activities include reviewing applications, servicing the loan portfolio, and providing technical assistance and guidance to borrowers. These administrative expenses are transferred to this consolidated account from the ACIF. Appropriations representing subsidy amounts necessary to support the individual program loan levels under Federal Credit Reform are made to the ACIF account.

**Other Reimbursable Activities.**—This includes all FSA activities necessary to provide the Foreign Agricultural Service with administrative support services under an annual reimbursable agreement.

At the time the 1997 Budget was being prepared, new farm program legislation was under consideration by Congress. This proposed legislation, if enacted, would result in significant changes in the workload of the Farm Service Agency in FY 1996 and 1997. Depending on the final outcome of the legislation, workload compared to FY 1995 could decrease by over 2,000 staff years in 1997, with additional workload reductions in subsequent years. The Administration may submit a budget amendment for the Salaries and Expenses account to reflect appropriate adjustments.

**Object Classification (in millions of dollars)**

Identification code 12-0600-0-1-351	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....		147	139
11.3 Other than full-time permanent .....		7	8
11.5 Other personnel compensation .....		3	3

11.9 Total personnel compensation .....	157	150
12.1 Civilian personnel benefits .....	36	33
13.0 Benefits for former personnel .....	1	1
21.0 Travel and transportation of persons .....	12	10
22.0 Transportation of things .....	2	2
23.1 Rental payments to GSA .....	1	1
23.2 Rental payments to others .....	8	8
23.3 Communications, utilities, and miscellaneous charges .....	10	12
24.0 Printing and reproduction .....	4	4
25.2 Other services .....	28	105
26.0 Supplies and materials .....	6	5
31.0 Equipment .....	5	5
41.0 Grants, subsidies, and contributions .....	525	558
99.0 Subtotal, direct obligations .....	795	894
99.0 Reimbursable obligations .....	324	308
99.5 Below reporting threshold .....		1
99.9 Total obligations .....	1,119	1,203

**Personnel Summary**

Identification code 12-0600-0-1-351	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....		3,489	3,206
1005 Full-time equivalent of overtime and holiday hours .....		39	39
<b>Reimbursable:</b>			
<b>Total compensable workyears:</b>			
2001 Full-time equivalent employment .....		3,792	3,561
2005 Full-time equivalent of overtime and holiday hours .....		16	16

**CONSERVATION RESERVE PROGRAM  
(INCLUDING TRANSFERS OF FUNDS)**

For necessary expenses to carry out the conservation reserve program pursuant to the Food Security Act of 1985 (16 U.S.C. 3831-3845), **[\$1,781,785,000]** \$1,924,850,000, to remain available until expended, to be used for Commodity Credit Corporation expenditures for cost-share assistance for the establishment of conservation practices provided for in approved conservation reserve program contracts, for annual rental payments provided in such contracts, for the acquisition of environmental easements in the same manner as authorized in 16 U.S.C. 3839, and for technical assistance. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing (in millions of dollars)**

Identification code 12-3319-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Cost-sharing assistance .....	4	25	66
00.02 Annual rental payments .....	1,729	1,804	1,742
00.03 Easement payments .....			163
00.04 Technical assistance .....	5	7	21
10.00 Total obligations .....	1,738	1,836	1,992
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	139	122	67
22.00 New budget authority (gross) .....	1,743	1,782	1,925
22.20 Unobligated balance transferred .....	-23		
23.90 Total budgetary resources available for obligation .....	1,859	1,904	1,992
23.95 New obligations .....	-1,738	-1,836	-1,992
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	122	67	
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	1,743	1,782	1,925
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....		5	
73.10 New obligations .....	1,738	1,836	1,992
73.20 Total outlays (gross) .....	-1,732	-1,841	-1,992
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	5		

<b>Outlays (gross), detail:</b>				
86.90	Outlays from new current authority .....	1,732	1,714	1,925
86.93	Outlays from current balances .....		127	67
87.00	Total outlays (gross) .....	1,732	1,841	1,992
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	1,743	1,782	1,925
90.00	Outlays .....	1,732	1,841	1,992

**RECONCILIATION OF PROGRAM LEVEL TO APPROPRIATION**

(In millions of dollars)

	1995 actual	1996 est.	1997 est.
Annual rental payments .....	1,729	1,804	1,742
Cost-sharing assistance .....	4	25	66
Easement payments .....			163
Technical assistance .....	5	7	21
Total program level, current year .....	1,738	1,836	1,992
Add:			
Funds transferred to other accounts .....	-23		
Change in unobligated balances .....	+28	-54	-67
Appropriation, net .....	1,743	1,782	1,925

The Conservation Reserve Program (CRP) was mandated by sections 1231-1244 of the Food Security Act of 1985 (Public Law 99-198), as amended by sections 1411-1499 of the Food, Agriculture, Conservation, and Trade Act of 1990 (Public Law 101-624), and the Omnibus Budget Reconciliation Act of 1993 (P.L. 103-66), to establish permanent cover on highly erodible cropland and on cropland posing environmental threats. The primary objectives of the CRP are to help farmers control critical soil erosion that occurs on about a third of America's highly erodible and environmentally sensitive cropland and to decrease production of some surplus agricultural commodities.

The CRP is authorized in all 50 States, Puerto Rico, and the Virgin Islands, on all croplands meeting the eligibility criteria of eroding at three times the soil loss tolerance or higher, or twice the soil loss tolerance with serious gully erosion or with an erosion predominance of 66 2/3 percent of the field if planted to grass or an erosion predominance of 33 1/3 percent if the area is planted to trees. In addition to cropland in areas adjacent to lakes and streams that can be devoted to filter strips, and cropland subject to overflow and suffering from scour erosion, eligible land may include shelterbelts, windbreaks, cropland contributing to water quality problems, and other lands posing environmental threats. Also eligible for the CRP are water quality impaired areas that do not meet the highly erodible land (HEL) criteria, such as the Chesapeake Bay, Great Lakes, and Long Island Sound watershed regions.

The program is administered through the Commodity Credit Corporation (CCC) by State and local committees working under the general direction of the Secretary.

Under the Food Security Act, as amended by Public Laws 101-624 and 103-66, authority is provided to enter into CRP contracts through the 1995 crop year. Appropriations are needed to make annual payments on 10- to 15-year contracts and for useful life easements on extended acres.

From program inception in 1986 through 1995, approximately 36.4 million acres were enrolled. During 1995, the Secretary authorized voluntary early termination of CRP contracts, without penalty, on enrolled acres that are less environmentally sensitive, followed by an enrollment of replacement acres that provide for greater environmental benefits. A total of 684 thousand acres was replaced. CRP contract holders are eligible to extend CRP contracts up to 10 years, including altering the CRP lands under contract within a farm to bring more environmentally sensitive lands under contract as long as the total number of acres remains un-

changed. Producers are also able to place permanent conservation easements on the highest priority lands.

In accordance with Sec. 725 of the FY 1996 Agriculture Appropriations Act, no CRP signup will be held during FY 1996. As authorized by the same section, however, 1.6 million acres will be enrolled during FY 1997.

The appropriation requested for 1997 will be used for annual rental and easement payments due on 1997 and prior crop years' contracts and for cost-share and technical assistance on 1997 and prior crop year enrollments.

**Object Classification (in millions of dollars)**

Identification code 12-3319-0-1-302	1995 actual	1996 est.	1997 est.
25.2 Other services .....	5	7	22
41.0 Grants, subsidies, and contributions .....	1,734	1,829	1,970
99.5 Below reporting threshold .....	-1		
99.9 Total obligations .....	1,738	1,836	1,992

**SALARIES AND EXPENSES**

**Program and Financing (in millions of dollars)**

Identification code 12-3300-0-1-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Program formulation and appraisal .....	31		
00.02 Operation of supply adjustment, conservation and price support .....	731		
00.03 Inventory management and merchandising .....	88		
00.04 Warehouse examination .....	8		
10.00 Total obligations .....	858		
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	858		
23.95 New obligations .....	-858		
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	721		
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	137		
70.00 Total new budget authority (gross) .....	858		
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	19	31	
73.10 New obligations .....	858		
73.20 Total outlays (gross) .....	-827	-31	
73.40 Adjustments in expired accounts .....	-19		
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	31		
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	691		
86.93 Outlays from current balances .....		31	
86.97 Outlays from new permanent authority .....	137		
87.00 Total outlays (gross) .....	827	31	
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-85		
88.40 Non-Federal sources .....	-52		
88.90 Total, offsetting collections (cash) .....	-137		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	721		
90.00 Outlays .....	691	31	

Prior to the reorganization of USDA, Congress provided a separate 1995 appropriation for Agricultural Stabilization and Conservation Service (ASCS) administrative expenses.

**General and special funds—Continued**

**SALARIES AND EXPENSES—Continued**

For 1996, a consolidated appropriation account has been enacted for all FSA administrative expenses, which include the activities of the former ASCS now administered by the FSA. The schedules shown here reflect final data for the 1995 ASCS account, which has now been eliminated.

**Object Classification** (in millions of dollars)

Identification code 12-3300-0-1-351	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	106		
11.3 Other than full-time permanent .....	9		
11.5 Other personnel compensation .....	2		
11.9 Total personnel compensation .....	117		
12.1 Civilian personnel benefits .....	26		
13.0 Benefits for former personnel .....	3		
21.0 Travel and transportation of persons .....	5		
22.0 Transportation of things .....	2		
23.1 Rental payments to GSA .....	1		
23.2 Rental payments to others .....	7		
23.3 Communications, utilities, and miscellaneous charges .....	7		
24.0 Printing and reproduction .....	3		
25.2 Other services .....	15		
26.0 Supplies and materials .....	4		
31.0 Equipment .....	1		
41.0 Grants, subsidies, and contributions .....	530		
99.0 Subtotal, direct obligations .....	721		
99.0 Reimbursable obligations .....	137		
99.5 Below reporting threshold .....			
99.9 Total obligations .....	858		

**Personnel Summary**

Identification code 12-3300-0-1-351	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	2,713		
1005 Full-time equivalent of overtime and holiday hours .....	25		
<b>Reimbursable:</b>			
<b>Total compensable workyears:</b>			
2001 Full-time equivalent employment .....	302		
2005 Full-time equivalent of overtime and holiday hours .....	1		

**AGRICULTURAL CONSERVATION PROGRAM**  
(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses to carry into effect the program authorized in sections 7 to 15, 16(a), 16(f), and 17 of the Soil Conservation and Domestic Allotment Act approved February 29, 1936, as amended and supplemented (16 U.S.C. 590g-590o, 590p(a), 590p(f), and 590q), and sections 1001-1004, 1006-1008, and 1010 of the Agricultural Act of 1970, as added by the Agriculture and Consumer Protection Act of 1973 (16 U.S.C. 1501-1504, 1506-1508, and 1510), and including not to exceed \$15,000 for the preparation and display of exhibits, including such displays at State, interstate, and international fairs within the United States, \$75,000,000, to remain available until expended (16 U.S.C. 590o), for agreements, excluding administration but including technical assistance and related expenses (16 U.S.C. 590o), except that no participant in the agricultural conservation program shall receive more than \$3,500 per year, except where the participants from two or more farms or ranches join to carry out approved practices designed to conserve or improve the agricultural resources of the community, or where a participant has a long-term agreement, in which case the total payment shall not exceed the annual payment limitation multiplied by the number of years of the agreement: *Provided*, That no portion of the funds for the current year's program may be utilized to provide financial or technical assistance for drainage on wetlands now designated as Wetlands Types 3 (III) through 20 (XX) in United States Department of the Interior, Fish and Wildlife Circular 39, Wetlands of the United States, 1956:

*Provided further*, That such amounts shall be available for the purchase of seeds, fertilizers, lime, trees, or any other conservation materials, or any soil-terracing services, and making grants thereof to agricultural producers to aid them in carrying out approved farming practices as authorized by the Soil Conservation and Domestic Allotment Act, as amended, as determined and recommended by the county committees, approved by the State committees and the Secretary, under programs provided for herein: *Provided further*, That such assistance will not be used for carrying out measures and practices that are primarily production-oriented or that have little or no conservation or pollution abatement benefits: *Provided further*, That not to exceed 5 percent of the allocation for the current year's program [for any county may, on the recommendation of such county committee and approval of the State committee,] may be withheld and allotted to the Natural Resources Conservation Service for services of its technicians in formulating and carrying out the agricultural conservation program in the participating counties, and shall not be utilized by the Natural Resources Conservation Service for any purpose other than technical and other assistance in such counties, and in addition, on the recommendation of such county committee and approval of the State committee, not to exceed 1 percent may be made available to any other Federal, State, or local public agency for the same purpose and under the same conditions: *Provided further*, That not to exceed \$[11,000,000] \$15,000,000 of the amount appropriated shall be used for water quality payments and practices in the same manner as permitted under the program for water quality authorized in chapter 2 of subtitle D of title XII of the Food Security Act of 1985, as amended (16 U.S.C. 3838 et seq.). (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing** (in millions of dollars)

Identification code 12-3315-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0) .....	109	106	75
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	40	31	
22.00 New budget authority (gross) .....	100	75	75
23.90 Total budgetary resources available for obligation .....	140	106	75
23.95 New obligations .....	-109	-106	-75
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	31		
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	100	75	75
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	194	159	125
73.10 New obligations .....	109	106	75
73.20 Total outlays (gross) .....	-145	-139	-96
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	159	125	104
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	27	29	31
86.93 Outlays from current balances .....	118	110	65
87.00 Total outlays (gross) .....	145	139	96
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	100	75	75
90.00 Outlays .....	145	139	96

The primary objectives of the program are to conserve soil and water resources. Along with annual agreements, cost sharing is authorized for long-term agreements of 3-10 years. The program is administered by county committees, with review and approval by State committees and the Secretary. Technical assistance is provided by the Natural Resources Conservation Service and by the Forest Service. The 1996 program level of \$75 million will be allocated to States based on the highest priority soil and water resource problems and is expected to treat 2.1 million acres. Practices are expected to prevent approximately 9.4 million tons of

soil erosion and save 201,000 acre-feet of water. The requested 1997 program level of \$75 million will also be allocated to States based on the highest priority soil and water resource problems and is expected to treat 1.9 million acres. Soil erosion control and water conservation practices are expected to prevent approximately 8.6 million tons of soil erosion and save 183,000 acre-feet of water.

The 1997 budget proposes funding for activities consistent with the Government-wide water quality initiative as well as practices that help solve soil and water conservation problems identified in State and county ACP plans. The 1997 budget directs funding for water quality incentive projects on eligible lands to meet water quality standards or goals. Approximately 787,000 acres will be treated with practices that address water quality improvement objectives.

Approximately 102,000 acres will be treated to address other conservation needs such as rangeland improvement and wildlife habitat establishment.

Cost-sharing on 35,000 acres will plant about 23.4 million trees to improve and replenish forest land.

STATE MEDIATION GRANTS

For grants pursuant to section 502(b) of the Agricultural Credit Act of 1987, as amended (7 U.S.C. 5101-5106), **[\$2,000,000]** \$3,000,000. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

Program and Financing (in millions of dollars)

Identification code 12-0170-0-1-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0)	3	2	3
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)	3	2	3
23.95 New obligations	-3	-2	-3
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation	3	2	3
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation	2	2	2
73.10 New obligations	3	2	3
73.20 Total outlays (gross)	-3	-2	-3
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	2	2	2
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority	1	1	1
86.93 Outlays from current balances	1		1
87.00 Total outlays (gross)	3	2	3
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	3	2	3
90.00 Outlays	3	2	3

This grant program is authorized by Title V of the Agricultural Credit Act of 1987, P.L. 100-233. Grants are made to States which have been certified by the Farm Service Agency as having an agricultural loan mediation program. A grant will not exceed 50 percent of the total fiscal year funds that a qualifying State requires to operate and administer its agricultural loan mediation program. In no case will the total amount of a grant exceed \$500,000 annually.

GRANT OBLIGATIONS

	1995 actual	1996 est.	1997 est.
Number of grants	18	12	18
Amount of grants (in millions of dollars)	3	2	3

EMERGENCY CONSERVATION PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-3316-0-1-453	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0)	27	16	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance	21	16	
22.00 New budget authority (gross)			
22.20 Unobligated balance transferred	23		
22.30 Unobligated balance expiring	-1		
23.90 Total budgetary resources available for obligation	43	16	
23.95 New obligations	-27	-16	
24.40 Unobligated balance available, end of year:			
Uninvested balance	16		
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation	26	26	12
73.10 New obligations	27	16	
73.20 Total outlays (gross)	-27	-30	-12
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	26	12	
<b>Outlays (gross), detail:</b>			
86.93 Outlays from current balances	27	30	12
87.00 Total outlays (gross)	27	30	12
<b>Net budget authority and outlays:</b>			
89.00 Budget authority			
90.00 Outlays	27	30	12

This program was authorized by the Agricultural Credit Act of 1978 (16 U.S.C. 2201-05). It provides funds for sharing the cost of emergency measures to deal with cases of severe damage to farmlands and rangelands resulting from natural disasters.

In fiscal year 1995, pursuant to P.L. 103-330, enacted September 30, 1994, \$23 million was transferred to the Emergency Conservation Program, to remain available until expended, from funding appropriated to Watershed and Flood Prevention Operations. Under the 1995 program, cost-sharing and technical assistance were provided in 39 States to treat farmlands damaged by floods, hurricanes, tornadoes, wildfires, and drought. The 1995 program rehabilitated approximately 873,795 acres of farmland damaged by these natural disasters as well as Hurricanes Andrew and Iniki, Typhoon Omar, and the Midwest Flood of 1993.

No funding was provided in FY 1996 Agriculture Appropriations Act for this program. The 1997 budget proposes no funding.

OUTREACH FOR SOCIALLY DISADVANTAGED FARMERS

For grants and contracts pursuant to section 2501 of the Food, Agriculture, Conservation, and Trade Act of 1990 (7 U.S.C. 2279), **[\$1,000,000]** \$3,000,000, to remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

Program and Financing (in millions of dollars)

Identification code 12-0601-0-1-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0)	6	1	3
<b>Budgetary resources available for obligation:</b>			
21.90 Unobligated balance available, start of year: Fund balance	3		
22.00 New budget authority (gross)	3	1	3
23.90 Total budgetary resources available for obligation	6	1	3

**General and special funds—Continued**

**OUTREACH FOR SOCIALLY DISADVANTAGED FARMERS—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-0601-0-1-351	1995 actual	1996 est.	1997 est.
23.95 New obligations .....	-6	-1	-3
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	3	1	3
<b>Change in unpaid obligations:</b>			
72.90 Unpaid obligations, start of year: Obligated balance:			
Fund balance .....		5	
73.10 New obligations .....	6	1	3
73.20 Total outlays (gross) .....	-1	-6	-1
74.90 Unpaid obligations, end of year: Obligated balance:			
Fund balance .....	5		3
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	1	1	1
86.93 Outlays from current balances .....		3	
87.00 Total outlays (gross) .....	1	6	1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	3	1	3
90.00 Outlays .....	1	6	1

*Farm Outreach and Assistance Grants.*—This program is authorized under section 2501 of Title XXV of the Food, Agriculture, Conservation, and Trade Act of 1990. The Secretary of Agriculture is empowered to make grants to eligible community-based organizations with demonstrated experience in providing education on other agriculture-related services to socially disadvantaged farmers and ranchers in their area of influence. Also eligible are the 1890 Land-Grant Colleges, Tuskegee University, Indian tribal community colleges and post-secondary education facilities serving Hispanics.

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants .....	20	3	9
Amount of grants (in millions of dollars) .....	6	1	3

**CORPORATIONS**

The following corporations and agencies are hereby authorized to make expenditures, within the limits of funds and borrowing authority available to each such corporation or agency and in accord with law, and to make contracts and commitments without regard to fiscal year limitations as provided by section 104 of the Government Corporation Control Act, as amended, as may be necessary in carrying out the programs set forth in the budget for the current fiscal year for such corporation or agency, except as hereinafter provided. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**ADMINISTRATIVE AND OPERATING EXPENSES**

**Program and Financing (in millions of dollars)**

Identification code 12-2707-0-1-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Research and Development .....	10		
00.04 Insurance Services .....	36		
00.05 Program Management and Administrative Support .....	22		
10.00 Total obligations .....	68		
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	69		
22.30 Unobligated balance expiring .....	-1		
23.90 Total budgetary resources available for obligation .....	68		

23.95 New obligations .....	-68		
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	69		
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	143	33	
73.10 New obligations .....	68		
73.20 Total outlays (gross) .....	-182	-33	
73.40 Adjustments in expired accounts .....	4		
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	33		
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	58		
86.93 Outlays from current balances .....	124	33	
87.00 Total outlays (gross) .....	182	33	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	69		
90.00 Outlays .....	182	33	

Prior to the reorganization of USDA, Congress provided a separate 1995 appropriation for Federal Crop Insurance Corporation (FCIC) administrative expenses. For 1996, a consolidated appropriation account has been enacted for all FSA administrative expenses, which include the FCIC activities now administered by FSA. The schedules shown here reflect final data for the 1995 FCIC administrative and operating account, which has now been eliminated.

**Object Classification (in millions of dollars)**

Identification code 12-2707-0-1-351	1995 actual	1996 est.	1997 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	28		
11.3 Other than full-time permanent .....	2		
11.5 Other personnel compensation .....	1		
11.9 Total personnel compensation .....	31		
12.1 Civilian personnel benefits .....	7		
13.0 Benefits for former personnel .....	2		
21.0 Travel and transportation of persons .....	2		
23.2 Rental payments to others .....	1		
23.3 Communications, utilities, and miscellaneous charges .....	2		
24.0 Printing and reproduction .....	1		
25.2 Other services .....	20		
26.0 Supplies and materials .....	1		
31.0 Equipment .....	1		
99.9 Total obligations .....	68		

**Personnel Summary**

Identification code 12-2707-0-1-351	1995 actual	1996 est.	1997 est.
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	684		
1005 Full-time equivalent of overtime and holiday hours .....	3		

**Public enterprise funds:**

**FEDERAL CROP INSURANCE CORPORATION FUND**

For payments as authorized by section 516 of the Federal Crop Insurance Act, as amended, such sums as may be necessary, to remain available until expended (7 U.S.C. 2209b).

**DAIRY INDEMNITY PROGRAM  
(INCLUDING TRANSFERS OF FUNDS)**

For necessary expenses involved in making indemnity payments to dairy farmers for milk or cows producing such milk and manufacturers of dairy products who have been directed to remove their milk or dairy products from commercial markets because it contained residues of chemicals registered and approved for use by the Federal Government, and in making indemnity payments for milk, or cows producing such milk, at a fair market value to any dairy farmer who is directed to remove his milk from commercial markets because

of (1) the presence of products of nuclear radiation or fallout if such contamination is not due to the fault of the farmer, or (2) residues of chemicals or toxic substances not included under the first sentence of the Act of August 13, 1968, as amended (7 U.S.C. 450j), if such chemicals or toxic substances were not used in a manner contrary to applicable regulations or labeling instructions provided at the time of use and the contamination is not due to the fault of the farmer, \$100,000, to remain available until expended (7 U.S.C. 2209b): *Provided*, That none of the funds contained in this Act shall be used to make indemnity payments to any farmer whose milk was removed from commercial markets as a result of his willful failure to follow procedures prescribed by the Federal Government: *Provided further*, That this amount shall be transferred to the Commodity Credit Corporation: *Provided further*, That the Secretary is authorized to utilize the services, facilities, and authorities of the Commodity Credit Corporation for the purpose of making dairy indemnity disbursements. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

## Program and Financing (in millions of dollars)

Identification code 12-4085-0-3-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Indemnities, MMA .....	4		
00.02 Other expenses .....	427	477	457
00.91 Total direct program .....	431	477	457
Reimbursable program:			
01.01 Reimbursable program: Reimbursable program .....	2,417	1,989	2,020
10.00 Total obligations .....	2,848	2,466	2,477
<b>Budgetary resources available for obligation:</b>			
21.90 Unobligated balance available, start of year: Fund balance .....	410	216	616
22.00 New budget authority (gross) .....	2,375	2,327	2,314
22.10 Resources available from recoveries of prior year obligations .....	279	539	
23.90 Total budgetary resources available for obligation .....	3,064	3,082	2,930
23.95 New obligations .....	-2,848	-2,466	-2,477
24.90 Unobligated balance available, end of year: Fund balance .....	216	616	453
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	1,690	1,650	1,591
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	685	677	723
70.00 Total new budget authority (gross) .....	2,375	2,327	2,314
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	303	1,800	1,044
73.10 New obligations .....	2,848	2,466	2,477
73.20 Total outlays (gross) .....	-1,072	-2,683	-2,450
73.45 Adjustments in unexpired accounts .....	-279	-539	
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	1,800	1,044	1,071
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	920	746	683
86.93 Outlays from current balances .....	60	1,260	1,044
86.97 Outlays from new permanent authority .....		407	434
86.98 Outlays from permanent balances .....	92	270	289
87.00 Total outlays (gross) .....	1,072	2,683	2,450
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....	-685	-677	-723
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	1,690	1,650	1,591
90.00 Outlays .....	387	2,006	1,727

The Federal Crop Insurance Corporation (FCIC) is a wholly-owned government Corporation which provides crop insurance to crop producers against losses because of unavoidable causes

and/or uncontrollable events. The Federal Crop Insurance Reform Act of 1994 made significant changes in the program to provide more of the Nation's farmers with an on-going source of risk protection and to reduce the need for ad hoc disaster payment assistance.

To be eligible for benefits under the price support or production adjustment program, the Conservation Reserve Program, or farm credit programs, the producer must obtain at least the catastrophic level of coverage for each insurable crop of economic significance grown on each farm in the county in which the producer has an interest. Catastrophic crop insurance protection will be fully subsidized with the exception of a minor processing fee to be paid by the farmer. This will compensate the farmer for yield losses exceeding 50 percent of a yield and at a price equal to 60 percent of a maximum price.

Additional protection at higher levels of coverage will continue to be offered. Coverage levels will be subsidized to the extent of the premium on at least the catastrophic level of coverage and the delivery costs.

A noninsured Crop Disaster Assistance Program is available to provide coverage equivalent to the catastrophic risk protection in areas where catastrophic risk protection is not available and if such crop is produced for food or fiber.

The 1995 appropriation and 1994 Reform Act funding provisions provided sufficient funding for crop year 1995 to insure 236.2 million acres with an estimated \$1,550 million in total premium income, including \$990.8 million in premium subsidy.

The following table compares the scope of the insurance operations planned for 1997. Amounts in the 1995 column are as of September 30, 1995, and pertain to the 1995 crop year.

The Corporation's budget is presented in accordance with generally accepted accounting principles, the Financial Accounting Standards Board (FASB) Statement No. 60, "Accounting and Reporting by Insurance Enterprises," and Statement No. 5, "Accounting for Contingencies."

Under the Dairy Indemnity Program (DIP), payments are made to farmers and manufacturers who are directed to remove their milk or milk products from commercial markets because they contain residues of chemicals that have been registered and approved for use by the Federal Government, other chemicals, nuclear radiation, or nuclear fallout. Indemnification may also be paid for cows producing such milk.

In 1996, an estimated \$400 thousand will be paid to producers and manufacturers who file claims under the program.

The 1997 budget requests \$100 thousand for this program.

	1995 crop year actual	1996 crop year estimate	1997 crop year estimate
Number of States .....	50	50	50
Number of counties .....	3,022	3,022	3,022
Insurance in force (millions) .....	26,222	27,203	27,958
Insured acreage (millions) .....	236	239	243
Farmers premium (millions) <sup>1</sup> .....	649	755	790
Premium subsidy (millions) <sup>1</sup> .....	901	1,031	991
Total premium (millions) <sup>1</sup> .....	1,550	1,786	1,781
Indemnities (thousands) <sup>1</sup> .....	1,628	1,965	1,959
Loss ratio .....	1.05	1.10	1.10

<sup>1</sup>Includes amounts that will appear on the books of the reinsured companies. The Corporation records will only reflect the net reinsurance income and net reinsurance loss.

<sup>2</sup>DIP indemnities are included in these figures.

**Financing.**—The Corporation is authorized under the Federal Crop Insurance Act, as amended, to use funds from the issuance of capital stock which provides working capital for the Corporation.

Receipts, which are for deposit to this fund, come mainly from premiums paid by farmers. The principal payments from

**Public enterprise funds—Continued**

**FEDERAL CROP INSURANCE CORPORATION FUND—Continued**

(INCLUDING TRANSFERS OF FUNDS)—Continued

this fund are for indemnities to insured farmers, and agents' commissions.

Premium subsidies are authorized by section 508(b) of the Federal Crop Insurance Act, as amended, and are received from both those insured and through appropriations.

**PREMIUM AND SUBSIDY**

(In millions of dollars)

	1995 fiscal year actual	1996 fiscal year estimate	1997 fiscal year estimate
<b>Premiums:</b>			
Producer premium .....	675	739	785
(Government operations) .....	3	0	0
(Reinsurance operations) .....	672	739	785
Amount of subsidies .....	765	1,012	997
(Government operations) .....	1	0	0
Additional coverage .....	412	530	569
(Catastrophic coverage) .....	352	482	428
<b>Total premiums .....</b>	<b>1,440</b>	<b>1,751</b>	<b>1,782</b>
<b>Indemnities .....</b>	<b>2,421</b>	<b>1,989</b>	<b>2,020</b>
(Government operations) .....	4	0	0
<b>Additional coverage .....</b>	<b>1,816</b>	<b>1,399</b>	<b>1,490</b>
(Catastrophic coverage) .....	541	530	470
(Noninsured Assistance Program) .....	60	60	60

For crop years 1948 through 1994, indemnities (\$12,821.5 million) exceeded premium income (\$9,413.8 million) by \$3,407.7 million; the loss ratio for the period was 1.36.

The following table summarizes the insurance operations for fiscal years 1995, 1996 and 1997:

**NET INCOME OR LOSS (–) ON INSURANCE OPERATIONS**

(In millions of dollars)

	1995 fiscal year actual	1996 fiscal year estimate	1997 fiscal year estimate
Premiums over indemnities .....	–1,746	–1,250	–1,235
Interest expense, net .....	0	0	0
Delivery expenses .....	–408	–470	a–375
Other income or expense, net (–) .....	0	0	0
Reinsurance underwriting gain (+) or loss (–) .....	–1	–63	–62
Research and Development start up expense .....	–7	–7	–7
<b>Net income or loss (–) .....</b>	<b>–2,162</b>	<b>–1,790</b>	<b>–1,679</b>

<sup>a</sup>Excludes \$75 million in sales commission expenses to be paid by Farm Service Agency via a current indefinite appropriation.

**Statement of Operations (in millions of dollars)**

Identification code 12–4085–0–3–351	1994 actual	1995 actual	1996 est.	1997 est.
0101 Revenue .....	615	685	677	723
0102 Expense .....	–766	–2,848	–2,467	–2,402
0109 Net income or loss (–) .....	–151	–2,163	–1,790	–1,679
0199 Net income or loss .....	–151	–2,163	–1,790	–1,679

**Balance Sheet (in millions of dollars)**

Identification code 12–4085–0–3–351	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury .....	951	2,136	1,456	1,456
1206 Non-Federal assets: Receivables, net .....	611	571	700	700
1803 Other Federal assets: Property, plant and equipment, net .....	2	2	2	2
1999 Total assets .....	1,564	2,709	2,158	2,158
<b>LIABILITIES:</b>				
Federal liabilities:				
2101 Accounts payable .....	9	3	5	5
2105 Other .....	156	183	150	150
Non-Federal liabilities:				
2201 Accounts payable .....	113	221	200	200
2207 Other .....	651	1,617	1,262	1,262

2999 Total liabilities .....	929	2,024	1,617	1,617
<b>NET POSITION:</b>				
3100 Appropriated capital .....	13	8	10	10
3200 Invested capital .....	2	2	2	2
3300 Cumulative results of operations .....	–3,869	–3,815	–5,605	–7,359
3500 Future funding requirements .....	–7	–6	–7	–7
3600 Other .....	4,496	4,496	6,141	7,895
3999 Total net position .....	635	685	541	541
4999 Total liabilities and net position .....	1,564	2,709	2,158	2,158

**Object Classification (in millions of dollars)**

Identification code 12–4085–0–3–351	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
21.0 Travel and transportation of persons .....	1		
22.0 Transportation of things .....	2		
25.2 Other services .....	424	477	457
42.0 Insurance claims and indemnities (Gov't) .....	4		
99.0 Subtotal, direct obligations .....	431	477	457
<b>Reimbursable obligations:</b>			
Insurance claims and indemnities:			
42.0 Insurance claims and indemnities (CAT) .....	541	530	470
42.0 Insurance claims and indemnities (Rein) .....	1,816	1,399	1,490
42.0 Insurance claims and indemnities (NAP) .....	60	60	60
99.0 Subtotal, reimbursable obligations .....	2,417	1,989	2,020
99.9 Total obligations .....	2,848	2,466	2,477

**Public enterprise funds:**

**COMMODITY CREDIT CORPORATION FUND**

**REIMBURSEMENT FOR NET REALIZED LOSSES**

For fiscal year [1996] 1997, such sums as may be necessary to reimburse the Commodity Credit Corporation for net realized losses sustained, but not previously reimbursed [(estimated to be \$10,400,000,000 in the President's fiscal year 1996 Budget Request (H. Doc. 104–4)), but not to exceed \$10,400,000,000], pursuant to section 2 of the Act of August 17, 1961, as amended (15 U.S.C. 713a–11).

**[OPERATIONS AND MAINTENANCE FOR] HAZARDOUS WASTE MANAGEMENT**

For fiscal year [1996] 1997, the Commodity Credit Corporation shall not expend more than \$10,150,000 for site investigation and cleanup expenses; \$5,000,000 for operations and maintenance expenses to comply with the requirement of section 107(g) of the Comprehensive Environmental Response, Compensation, and Liability Act, as amended, 42 U.S.C. 9607(g), and section 6001 of the Resource Conservation and Recovery Act, as amended, 42 U.S.C. 6961: *Provided*, That expenses shall be for operations and maintenance costs only and that other hazardous waste management costs shall be paid for by the USDA Hazardous Waste Management appropriation in this Act; and \$600,000 to conduct a private water well testing initiative.

**SHORT-TERM EXPORT CREDIT**

The Commodity Credit Corporation shall make available not less than [\$5,200,000,000] \$5,000,000,000 in credit guarantees under its export credit guarantee program for short-term credit extended to finance the export sales of United States agricultural commodities and the products thereof, as authorized by section 202(a) of the Agricultural Trade Act of 1978 (7 U.S.C. 5641).

**INTERMEDIATE-TERM EXPORT CREDIT**

The Commodity Credit Corporation shall make available not less than \$500,000,000 in credit guarantees under its export credit guarantee program for intermediate-term credit extended to finance the export sales of United States agricultural commodities and the products thereof, as authorized by section 202(b) of the Agricultural Trade Act of 1978 (7 U.S.C. 5641). *(Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)*



**Unavailable Collections** (in millions of dollars)

Identification code 12-4336-0-3-351	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year			
Receipts:			
02.01 70% customs duties on wool, reimbursement for costs of National Wool Act	211	108	
Appropriation:			
05.01 Commodity credit corporation fund	-211	-108	
07.99 Total balance, end of year			

**Program and Financing** (in millions of dollars)

Identification code 12-4336-0-3-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Support and related programs:			
Operating expenses:			
00.01 Commodity purchases and related inventory transactions	909	841	922
00.02 Storage, transportation, and other obligations not included above	1,194	1,414	1,411
00.03 Producer storage payments	23		
Direct producer payments:			
00.04 Feed Grains		299	580
00.05 Wheat	86	439	720
00.06 Rice	468	570	622
00.07 Cotton	45	81	537
00.08 Wool and Mohair		59	
00.09 Certificates issued	2		
00.10 Crop disaster	584	20	
00.11 Livestock assistance	74	80	80
00.12 Tree/Forage Assistance	2		
00.16 Operating expenses: other	12	12	7
Interest expenses:			
00.17 Treasury	472	168	226
00.18 Other	18	17	17
00.91 Total operating expenses	3,889	4,000	5,122
Capital investment:			
Direct loans:			
01.01 Commodity	9,231	5,700	7,059
01.02 Purchase of administrative equipment	60	94	81
01.91 Total capital investment	9,291	5,794	7,140
01.92 Total support and related programs	13,180	9,794	12,262
Special activities:			
Operating expenses:			
02.01 Commodities transferred from support program and commodities	681	574	567
02.02 Interest (wool program)	9		
02.03 Wool program payment expenses	98		
02.04 Other PL 480 expenses	386	322	324
02.91 Total special activities	1,174	896	891
10.00 Total obligations	14,354	10,690	13,153

**Budgetary resources available for obligation:**

22.00 New budget authority (gross)	14,339	10,697	13,153
22.20 Unobligated balance transferred	15	-7	
23.90 Total budgetary resources available for obligation	14,354	10,690	13,153
23.95 New obligations	-14,354	-10,690	-13,153

**New budget authority (gross), detail:**

Current:			
40.00 Appropriation	15,475	10,400	1,500
40.47 Portion applied to debt reduction	-15,475	-10,400	-1,500
43.00 Appropriation (total)			
Permanent:			
60.25 Appropriation (special fund, indefinite)	211	108	
67.10 Authority to borrow (15 U.S.C. 713a-4)	1,991	2,245	4,338
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	12,137	8,344	8,815
70.00 Total new budget authority (gross)	14,339	10,697	13,153

**Change in unpaid obligations:**

Unpaid obligations, start of year:			
Obligated balance:			
72.47 Authority to borrow	13,091	22,918	21,558

72.90 Fund balance	291	83	83
72.99 Total unpaid obligations, start of year	13,382	23,001	21,641
73.10 New obligations	14,354	10,690	13,153
73.20 Total outlays (gross)	-17,692	-12,050	-12,290
73.40 Adjustments in expired accounts	12,957		
Unpaid obligations, end of year:			
Obligated balance:			
74.47 Authority to borrow	22,918	21,558	22,421
74.90 Fund balance	83	83	83
74.99 Total unpaid obligations, end of year	23,001	21,641	22,504

**Outlays (gross), detail:**

86.90 Outlays from new current authority	5	5	
86.97 Outlays from new permanent authority	2,216	2,384	4,305
86.98 Outlays from permanent balances	15,471	9,661	7,985
87.00 Total outlays (gross)	17,692	12,050	12,290

**Offsets:**

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
Federal sources:			
88.00 Sales to special activities	-681	-574	-567
88.00 Interest revenue	-12		
88.00 Other revenue	-3	-3	-3
88.00 Advance from foreign assistance programs (P.L. 480)	-966	-896	-891
Non-Federal sources (62 stat.1070): Support and related programs:			
Non-Federal sources:			
88.40 Sales and other proceeds	-257	-185	-116
88.40 Assessments and loan origination fees	-321	-301	-289
88.40 Interest revenue	-338	-134	-123
88.40 Realization of assets			-1
88.40 Other revenue	-30		
88.40 Loans repaid	-9,430	-6,217	-6,792
88.40 Commodity certificates redeemed	-9		
Repayments by importers:			
88.40 Short-term export credit sales program	-2	-2	-3
88.40 Sales of inventory on credit terms	-9	-2	
88.40 Interest revenue	-79	-30	-30
88.90 Total, offsetting collections (cash)	-12,137	-8,344	-8,815

**Net budget authority and outlays:**

89.00 Budget authority	2,202	2,353	4,338
90.00 Outlays	5,555	3,706	3,475

**NOTES**

Contingent liabilities, commitments, and other obligations do not become charges against the statutory borrowing authority until they result in borrowing from Treasury.  
Excludes amounts for activities currently funded in the CCC Export Guarantee Loan Programs account.

**Status of Direct Loans** (in millions of dollars)

Identification code 12-4336-0-3-351	1995 actual	1996 est.	1997 est.
<b>SHORT TERM CREDIT LOANS</b>			
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	356	385	383
1251 Repayments: Repayments and prepayments	-2	-2	-3
1261 Adjustments: Capitalized interest	31		
1290 Outstanding, end of year	385	383	380
<b>COMMODITY LOANS</b>			
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	9,230	5,700	7,059
1150 Total direct loan obligations	9,230	5,700	7,059
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	2,732	2,369	1,708
1231 Disbursements: Direct loan disbursements	9,230	5,700	7,059
1251 Repayments: Repayments and prepayments	-9,430	-6,217	-6,792
1264 Write-offs for default: Other adjustments, net	-163	-144	-78
1290 Outstanding, end of year	2,369	1,708	1,897
<b>SALE OF INVENTORY ON CREDIT TERMS</b>			
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	41	32	30

**Public enterprise funds—Continued**

## COMMODITY CREDIT CORPORATION FUND—Continued

## INTERMEDIATE-TERM EXPORT CREDIT—Continued

## Status of Direct Loans (in millions of dollars)—Continued

Identification code 12-4336-0-3-351	1995 actual	1996 est.	1997 est.
1251 Repayments: Repayments and prepayments .....	-9	-2	.....
1290 Outstanding, end of year .....	32	30	30

The Commodity Credit Corporation (CCC) was created to: stabilize, support, and protect farm income and prices; help maintain balanced and adequate supplies of agricultural commodities, their products, foods, feeds, and fibers; and help in their orderly distribution.

The Corporation's capital stock of \$100 million is held by the U.S. Treasury. Under present law, up to \$30 billion may be borrowed from the U.S. Treasury to finance operations.

Current, indefinite appropriation authority is requested to cover all net realized losses. Appropriations to the Corporation for net realized losses have no effect on budget authority, as they are used to repay debt directly with the Treasury.

*Budget assumptions.*—The following general assumptions form the basis for the Corporation's 1996 and 1997 budget estimates: (a) national income will rise both in 1996 and 1997 from the present level; (b) 1996 crop production will increase from 1995 crop levels for most commodities; (c) generally, exports of agricultural commodities in 1997 are expected to be slightly lower than 1996 levels; (d) yields for the 1996 crops are based on recent averages adjusted for trend; (e) acreage allotments and marketing quotas will be in effect for the 1996 crops of certain kinds of tobacco; (f) poundage quotas will be in effect for the 1996 crop of peanuts; and (g) market conditions are projected to result in the use of corn for ethanol continuing to expand over the next several years, despite court action preventing implementation of ethanol regulations proposed by the Environmental Protection Agency in December 1993.

It is difficult to accurately forecast requirements for the year ending September 30, 1997, since the projections are subject to complex and unpredictable factors such as weather, other factors which affect the volume of production of crops not yet planted, feed and food needs here and overseas, and available dollar exchange. Outlays for the Commodity Credit Corporation are projected here on the basis of provisions enacted in the Food, Agriculture, Conservation and Trade Act of 1990 (the 1990 Act). Although these authorities for most program crops expired with the 1995 crop, farm bill legislation extending or revising the authorities had not been enacted by the time these budget estimates were prepared. In the absence of new legislation extending or revising these provisions, statutory authority for wheat, feed grains, rice, and extra long staple (ELS) cotton revert to authority provided in the Agricultural Act of 1949, the Agricultural Adjustment Act of 1938, and the Commodity Credit Corporation Charter Act. Outlays for these 1996 crops are estimated to total about \$2 billion under provisions of the 1990 Act. Under permanent law provisions, outlays for these crops are estimated to total between \$10 billion and \$12 billion.

The Conservation Reserve Program (CRP) also significantly affects the CCC budget estimates, since there are significant interactive effects between the two baselines. The CRP is assumed to fall from current levels of about 36.4 million acres to about 27.9 million acres in 2002. The crop assumptions reflect a combination of assumptions for early terminations of contracts expiring in 1996, a new enrollment in 1997 to add approximately 1.6 million acres, and contract extensions and modifications at maturity. If CRP acreage were limited

to a lesser amount, CCC outlays would be estimated to increase.

Appropriations are made to reimburse the Corporation for net realized losses sustained in carrying out its operations:

Program	1997 ESTIMATE		
	[In millions of dollars]		
	Gross obligations	Net outlays	Net realized loss for year
Short-term and intermediate export credit sales .....		-3	.....
Commodity loans .....	7,059	361	77
Feed grain payments .....	580	-472	580
Wheat payments .....	720	187	720
Rice payments .....	622	609	622
Cotton payments .....	537	303	537
Other support and related .....	2,288	1,293	1,319
Other items not distributed by program:			
Interest .....	243	58	91
All other .....	214	1,139	177
Total (support and related stabilization programs) .....	12,263	3,475	4,123

## PROGRAMS OF THE CORPORATION

*Price support and related stabilization programs.*—The Corporation conducts programs to support farm income and prices and stabilize the market for agricultural commodities. Price support is provided to producers of agricultural commodities through loans, purchases, payments, and other means. This is done mainly under the Commodity Credit Corporation Charter Act, as amended, the Agricultural Act of 1949, as amended, and the Agricultural Adjustment Act of 1938, as amended.

Price support is mandatory for the basic commodities—corn, cotton, wheat, rice, peanuts, and tobacco. The Agricultural Act of 1949, as amended, also requires support of the following nonbasic commodities: honey, milk, barley, oats, rye, grain sorghum, sugar, and oilseeds. Support for other nonbasic commodities is discretionary. The support program may also include operations to remove and dispose of surplus agricultural commodities in order to stabilize prices at levels not in excess of those permissible by law.

One method of providing support is loans to and purchases from producers. With limited exceptions, loans made on commodities are nonrecourse. The commodities serve as collateral for the loan and on maturity the producer may deliver or forfeit such collateral to satisfy the loan obligation without further payment.

Direct purchases are also made from processors as well as producers, depending on the commodity involved. Also, special purchases are made under various laws for the removal of surpluses; for example, the Act of August 19, 1958, as amended, and section 416 of the Agricultural Act of 1949, as amended.

*Acreage limitation program.*—The Agricultural Act of 1949, as amended, authorizes the Secretary to establish, through the Corporation, acreage limitation programs for the 1991 through 1995 crops of wheat, feed grains, upland cotton, extra long staple cotton, and rice. The Omnibus Budget Reconciliation Act of 1993 amended the Agricultural Act of 1949 to authorize the Secretary to also establish, through the Corporation, acreage limitation programs for the 1996 and 1997 crops of upland cotton.

*Marketing assessments/loan origination fees.*—The Omnibus Budget Reconciliation Act of 1990 and the Food, Agriculture, Conservation, and Trade Act of 1990 amended the National Wool Act of 1954 and the Agricultural Act of 1949 to require marketing assessments for wool and mohair, malted barley, peanuts, tobacco, honey, dairy, and sugar. A two percent loan origination fee was required for oilseeds. The Omnibus Budget Reconciliation Act of 1993 amended the National Wool Act of 1954 and the Agricultural Act of 1949 to eliminate marketing assessments for wool and mohair effective with the 1993 marketing year and for honey effective

with the 1994 crop year. The two percent loan origination fee for oilseeds was also eliminated effective with the 1994 crop year. Marketing assessments for peanuts, tobacco, and sugar were also increased.

*Options Pilot Program.*—The Food, Agriculture, Conservation, and Trade Act of 1990 (P.L. 101-624), as amended, authorizes the Secretary to conduct a pilot program for the 1991 through 1995 crops of corn and for the 1993 through 1995 crops of wheat and soybeans to determine whether options trading can be used by producers to obtain protection from price fluctuations and the impact of such trading on market prices of the commodities. An Options Pilot Program was implemented for the 1993, 1994, and 1995 crops of corn, wheat, and soybeans.

*Land diversion payments.*—The Secretary is authorized to establish paid land diversion programs for wheat, feed grains, upland cotton, extra long staple (ELS) cotton, and rice.

*Producer eligibility.*—Producers of wheat, feed grains, upland cotton, ELS cotton, and rice must comply with acreage limitation provisions in order to be eligible for price support loans and purchases, deficiency payments, and other program benefits.

*Deficiency payments.*—The Agricultural Act of 1949, as amended, establishes: (1) minimum established "target" prices for the 1991 through 1995 crops of the following commodities—wheat, corn, upland cotton, rice, and ELS cotton; (2) minimum price support loan and purchase levels for wheat, feed grains, and rice; and (3) minimum price support loan levels for upland cotton and ELS cotton. The Omnibus Budget Reconciliation Act of 1993 amended the Agricultural Act of 1949 to also establish minimum target prices for the 1996 and 1997 crops of upland cotton. The Extra Long Staple Cotton Program, however, as a result of the Agricultural Act of 1949, as amended, will end after the 1995 crop of cotton. Deficiency payments for each of the commodities are required when the target price for the commodity exceeds the national average market price or the price support loan level, whichever is higher. The target prices for grain sorghum and oats and, if designated by the Secretary, barley, are established at a level which is fair and reasonable in relation to the target prices established for corn. These payments may be paid by cash or on a non-cash basis, including payments in the form of commodities or commodity certificates that may be exchanged for commodities owned by CCC.

*Disaster payments.*—The Agriculture, Rural Development, Food and Drug Administration, and Related Appropriations Act, 1995, P.L. 103-330, enacted September 30, 1994, made funds available for 1994 crop losses due to natural disasters. The use of CCC funds was authorized, to be made available only to the extent the President declares such funds to be an "emergency requirement" under the Balanced Budget and Emergency Deficit Control Act of 1985 and submits a budget request for a specific dollar amount. The President submitted a budget request for the use of \$1,000,000,000 in CCC funds on November 3, 1994.

The Federal Crop Insurance Reform Act of 1994, P.L. 103-354, was enacted on October 13, 1994. The reform provisions remove the authority in the Agricultural Act of 1949 for disaster payments and expand current crop insurance authorities to provide for catastrophic coverage at 50 percent yield protection at a flat fee for crops currently covered by insurance programs. Crop insurance coverage, where available, will be mandatory for participants of the price and income support programs. Where crop insurance is not available, producers of crops for food and fiber and certain other crops will be covered under a Noninsured Assistance Program. The program will reimburse producers at the same rates and terms as the catastrophic program where assistance is triggered by area wide disasters.

*Marketing loan and certificate programs.*—The Agricultural Act of 1949, as amended, provides for a mandatory marketing loan program for each of the 1991 through 1995 crops of rice, upland cotton, and oilseeds and a discretionary marketing loan program for each of the 1991 through 1995 crops of wheat, feed grains, and honey. Under a marketing loan program, a producer may repay a price support loan at a level that is lower than the original loan rate. Section 1302 of the Omnibus Budget Reconciliation Act of 1990 provides that the Secretary shall permit producers to repay price support loans for 1993 through 1995 crops of wheat and feed grains at such a lower level under certain circumstances relating to achievement of an agricultural trade agreement in connection with the Uruguay Round of multilateral trade negotiations under the General Agreement on Tariffs and Trade (GATT). The Agricultural Act of 1949, as amended, provides for payments, in the form of negotiable marketing certificates, to first handlers of upland cotton (persons regularly engaged in buying or selling upland cotton) and also provides for a marketing certificate program for rice producers. CCC certificates issued totaled \$57 million in FY 1994 and \$2 million in FY 1995 and were almost entirely issued for the Upland Cotton User Marketing Program.

The Food Security Act of 1985, as amended, authorizes the Dairy Export Incentive Program (DEIP) through calendar year 1995. DEIP provides subsidies to exporters of U.S. dairy products to help them compete with other subsidizing nations.

*Grain reserves.*—The Agricultural Act of 1949, as amended, authorizes a producer-owned grain reserve program for wheat and feed grains that provides 27 month extended loans to producers. Producers receive quarterly storage payments under the contract. Program provisions establish when interest is charged and storage payments are earned.

*Dairy.*—The Agricultural Act of 1949, as amended, provides for a dairy price support program which sets the minimum support price for milk at \$10.10 per hundredweight through December 1996. If, on January 1 of each year, a milk surplus is estimated at less than 3.5 billion pounds, milk equivalent, the support price will be increased by 25 cents per hundredweight. If the surplus is estimated to be more than 5.0 billion pounds, milk equivalent, the support price will be decreased by 25 to 50 cents per hundredweight. The support price will be unchanged if the estimated surplus is estimated to be between 3.5 and 5.0 billion pounds, milk equivalent, as is assumed to be the case.

*Payment limitations.*—The Food, Agriculture, Conservation, and Trade Act of 1990 and the Omnibus Budget Reconciliation Act of 1993 amended the Food Security Act of 1985 to provide that the total amount of deficiency and land diversion payments, excluding any deficiency payment received as the result of a reduction of the wheat or feed grain price support loan level, that a person is entitled to receive under one or more annual programs for feed grains, wheat, upland cotton, ELS cotton, and rice for each of the 1991 through 1997 crops of these commodities shall not exceed \$50,000. For each of the 1991 through 1997 crops of wheat, feed grains, upland cotton, rice, and oilseeds, gains from repaying a loan at a lower level than the original loan level, loan deficiency payments, and any deficiency payment received as a result of a reduction of the wheat or feed grain price support level shall not exceed \$75,000. For each of the 1991 through 1997 crops the total amount of: (1) deficiency payments, land diversion payments, payments for resource adjustment (excluding diversion payments) or public access for recreation, disaster payments, loan deficiency payments, inventory reduction payments and gains realized from a marketing loan repayment with respect to wheat, feed grains, upland cotton, ELS cotton, rice, and oilseeds; and (2) gains realized by a producer from repaying a loan less than the original loan level with respect to other commodities, that a person shall be entitled to receive

**Public enterprise funds—Continued**

## COMMODITY CREDIT CORPORATION FUND—Continued

## PROGRAMS OF THE CORPORATION—Continued

under one or more of the annual programs for such commodities shall not exceed \$250,000, except as otherwise may be authorized by the Secretary. Annual rental payments made under the Conservation Reserve Program are limited to \$50,000 per person. The Agricultural Act of 1949, as amended, limits the total amount of benefits that a person may receive annually under one or more of the emergency livestock assistance programs to \$50,000. Starting with the 1991 crop, the total amount of benefits that a person may receive under one or more of the emergency livestock assistance programs will be \$50,000 per crop year rather than calendar year.

The Food, Agriculture, Conservation, and Trade Act of 1990 also amended the National Wool Act of 1954 to establish payment limitation provisions for the 1991 through 1995 marketing years of wool and mohair and also amended the Agricultural Act of 1949 to establish payment limitation provisions for the 1991 through 1995 crops of honey. The Omnibus Budget Reconciliation Act of 1993 further amended the National Wool Act of 1954 to extend payment limitation provisions to the 1996 and 1997 marketing years and decrease the payment limitations for the 1994 and 1995 marketing years. The Omnibus Budget Reconciliation Act of 1993 also amended the Agricultural Act of 1949 to extend payment limitation provisions to the 1996 through 1998 crops of honey and to decrease the payment limitation for the 1995 marketing year. The annual payment limitations for these commodities are: \$200,000 in 1991; \$175,000 in 1992; \$150,000 in 1993; \$125,000 in 1994; \$100,000 in 1995; \$75,000 in 1996; and \$50,000 in 1997. The annual payment limitation for honey is also \$50,000 in 1998. 1995 and 1996 appropriations action limited the honey program to make only non-subsidized loans (i.e., loans cannot be forfeited with honey as collateral and loans must be repaid at the same rate that the loan was made) for the 1994, 1995, and 1996 crops of honey. The National Wool Act Amendments of 1993 (P.L. 103-130) repealed the National Wool Act of 1954 effective on December 31, 1995.

**Supply and foreign purchases.**—The Corporation can procure from domestic and foreign sources food, agricultural commodities, and products and related materials to supply the needs of Federal agencies, foreign governments, and private and international relief agencies, under section 5(b) and (c) of the Commodity Credit Corporation Charter Act, as amended.

**Commodity exports.**—The Corporation promotes the export of agricultural commodities and products through sales for dollars or foreign currency, payments, extension of credit, assumption of certain risks, and conduct of other operations with respect to the exportation of commodities. Such commodities and products may be those held in private trade channels as well as those acquired by the Corporation. These programs are carried out under the authority of the CCC Charter Act and other specific legislation.

**Foreign donations.**—Under the authority of section 416(b) of the Agricultural Act of 1949, as amended, the Corporation may furnish eligible commodities for carrying out programs of assistance in developing and friendly countries under the Food for Progress Act of 1985 and titles II and III of the Agricultural Trade Development Act of 1954, as amended. CCC may pay costs associated with making the commodities available. Not to exceed \$10 million of CCC funds or commodities may be used each fiscal year to enhance the development of private sector agriculture in countries receiving commodities under the Food for Progress Act of 1985.

**Loan operations.**—The following table reflects commodity and storage facility loan operations of the Corporation:

Item	[In millions of dollars]		
	1995 actual	1996 est.	1997 est.
Loans outstanding, gross, start of year:			
Commodity Credit Corporation .....	2,732	2,369	1,708
Additional loans made .....	9,230	5,700	7,059
Deduct:			
Loans repaid .....	-9,430	-6,217	-6,792
Acquisition of loan collateral .....	-28	0	-1
Write-offs .....	-135	-144	-77
Total loans outstanding, gross, end of year	2,369	1,708	1,897
Loans outstanding, gross, end of year:			
Commodity Credit Corporation .....	2,369	1,708	1,897
Allowance for losses .....	-6	-4	-4
Loans receivable, net (support and storage facilities)	2,363	1,704	1,893

**Inventory operations.**—The following table reflects the inventory operations applicable to the preceding programs:

**AGRICULTURAL COMMODITIES**

Item	[In millions of dollars]		
	1995 actual	1996 est.	1997 est.
On hand, start of year, gross .....	941	702	594
Acquisitions:			
Forfeiture of loan collateral .....	28	0	1
Excess of collateral acquired over loans canceled .....	2	0	0
Purchases .....	892	836	916
Transfers and exchanges, net .....	0	0	0
Carrying charges:			
Charges to inventory .....	15	5	6
Storage and handling (non-add) .....	(50)	(50)	(41)
Transportation (non-add) .....	(6)	(7)	(9)
Total acquisitions .....	937	841	923
Dispositions:			
Domestic donations to:			
Families .....	31	0	0
Institutions .....	50	7	20
School lunch .....	40	3	34
Total domestic donations .....	121	10	54
Export donations .....	101	196	188
Sales and transfers:			
Special programs: Title II, Public Law 480 .....	531	538	538
Title III, Public Law 480 .....	150	36	29
Other sales .....	262	185	116
Net loss or gain (-) on sales and transfers .....	11	-16	2
Total sales and transfers .....	954	743	685
Total dispositions .....	1,176	949	927
On hand, end of year, gross .....	702	594	590
Allowance for losses .....	-13	-12	-11
On hand, end of year, net .....	689	582	579

**Other data.**—The following table reflects other data which are applicable to price support and related programs:

**DATA ON SUPPORT AND RELATED PROGRAMS**

Item	[In millions of dollars]		
	1995 actual	1996 est.	1997 est.
Loans made .....	9,230	5,700	7,059
Loans repaid .....	9,430	6,217	6,792
Loan collateral forfeited .....	28	0	1
Loans outstanding, end of year .....	2,369	1,708	1,897
Acquisitions .....	937	841	923
Cost of commodities sold .....	954	743	685
Cost of commodities donated .....	222	206	242
Inventory, end of year .....	702	594	590
Investment in loans and inventory, end of year .....	3,070	2,302	2,488
Direct producer payments .....	4,785	1,712	707
Net expenditures .....	5,447	3,706	3,475
Realized losses .....	1,589	3,059	4,123

**Operating expenses.**—The Corporation carries out its functions through utilization of employees and facilities of other

Government agencies. Administrative expenses are incurred by: the Farm Service Agency (FSA); the Foreign Agricultural Service; other agencies of the Department engaged in the Corporation's activities; and the Office of Inspector General for audit. Additional expenses are incurred by FSA county offices for work related to programs of the Corporation, other FSA expenses offset by revenue, custodian, and agency expenses of the Federal Reserve banks and lending agencies, and miscellaneous costs.

Expenses are incurred for acquisition, operation, maintenance, improvement, or disposition of existing property that the Corporation owns or in which it has an interest. These expenses are treated as program expenses. Such program expenses include inspection, classing, and grading work performed on a fee basis by Federal employees or Federal- or State-licensed inspectors; and special services performed by Federal agencies within and outside this Department. Most of these general expenses, including storage and handling, transportation, inspection, classing and grading, and producer storage payments, are included in program costs. They are shown in the program and financing schedule in the entries entitled "Storage, transportation, and other obligations not included above," and "Producer storage payments."

The Corporation receives reimbursement for grain requisitioned pursuant to Public Law 87-152 by the States from Corporation stocks to feed resident wildlife threatened with starvation through the appropriation reimbursement for net realized losses. There have been no requisitions in recent years, however.

SPECIAL ACTIVITIES

These activities are carried out under authority of section 5(g) of the Corporation's charter act and specific statutory authorizations or directives with respect thereto that are currently in effect or which may subsequently be enacted.

A summary of such current activities not included under other designated activities is as follows:

Item	1997 estimate (In millions of dollars)	
	Gross obligations	Outlays (reimbursable)
(1) Financing sales of agricultural commodities for foreign currencies or for dollars on credit terms .....	233	224
(2) Commodities supplied in connection with dispositions abroad (Title II) .....	837	835
(3) Commodities supplied in connection with dispositions abroad (Title III) .....	40	51
Total .....	1,110	1,110

The Corporation receives appropriations or reimbursement for the cost of these activities as described under each.

Activities currently being carried out are as follows (see Foreign Assistance programs for details of items (1), (2) and (3)).

(1) Financing the sale and exportation of agricultural commodities for foreign currencies or for dollars (title I, of P.L. 480).

(2) Commodities supplied in connection with dispositions abroad (title II, of P.L. 480).

(3) Commodities supplied in connection with dispositions abroad (title III, of P.L. 480).

(4) *National Wool Act.*—Under the National Wool Act of 1954, as amended, support of wool and mohair prices is mandatory. The Corporation makes direct payments to producers of the difference between the national average price received by all producers and the support price required under the act.

COST OF THE NATIONAL WOOL ACT

Item	[In millions of dollars]		
	1995 actual	1996 est.	1997 est.
Marketings on which payments made:			
Shorn wool (thousand pounds) .....	64	57	
Unshorn lambs (thousands cwts) .....	5	3	
Mohair (thousand pounds) .....	13	11	
Amount of payments:			
Shorn wool .....	61	35	
Unshorn lambs .....	15	9	
Mohair .....	22	15	
Promotional and advertising program <sup>1</sup> (non-add) .....	(7)	(6)	
Total payments .....	98	59	
Marketing assessments .....			
Interest expense .....	10		
Total .....	108	59	

<sup>1</sup> Deductions from producer payments for promotional advertising and selected marketing development activities.

Total payments made under the National Wool Act cannot at any time exceed an amount equal to 70 percent of the accumulated totals, as of the same date, of the gross receipts from import duties collected on and after January 1, 1953, on wool and wool manufactures. Actual or estimated payments compared with this limitation are as follows:

Item	[In millions of dollars]		
	1995 actual	1996 est.	1997 est.
70% of customs receipts on wool and wool manufactures, cumulative from Jan. 1, 1953, to end of preceding calendar year .....	6,156	6,471	
Cumulative incentive payments on marketings to end of preceding calendar year .....	2,814	2,872	
Balance of limitation available for payments in succeeding marketing years .....	3,342	3,599	

Funds of the Corporation are used to carry on this program. Section 705 of the act appropriates each fiscal year an amount equal to amounts expended by the Corporation during the preceding year and to amounts expended in all prior fiscal years not previously reimbursed, but not to exceed an amount equal to 70 percent of the gross receipts from total duties collected on wool and wool manufactures during the calendar year preceding the fiscal year. The National Wool Act Amendments of 1993 (P.L. 103-130) repealed the National Wool Act of 1954 effective December 31, 1995.

FINANCING

*Borrowing authority.*—The Corporation has an authorized capital stock of \$100 million held by the U.S. Treasury and, effective in 1988, authority to have outstanding borrowings up to \$30 billion at any one time.

Funds are borrowed from the Treasury and may also be borrowed from private lending agencies and others. The Corporation reserves a sufficient amount of its borrowing authority to purchase at any time all notes and other obligations evidencing loans made to the Corporation by such agencies and others. All bonds, notes, debentures, and similar obligations issued by the Corporation are subject to approval by the Secretary of the Treasury as required by the Act of March 8, 1938.

Interest on borrowings from the Treasury (and on capital stock) is paid at a rate based upon the average interest rate of all outstanding marketable obligations (of comparable maturity date) of the United States as of the preceding month. Interest is also paid on other notes and obligations at a rate prescribed by the Corporation and approved by the Secretary of the Treasury.

The Department of Agriculture and Related Agencies Appropriation Act, 1966, made provision for terminating interest

## Public enterprise funds—Continued

## COMMODITY CREDIT CORPORATION FUND—Continued

## FINANCING—Continued

after June 30, 1964 on the portion of the Corporation's borrowings from the Treasury equal to the unreimbursed realized losses recorded on the books of the Corporation after the end of the fiscal year in which such losses are realized.

## POSITION WITH RESPECT TO BORROWING AUTHORITY, END OF YEAR

(In millions of dollars)

Item	1995 actual	1996 est.	1997 est.
Statutory borrowing authority .....	30,000	30,000	30,000
Deduct: Borrowings from Treasury .....	7,081	406	2,461
Net statutory borrowing authority available .....	22,919	29,594	27,539

Note.—Accounts payable, accrued liabilities, and other outstanding obligations not reflected on this table do not become charges against the statutory borrowing authority until they result in borrowings from the Treasury.

**Contract authority.**—Price support and other programs required by statute may result in the Corporation incurring obligations in excess of available funds and borrowing authority. Such obligations are liquidated from subsequent appropriations and other funds that may become available to the Corporation. Any increase in obligations in excess of available fund resources is reported as contract authority in the year involved; a decrease is reported as the application of appropriations and other funds to liquidate the authority.

**Appropriations.**—Under section 2 of Public Law 87-155 annual appropriations are authorized for each fiscal year to reimburse the Corporation for net realized losses incurred as of the close of each year.

The special activities are financed as indicated in the program descriptions above. In addition to certain reimbursements from other agencies, appropriations are made for the National Wool Act (see above) and foreign assistance programs.

**Deficit.**—The net realized losses of the Corporation have previously been reimbursed as follows:

## SUPPORT AND RELATED PROGRAMS

(In millions of dollars)

	1995 actual
Realized losses, 1933 to 1995, inclusive .....	237,359
Reimbursements by the Treasury:	
Reimbursements of realized losses:	
Appropriations (56 times) .....	229,084
Note cancellations (6 times) .....	2,698
Less dividends paid to Treasury (4 times) .....	-138
Total reimbursements for net realized losses .....	231,644
Other reimbursements:	
Appropriations (2 times) .....	542
Note cancellation (1 time) .....	56
Total other reimbursements .....	598
Total .....	232,242
Realized deficit as of September 30, 1995, support and related programs .....	5,117

## SPECIAL ACTIVITIES

Realized losses, 1948 to 1995, inclusive .....	52,557
Excess amounts appropriated to reimburse cost of special activities .....	468
Transfer of P.L. 480 funds to credit reform account .....	555
Reimbursements by the Treasury:	
Appropriations (49 times) .....	52,902
Note cancellations (4 times) .....	537
Other reimbursements: Sale proceeds (5 times) .....	33
Total reimbursements .....	53,472
Realized deficit as of September 30, 1995, special activities .....	108

**Capital and deficit, special activities.**—Advances to the Corporation in excess of costs incurred and costs incurred in excess of advances received are shown in the following table:

Excess of funds held by CCC (In millions of dollars)

	1994 actual	1995 actual	1996 est.	1997 est.
Foreign assistance programs: Public Law 480:				
Title I: Ocean freight differential .....	46	52	24	21
Title II: Commodities supplied in connection with dispositions abroad .....	325	294	330	332
Title III: Commodities supplied in connection with dispositions abroad .....	208	122	47	36
Total .....	579	468	401	389
Deficit requiring subsequent funds				
Deficit financed by CCC or excess funds held (–) (nonadd) .....	-579	-468	-401	-389
Increase or decrease (–) in amount owed by general fund for foreign assistance programs (nonadd) .....	197	110	67	12
Other programs: National Wool Act .....	211	108		
Total .....	211	108		

## Statement of Operations (in millions of dollars)

Identification code 12-4336-0-3-351	1994 actual	1995 actual	1996 est.	1997 est.
0101 Revenue .....	2,414	1,951	1,082	1,521
0102 Expense .....	-12,554	-3,540	-4,148	-5,644
0109 Net income or loss (–) .....	-10,140	-1,589	-3,066	-4,123

## Balance Sheet (in millions of dollars)

Identification code 12-4336-0-3-351	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101 Fund balances with Treasury .....	99	55	55	55
Investments in US securities:				
1106 Receivables, net .....	19,737	5,569	382	780
1107 Advances and prepayments .....	70	66	66	66
Non-Federal assets:				
1206 Receivables, net .....	549	1,880	1,513	1,195
1207 Advances and prepayments .....	14	7	7	7
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601 Direct loans, gross .....	10,993	10,494	9,558	9,472
1602 Interest receivable .....	227	290	247	215
1603 Allowance for estimated uncollectible loans and interest (–) .....	-4,265	-4,244	-4,244	-4,144
1604 Direct loans and interest receivable, net .....	6,955	6,540	5,561	5,543
1699 Value of assets related to direct loans .....	6,955	6,540	5,561	5,543
1701 Defaulted guaranteed loans, gross .....	5,236	5,653	5,553	5,525
1702 Interest receivable .....	18	22	20	20
1703 Allowance for estimated uncollectible loans and interest (–) .....	-3,424	-3,819	-3,819	-3,819
1704 Defaulted guaranteed loans and interest receivable, net .....	1,830	1,856	1,754	1,726
1799 Value of assets related to loan guarantees .....	1,830	1,856	1,754	1,726
Other Federal assets:				
1801 Cash and other monetary assets .....	70	107	107	107
1802 Inventories and related properties .....	808	688	582	579
1803 Property, plant and equipment, net .....	71	97	153	186
1999 Total assets .....	30,203	16,865	10,180	10,244
<b>LIABILITIES:</b>				
Federal liabilities:				
2101 Accounts payable .....	109	110	110	110
2102 Interest payable .....	149	304	104	136
2103 Debt .....	16,909	7,081	406	2,461
2104 Resources payable to Treasury .....	5,287	5,498	5,005	5,005
2105 Other .....	1,212	1,063	2,009	1,074
Non-Federal liabilities:				
2201 Accounts payable .....	608	188	188	188
2204 Liabilities for loan guarantees .....	70	70	70	70
2207 Other .....	4,251	1,460	1,300	224
2999 Total liabilities .....	28,595	15,774	9,192	9,268

NET POSITION:					
3100	Appropriated capital .....	1,508	991	888	876
3200	Invested capital .....	100	100	100	100
3999	Total net position .....	1,608	1,091	988	976
4999	Total liabilities and net position .....	30,203	16,865	10,180	10,244

Note.—In addition to obligations other than liabilities, the Corporation does not reflect in its accounts claims by the Corporation on which adequate proof has not been established.

**Object Classification** (in millions of dollars)

Identification code 12-4336-0-3-351	1995 actual	1996 est.	1997 est.
22.0 Transportation of things .....	442	381	370
Other services:			
25.2 Other services .....	248	185	291
25.2 Storage and handling .....	73	50	41
Supplies and materials:			
26.0 Foreign assistance programs .....	681	574	567
26.0 Other .....	909	840	923
31.0 Equipment .....	60	94	81
33.0 Investments and loans .....	9,231	5,700	7,059
41.0 Grants, subsidies, and contributions .....	2,211	2,680	3,578
43.0 Interest and dividends .....	499	186	243
99.9 Total obligations .....	14,354	10,690	13,153

**COMMODITY CREDIT CORPORATION EXPORT LOANS PROGRAM ACCOUNT**

(INCLUDING TRANSFERS OF FUNDS)

For administrative expenses to carry out the Commodity Credit Corporation's export guarantee program, GSM 102 and GSM 103, [\$3,381,000] \$3,854,000; to cover common overhead expenses as permitted by section 11 of the Commodity Credit Corporation Charter Act and in conformity with the Federal Credit Reform Act of 1990, of which not to exceed [\$2,792,000] \$3,231,000 may be transferred to and merged with the appropriation for the salaries and expenses of the Foreign Agricultural Service, and of which not to exceed [\$589,000] \$623,000 may be transferred to and merged with the appropriation for the salaries and expenses of the [consolidated] Farm Service Agency. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing** (in millions of dollars)

Identification code 12-1336-0-1-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.02 Guaranteed Loan Subsidy .....	113	374	390
00.07 Reestimates of guaranteed loan subsidy .....	103		
00.08 Interest on reestimates of guaranteed loan subsidy .....	4		
00.09 Administrative expenses .....	3	3	4
10.00 Total obligations .....	223	377	394
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	547	82	567
22.00 New budget authority (gross) .....	505	899	4
22.10 Resources available from recoveries of prior year obligations .....		41	
22.40 Capital transfer to general fund .....	-747	-78	
23.90 Total budgetary resources available for obligation .....	305	944	571
23.95 New obligations .....	-223	-377	-394
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	82	567	177
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	3	3	4
Permanent:			
60.05 Appropriation (indefinite) .....	502	374	
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....		522	
70.00 Total new budget authority (gross) .....	505	899	4
<b>Change in unpaid obligations:</b>			
72.90 Unpaid obligations, start of year: Obligated balance:			
Fund balance .....	71	78	37

73.10	New obligations .....	223	377	394
73.20	Total outlays (gross) .....	-204	-377	-393
73.40	Adjustments in expired accounts .....	-12		
73.45	Adjustments in unexpired accounts .....		-41	
74.90	Unpaid obligations, end of year: Obligated balance:			
Fund balance .....		78	37	39

**Outlays (gross), detail:**

86.90	Outlays from new current authority .....	3	3	4
86.97	Outlays from new permanent authority .....	166	337	
86.98	Outlays from permanent balances .....	35	37	389
87.00	Total outlays (gross) .....	204	377	393

**Offsets:**

Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Re-estimate 92 program .....		-522	

**Net budget authority and outlays:**

89.00	Budget authority .....	505	377	4
90.00	Outlays .....	204	-145	393

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

Identification code 12-1336-0-1-351	1995 actual	1996 est.	1997 est.	
Guaranteed loan levels supportable by subsidy budget authority:				
2150	Loan guarantee levels .....	5,700	5,700	5,500
Guaranteed loan subsidy (in percent):				
2320	Subsidy rate .....	6.92	7.10	8.00
Guaranteed loan subsidy budget authority:				
2330	Subsidy budget authority .....	220	374	390
Guaranteed loan subsidy outlays:				
2340	Subsidy outlays .....	201	374	389
Administrative expense data:				
3510	Budget authority—administrative expenses .....	3	3	4
3590	Outlays—administrative expenses .....	3	3	4

**Object Classification** (in millions of dollars)

Identification code 12-1336-0-1-351	1995 actual	1996 est.	1997 est.	
25.3	Purchases of goods and services from Government accounts .....	3	3	4
41.0	Grants, subsidies, and contributions .....	220	374	390
99.9	Total obligations .....	223	377	394

**COMMODITY CREDIT CORPORATION EXPORT GUARANTEE FINANCING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 12-4337-0-3-351	1995 actual	1996 est.	1997 est.	
<b>Obligations by program activity:</b>				
00.01	Default claims .....	551	556	678
00.02	Interest on debt to Treasury .....	10	13	26
00.07	Technical reestimate of subsidy .....		425	
00.08	Technical reestimate—interest .....		97	
10.00	Total obligations .....	561	1,091	704
<b>Budgetary resources available for obligation:</b>				
21.90	Unobligated balance available, start of year: Fund balance .....	439	310	228
22.00	New financing authority (gross) .....	432	1,009	577
23.90	Total budgetary resources available for obligation .....	871	1,319	805
23.95	New obligations .....	-561	-1,091	-704
24.90	Unobligated balance available, end of year: Fund balance .....	310	228	101
<b>New financing authority (gross), detail:</b>				
67.15	Authority to borrow (indefinite) .....	151	522	
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	281	487	577
70.00	Total new financing authority (gross) .....	432	1,009	577

**Public enterprise funds—Continued**

**COMMODITY CREDIT CORPORATION EXPORT GUARANTEE FINANCING ACCOUNT—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-4337-0-3-351	1995 actual	1996 est.	1997 est.
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....	561	1,091	704
73.20 Total financing disbursements (gross) .....	-561	-1,091	-704
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....	561	1,091	704
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payments from program account .....	-201	-374	-389
Non-Federal sources:			
88.40 Loan origination fee .....	-18	-45	-44
88.40 Principal collections .....	-30		
88.40 Interest collections .....	-32	-68	-144
88.90 Total, offsetting collections (cash) .....	-281	-487	-577
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....	151	522	
90.00 Financing disbursements .....	280	604	127

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 12-4337-0-3-351	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on commitments:			
2131 Guaranteed loan commitments exempt from limitation .....	5,700	5,700	5,500
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	10,762	4,874	7,965
2231 Disbursements of new guaranteed loans .....	2,518	5,700	5,500
2251 Repayments and prepayments .....	-5,389	-2,053	-2,774
Adjustments:			
2261 Terminations for default that result in loans receivable .....	-551	-556	-678
2264 Other adjustments, net .....	-2,466		
2290 Outstanding, end of year .....	4,874	7,965	10,013
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year .....	4,709	7,806	9,813
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year .....	543	1,094	1,650
2331 Disbursements for guaranteed loan claims .....	551	556	678
2351 Repayments of loans receivable .....			-79
2390 Outstanding, end of year .....	1,094	1,650	2,249

**Balance Sheet (in millions of dollars)**

Identification code 12-4337-0-3-351	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101 Fund balances with Treasury .....	510	310	228	101
Investments in US securities:				
1106 Receivables, net .....	97			
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:				
1501 Defaulted guaranteed loans receivable, gross .....	543	1,094	1,650	2,249

1599 Net present value of assets related to defaulted guaranteed loans .....	543	1,094	1,650	2,249
1999 Total assets .....	1,150	1,404	1,878	2,350
<b>LIABILITIES:</b>				
2204 Non-Federal liabilities: Liabilities for loan guarantees .....	1,079	1,404	1,878	2,350
2999 Total liabilities .....	1,079	1,404	1,878	2,350
<b>NET POSITION:</b>				
3100 Appropriated capital .....	71			
3999 Total net position .....	71			
4999 Total liabilities and net position .....	1,150	1,404	1,878	2,350

**COMMODITY CREDIT CORPORATION GUARANTEED LOANS LIQUIDATING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4338-0-3-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
01.01 Capital investment: Direct loans: Guarantee claims .....	620	24	15
10.00 Total obligations (object class 33.0) .....	620	24	15
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	655	134	
22.00 New budget authority (gross) .....	349	386	250
22.40 Capital transfer to general fund .....	-250	-496	-235
23.90 Total budgetary resources available for obligation .....	754	24	15
23.95 New obligations .....	-620	-24	-15
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	134		
<b>New budget authority (gross), detail:</b>			
68.00 Spending authority from offsetting collections (gross):			
Offsetting collections (cash) .....	349	386	250
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....	620	24	15
73.20 Total outlays (gross) .....	-620	-24	-15
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	349	24	15
86.98 Outlays from permanent balances .....	271		
87.00 Total outlays (gross) .....	620	24	15
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
Non-Federal sources:			
88.40 Repayments of principal .....	-183	-110	-28
88.40 Interest received on loans .....	-166	-276	-222
88.90 Total, offsetting collections (cash) .....	-349	-386	-250
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	271	-362	-235

Note.—Includes amounts for activities previously funded in the Commodity Credit Corporation Fund.

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 12-4338-0-3-351	1995 actual	1996 est.	1997 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	1,929	206	92
2251 Repayments and prepayments .....	-1,107	-91	-60
2261 Adjustments: Terminations for default that result in loans receivable .....	-616	-23	-15
2290 Outstanding, end of year .....	206	92	17
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year .....	204	91	17



Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year .....	4,765	5,202	5,115
2331	Disbursements for guaranteed loan claims .....	620	23	15
2351	Repayments of loans receivable .....	-183	-110	-28
2390	Outstanding, end of year .....	5,202	5,115	5,102

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from loan guarantees committed prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond is recorded in corresponding program and financing accounts.

**Credit accounts:**

**AGRICULTURAL CREDIT INSURANCE FUND PROGRAM ACCOUNT**

For gross obligations for the principal amount of direct and guaranteed loans as authorized by 7 U.S.C. 1928–1929, to be available from funds in the Agricultural Credit Insurance Fund, as follows: farm ownership loans, [\$610,000,000] \$700,000,000, of which [\$550,000,000] \$650,000,000 shall be for guaranteed loans; operating loans, [\$2,450,000,000] \$2,445,071,000, of which [\$1,700,000,000] 1,750,000,000 shall be for unsubsidized guaranteed loans and [\$200,000,000] \$250,000,000 shall be for subsidized guaranteed loans; Indian tribe land acquisition loans as authorized by 25 U.S.C. 488, [\$750,000] \$1,000,000; [for emergency insured loans, \$100,000,000 to meet the needs resulting from natural disasters] and for credit sales of acquired property, \$50,000,000.

For the cost of direct and guaranteed loans, including the cost of modifying loans as defined in section 502 of the Congressional Budget Act of 1974, as follows: farm ownership loans, [\$34,053,000] \$31,985,000, of which [\$20,019,000] \$26,065,000 shall be for guaranteed loans; operating loans, [\$111,505,000] \$102,025,000, of which [\$18,360,000] \$19,775,000 shall be for unsubsidized guaranteed loans and [\$17,960,000] \$23,100,000 shall be for subsidized guaranteed loans; Indian tribe land acquisition loans as authorized by 25 U.S.C. 488, [\$206,000; for emergency insured loans, \$32,080,000 to meet the needs resulting from natural disasters] \$54,000; and for credit sales of acquired property, \$5,060,000.

In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, [\$221,541,000.] \$222,091,000, of which \$209,485,000 shall be transferred to and merged with the [following accounts in the following amounts: \$208,446,000 to] Farm Service Agency, "Salaries and Expenses"; [\$318,000 to] Rural Utilities Service, Salaries and Expenses"; and \$171,000 to "Rural Housing and Community Development Service, Salaries and Expenses" account. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Unavailable Collections (in millions of dollars)**

Identification code 12–1140–0–1–351	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....	83	102	104
Receipts:			
02.01 Agriculture credit insurance fund direct loans, negative subsidies .....		2	2
02.02 Agriculture credit insurance fund direct loans, downward reestimates of subsidies .....	19		
02.99 Total receipts .....	19	2	2
04.00 Total: Balances and collections .....	102	104	106
07.99 Total balance, end of year .....	102	104	106

**Program and Financing (in millions of dollars)**

Identification code 12–1140–0–1–351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct loan subsidy .....	92	122	70
00.02 Guaranteed loan subsidy .....	50	56	69
00.05 Reestimates of direct loan subsidy .....	41		
00.06 Interest on reestimates of direct loan subsidy .....	6		

00.07	Reestimates of guaranteed loan subsidy .....	12		
00.08	Interest on reestimates of guaranteed loan subsidy .....	2		
Administrative expenses:				
00.09	Administrative expenses—salaries and expenses .....	230	208	209
00.10	Administrative expenses—non-recoverable costs .....	13	13	13
10.00	Total obligations .....	446	399	361

**Budgetary resources available for obligation:**

22.00	New budget authority (gross) .....	466	399	361
22.30	Unobligated balance expiring .....	-20		
23.90	Total budgetary resources available for obligation .....	446	399	361
23.95	New obligations .....	-446	-399	-361

**New budget authority (gross), detail:**

Current:				
40.00	Appropriation .....	405	399	361
Permanent:				
60.05	Appropriation (indefinite) .....	61		
70.00	Total new budget authority (gross) .....	466	399	361

**Change in unpaid obligations:**

72.40	Unpaid obligations, start of year: Obligated balance:			
	Appropriation .....	17	17	25
73.10	New obligations .....	446	399	361
73.20	Total outlays (gross) .....	-443	-391	-361
73.40	Adjustments in expired accounts .....	-3		
74.40	Unpaid obligations, end of year: Obligated balance:			
	Appropriation .....	17	25	25

**Outlays (gross), detail:**

86.90	Outlays from new current authority .....	369	376	338
86.93	Outlays from current balances .....	13	15	22
86.97	Outlays from new permanent authority .....	61		
87.00	Total outlays (gross) .....	443	391	361

**Net budget authority and outlays:**

89.00	Budget authority .....	466	399	361
90.00	Outlays .....	443	391	361

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

Identification code 12–1140–0–1–351	1995 actual	1996 est.	1997 est.	
Direct loan levels supportable by subsidy budget authority:				
1150	Farm ownership .....	57	74	50
1150	Farm operating .....	438	579	445
1150	Emergency disaster .....	69	109	
1150	Indian tribe land acquisition .....		1	1
1150	Credit sales of acquired property .....			50
1159	Total direct loan levels .....	564	763	546
Direct loan subsidy (in percent):				
1320	Farm ownership .....	23.18	19.04	11.84
1320	Farm operating .....	12.86	12.98	13.29
1320	Emergency disaster .....	31.90	29.34	0.00
1320	Indian tribe land acquisition .....	22.36	23.28	5.41
1320	Credit sales of acquired property .....	0.00	0.00	10.12
1329	Weighted average subsidy rate .....	16.23	15.92	12.85
Direct loan subsidy budget authority:				
1330	Farm ownership .....	13	14	6
1330	Farm operating .....	56	76	59
1330	Emergency disaster .....	22	32	
1330	Indian tribe land acquisition .....			
1330	Credit sales of acquired property .....			5
1339	Total subsidy budget authority .....	91	122	70
Direct loan subsidy outlays:				
1340	Farm ownership .....	13	15	6
1340	Farm operating .....	57	76	60
1340	Emergency disaster .....	21	30	3
1340	Indian tribe land acquisition .....			
1340	Credit sales of acquired property .....	3		5
1349	Total subsidy outlays .....	94	121	74
Guaranteed loan levels supportable by subsidy budget authority:				
2150	Farm ownership, unsubsidized .....	560	535	650
2150	Farm operating, unsubsidized .....	1,189	1,654	1,750

**Credit accounts—Continued**

**AGRICULTURAL CREDIT INSURANCE FUND PROGRAM ACCOUNT—Continued**

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

Identification code 12-1140-0-1-351	1995 actual	1996 est.	1997 est.
2150 Farm operating, subsidized .....	189	197	250
2159 Total loan guarantee levels .....	1,938	2,386	2,650
Guaranteed loan subsidy (in percent):			
2320 Farm ownership, unsubsidized .....	3.71	3.74	4.01
2320 Farm operating, unsubsidized .....	0.44	1.11	1.13
2320 Farm operating, subsidized .....	12.84	9.12	9.24
2329 Weighted average subsidy rate .....	2.59	2.36	2.60
Guaranteed loan subsidy budget authority:			
2330 Farmer ownership, unsubsidized .....	21	20	26
2330 Farm operating, unsubsidized .....	5	18	20
2330 Farm operating, subsidized .....	24	18	23
2339 Total subsidy budget authority .....	50	56	69
Guaranteed loan subsidy outlays:			
2340 Farmer ownership, unsubsidized .....	21	13	23
2340 Farm operating, unsubsidized .....	5	16	20
2340 Farm operating, subsidized .....	24	15	22
2349 Total subsidy outlays .....	50	44	65
Administrative expense data:			
3510 Budget authority .....	234	221	222
3590 Outlays .....	239	226	221

The Agricultural Credit Insurance Fund Program Account's loans are authorized by title III of the Consolidated Farm and Rural Development Act, as amended.

This program account includes subsidies to provide direct and guaranteed loans for farm ownership, farm operating, emergency, and soil and water loans to individuals. Associations, Indian tribes, and tribal corporations are eligible for the following types of loans: Indian land acquisition, watershed protection, flood prevention, and resource conservation and development.

Additional funding for 1995 was provided in section 726 of Public Law 103-330 and is available only for emergency requirements as the President designates.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including credit sales of acquired property), 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.

**Object Classification (in millions of dollars)**

Identification code 12-1140-0-1-351	1995 actual	1996 est.	1997 est.
25.3 Purchases of goods and services from Government accounts .....	243	221	222
41.0 Grants, subsidies, and contributions .....	203	178	139
99.9 Total obligations .....	446	399	361

**AGRICULTURAL CREDIT INSURANCE FUND DIRECT LOAN FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4212-0-3-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct loans .....	564	763	546
00.02 Advances on behalf of borrowers .....	1	2	3
00.04 Interest on Treasury borrowing .....	147	157	169
00.08 Subsidy reestimate paid to receipt account .....	8		

10.00 Total obligations .....	720	922	718
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**Budgetary resources available for obligation:**

21.90 Unobligated balance available, start of year: Fund balance .....	169	314	
22.00 New financing authority (gross) .....	865	608	718
22.60 Redemption of debt .....			
23.90 Total budgetary resources available for obligation .....	1,034	922	718
23.95 New obligations .....	-720	-922	-718
24.90 Unobligated balance available, end of year: Fund balance .....	314		

**New financing authority (gross), detail:**

67.15 Authority to borrow (indefinite) .....	833	264	73
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	711	731	744
68.10 Change in orders on hand from Federal sources .....	-4	1	1
68.47 Portion applied to debt reduction .....	-675	-388	-100
68.90 Spending authority from offsetting collections (total) .....	32	344	645
70.00 Total new financing authority (gross) .....	865	608	718

**Change in unpaid obligations:**

Unpaid obligations, start of year:			
72.90 Obligated balance: Fund balance .....	66	40	69
72.95 Orders on hand from Federal sources .....	13	9	10
72.99 Total unpaid obligations, start of year .....	79	49	79
73.10 New obligations .....	720	922	718
73.20 Total financing disbursements (gross) .....	-739	-892	-777
73.40 Adjustments in expired accounts .....	-11		
Unpaid obligations, end of year:			
74.90 Obligated balance: Fund balance .....	40	69	9
74.95 Orders on hand from Federal sources .....	9	10	11
74.99 Total unpaid obligations, end of year .....	49	79	20

**Outlays (gross), detail:**

87.00 Total financing disbursements (gross) .....	739	892	777
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**Offsets:**

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources: Payments from program account .....	-141	-121	-74
88.25 Interest on uninvested funds .....	-71	-80	-90
Non-Federal sources:			
88.40 Repayments of principal .....	-438	-470	-510
88.40 Non-Federal sources .....	-61	-60	-70
88.90 Total, offsetting collections (cash) .....	-711	-731	-744
88.95 Change in receivables from program accounts .....	4	-1	-1

**Net financing authority and financing disbursements:**

89.00 Financing authority .....	158	-124	-27
90.00 Financing disbursements .....	28	161	33

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4212-0-3-351	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....	564	763	546
1150 Total direct loan obligations .....	564	763	546
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	1,512	1,655	1,983
1231 Disbursements: Direct loan disbursements .....	583	813	777
1251 Repayments: Repayments and prepayments .....	-438	-470	-510
Write-offs for default:			
1263 Direct loans .....	-10	-15	-20
1264 Other adjustments, net .....	8		
1290 Outstanding, end of year .....	1,655	1,983	2,230

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including credit sales of acquired property 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.

This account finances direct loans for farm ownership, farm operating, emergency disaster, and credit sales of acquired property.

**Balance Sheet** (in millions of dollars)

Identification code 12-4212-0-3-351	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Investments in US securities:				
1106 Federal assets: Receivables, net	288	363	386	405
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross	1,512	1,655	1,859	2,000
1402 Interest receivable		57		
1403 Accounts receivable from foreclosed property		-448	-602	-742
1405 Allowance for subsidy cost (-)	-318			
1499 Net present value of assets related to direct loans	1,194	1,264	1,257	1,258
1999 Total assets	1,482	1,627	1,643	1,663
<b>LIABILITIES:</b>				
2103 Federal liabilities: Debt	1,472	1,615	1,629	1,648
2207 Non-Federal liabilities: Other	10	12	14	15
2999 Total liabilities	1,482	1,627	1,643	1,663
<b>NET POSITION:</b>				
3100 Appropriated capital				
3999 Total net position				
4999 Total liabilities and net position	1,482	1,627	1,643	1,663

**AGRICULTURAL CREDIT INSURANCE FUND GUARANTEED LOAN FINANCING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 12-4213-0-3-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Default claims	13	15	31
00.02 Interest assistance on guaranteed loans	46	52	59
00.07 Negative subsidy transferred to receipt account	12		
10.00 Total obligations	71	67	90
<b>Budgetary resources available for obligation:</b>			
21.90 Unobligated balance available, start of year: Fund balance	55	79	76
22.00 New financing authority (gross)	89	64	87
22.70 Balance of authority to borrow withdrawn	6		
23.90 Total budgetary resources available for obligation	150	143	163
23.95 New obligations	-71	-67	-90
24.90 Unobligated balance available, end of year: Fund balance	79	76	73
<b>New financing authority (gross), detail:</b>			
68.00 Spending authority from offsetting collections (gross): Offsetting collections (cash)	89	64	87
<b>Change in unpaid obligations:</b>			
Unpaid obligations, start of year:			
72.90 Obligated balance: Fund balance	98	124	150
72.99 Total unpaid obligations, start of year	98	124	150
73.10 New obligations	71	67	90
73.20 Total financing disbursements (gross)	-39	-41	-54
73.40 Adjustments in expired accounts	-6		
74.90 Unpaid obligations, end of year: Obligated balance: Fund balance	124	150	186
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross)	39	41	54

**Offsets:**

	1994 actual	1995 actual	1996 est.	1997 est.
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00 Payments from program account	-64	-44	-65	
88.25 Interest on uninvested funds	-11	-1	-1	
88.40 Fees and premiums	-15	-19	-21	
88.90 Total, offsetting collections (cash)	-90	-64	-87	

**Net financing authority and financing disbursements:**

89.00 Financing authority	-1			
90.00 Financing disbursements	-50	-23	-33	

**Status of Guaranteed Loans** (in millions of dollars)

Identification code 12-4213-0-3-351	1995 actual	1996 est.	1997 est.
<b>Position with respect to appropriations act limitation on commitments:</b>			
2111 Limitation on guaranteed loans made by private lenders	1,938	2,450	2,650
2150 Total guaranteed loan commitments	1,938	2,450	2,650
<b>Cumulative balance of guaranteed loans outstanding:</b>			
2210 Outstanding, start of year	3,950	4,979	5,806
2231 Disbursements of new guaranteed loans	1,878	1,922	2,573
2251 Repayments and prepayments	-831	-1,095	-1,277
2263 Adjustments: Terminations for default that result in claim payments	-18		
2290 Outstanding, end of year	4,979	5,806	7,102
<b>Memorandum:</b>			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	4,481	5,225	6,392

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

This account finances commitments made for farm ownership and operating guaranteed loan programs.

**Balance Sheet** (in millions of dollars)

Identification code 12-4213-0-3-351	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101 Fund balances with Treasury	152	202	242	291
Investments in US securities:				
1106 Receivables, net	-1			
1206 Non-Federal assets: Receivables, net	1			
1999 Total assets	152	202	242	291
<b>LIABILITIES:</b>				
2102 Federal liabilities: Interest payable	153			
Non-Federal liabilities:				
2201 Accounts payable		124	145	175
2204 Liabilities for loan guarantees		78	97	116
2999 Total liabilities	153	202	242	291
<b>NET POSITION:</b>				
3300 Cumulative results of operations				
3999 Total net position				
4999 Total liabilities and net position	153	202	242	291

**AGRICULTURAL CREDIT INSURANCE FUND LIQUIDATING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 12-4140-0-3-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Capital investment:			
00.01 Purchase of loans from investors	3	2	2
00.04 Purchase of guaranteed loans from investors	2	1	1
00.07 Disbursement of loan repayments to investors	1	1	1

**Credit accounts—Continued****AGRICULTURAL CREDIT INSURANCE FUND LIQUIDATING ACCOUNT—  
Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 12-4140-0-3-351	1995 actual	1996 est.	1997 est.
00.08 Loan recoverable costs .....	22	17	17
00.09 Capital improvements .....	1		
00.91 Total capital investment .....	29	21	21
Operating expenses:			
01.03 Interest on FFB borrowings .....	437	115	
01.05 Interest on Treasury borrowings .....	1		
01.07 Loss settlement expenses on guaranteed loans .....	22	20	20
01.08 Administrative expenses—DOJ fees .....	2	1	1
01.09 Costs incident to acq prop .....	5	5	5
01.13 Interest assistance—guaranteed loans .....	7	7	7
01.17 Unclassified Costs .....	7	7	7
01.91 Total operating expenses .....	481	155	40
10.00 Total obligations .....	510	176	61

**Budgetary resources available for obligation:**

21.90 Unobligated balance available, start of year: Fund balance .....		806	
22.00 New budget authority (gross) .....	1,479	176	61
22.60 Redemption of debt .....		-806	
22.70 Balance of authority to borrow withdrawn .....	-163		
23.90 Total budgetary resources available for obligation .....	1,316	176	61
23.95 New obligations .....	-510	-176	-61
24.90 Unobligated balance available, end of year: Fund balance .....		806	

**New budget authority (gross), detail:**

60.05 Appropriation (indefinite) .....	7,300		
60.47 Portion applied to debt reduction .....	-5,821		
63.00 Appropriation (total) .....	1,479		
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	1,342	1,567	1,511
68.27 Capital transfer to general fund .....	-1,342	-555	
68.47 Portion applied to debt reduction .....		-836	-1,450
68.90 Spending authority from offsetting collections (total) .....		176	61
70.00 Total new budget authority (gross) .....	1,479	176	61

**Change in unpaid obligations:**

Unpaid obligations, start of year:			
Obligated balance:			
72.47 Authority to borrow .....	177		
72.90 Fund balance .....	324	172	
72.99 Total unpaid obligations, start of year .....	501	172	
73.10 New obligations .....	510	176	61
73.20 Total outlays (gross) .....	-825	-348	-61
73.40 Adjustments in expired accounts .....	-14		
74.90 Unpaid obligations, end of year: Obligated balance:			
Fund balance .....	172		

**Outlays (gross), detail:**

86.97 Outlays from new permanent authority .....	825	172	61
86.98 Outlays from permanent balances .....		176	
87.00 Total outlays (gross) .....	825	348	61

**Offsets:**

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
Non-Federal sources:			
88.40 Rent on acquired property .....	-8	-8	-8
88.40 Guaranteed lns purchased from holders—principal .....	-1	-1	-1
88.40 Interest on loans .....	-509	-500	-450
88.40 Guaranteed loss recoveries .....	-1	-1	-1
88.40 Loan repayments recd on behalf of investors .....	-1	-1	-1
88.40 Interest on judgments .....	-1	-1	-1
88.40 Repayments on loans—principal .....	-746	-950	-950
88.40 Judgments—principal .....	-10	-11	-10
88.40 Shared appreciation recapture .....	-3	-2	-2
88.40 Sale of acquired property/chattels .....	-66	-85	-80

88.40 Miscellaneous income .....	-1	-1	-1
88.40 Undistributed receipts .....	5	-6	-6
88.90 Total, offsetting collections (cash) .....	-1,342	-1,567	-1,511

**Net budget authority and outlays:**

89.00 Budget authority .....	137	-1,391	-1,450
90.00 Outlays .....	-517	-1,219	-1,450

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4140-0-3-351	1995 actual	1996 est.	1997 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	11,508	10,426	9,252
1232 Disbursements: Purchase of loans assets from the public .....	4	3	3
1251 Repayments: Repayments and prepayments .....	-743	-707	-707
1261 Adjustments: Capitalized interest .....	60	50	50
Write-offs for default:			
1263 Direct loans .....	-569	-500	-500
1264 Other adjustments, net <sup>1</sup> .....	166	-20	-20
1290 Outstanding, end of year .....	10,426	9,252	8,078

<sup>1</sup> Amounts shown are based on payment of delinquent installments, advances on behalf of borrowers, acquired property and chattels, loans in kind, and judgments.

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 12-4140-0-3-351	1995 actual	1996 est.	1997 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	1,990	1,316	999
2231 Disbursements of new guaranteed loans .....	3		
2251 Repayments and prepayments .....	-475	-301	-200
Adjustments:			
2263 Terminations for default that result in claim payments .....	-26	-17	-12
2264 Other adjustments, net .....	-176	1	
2290 Outstanding, end of year .....	1,316	999	787

**Memorandum:**

2299 Guaranteed amount of guaranteed loans outstanding, end of year .....	1,184	899	708
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As required by the Federal Credit Reform Act of 1990, this account records for the farm loan programs all cash flows to and from the Government resulting from direct loans obligated, loan guarantees committed, and grants prior to 1992. New loan activity in 1992 and beyond (including credit sales of acquired property that resulted from obligations or commitments in any year) is recorded in corresponding program and financing accounts.

**Statement of Operations (in millions of dollars)**

Identification code 12-4140-0-3-351	1994 actual	1995 actual	1996 est.	1997 est.
0101 Revenue .....	804	479	488	1,112
0102 Expense .....	-1,103	1,328	1,782	1,487
0109 Net income or loss (-) .....	-299	1,807	2,270	2,599

**Balance Sheet (in millions of dollars)**

Identification code 12-4140-0-3-351	1994 actual	1995 actual	1996 est.	1997 est.
ASSETS:				
1101 Federal assets: Fund balances with Treasury .....	324	979	200	200
1206 Non-Federal assets: Receivables, net .....	691			
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601 Direct loans, gross .....	11,508	10,426	9,252	8,078
1602 Interest receivable .....		549	376	579
1603 Allowance for estimated uncollectible loans and interest (-) .....	-6,493	-1,552	-1,550	-1,500
1604 Direct loans and interest receivable, net .....	5,015	9,423	8,078	7,157
1606 Foreclosed property .....		301	254	205

1699	Value of assets related to direct loans .....	5,015	9,724	8,332	7,362
1901	Other Federal assets: Other assets .....	277	1	1	1
1999	Total assets .....	6,307	10,704	8,533	7,563
<b>LIABILITIES:</b>					
Federal liabilities:					
2102	Interest payable .....	355	48	47	.....
2103	Debt .....	.....	1,470	1,470	.....
2104	Resources payable to Treasury .....	8,633	8,798	6,672	7,230
Non-Federal liabilities:					
2201	Accounts payable .....	105	100	98	98
2202	Interest payable .....	17	1	1	1
2203	Debt .....	2	2	2	2
2204	Liabilities for loan guarantees .....	.....	236	200	200
2207	Other .....	300	49	43	32
2999	Total liabilities .....	9,412	10,704	8,533	7,563
<b>NET POSITION:</b>					
3300	Cumulative results of operations .....	-3,105	.....	.....	.....
3999	Total net position .....	-3,105	.....	.....	.....
4999	Total liabilities and net position .....	6,307	10,704	8,533	7,563

Object Classification (in millions of dollars)				
Identification code 12-4140-0-3-351	1995 actual	1996 est.	1997 est.	
25.2	Other services .....	13	12	12
33.0	Investments and loans .....	51	41	41
43.0	Interest and dividends .....	446	122	7
99.5	Below reporting threshold .....	.....	1	1
99.9	Total obligations .....	510	176	61

## NATURAL RESOURCES CONSERVATION SERVICE

### Federal Funds

#### General and special funds:

##### CONSERVATION OPERATIONS

For necessary expenses for carrying out the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-590f) including preparation of conservation plans and establishment of measures to conserve soil and water (including farm irrigation and land drainage and such special measures for soil and water management as may be necessary to prevent floods and the siltation of reservoirs and to control agricultural related pollutants); operation of conservation plant materials centers; classification and mapping of soil; dissemination of information; acquisition of lands, water, and interests therein for use in the plant materials program by donation, exchange, or purchase at a nominal cost not to exceed \$100 pursuant to the Act of August 3, 1956 (7 U.S.C. 428a); purchase and erection or alteration or improvement of permanent and temporary buildings; and operation and maintenance of aircraft, [\$629,986,000] \$657,910,000, to remain available until expended (7 U.S.C. 2209b), of which not less than [\$5,852,000] \$5,910,000 is for snow survey and water forecasting and not less than [\$8,875,000] \$8,963,000 is for operation and establishment of the plant materials centers: *Provided*, That appropriations hereunder shall be available pursuant to 7 U.S.C. 2250 for construction and improvement of buildings and public improvements at plant materials centers, except that the cost of alterations and improvements to other buildings and other public improvements shall not exceed \$250,000: *Provided further*, That when buildings or other structures are erected on non-Federal land, that the right to use such land is obtained as provided in 7 U.S.C. 2250a: *Provided further*, That this appropriation shall be available for technical assistance and related expenses to carry out programs authorized by section 202(c) of title II of the Colorado River Basin Salinity Control Act of 1974, as amended (43 U.S.C. 1592(c)): *Provided further*, That no part of this appropriation may be expended for soil and water conservation operations under the Act of April 27, 1935 (16 U.S.C. 590a-590f) in demonstration projects: *Provided further*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225) and not to exceed \$25,000 shall be available for employment under 5 U.S.C. 3109: *Provided further*, That qualified local engineers may be temporarily employed at per diem rates to perform the technical

planning work of the Service (16 U.S.C. 590e-2). (7 U.S.C. 1010a, 1387, 1807, 2201-02, 2250; 16 U.S.C. 590q, 590q-1, 2001-09; 42 U.S.C. 3271-74; 26 Stat. 653; Reorg. Plan No. IV of 1940). (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

#### Program and Financing (in millions of dollars)

Identification code 12-1000-0-1-302	1995 actual	1996 est.	1997 est.	
<b>Obligations by program activity:</b>				
Direct program:				
00.01	Technical Assistance .....	500	544	565
00.02	Soil Surveys .....	74	77	78
00.03	Snow Survey Water Forecasting .....	6	6	6
00.04	Operation of Plant Materials Centers .....	8	10	9
00.91	Total direct program .....	588	637	658
01.01	Reimbursable program .....	52	60	60
10.00	Total obligations .....	640	697	718
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance available, start of year:			
	Uninvested balance .....	9	7	.....
22.00	New budget authority (gross) .....	616	690	718
22.20	Unobligated balance transferred .....	23	.....	.....
23.90	Total budgetary resources available for obligation .....	648	697	718
23.95	New obligations .....	-640	-697	-718
24.40	Unobligated balance available, end of year:			
	Uninvested balance .....	7	.....	.....
<b>New budget authority (gross), detail:</b>				
Current:				
40.00	Appropriation .....	555	630	658
42.00	Transferred from other accounts .....	8	.....	.....
43.00	Appropriation (total) .....	563	630	658
Permanent:				
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	52	60	60
70.00	Total new budget authority (gross) .....	616	690	718
<b>Change in unpaid obligations:</b>				
72.40	Unpaid obligations, start of year: Obligated balance:			
	Appropriation .....	61	85	93
73.10	New obligations .....	640	697	718
73.20	Total outlays (gross) .....	-618	-688	-723
73.40	Adjustments in expired accounts .....	1	.....	.....
74.40	Unpaid obligations, end of year: Obligated balance:			
	Appropriation .....	85	93	88
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new current authority .....	490	554	579
86.93	Outlays from current balances .....	76	74	84
86.97	Outlays from new permanent authority .....	52	60	60
87.00	Total outlays (gross) .....	618	688	723
<b>Offsets:</b>				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources .....	-37	-47	-47
88.40	Non-Federal sources .....	-15	-13	-13
88.90	Total, offsetting collections (cash) .....	-52	-60	-60
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	564	630	658
90.00	Outlays .....	566	628	663

**Technical assistance.**—Technical assistance is provided through 2,955 conservation districts or special districts to land users and decisionmakers, including individual landowners and operators, community groups, units of government, Indian tribes, and others for the planning of conservation programs and installation of needed conservation systems on the land, including design, layout, installation, and consultation services.

Combinations of needed soil and water conservation systems are planned in relation to each other to achieve well-

General and special funds—Continued

CONSERVATION OPERATIONS—Continued

balanced conservation programs. Technicians explain the various soil conditions, develop alternative uses and treatments, help to evaluate the costs and returns of conservation work, and furnish onsite assistance to farmers, ranchers, and others in applying the needed treatments. About 70 percent of the total annual investment in conservation practices applied through the conservation technical assistance program is made by private landusers. During 1997, the National Resources Conservation Service will continue to provide technical assistance as needed for the Water Bank Program, Colorado River Basin Salinity Control Program, ongoing activities of the Great Plains Conservation Program, support for enrolled acres in the Conservation Reserve Program, and the highly erodible land and wetland conservation provisions of the Food Security Act of 1985 as amended by the Food, Agriculture, Conservation and Trade Act of 1990.

MAIN WORKLOAD FACTORS

	1995 actual	1996 est.	1997 est.
Decisionmakers receiving technical services .....	813,900	815,000	815,000
Acres treated with conservation technical assistance .	58,245,000	60,000,000	60,000,000
Tons of soil erosion reduced .....	258,985,000	260,000,000	260,000,000

Also included in this item are the inventory and monitoring, resource appraisal, and program development activities. Resource inventories are conducted to provide soil, water, and related resource data for evaluating land-use changes and trends; and for guidance in the development and implementation of Federal, State, and local resource conservation programs. Resource appraisal and program development provides for periodic reports to the public and Congress as required by the Soil and Water Resources Conservation Act of 1977 as amended.

Technical assistance will be targeted in 1997 through the use of area-wide watershed plans to achieve the goals of the Government Performance and Results Act. NRCS will fund certain high-priority activities, as a result, including area-wide planning on a watershed basis, a grazing lands initiative, Native American assistance, a wetlands initiative and more rapid development of Geographic Information Systems.

*Soil surveys.*—Soil surveys and investigations are made of the Nation's soil resources, with interpretations and publications that provide physical land facts needed for program development, resource conservation planning, installation of planned practices, and for use by other Federal, State, and local agencies in making land-use decisions. National leadership is provided for digitizing soil surveys in cooperation with States, and other users of soil survey data.

MAIN WORKLOAD FACTORS

	1995 actual	1996 est.	1997 est.
Acres mapped annually .....	21.9	22.2	22.2
Soil surveys ready for publication (number) .....	59	55	55

*Snow survey water forecasting.*—Water supply forecasts prepared from snow surveys in western states are used in making efficient seasonal use of water for irrigation, flood control, fish and wildlife, recreation, power generation, municipal and industrial water supply, and water quality management.

*Operation of plant materials centers.*—The selection and evaluation of plant materials are made at 26 plant materials centers through field trials to determine their suitability for erosion control, conservation, and other environmental improvements. Native plant species will be preferred and exotic species introductions phased out for this program.

Object Classification (in millions of dollars)

Identification code 12-1000-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	333	350	363
11.3 Other than full-time permanent .....	11	12	12
11.5 Other personnel compensation .....	6	7	7
11.9 Total personnel compensation .....	350	369	382
12.1 Civilian personnel benefits .....	80	86	90
13.0 Benefits for former personnel .....	5	6	5
21.0 Travel and transportation of persons .....	14	15	15
22.0 Transportation of things .....	3	3	4
23.2 Rental payments to others .....	10	11	11
23.3 Communications, utilities, and miscellaneous charges .....	18	19	20
24.0 Printing and reproduction .....	4	4	4
25.2 Other services .....	62	81	81
26.0 Supplies and materials .....	12	12	13
31.0 Equipment .....	28	30	31
32.0 Land and structures .....	1	1	1
99.0 Subtotal, direct obligations .....	588	637	657
99.0 Reimbursable obligations .....	52	60	60
99.5 Below reporting threshold .....	1		1
99.9 Total obligations .....	640	697	718

Personnel Summary

Identification code 12-1000-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
Total compensable workyears:			
1001 Full-time equivalent employment .....	8,993	9,367	9,461
1005 Full-time equivalent of overtime and holiday hours .....	31	31	31
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	608	638	638

WATERSHED SURVEYS AND PLANNING

For necessary expenses to conduct research, investigation, and surveys of watersheds of rivers and other waterways, and for small watershed investigations and planning, in accordance with the Watershed Protection and Flood Prevention Act approved August 4, 1954, as amended (16 U.S.C. 1001-1009), **[\$14,000,000]** \$19,188,000: *Provided*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$110,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 2201-02; 16 U.S.C. 1101-5; 33 U.S.C. 7016-11; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

Program and Financing (in millions of dollars)

Identification code 12-1066-0-1-301	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....	23	14	19
01.01 Reimbursable Program .....	1	1	1
10.00 Total obligations .....	24	15	20
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	25	15	20
23.95 New obligations .....	-24	-15	-20
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	24	14	19
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	1	1	1
70.00 Total new budget authority (gross) .....	25	15	20
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	3	3	2

73.10	New obligations .....	24	15	20
73.20	Total outlays (gross) .....	-24	-16	-20
74.40	Unpaid obligations, end of year: Obligated balance:			
	Appropriation .....	3	2	3
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new current authority .....	21	12	16
86.93	Outlays from current balances .....	3	3	2
86.97	Outlays from new permanent authority .....	1	1	1
87.00	Total outlays (gross) .....	24	16	20
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal sources .....	-1	-1	-1
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	24	14	19
90.00	Outlays .....	24	15	19

The Department cooperates with other agencies and the States in planning small watersheds to reduce the damage from floodwater, sediment, agricultural run-off, and erosion and for the conservation, development, utilization, and disposal of water. Program activities will be accelerated for high priority natural resource concerns such as: water quality and wetlands restoration. This account will be used to develop plans to target agency resources to achieve the goals of the Government Performance and Results Act.

**MAIN WORKLOAD FACTORS**

Activity:	1995 actual	1996 est.	1997 est.
Application for planning assistance: on hand, cumulative, start of year .....	274	280	285
<b>Status of planning:</b>			
Approved for planning during year .....	17	10	10
Locally implemented .....	(7)	(3)	(3)
Federally implemented .....	(10)	(7)	(7)
Planning completed during year .....	17	10	7
Locally implemented .....	(4)	(3)	(2)
Federally implemented .....	(15)	(7)	(5)
Planning in process .....	91	91	94
Locally implemented .....	(24)	(24)	(27)
Federally implemented .....	(67)	(67)	(67)
<b>Status of projects in operations:</b>			
Active projects .....	539	534	523
Approved for operations during year .....	17	10	7

The Department makes surveys of proposed small watershed projects, and work plans are prepared in cooperation with local sponsors. These plans outline the soil and water management problems in the watershed, the steps that have been or are authorized to be taken to alleviate these problems, the proposed works of improvement to be installed, the estimated benefits and costs, cost sharing, operation and maintenance arrangements, and other information necessary to justify Federal participation in project development. Watershed planning will emphasize water quality protection and improvement. This emphasis will better enable States to focus on watersheds in fulfilling the requirements of the Clean Water Act and in maintaining clean water. Program activities will be accelerated for high priority natural resource concerns such as: water quality and wetlands restoration.

**MAIN WORKLOAD FACTORS**

USDA Cooperative Studies:	1995 actual	1996 est.	1997 est.
(1) Surveys in progress, start of year .....	114	136	145
(2) Surveys initiated during year .....	37	24	20
(3) Surveys worked during year .....	151	160	165
(4) Surveys completed during year .....	15	15	10
(5) Surveys in progress, end of year .....	136	145	155
<b>Flood Plain Management Assist. Program:</b>			
(1) States involved .....	25	25	25
(2) Completed studies .....	8	10	10
(3) Ongoing studies .....	87	87	77
(4) Cumulative total completed .....	668	678	688

**Object Classification (in millions of dollars)**

Identification code 12-1066-0-1-301	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	12	7	10
12.1 Civilian personnel benefits .....	4	2	3
21.0 Travel and transportation of persons .....	1		
23.2 Rental payments to others .....	1	1	1
<b>Other services:</b>			
25.2 Other services .....	2	2	3
25.2 Other services .....	2		
31.0 Equipment .....	1	1	1
99.0 Subtotal, direct obligations .....	23	13	18
99.0 Reimbursable obligations .....	1	1	1
99.5 Below reporting threshold .....		1	1
99.9 Total obligations .....	24	15	20

**Personnel Summary**

Identification code 12-1066-0-1-301	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
1001 Total compensable workyears: Full-time equivalent employment .....	285	168	225
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	16	18	18

**WATERSHED AND FLOOD PREVENTION OPERATIONS**

For necessary expenses to carry out preventive measures, including but not limited to research, engineering operations, methods of cultivation, the growing of vegetation, rehabilitation of existing works and changes in use of land, and only high priority projects authorized by the Flood Control Act (33 U.S.C. 701, 16 U.S.C. 1006a) in accordance with the Watershed Protection and Flood Prevention Act approved August 4, 1954, as amended (16 U.S.C. 1001-1005, 1007-1009), the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), and in accordance with the provisions of laws relating to the activities of the Department, [\$100,000,000] \$116,036,000, to remain available until expended (7 U.S.C. 2209b) (of which at least \$15,000,000 shall be available for [the watersheds authorized under the Flood Control Act approved June 22, 1936 (33 U.S.C. 701, 16 U.S.C. 1006a), as amended and supplemented] emergency measures as provided by sections 403-405 of the Agriculture Credit Act of 1978 (16 U.S.C. 2203-2205) including for the purchase of long-term or permanent easements, from willing sellers, in the manner provided for in the Wetland Reserve Program (16 U.S.C. 3837), where the costs of land and farm structure (including levees) restoration exceed fair market value of the affected cropland): Provided, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$200,000 shall be available for employment under 5 U.S.C. 3109: Provided further, That not to exceed \$1,000,000 of this appropriation is available to carry out the purposes of the Endangered Species Act of 1973 (Public Law 93-205), as amended, including cooperative efforts as contemplated by that Act to relocate endangered or threatened species to other suitable habitats as may be necessary to expedite project construction: Provided further, That funds provided to carry out preventive measures shall be targeted to projects that provide the highest social and environmental benefits. (7 U.S.C. 2201-02; 33 U.S.C. 701b-1, 701b-11; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing (in millions of dollars)**

Identification code 12-1072-0-1-301	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
<b>Direct program:</b>			
00.01 Watershed Operations (P.L. 534) .....	12	18	
00.03 Emergency Watershed Protection Operations .....	134	133	15
00.04 Small Watershed Operations (P.L. 566) .....	72	89	101
00.91 Total direct program .....	218	240	116
01.01 Reimbursable program .....	22	30	30

**General and special funds—Continued**

**WATERSHED AND FLOOD PREVENTION OPERATIONS—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-1072-0-1-301	1995 actual	1996 est.	1997 est.
10.00 Total obligations .....	240	270	146
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	312	140	
22.00 New budget authority (gross) .....	92	130	146
22.20 Unobligated balance transferred .....	-23		
23.90 Total budgetary resources available for obligation	381	270	
23.95 New obligations .....	-240	-270	-146
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	140		
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	70	100	116
Permanent:			
68.00 Spending authority from offsetting collections: Off-			
setting collections (cash) .....	22	30	30
70.00 Total new budget authority (gross) .....	92	130	146
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	264	207	181
73.10 New obligations .....	240	270	146
73.20 Total outlays (gross) .....	-297	-296	-179
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	207	181	148
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	66	72	71
86.93 Outlays from current balances .....	209	194	78
86.97 Outlays from new permanent authority .....	22	30	30
87.00 Total outlays (gross) .....	297	296	179
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-8	-11	-11
88.40 Non-Federal sources .....	-14	-19	-19
88.90 Total, offsetting collections (cash) .....	-22	-30	-30
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	70	100	116
90.00 Outlays .....	275	266	149

These programs provide for cooperation between the Federal Government and States and their political subdivisions to reduce damage from floodwater, sediment, and erosion, for the conservation, development, utilization, and disposal of water, and for the conservation and proper utilization of land. Funds in Watershed & Flood Prevention Operations could be used for either flood prevention projects or flood damage rehabilitation efforts, depending upon the needs and opportunities.

*Watershed operations authorized by Public Law 534.*—The Department cooperates with soil conservation districts and other local organizations in planning and installing works of improvement for flood prevention in 11 watersheds authorized by the Flood Control Act of 1944. The Federal Government shares the cost of works of improvement for flood prevention, agricultural water management, recreation, and fish and wildlife development. No funds are directly proposed for this activity; however worthwhile projects, those with high net social benefits and environmental objectives consistent with current Administrations priorities, can be continued under the Small Watershed Operations authorized by Public Law 566.

Within the 11 authorized projects, 428 subwatershed areas have been identified for planning purposes. Installation progress in these subwatersheds is as follows:

**MAIN WORKLOAD FACTORS**

	1995 actual	1996 est.	1997 est.
Projects receiving land treatment .....	31	31	31
Structural projects .....	68	68	68
Subtotal active subwatersheds .....	99	99	99
Projects continuing post-instal assistance .....	220	220	220
Total operational subwatersheds .....	319	319	319
Unserviced applications .....	87	87	87
Planning in progress .....	24	24	24
Total subwatersheds .....	430	430	430

*Emergency watershed protection operations.*—This program authorizes the Secretary of Agriculture to undertake such emergency measures for runoff retardation and soil erosion prevention as may be needed to safeguard life and property from floods and the products of erosion on any watershed whenever natural elements or forces cause a sudden impairment of that watershed. An emergency is considered to exist when a watershed is suddenly impaired by flood, fire, wind, earthquake, or other natural cause and consequently life and property are endangered by floodwater, erosion, or sediment discharge. The emergency area need not be declared a national disaster area to be eligible for emergency watershed protection. Emergency watershed protection is applicable to small scale, localized disasters as well as large scale disasters. State environmental, natural resource, fish and game, and other agencies participate in planning and coordinating emergency work. An estimated \$5 million will be used in FY 1997 to purchase easements for the Emergency Wetland Reserve program.

*Small watershed operations authorized by Public Law 566.*—The Department provides technical and financial assistance to local organizations to install measures for watershed protection, flood prevention, agricultural water management, recreation, and fish and wildlife enhancement. Significant reforms will be carried out in 1996 to make this program environmentally beneficial, with high returns to society resulting from the investment. High priority P.L. 534 projects will be eligible to compete for funding for P.L. 566 funding.

Watershed work plans are prepared by sponsoring local organizations with the Department's assistance or through State and local resources. After work plans are approved by the Department or Congress (projects where the estimated Federal contribution will exceed \$5 million require congressional approval), financial assistance is provided for specific works of improvements.

The following tabulation shows the status of Public Law 566 projects:

**MAIN WORKLOAD FACTORS**

Status of operational projects:	1995 actual	1996 est.	1997 est.
Projects receiving land treatment .....	176	176	174
Structural projects .....	307	302	295
Land treatment and structural .....	56	56	54
Subtotal active projects .....	539	534	523
Projects continuing post-instal assistance .....	885	900	920
Inactive projects .....	21	21	21
Completed projects .....	146	146	146
Total operational projects .....	1,591	1,601	1,610
New projects approved during year .....	17	10	7

*Loan services.*—Loans are made to local sponsoring organizations to finance the local cost of installing works of improvement in Public Law 534 and approved Public Law 566 watershed projects. Repayment with interest is required within



50 years after the principal benefits of improvements first become available. Loans are made from funds available for this purpose from the Agricultural Credit Insurance Fund Program account. No funding has been appropriated to make new loans in FY 1996.

**Object Classification** (in millions of dollars)

Identification code 12-1072-0-1-301	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	54	46	39
11.3 Other than full-time permanent .....	1	1	1
11.5 Other personnel compensation .....	5	3	2
11.9 Total personnel compensation .....	60	50	42
12.1 Civilian personnel benefits .....	14	12	9
13.0 Benefits for former personnel .....	2	2	2
21.0 Travel and transportation of persons .....	3	2	2
23.2 Rental payments to others .....	1	1	1
23.3 Communications, utilities, and miscellaneous charges .....	3	2	2
<b>Other services:</b>			
25.2 Other services .....	8	7	5
25.2 Other services .....	75	122	35
26.0 Supplies and materials .....	2	2	1
31.0 Equipment .....	7	6	5
32.0 Land and structures .....	25	17	.....
41.0 Grants, subsidies, and contributions .....	17	15	11
42.0 Insurance claims and indemnities .....	1	1	1
99.0 Subtotal, direct obligations .....	218	239	116
99.0 Reimbursable obligations .....	21	28	28
25.2 Allocation Account—Direct Obligations: Other services .....	.....	1	.....
99.5 Below reporting threshold .....	1	2	2
99.9 Total obligations .....	240	270	146
Obligations are distributed as follows:			
Natural Resources Conservation Service .....	218	238	116
Forest Service .....	0	1	0

**Personnel Summary**

Identification code 12-1072-0-1-301	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	1,418	1,623	1,139
1005 Full-time equivalent of overtime and holiday hours .....	44	22	22
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	43	43	43

**RESOURCE CONSERVATION AND DEVELOPMENT**

For necessary expenses in planning and carrying out projects for resource conservation and development and for sound land use pursuant to the provisions of section 32(e) of title III of the Bankhead-Jones Farm Tenant Act, as amended (7 U.S.C. 1010-1011; 76 Stat. 607), [and the provisions of] the Act of April 27, 1935 (16 U.S.C. 590a-f), and [the provisions of] the Agriculture and Food Act of 1981 (16 U.S.C. 3451-3461), [\$29,000,000] \$29,377,000, to remain available until expended (7 U.S.C. 2209): *Provided*, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$50,000 shall be available for employment under 5 U.S.C. 3109. (7 U.S.C. 2201-02; 33 U.S.C. 701b-11; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996*.)

**Program and Financing** (in millions of dollars)

Identification code 12-1010-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
<b>Direct program:</b>			
00.01 Technical Assistance .....	31	31	29
00.02 Financial Assistance .....	1	.....	.....
00.91 Total direct program .....	32	31	29

01.01 Reimbursable program .....	1	1	.....
10.00 Total obligations .....	33	32	29
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	1	2	.....
22.00 New budget authority (gross) .....	34	30	29
23.90 Total budgetary resources available for obligation .....	35	32	29
23.95 New obligations .....	-33	-32	-29
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	2	.....	.....
<b>New budget authority (gross), detail:</b>			
<b>Current:</b>			
40.00 Appropriation .....	33	29	29
<b>Permanent:</b>			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	1	1	.....
70.00 Total new budget authority (gross) .....	34	30	29
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	7	6	5
73.10 New obligations .....	33	32	29
73.20 Total outlays (gross) .....	-34	-33	-29
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	6	5	5
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	28	26	26
86.93 Outlays from current balances .....	5	6	5
86.97 Outlays from new permanent authority .....	1	1	.....
87.00 Total outlays (gross) .....	34	33	29
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....	-1	-1	.....
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	33	29	29
90.00 Outlays .....	33	32	29

Under this program, the Department assists States, local units of government, groups and individuals in developing area plans for resource conservation and development (RC and D).

RC and D areas are provided technical and financial assistance to help States and local units of government prepare plans for resource development and economic improvement and to plan and install community-type conservation projects or measures. Financial contributions, loans, and other Federal assistance are used to help carry out measures specified in RC and D area plans. Loans are made through the farm loan program of the Farm Service Agency, formerly the Farmers Home Administration, to qualified local organizations to help finance their share of the costs of installing the measures.

The following tabulation shows the status of RC and D areas authorized to receive technical and financial assistance.

**MAIN WORKLOAD FACTORS**

	1995 actual	1996 est.	1997 est.
Areas authorized at beginning of year .....	277	277	289
Areas authorized at end of year .....	277	289	289
Project plans written .....	1,942	2,050	2,050
Projects being implemented .....	2,063	2,146	2,146
Projects completed .....	1,848	2,050	2,050

**Object Classification** (in millions of dollars)

Identification code 12-1010-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	17	17	16
11.3 Other than full-time permanent .....	1	1	1

**General and special funds—Continued**

**RESOURCE CONSERVATION AND DEVELOPMENT—Continued**

**Object Classification (in millions of dollars)—Continued**

Identification code 12-1010-0-1-302	1995 actual	1996 est.	1997 est.
11.9 Total personnel compensation .....	18	18	17
12.1 Civilian personnel benefits .....	4	4	4
21.0 Travel and transportation of persons .....	1	1	1
23.2 Rental payments to others .....	1	1	1
23.3 Communications, utilities, and miscellaneous charges .....	1	1	1
25.2 Other services .....	3	4	3
26.0 Supplies and materials .....	1	1	1
31.0 Equipment .....	1	1	1
41.0 Grants, subsidies, and contributions .....	1		
99.0 Subtotal, direct obligations .....	32	31	29
99.0 Reimbursable obligations .....	1	1	
99.5 Below reporting threshold .....	1		
99.9 Total obligations .....	33	32	29
Obligations are distributed as follows:			
Natural Resources Conservation Service .....	31,580	30,398	28,823
Rural Utility Service .....	60	60	60
Forest Service .....	562	494	494

**Personnel Summary**

Identification code 12-1010-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
1001 Total compensable workyears: Full-time equivalent employment .....	472	452	433
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	6	6	1

**GREAT PLAINS CONSERVATION PROGRAM**

**Program and Financing (in millions of dollars)**

Identification code 12-2268-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Cost-Share Assistance .....	6		
00.02 Cost-Share Programming and Contract .....	3		
00.03 Technical Assistance .....	6		
10.00 Total obligations .....	15		
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	15		
23.95 New obligations .....	-15		
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	15		
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	43	34	20
73.10 New obligations .....	15		
73.20 Total outlays (gross) .....	-24	-14	-10
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	34	20	10
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	10		
86.93 Outlays from current balances .....	14	14	10
87.00 Total outlays (gross) .....	24	14	10
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	15		
90.00 Outlays .....	24	14	10

This program provides cost-share assistance to participating landowners or operators in the Great Plains area in the development and installation of long-term conservation plans and

practices for their land under contracts entered into in prior years. It is a voluntary program in 556 designated counties of 10 Great Plains States. Contracts with individual landowners range in time from 3 to 10 years.

**MAIN WORKLOAD FACTORS**

Program participants:	1995 actual	1996 est.	1997 est.
Number of new contracts during year .....	483		
Number of contracts serviced during year .....	7,902	6,846	5,846
Number of acres under contracts .....	20,809,147	17,771,840	14,123,840

As of September 30, 1995, there were 6,846 active contracts on hand. Co-landowners or operators finance the entire cost of installing recurring management-type practices and pay a specified part of the cost-shared practices installed on their land. Program regulations provide that cost-share rates offered in any contract shall not exceed 80 percent of the cost of installing eligible practices within the designated county. There is a cost-sharing limitation of \$35 thousand for any contract.

**Object Classification (in millions of dollars)**

Identification code 12-2268-0-1-302	1995 actual	1996 est.	1997 est.
11.1 Personnel compensation: Full-time permanent .....	6		
12.1 Civilian personnel benefits .....	2		
41.0 Grants, subsidies, and contributions .....	6		
99.5 Below reporting threshold .....	1		
99.9 Total obligations .....	15		

**Personnel Summary**

Identification code 12-2268-0-1-302	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	150		

**FORESTRY INCENTIVES PROGRAM**

For necessary expenses, not otherwise provided for, to carry out the program of forestry incentives, as authorized in the Cooperative Forestry Assistance Act of 1978 (16 U.S.C. 2101), including technical assistance and related expenses, \$6,325,000, to remain available until expended, as authorized by that Act: *Provided, That funds shall be targeted to lands that also provide the higher overall environmental benefits. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)*

**Program and Financing (in millions of dollars)**

Identification code 12-3336-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	8	7	6
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year: Uninvested balance .....	2	1	
22.00 New budget authority (gross) .....	6	6	6
23.90 Total budgetary resources available for obligation	8	7	6
23.95 New obligations .....	-8	-7	-6
24.40 Unobligated balance available, end of year: Uninvested balance .....	1		
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	7	6	6
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	17	15	12
73.10 New obligations .....	8	7	6
73.20 Total outlays (gross) .....	-10	-10	-9
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	15	12	10
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	3	2	2

86.93	Outlays from current balances .....	7	7	8
87.00	Total outlays (gross) .....	10	10	9
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	6	6	6
90.00	Outlays .....	10	10	9

This program was authorized by the Cooperative Forestry Assistance Act of 1978 (16 U.S.C. 2101). The objectives of the program are to bring private, nonindustrial forest land under intensified management, to increase timber production, to ensure adequate supplies of timber products, and to enhance other forest resources. Acreage selected will be targeted to provide the maximum environmental benefits, particularly to benefit water quality and wildlife habitat.

The Forestry Incentives Program shares up to 65 percent of the cost of tree planting and timberstand improvement. The percentage cost-shared depends on the rate set in a particular State and county by the Natural Resources Conservation Service (NRCS), after consulting with the State forester. The program is available in designated counties based on a Forest Service survey of total eligible private timberland available for production of timber products. Technical assistance is provided by Forest Service.

The 1995 program provided funding for 141,194 acres of tree planting, and 22,540 acres in timber stand improvements. Under the 1996 program, cost-sharing will be provided to farmers for planting trees on 81,600 acres and improving the timberstand on 16,400 acres of forest.

The 1997 program will provide cost-sharing for tree planting on 81,600 acres and timberstand improvement on 16,400 acres.

**Object Classification (in millions of dollars)**

Identification code 12-3336-0-1-302	1995 actual	1996 est.	1997 est.
25.2 Other services .....		1	1
41.0 Grants, subsidies, and contributions .....	8	6	5
99.9 Total obligations .....	8	7	6

**WATER BANK PROGRAM**

**Program and Financing (in millions of dollars)**

Identification code 12-3320-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0) .....		1	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....		1	
22.00 New budget authority (gross) .....	1		
23.90 Total budgetary resources available for obligation	1	1	
23.95 New obligations .....		-1	
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	1		
<b>New budget authority (gross), detail:</b>			
42.00 Transferred from other accounts .....	1		
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	57	47	36
73.10 New obligations .....		1	
73.20 Total outlays (gross) .....	-11	-11	-10
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	47	36	26
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	1		
86.93 Outlays from current balances .....	10	11	10

87.00	Total outlays (gross) .....	11	11	10
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	1		
90.00	Outlays .....	11	11	10

Beginning in 1996, technical assistance formerly included under this account will be requested under Conservation Operations.

The objectives of the Water Bank Program are to conserve water; preserve, maintain, and improve the Nation's wetlands; increase waterfowl habitat in migratory waterfowl nesting, breeding, and feeding areas in the United States; and secure recreational and environmental benefits for the Nation. The program was authorized by the Water Bank Act of 1970, as amended by Public Law 96-182, approved January 2, 1980. The Water Bank Extension Act of 1994 extends for one year 1985 agreements entered into under the Water Bank Act of 1970, and due to expire on December 31, 1995. Funding for the expiring 1985 Water Bank agreements were transferred from the Wetlands Reserve Program 1995 appropriation to this account as authorized under the Water Bank Extension Act of 1994. Congress did not provide funding for this account in fiscal year 1996. For FY 1997, USDA does not request program funding.

Under the Water Bank Program, the Secretary of Agriculture, through designated county offices, uses program funds to enter into 10-year agreements with landowners and operators for the conservation of specified wetlands. Provisions exist to renew agreements for additional periods, to make annual payments on agreements, and under certain conditions to increase payment rates in the fifth year of a contract or at the time of renewal. During the period of the agreement, the landowner agrees not to drain, burn, fill, or otherwise destroy the wetland character of such areas.

During fiscal year 1996, approximately 5,838 agreements are expected on approximately 663,448 acres. For 1997, it is assumed that 5,357 agreements will be in effect on approximately 605,290 acres.

**COLORADO RIVER BASIN SALINITY CONTROL PROGRAM**

For necessary expenses for carrying out a voluntary cooperative salinity control program pursuant to section 202(c) of title II of the Colorado River Basin Salinity Control Act, as amended (43 U.S.C. 1592(c)), to be used to reduce salinity in the Colorado River and to enhance the supply and quality of water available for use in the United States and the Republic of Mexico, \$2,681,000, to remain available until expended (7 U.S.C. 2209b), to be used for the establishment of on-farm irrigation management systems, including lateral improvement measures, for making cost-share payments to agricultural landowners and operators, Indian tribes, irrigation districts and associations, local governmental and nongovernmental entities, and other landowners to aid them in carrying out approved conservation practices as determined and recommended by the Secretary, and for associated costs of program planning, information and education, and program monitoring and evaluation. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-3318-0-1-304	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	4	4	3
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	5	3	3
23.95 New obligations .....	-4	-4	-3
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	5	3	3

**General and special funds—Continued**

**COLORADO RIVER BASIN SALINITY CONTROL PROGRAM—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-3318-0-1-304	1995 actual	1996 est.	1997 est.
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	15	9	7
73.10 New obligations .....	4	4	3
73.20 Total outlays (gross) .....	-10	-6	-7
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	9	7	3
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	5	1	1
86.93 Outlays from current balances .....	5	5	5
87.00 Total outlays (gross) .....	10	6	7
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	5	3	3
90.00 Outlays .....	10	6	7

Beginning in 1996, technical assistance formerly included under this account will be requested under Conservation Operations.

This program carries out the purposes of section 202(c) of title II of the Colorado River Basin Salinity Control Act (43 U.S.C. 1592(c)), as amended, by providing cost-share assistance to landowners and others in the Colorado River Basin. States will include: Arizona, California, Colorado, Nevada, New Mexico, Utah and Wyoming. The main objective is to enhance the supply and quality of water in the Colorado River for delivery to downstream users in the U.S. and Mexico.

Practices are recommended by the Secretary of Agriculture.

The 1996 program will focus on five project areas in Colorado, Utah, and Wyoming.

The 1997 budget will provide financial assistance in promoting the Government-wide water quality initiative. The funding level of approximately \$2.7 million will fund the current five existing projects. Technical assistance funds have been provided directly within the Conservation Operations account.

Under this program, 30 percent of cost-share funds will be reimbursed to the U.S. Treasury by the Colorado River Basin States.

During fiscal year 1995, approximately 102 contracts were signed under the program in the five current project areas. For FY 1996, it is estimated that approximately 115 contracts will be active under the program. For FY 1997, approximately 100 contracts are anticipated for the program.

**Object Classification (in millions of dollars)**

Identification code 12-3318-0-1-304	1995 actual	1996 est.	1997 est.
11.1 Personnel compensation: Full-time permanent .....	2		
12.1 Civilian personnel benefits .....	1		
25.2 Other services .....	1		
41.0 Grants, subsidies, and contributions .....		4	3
99.9 Total obligations .....	4	4	3

**Personnel Summary**

Identification code 12-3318-0-1-304	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	60		

**WETLANDS RESERVE PROGRAM  
(INCLUDING TRANSFER OF FUNDS)**

For necessary expenses to carry out the wetlands reserve program pursuant to subchapter C of subtitle D of title XII of the Food Security Act of 1985 (16 U.S.C. 3837), **[\$77,000,000]** \$188,000,000, to

remain available until expended: *Provided*, That the Secretary is authorized to use the services, facilities, and authorities of the Commodity Credit Corporation for the purpose of carrying out the wetlands reserve program. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-1080-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Restoration Costs .....	1	19	24
00.02 Easement Payments .....	65	113	144
00.03 Technical Assistance .....	4	11	17
00.04 Easement Overhead Costs .....		6	7
00.05 Cooperative Agreements .....		5	
10.00 Total obligations .....	70	154	192
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	69	83	6
22.00 New budget authority (gross) .....	84	77	188
23.90 Total budgetary resources available for obligation	153	160	194
23.95 New obligations .....	-70	-154	-192
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	83	6	1
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	93	77	188
41.00 Transferred to other accounts .....	-9		
43.00 Appropriation (total) .....	84	77	188
70.00 Total new budget authority (gross) .....	84	77	188
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	6	60	122
73.10 New obligations .....	70	154	192
73.20 Total outlays (gross) .....	-16	-93	-174
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	60	122	140
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....		27	57
86.93 Outlays from current balances .....	16	66	117
87.00 Total outlays (gross) .....	16	93	174
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	84	77	188
90.00 Outlays .....	16	93	174

The Wetlands Reserve Program is authorized by Title XIV, Section 1438 of the Food, Agriculture, Conservation, and Trade Act of 1990 (P.L. 101-624), as amended by the Omnibus Budget Reconciliation Act of 1993 (P.L. 103-66). The 1993 Omnibus Budget Reconciliation Act authorizes the enrollment of not less than 330,000 acres by the end of calendar year 1995, and not less than 975,000 total cumulative acres enrolled by the end of calendar year 2000. The primary objectives of the program are to preserve and restore wetlands, improve wildlife habitat, and protect migratory waterfowl.

The Secretary of Agriculture, through designated county offices, uses program funds to enter into contracts with landowners that operate farmed or converted wetlands, farmed wetlands, or prior converted wetlands and adjoining land or riparian corridors. The contracts are for both permanent and non-permanent easements.

Under the 1992 program, 42,230 acres were enrolled in 9 pilot States. No funding was provided for operating a fiscal year 1993 program.

The 1994 program provided funding for enrolling 75,000 acres in 20 States, including the nine pilot States. The 1995 program provided funding for enrolling 115,944 acres under multiple sign-ups to alleviate a back-log of 1994 easement opportunities. Tentatively, 141,437 acres have been accepted. The 1995 appropriation was amended by the Water Bank Extension Act of 1994 to provide \$889,800 for expiring 1985 water bank agreements. Funds were transferred from the WRP account to the Water Bank Account as authorized under the Water Bank Extension Act of 1994. Under the 1996 program, \$5 million of WRP funds will be transferred to the Fish and Wildlife Foundation under a interagency agreement of joint partnership. The Foundation will provide additional matching funds for the acquisition of wetland easements.

The 1996 budget will provide funding for enrolling an estimated 80,000 acres. The 1997 estimate funds enrollment of 226,214 acres of both permanent and non-permanent easements. The President's Budget recommends enrollment through 1997 of 539,000 acres with a remainder of 435,612 acres through the year 2000. Beginning 1997, program participants will receive payments for wetlands easements, in a lump sum or annual installment payments for permanent easements, and annual installment payments under non-permanent easements. Compensation will be in cash as specified in the contract, but not to exceed the fair market value of the land. The program provides cost-share assistance to landowners for carrying out the establishment of conservation measures and practices. The program cost-shares 75 percent to 100 percent of eligible costs of an easement. The program also provides reimbursement to the landowner for overhead costs associated with acquiring an easement. Technical assistance will be funded within the account.

**Object Classification** (in millions of dollars)

Identification code 12-1080-0-1-302	1995 actual	1996 est.	1997 est.
11.1 Personnel compensation: Full-time permanent .....	2	5	7
12.1 Civilian personnel benefits .....		1	1
21.0 Travel and transportation of persons .....		1	2
25.2 Other services .....	1	2	4
31.0 Equipment .....	1	2	3
32.0 Land and structures .....	66	138	175
41.0 Grants, subsidies, and contributions .....		5	
99.9 Total obligations .....	70	154	192

**Personnel Summary**

Identification code 12-1080-0-1-302	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	52	136	202

**RURAL CLEAN WATER PROGRAM**

**Program and Financing** (in millions of dollars)

Identification code 12-3337-0-1-304	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year: Uninvested balance .....	2	3	2
22.00 New budget authority (gross) .....			
22.10 Resources available from recoveries of prior year obligations .....	1		
23.90 Total budgetary resources available for obligation	3	3	2
23.95 New obligations .....			
24.40 Unobligated balance available, end of year: Uninvested balance .....	3	2	
<b>New budget authority (gross), detail:</b>			
70.00 Total new budget authority (gross) .....			

<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	4	3	2
73.10 New obligations .....			
73.20 Total outlays (gross) .....	-1	-1	
73.45 Adjustments in unexpired accounts .....	-1		
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	3	2	
<b>Outlays (gross), detail:</b>			
86.93 Outlays from current balances .....	1	1	1
87.00 Total outlays (gross) .....	1	1	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	1	1	

This experimental Rural Clean Water Program, authorized by Public Law 96-108 and Public Law 96-528, was a cooperative endeavor among farmers, various USDA agencies, and other organizations to develop and test means of controlling agricultural nonpoint source water pollution in rural areas.

Recommended project areas were developed by local and State committees and approved by the Secretary of Agriculture in consultation with the Administrator of the Environmental Protection Agency. Full funding was provided in previous appropriations for all approved projects. The implementation period for all projects has ended, and no additional obligations will be incurred. Payment of prior year obligations is expected to continue through calendar year 1999. Similar activities will be carried out through the Agricultural Conservation Program.

**AGRICULTURAL RESOURCE CONSERVATION DEMONSTRATION PROGRAM ACCOUNT**

**Unavailable Collections** (in millions of dollars)

Identification code 12-2086-0-1-351	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....	1	1	1
07.99 Total balance, end of year .....	1	1	1

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with loan guarantees committed in 1993 and beyond. The subsidy amounts are estimated on a present value basis.

This program, also known as "Farms for the Future", provides guarantees and interest assistance on loans made to State trust funds. The assisted loans finance programs to protect and preserve farmland in participating States. No funds for this program were provided in 1996, and none are requested in 1997.

**AGRICULTURAL RESOURCE CONSERVATION DEMONSTRATION GUARANTEED LOAN FINANCING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 12-4177-0-3-351	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.02 Direct program .....	2	2	2
10.00 Total obligations .....	2	2	2
<b>Budgetary resources available for obligation:</b>			
21.90 Unobligated balance available, start of year: Fund balance .....	11	9	7
22.00 New financing authority (gross) .....	1		
23.90 Total budgetary resources available for obligation	12	9	7
23.95 New obligations .....	-2	-2	-2

**General and special funds—Continued**

**AGRICULTURAL RESOURCE CONSERVATION DEMONSTRATION  
GUARANTEED LOAN FINANCING ACCOUNT—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-4177-0-3-351	1995 actual	1996 est.	1997 est.
24.90 Unobligated balance available, end of year: Fund balance .....	9	7	5
<b>New financing authority (gross), detail:</b>			
68.00 Spending authority from offsetting collections (gross): Offsetting collections (cash) .....	1		
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....	2	2	2
73.20 Total financing disbursements (gross) .....	-2	-2	-2
<b>Outlays (gross), detail:</b>			
86.98 Outlays from permanent balances .....	1	1	
87.00 Total financing disbursements (gross) .....	2	2	2
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
88.25 Offsetting collections (cash) from: Interest on uninvested funds .....	-1		
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....			
90.00 Financing disbursements .....	1	2	2

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 12-4177-0-3-351	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders .....			
2150 Total guaranteed loan commitments .....			
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	17	17	17
2290 Outstanding, end of year .....	17	17	17
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year .....	17	17	17

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in 1992 and beyond. 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 12-4177-0-3-351	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury .....	10	9	8	7
1999 Total assets .....	10	9	8	7

**Trust Funds**

**MISCELLANEOUS CONTRIBUTED FUNDS**

**Program and Financing (in millions of dollars)**

Identification code 12-8210-0-7-300	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 99.5) .....		1	

<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	1		
73.10 New obligations .....		1	
73.20 Total outlays (gross) .....	-1	-1	
<b>Outlays (gross), detail:</b>			
86.98 Outlays from permanent balances .....	1		
87.00 Total outlays (gross) .....	1	1	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	1	1	

Funds received from State and local organizations, and others are available for work under cooperative agreements for soil survey, watershed protection, and resource conservation and development activities.

**Personnel Summary**

Identification code 12-8210-0-7-300	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	1	6	3

**RURAL UTILITIES SERVICE**

**Federal Funds**

**General and special funds:**

**SALARIES AND EXPENSES**

For necessary expenses of the Rural Utilities Service, including administering the programs authorized by the Rural Electrification Act of 1936, as amended, and the Consolidated Farm and Rural Development Act, as amended, [\$18,449,000, of which \$7,000 shall be available for financial credit reports] and cooperative agreements, \$33,873,000: *Provided*, That this appropriation shall be available for employment pursuant to the second sentence of 706(a) of the Organic Act of 1944, and not to exceed [\$103,000] \$110,000 may be used for employment under 5 U.S.C. 3109. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-1981-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....		18	34
01.01 Reimbursable program .....		47	36
10.00 Total obligations .....		65	70
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....		65	70
23.95 New obligations .....		-65	-70
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....		18	34
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....		47	36
70.00 Total new budget authority (gross) .....		65	70
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....			8
73.10 New obligations .....		65	70
73.20 Total outlays (gross) .....		-57	-67
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....		8	11
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....		10	25

86.93	Outlays from current balances .....	6	
86.97	Outlays from new permanent authority .....	47	36
87.00	Total outlays (gross) .....	57	67
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00	Offsetting collections (cash) from: Federal sources .....	-47	-36
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	18	34
90.00	Outlays .....	10	30

The Rural Utilities Service (RUS), under authority of the Rural Electrification Act of 1936, as amended, and the Consolidated Farm and Rural Development Act, makes grants, direct loans, and guarantees loans made by other qualified lenders, to suppliers of electric, telecommunication, and water/wastewater/waste disposal services in rural areas. RUS also provides technical assistance to rural communities concerning water and waste disposal services. In addition, RUS makes grants to provide access to advanced telecommunications services and computer networks for distance learning and telemedicine facilities.

The electric and telecommunications loan and grant programs are administered in the Washington, DC, offices of RUS. In addition, RUS general field representatives visit borrowers periodically and maintain liaison between borrowers and headquarters. RUS administers the water and waste programs through the Washington headquarters, with the loan making and servicing activities being performed by the Rural Economic and Community Development field office staff.

**Object Classification** (in millions of dollars)

Identification code 12-1981-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1	Full-time permanent .....	14	22
11.5	Other personnel compensation .....	2	1
11.9	Total personnel compensation .....	16	23
12.1	Civilian personnel benefits .....		4
21.0	Travel and transportation of persons .....		1
23.3	Communications, utilities, and miscellaneous charges .....	1	2
24.0	Printing and reproduction .....		1
25.2	Other services .....	1	3
99.0	Subtotal, direct obligations .....	18	34
99.0	Reimbursable obligations .....	47	33
99.5	Below reporting threshold .....		3
99.9	Total obligations .....	65	70

**Personnel Summary**

Identification code 12-1981-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
Total compensable workyears:			
1001	Full-time equivalent employment .....	233	406
1005	Full-time equivalent of overtime and holiday hours .....	1	1
<b>Reimbursable:</b>			
Total compensable workyears:			
2001	Full-time equivalent employment .....	610	430
2005	Full-time equivalent of overtime and holiday hours .....	1	1

**SALARIES AND EXPENSES**

**Program and Financing** (in millions of dollars)

Identification code 12-3100-0-1-271	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
01.01	Reimbursable program .....	37	
10.00	Total obligations .....	37	

<b>Budgetary resources available for obligation:</b>			
22.00	New budget authority (gross) .....	39	
22.30	Unobligated balance expiring .....	-2	
23.90	Total budgetary resources available for obligation .....	37	
23.95	New obligations .....	-37	

<b>New budget authority (gross), detail:</b>			
68.00	Spending authority from offsetting collections (gross):		
	Offsetting collections (cash) .....	39	

<b>Change in unpaid obligations:</b>			
72.90	Unpaid obligations, start of year: Obligated balance:		
	Fund balance .....	5	6
73.10	New obligations .....	37	
73.20	Total outlays (gross) .....	-37	-6
74.90	Unpaid obligations, end of year: Obligated balance:		
	Fund balance .....	6	

<b>Outlays (gross), detail:</b>			
86.97	Outlays from new permanent authority .....	37	
86.98	Outlays from permanent balances .....		6
87.00	Total outlays (gross) .....	37	6

<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00	Offsetting collections (cash) from: Federal sources .....	-39	

<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....		
90.00	Outlays .....	-3	6

In FY 1996, the Rural Electrification Administration became part of the Rural Utilities Service (RUS) along with certain programs formerly administered by the Rural Development Administration.

**Object Classification** (in millions of dollars)

Identification code 12-3100-0-1-271	1995 actual	1996 est.	1997 est.
99.0	Reimbursable obligations: Subtotal, reimbursable obligations .....	37	
99.9	Total obligations .....	37	

**Personnel Summary**

Identification code 12-3100-0-1-271	1995 actual	1996 est.	1997 est.
2001	Total compensable workyears: Full-time equivalent employment .....	474	

**DISTANCE LEARNING AND MEDICAL LINK GRANTS**

For necessary expenses to carry into effect the programs authorized in sections 2331-2335 of Public Law 101-624, [S7,500,000] \$20,261,000 to remain available until expended. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing** (in millions of dollars)

Identification code 12-1232-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01	Distance Learning and Medical Link Grants .....	8	8
10.00	Total obligations (object class 41.0) .....	8	8

<b>Budgetary resources available for obligation:</b>			
22.00	New budget authority (gross) .....	8	8
23.95	New obligations .....	-8	-8

<b>New budget authority (gross), detail:</b>			
40.00	Appropriation .....	8	8

<b>Change in unpaid obligations:</b>			
72.40	Unpaid obligations, start of year: Obligated balance:		
	Appropriation .....	19	20

**General and special funds—Continued**

**DISTANCE LEARNING AND MEDICAL LINK GRANTS—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-1232-0-1-452	1995 actual	1996 est.	1997 est.
73.10 New obligations .....	8	8	20
73.20 Total outlays (gross) .....	-6	-26	-17
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	20	2	5
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....		6	15
86.93 Outlays from current balances .....	6	20	2
87.00 Total outlays (gross) .....	6	26	17
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	8	8	20
90.00 Outlays .....	6	26	17

This grant program provides access to advanced telecommunications services for improved education and health care in rural areas throughout the country. The grants help education and health care providers bring the most modern technology, level of care, and education to rural America so its citizens can compete regionally, nationally, and globally. Program guidelines allow priority for projects which include jointly-shared telecommunications facilities.

Grant obligations:	1995 actual	1996 est.	1997 est.
Number of grants .....	29	29	78
Amount of grants (in millions of dollars) .....	\$8	\$8	\$20

**SOLID WASTE MANAGEMENT GRANTS**

**Program and Financing (in millions of dollars)**

Identification code 12-2045-0-1-304	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0) .....	3	2	3
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	3	2	3
23.95 New obligations .....	-3	-2	-3
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	3		
42.00 Transferred from other accounts .....		2	3
43.00 Appropriation (total) .....	3	2	3
70.00 Total new budget authority (gross) .....	3	2	3
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	4	4	4
73.10 New obligations .....	3	2	3
73.20 Total outlays (gross) .....	-3	-3	-3
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	4	4	4
<b>Outlays (gross), detail:</b>			
86.93 Outlays from current balances .....	3	3	2
87.00 Total outlays (gross) .....	3	3	3
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	3	2	3
90.00 Outlays .....	3	3	3

This grant program is authorized under Section 310B(b) of the Consolidated Farm and Rural Development Act, as amended (7 U.S.C. 1932). Grants are made to non-profit organizations to provide technical assistance to local and regional governments for the purpose of reducing or eliminating pollution of water resources, and for improving the planning and management of solid waste disposal facilities.

In FY 1997, funding for the Solid Waste Management grant program is requested to be appropriated to the Rural Performance Partnership Program and transferred to this account for administration.

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants .....	39	30	38
Amount of grants (in millions of dollars) .....	\$3	\$3	\$3

**EMERGENCY COMMUNITY WATER ASSISTANCE GRANTS**

**Program and Financing (in millions of dollars)**

Identification code 12-2046-0-1-451	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0) .....	5		
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	10		
22.30 Unobligated balance expiring .....	-5		
23.90 Total budgetary resources available for obligation .....	5		
23.95 New obligations .....	-5		
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	10		
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	27	18	6
73.10 New obligations .....	5		
73.20 Total outlays (gross) .....	-15	-12	-6
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	18	6	1
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	1		
86.93 Outlays from current balances .....	14	12	6
87.00 Total outlays (gross) .....	15	12	6
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	10		
90.00 Outlays .....	15	12	6

These grant programs are authorized under Sections 306A and 306B of the Consolidated Farm and Rural Development Act (7 U.S.C. 1926(a) and 7 U.S.C. 1926(b)) as amended. Grants are made to public bodies and private nonprofit organizations for construction or extension of waterlines, repair or maintenance of existing systems, replacement of equipment, and payment of costs to correct emergency situations. Funding in 1995 was available only for emergency requirements as the President designates. No program is proposed for FY 1997. Funds for these activities, as needed, will be provided through the Rural Water and Waste Disposal Loan and Grant Program.

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants .....	21	0	0
Amount of grants (in millions of dollars) .....	\$5	\$0	\$0

**RURAL UTILITIES ASSISTANCE PROGRAM**

**[INCLUDING TRANSFERS OF FUNDS]**

[For the cost of direct loans, loan guarantees, and grants, as authorized by 7 U.S.C. 1926, 1928, and 1932, \$487,868,000, to remain available until expended, to be available for loans and grants for rural water and waste disposal and solid waste management grants: *Provided*, That the costs of direct loans and loan guarantees, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: *Provided further*, That of the total amount appropriated, not to exceed \$4,500,000 shall be



available for contracting with the National Rural Water Association or equally qualified national organizations for a circuit rider program to provide technical assistance for rural water systems: *Provided further*, That of the total amount appropriated, not to exceed \$18,700,000 shall be available for water and waste disposal systems to benefit the Colonias along the United States/Mexico border, including grants pursuant to section 306C: *Provided further*, That of the total amount appropriated, \$18,688,000 shall be for empowerment zones and enterprise communities, as authorized by Public Law 103-66: *Provided further*, That if such funds are not obligated for empowerment zones and enterprise communities by June 30, 1996, they shall remain available for other authorized purposes under this head.】

【In addition, for administrative expenses necessary to carry out direct loans, loan guarantees, and grants, \$12,740,000, of which \$12,623,000 shall be transferred to and merged with “Rural Utilities Service, Salaries and Expenses”.】 (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing** (in millions of dollars)

Identification code 12-1982-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 25.2)		13	
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)		13	
23.95 New obligations		-13	
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation		501	
41.00 Transferred to other accounts		-524	
42.00 Transferred from other accounts		36	
43.00 Appropriation (total)		13	
70.00 Total new budget authority (gross)		13	
<b>Change in unpaid obligations:</b>			
73.10 New obligations		13	
73.20 Total outlays (gross)		-13	
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority		13	
87.00 Total outlays (gross)		13	
<b>Net budget authority and outlays:</b>			
89.00 Budget authority		13	
90.00 Outlays		13	

**RURAL WATER AND WASTE DISPOSAL GRANTS**

**Program and Financing** (in millions of dollars)

Identification code 12-2066-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0)	508	400	590
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance	3	2	
22.00 New budget authority (gross)	500	399	590
22.10 Resources available from recoveries of prior year obligations	6		
23.90 Total budgetary resources available for obligation	509	400	590
23.95 New obligations	-508	-400	-590
24.40 Unobligated balance available, end of year:			
Uninvested balance	2		
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation	500		
42.00 Transferred from other accounts		399	590
43.00 Appropriation (total)	500	399	590

70.00	Total new budget authority (gross)	500	399	590
<b>Change in unpaid obligations:</b>				
72.40	Unpaid obligations, start of year: Obligated balance:			
	Appropriation	1,065	1,211	1,155
73.10	New obligations	508	400	590
73.20	Total outlays (gross)	-356	-457	-435
73.45	Adjustments in unexpired accounts	-6		
74.40	Unpaid obligations, end of year: Obligated balance:			
	Appropriation	1,211	1,155	1,310
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new current authority	15	11	18
86.93	Outlays from current balances	341	446	417
87.00	Total outlays (gross)	356	457	435
<b>Net budget authority and outlays:</b>				
89.00	Budget authority	500	399	590
90.00	Outlays	356	457	435

This grant program is authorized under section 306(a)(2) of the Consolidated Farm and Rural Development Act, as amended. Grants are authorized to be made to associations, including nonprofit corporations, public and quasi-public agencies, and certain Indian tribes to finance development, storage, treatment, purification, or distribution of water or the collection, treatment, or disposal of waste in rural areas. The amount of any development grant may not exceed 75 percent of the eligible development cost of the project.

The major objectives of the rural water and waste disposal grant program are: (1) to provide assistance to attain basic human amenities; (2) to alleviate health hazards; (3) to promote stability of rural areas by meeting the need for new and improved rural water and waste disposal systems; and (4) to meet national safe drinking water and clean water standards.

In FY 1997, funding for the Rural Water and Waste Disposal grant program is requested to be appropriated to the Rural Performance Partnership Program and transferred to this account for administration.

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants	1,421	1,151	1,932
Amount of grants (in millions of dollars)	\$508	\$400	\$590

**Credit accounts:**

**RURAL WATER AND WASTE DISPOSAL LOANS PROGRAM ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 12-1980-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct loan subsidy		123	69
10.00 Total obligations (object class 41.0)		123	69
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)		123	69
23.95 New obligations		-123	-69
<b>New budget authority (gross), detail:</b>			
42.00 Transferred from other accounts		123	69
<b>Change in unpaid obligations:</b>			
72.40	Unpaid obligations, start of year: Obligated balance:		
	Appropriation		289
73.10	New obligations		123
73.20	Total outlays (gross)		-97
73.30	Obligated balance transferred from other accounts, net		263
74.40	Unpaid obligations, end of year: Obligated balance:		
	Appropriation		289
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new current authority		3
			2

**Credit accounts—Continued**

**RURAL WATER AND WASTE DISPOSAL LOANS PROGRAM ACCOUNT—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-1980-0-1-452	1995 actual	1996 est.	1997 est.
86.93 Outlays from current balances .....		94	105
87.00 Total outlays (gross) .....		97	107
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....		123	69
90.00 Outlays .....		97	107

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

Identification code 12-1980-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct loan levels supportable by subsidy budget authority:</b>			
1150 Direct loan levels .....		547	800
<b>Direct loan subsidy (in percent):</b>			
1320 Subsidy rate .....		22.50	8.57
<b>Direct loan subsidy budget authority:</b>			
1330 Subsidy budget authority .....		123	69
<b>Direct loan subsidy outlays:</b>			
1340 Subsidy outlays .....		97	107
<b>Guaranteed loan levels supportable by subsidy budget authority:</b>			
2150 Loan guarantee levels .....		50	
<b>Guaranteed loan subsidy (in percent):</b>			
2320 Guaranteed Subsidy rate .....		-1.18	0.00

This account provides funding to local governments and nonprofit organizations for the development of storage, treatment, purification, or distribution of water or collection, treatment, or disposal of waste in rural areas.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in FY 1992 and beyond, 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.

In FY 1997, funding for the Direct Water and Waste loan program is requested to be appropriated to the Rural Performance Partnership Program and transferred to this account for administration. Funding for salaries and expenses associated with this program is requested to be appropriated to the Rural Utilities Service salaries and expenses account.

**RURAL WATER AND WASTE DISPOSAL DIRECT LOANS FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4226-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct Loans .....		547	800
00.02 Interest on Treasury Borrowing .....		92	134
10.00 Total obligations .....		639	934
<b>Budgetary resources available for obligation:</b>			
22.00 New financing authority (gross) .....		639	934
23.95 New obligations .....		-639	-934
<b>New financing authority (gross), detail:</b>			
67.15 Authority to borrow (indefinite) .....		182	741
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....		169	232
68.10 Change in orders on hand from Federal sources .....		288	-39

68.90 Spending authority from offsetting collections (total) .....		457	193
70.00 Total new financing authority (gross) .....		639	934

**Change in unpaid obligations:**

<b>Unpaid obligations, start of year:</b>			
72.90 Obligated balance: Fund balance .....			1,391
72.95 Orders on hand from Federal sources .....			288
72.99 Total unpaid obligations, start of year .....			1,679
73.10 New obligations .....		639	934
73.20 Total financing disbursements (gross) .....		-692	-811
73.30 Obligated balance transferred, net .....		1,732	
<b>Unpaid obligations, end of year:</b>			
74.90 Obligated balance: Fund balance .....		1,391	1,553
74.95 Orders on hand from Federal sources .....		288	249
74.99 Total unpaid obligations, end of year .....		1,679	1,802

**Outlays (gross), detail:**

87.00 Total financing disbursements (gross) .....		692	811
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**Offsets:**

<b>Against gross financing authority and financing disbursements:</b>			
<b>Offsetting collections (cash) from:</b>			
88.00 Federal sources .....		-97	-107
<b>Non-Federal sources:</b>			
88.40 Repayment of principal .....		-12	-22
88.40 Interest received on loans .....		-60	-103
88.90 Total, offsetting collections (cash) .....		-169	-232
88.95 Change in receivables from program accounts .....		-288	39

**Net financing authority and financing disbursements:**

89.00 Financing authority .....		182	741
90.00 Financing disbursements .....		523	579

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in FY 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to FY 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

The water and waste disposal program makes loans and grants to finance water and waste disposal facilities in rural areas.

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4226-0-1-452	1995 actual	1996 est.	1997 est.
<b>Position with respect to appropriations act limitation on obligations:</b>			
1111 Limitation on direct loans .....		547	800
1150 Total direct loan obligations .....		547	800
<b>Cumulative balance of direct loans outstanding:</b>			
1210 Outstanding, start of year .....			1,567
1231 Disbursements: Direct loan disbursements .....		600	677
1251 Repayments: Repayments and prepayments .....		-12	-22
1264 Write-offs for default: Other adjustments, net .....		979	
1290 Outstanding, end of year .....		1,567	2,222

**Balance Sheet (in millions of dollars)**

Identification code 12-4226-0-1-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
<b>Federal assets:</b>				
1101 Fund balances with Treasury .....			1,391	1,554
<b>Investments in US securities:</b>				
1106 Receivables, net .....			288	249
<b>Net value of assets related to post-1991 direct loans receivable:</b>				
1401 Direct loans receivable, gross .....			1,567	2,222
1402 Interest receivable .....			60	103
1405 Allowance for subsidy cost (-) .....				

1499	Net present value of assets related to direct loans .....	1,627	2,325
1999	Total assets .....	3,306	4,128
<b>LIABILITIES:</b>			
Federal liabilities:			
2101	Accounts payable .....	1,679	1,802
2103	Debt .....	1,339	2,077
2999	Total liabilities .....	3,018	3,879
<b>NET POSITION:</b>			
3100	Appropriated capital .....	288	249
3999	Total net position .....	288	249
4999	Total liabilities and net position .....	3,306	4,128

2264	Other adjustments, net .....	-487	
2290	Outstanding, end of year .....	494	22
<b>Memorandum:</b>			
2299	Guaranteed amount of guaranteed loans outstanding, end of year .....	394	17

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in FY 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to FY 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

This account finances loan guarantee commitments for water systems, waste disposal facilities, community facilities and industrial development in rural areas. In FY 1996, the financing of community facility and business and industry loan programs were transferred to new accounts.

**RURAL [DEVELOPMENT INSURANCE FUND] WATER AND WASTE DISPOSAL GUARANTEED LOANS FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4218-0-3-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.02	Subsidy reestimate paid to receipt account .....	7	
10.00	Total obligations .....	7	
<b>Budgetary resources available for obligation:</b>			
21.90	Unobligated balance available, start of year: Fund balance .....	20	24
22.00	New financing authority (gross) .....	11	
22.20	Unobligated balance transferred .....		-24
23.90	Total budgetary resources available for obligation .....	31	
23.95	New obligations .....	-7	
24.90	Unobligated balance available, end of year: Fund balance .....	24	
<b>New financing authority (gross), detail:</b>			
68.00	Spending authority from offsetting collections (gross): Offsetting collections (cash) .....	11	
<b>Change in unpaid obligations:</b>			
73.10	New obligations .....	7	
73.20	Total financing disbursements (gross) .....	-7	
<b>Outlays (gross), detail:</b>			
87.00	Total financing disbursements (gross) .....	7	
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00	Payments from program account .....	-7	
88.25	Interest on uninvested funds .....	-2	
88.40	Fees .....	-2	
88.90	Total, offsetting collections (cash) .....	-11	
<b>Net financing authority and financing disbursements:</b>			
89.00	Financing authority .....		
90.00	Financing disbursements .....	-4	

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 12-4218-0-3-452	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on commitments:			
2111	Limitation on guaranteed loans made by private lenders .....	575	50
2112	Uncommitted loan guarantee limitation .....	-100	
2150	Total guaranteed loan commitments .....	475	50
2199	Guaranteed amount of guaranteed loan commitments .....	380	40
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year .....	311	494
2231	Disbursements of new guaranteed loans .....	217	3
2251	Repayments and prepayments .....	-33	
Adjustments:			
2263	Terminations for default that result in claim payments .....	-1	

**Balance Sheet (in millions of dollars)**

Identification code 12-4218-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
1101	Federal assets: Fund balances with Treasury .....	20	24	
1999	Total assets .....	20	24	
<b>LIABILITIES:</b>				
2204	Non-Federal liabilities: Liabilities for loan guarantees .....	20	24	
2999	Total liabilities .....	20	24	
4999	Total liabilities and net position .....	20	24	

**RURAL ELECTRIFICATION AND TELEPHONE LOANS PROGRAM ACCOUNT**

(INCLUDING TRANSFERS OF FUNDS)

Insured loans pursuant to the authority of section 305 of the Rural Electrification Act of 1936, as amended (7 U.S.C. 935), shall be made as follows: 5 percent rural electrification loans, [\$90,000,000] \$125,000,000, 5 percent rural [telephone] telecommunications loans, [\$70,000,000] \$75,000,000; cost of money rural [telephone] telecommunications loans, \$300,000,000; municipal rate rural electric loans, [\$525,000,000] \$600,000,000; and loans made pursuant to section 306 of that Act, [\$420,000,000] rural electric, \$400,000,000, and rural telecommunications, \$120,000,000, to remain available until expended.

For the cost, as defined in section 502 of the Congressional Budget Act of 1974, including the cost of modifying loans, of direct and guaranteed loans authorized by the Rural Electrification Act of 1936, as amended (7 U.S.C. 935), as follows: cost of direct loans, [\$35,126,000] \$4,817,500; cost of municipal rate loans, [\$56,858,000] \$32,280,000; cost of money rural telephone loans, \$60,000; cost of loans guaranteed pursuant to section 306, [\$2,520,000] \$3,720,000. Provided, That notwithstanding section 305(d)(2) of the Rural Electrification Act of 1936, borrower interest rates may exceed 7 percent per year.

In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, [\$29,982,000] \$33,070,000, which shall be transferred to and merged with the appropriation for "Salaries and Expenses." (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Unavailable Collections (in millions of dollars)**

Identification code 12-1230-0-1-271	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99	Balance, start of year .....	38	39
Receipts:			
02.01	Rural electrification and telephone loans, negative subsidies .....	1	2
04.00	Total: Balances and collections .....	39	41

**Credit accounts—Continued**

**RURAL ELECTRIFICATION AND TELEPHONE LOANS PROGRAM  
ACCOUNT—Continued**

(INCLUDING TRANSFERS OF FUNDS)—Continued

**Unavailable Collections (in millions of dollars)—Continued**

Identification code 12-1230-0-1-271	1995 actual	1996 est.	1997 est.
07.99 Total balance, end of year	39	41	43

**Program and Financing (in millions of dollars)**

Identification code 12-1230-0-1-271	1995 actual	1996 est.	1997 est.
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**Obligations by program activity:**

00.01 Direct loan subsidy	60	95	41
00.05 Reestimate of the direct loan subsidy	54	1	
00.06 Interest on reestimates of direct loan subsidy	7		
00.09 Administrative expenses subject to limitation	30	30	33
10.00 Total obligations	151	126	74

**Budgetary resources available for obligation:**

22.00 New budget authority (gross)	151	126	74
23.95 New obligations	-151	-126	-74

**New budget authority (gross), detail:**

<b>Current:</b>			
40.00 Appropriation	90	125	74
<b>Permanent:</b>			
60.05 Appropriation (indefinite)	61		
70.00 Total new budget authority (gross)	151	126	74

**Change in unpaid obligations:**

72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation	270	217	196
73.10 New obligations	151	126	74
73.20 Total outlays (gross)	-196	-146	-127
73.40 Adjustments in expired accounts	-8		
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	217	196	143

**Outlays (gross), detail:**

86.90 Outlays from new current authority	35	36	37
86.93 Outlays from current balances	100	109	91
86.97 Outlays from new permanent authority	61		
87.00 Total outlays (gross)	196	146	127

**Net budget authority and outlays:**

89.00 Budget authority	151	126	74
90.00 Outlays	196	146	127

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

Identification code 12-1230-0-1-271	1995 actual	1996 est.	1997 est.
<b>Direct loan levels supportable by subsidy budget authority:</b>			
1150 Direct loans, electric	74	90	125
1150 Direct loans, municipal rate electric	536	545	600
1150 Direct loans, telecommunications	48	71	75
1150 Direct loans, Treasury rate telecommunications	242	300	300
1150 Direct loans, FFB electric	300	300	400
1150 Direct loans, FFB telecommunications	119	120	120
1159 Total direct loan levels	1,319	1,426	1,620
<b>Direct loan subsidy (in percent):</b>			
1320 Direct loans, electric	13.09	23.37	2.90
1320 Direct loans, municipal rate electric	8.58	10.44	5.38
1320 Direct loans, telecommunications	7.91	19.59	1.59
1320 Direct loans, Treasury rate telecommunications	0.02	0.02	0.02
1320 Direct loans, FFB electric	-0.03	0.84	0.93
1320 Direct loans, FFB telecommunications	-3.91	-0.05	-0.07
1329 Weighted average subsidy rate	4.51	6.63	2.52
<b>Direct loan subsidy budget authority:</b>			
1330 Direct loans, electric	10	21	4
1330 Direct loans, municipal rate electric	46	57	32
1330 Direct loans, telecommunications	4	14	1
1330 Direct loans, Treasury rate telecommunications			

1330 Direct loans, FFB electric		3	4
1330 Direct loans, FFB telecommunications			
1339 Total subsidy budget authority	60	95	41
<b>Direct loan subsidy outlays:</b>			
1340 Direct loans, electric	119	57	29
1340 Direct loans, municipal rate electric	19	28	43
1340 Direct loans, telecommunications	21	26	19
1340 Direct loans, Treasury rate telecommunications			
1340 Direct loans, FFB electric		4	3
1340 Direct loans, FFB telecommunications			
1349 Total subsidy outlays	159	115	94

**Administrative expense data:**

3510 Budget authority	30	30	33
3590 Outlays	30	30	33

The Rural Utilities Service conducts the rural electrification and the rural telecommunications loan programs. The rural electrification loan program is financed through RUS direct loans for the operation of generating plants, electric transmission, and distribution lines or systems. The rural telecommunications loan program is financed through RUS direct loans for construction, expansion, acquisition, and operation of telecommunications lines and facilities or systems.

As required by the Federal Credit Reform Act of 1990, this account records, for rural electrification and telecommunications program, the subsidy costs associated with the direct loans obligated in FY 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.

**Object Classification (in millions of dollars)**

Identification code 12-1230-0-1-271	1995 actual	1996 est.	1997 est.
25.3 Purchases of goods and services from Government accounts	30	30	33
41.0 Grants, subsidies, and contributions	114	96	41
43.0 Interest and dividends	7		
99.9 Total obligations	151	126	74

**RURAL ELECTRIFICATION AND TELEPHONE DIRECT LOAN FINANCING  
ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4208-0-3-271	1995 actual	1996 est.	1997 est.
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**Obligations by program activity:**

00.01 Direct loans, electric	74	91	125
00.02 Direct loans, Municipal rate electric	537	545	600
00.03 Direct loans, telecommunications	48	71	75
00.04 Direct loans, Treasury rate telecommunications	243	300	300
00.05 Direct loans, FFB electric	300	300	400
00.06 Direct loans, FFB telecommunications	119	120	120
00.07 Interest on Treasury borrowing	161	230	308
00.08 Negative subsidy	4		
10.00 Total obligations	1,486	1,657	1,928

**Budgetary resources available for obligation:**

22.00 New financing authority (gross)	1,486	1,657	1,928
23.95 New obligations	-1,486	-1,657	-1,928

**New financing authority (gross), detail:**

67.15 Authority to borrow (indefinite)	1,212	1,278	1,511
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash)	365	400	471
68.10 Change in orders on hand from Federal sources	-53	-21	-53
68.47 Portion applied to debt reduction	-38		
68.90 Spending authority from offsetting collections (total)	274	379	418

70.00	Total new financing authority (gross) .....	1,486	1,657	1,928
<b>Change in unpaid obligations:</b>				
Unpaid obligations, start of year:				
72.90	Obligated balance: Unpaid obligations .....	2,470	3,021	3,274
72.95	Orders on hand from Federal sources .....	270	217	196
72.99	Total unpaid obligations, start of year .....	2,740	3,238	3,470
73.10	New obligations .....	1,486	1,657	1,928
73.20	Total financing disbursements (gross) .....	-991	-1,425	-1,584
73.40	Adjustments in expired accounts .....	3		
Unpaid obligations, end of year:				
74.90	Obligated balance: Unpaid obligations .....	3,021	3,274	3,670
74.95	Orders on hand from Federal sources .....	217	196	143
74.99	Total unpaid obligations, end of year .....	3,238	3,470	3,813
<b>Outlays (gross), detail:</b>				
87.00	Total financing disbursements (gross) .....	991	1,425	1,584
<b>Offsets:</b>				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Payment from program account .....	-166	-116	-94
88.25	Interest on uninvested funds .....	-38	-10	-10
Non-Federal sources:				
88.40	Repayment of principal .....	-42	-37	-65
88.40	Interest received on loans .....	-119	-237	-302
88.90	Total, offsetting collections (cash) .....	-365	-400	-471
88.95	Change in receivables from program accounts .....	53	21	53
<b>Net financing authority and financing disbursements:</b>				
89.00	Financing authority .....	1,174	1,278	1,510
90.00	Financing disbursements .....	628	1,025	1,113

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from electric and telecommunication direct loans obligated in FY 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.

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4208-0-3-271	1995 actual	1996 est.	1997 est.	
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans .....	1,320	1,426	1,620
1150	Total direct loan obligations .....	1,320	1,426	1,620
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year .....	1,953	2,740	3,895
1231	Disbursements: Direct loan disbursements .....	830	1,192	1,275
1251	Repayments: Repayments and prepayments .....	-42	-37	-67
1264	Write-offs for default: Other adjustments, net .....	-1		
1290	Outstanding, end of year .....	2,740	3,895	5,103

**Balance Sheet (in millions of dollars)**

Identification code 12-4208-0-3-271	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101	Fund balances with Treasury .....	60	163	
Investments in US securities:				
1106	Receivables, net .....	1,905	2,098	2,187
1206	Non-Federal assets: Receivables, net .....	1	21	
Net value of assets related to post-1991 direct loans receivable:				
1401	Direct loans receivable, gross .....	1,821	2,452	3,264
1405	Allowance for subsidy cost (-) .....	-132	-270	-143
1499	Net present value of assets related to direct loans .....	1,689	2,182	3,121
1999	Total assets .....	3,655	4,464	5,308
<b>LIABILITIES:</b>				
Federal liabilities:				
2101	Accounts payable .....	1,905	2,097	2,188

2103	Debt .....	1,750	2,367	3,121	3,992
2999	Total liabilities .....	3,655	4,464	5,309	6,389
4999	Total liabilities and net position .....	3,655	4,464	5,309	6,389
<b>ASSETS:</b>					
Federal assets:					
1101	Fund balances with Treasury .....	19	31		
Investments in US securities:					
1102	Treasury securities, par .....	824			
1106	Receivables, net .....		1,074	1,224	1,359
Net value of assets related to post-1991 direct loans receivable:					
1401	Direct loans receivable, gross .....	133	288	631	983
1405	Allowance for subsidy cost (-) .....	-12	-28	-74	-146
1499	Net present value of assets related to direct loans .....	121	260	557	837
1999	Total assets .....	964	1,365	1,781	2,196
<b>LIABILITIES:</b>					
Federal liabilities:					
2101	Accounts payable .....	824	1,067	1,523	1,358
2103	Debt .....	140	298	556	836
2999	Total liabilities .....	964	1,365	2,079	2,194
4999	Total liabilities and net position .....	964	1,365	2,079	2,194

**RURAL ELECTRIFICATION AND TELEPHONE REVOLVING FUND  
LIQUIDATING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4230-0-3-271	1995 actual	1996 est.	1997 est.	
<b>Obligations by program activity:</b>				
00.01	Interest expense on certificates of beneficial ownership .....	496	496	496
00.02	Interest expense, FFB direct .....	1,014	967	904
00.03	Other interest expense .....	557	193	228
10.00	Total obligations (object class 41.0) .....	2,067	1,656	1,628
<b>Budgetary resources available for obligation:</b>				
22.00	New budget authority (gross) .....	2,811	1,656	1,628
22.70	Balance of authority to borrow withdrawn .....	-744		
23.90	Total budgetary resources available for obligation .....	2,067	1,656	1,628
23.95	New obligations .....	-2,067	-1,656	-1,628
<b>New budget authority (gross), detail:</b>				
Spending authority from offsetting collections:				
68.00	Offsetting collections (cash) .....	3,338	3,381	3,059
68.27	Capital transfer to general fund .....		-973	-584
68.47	Portion applied to debt reduction .....	-527	-752	-847
68.90	Spending authority from offsetting collections (total) .....	2,811	1,656	1,628
70.00	Total new budget authority (gross) .....	2,811	1,656	1,628
<b>Change in unpaid obligations:</b>				
Unpaid obligations, start of year:				
Obligated balance:				
72.47	Authority to borrow .....	2,256	2,851	2,624
72.90	Fund balance .....	1,047		
72.99	Total unpaid obligations, start of year .....	3,303	2,851	2,624
73.10	New obligations .....	2,067	1,656	1,628
73.20	Total outlays (gross) .....	-2,511	-1,884	-1,805
73.40	Adjustments in expired accounts .....	-8		
73.45	Adjustments in unexpired accounts .....			
74.47	Unpaid obligations, end of year: Obligated balance:			
	Authority to borrow .....	2,851	2,624	2,446
<b>Outlays (gross), detail:</b>				
86.97	Outlays from new permanent authority .....	2,510	1,656	1,628
86.98	Outlays from permanent balances .....		227	178
87.00	Total outlays (gross) .....	2,511	1,884	1,805

## Credit accounts—Continued

RURAL ELECTRIFICATION AND TELEPHONE REVOLVING FUND  
LIQUIDATING ACCOUNT—Continued

## Program and Financing (in millions of dollars)—Continued

Identification code 12-4230-0-3-271	1995 actual	1996 est.	1997 est.	
<b>Offsets:</b>				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
Non-Federal sources:				
88.40	Loans repaid .....	-1,381	-1,553	-1,331
88.40	Interest from loans .....	-1,957	-1,828	-1,728
88.90	Total, offsetting collections (cash) .....	-3,338	-3,381	-3,059
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	-527	-1,725	-1,431
90.00	Outlays .....	-828	-1,497	-1,254

## Status of Direct Loans (in millions of dollars)

Identification code 12-4230-0-3-271	1995 actual	1996 est.	1997 est.	
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year .....	34,099	33,101	31,775
1231	Disbursements: Direct loan disbursements .....	432	227	178
1251	Repayments: Repayments and prepayments .....	-1,381	-1,553	-1,331
1264	Write-offs for default: Other adjustments, net .....	-49		
1290	Outstanding, end of year .....	33,101	31,775	30,622

## Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4230-0-3-271	1995 actual	1996 est.	1997 est.	
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year .....	704	687	667
2251	Repayments and prepayments .....	-17	-20	-22
2290	Outstanding, end of year .....	687	667	645
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year .....	687	667	645

## STATUS OF AGENCY DEBT

(In millions of dollars)

	1995 actual	1996 est.	1997 est.
Agency Debt Held by FFB:			
Outstanding FFB Direct, start of year .....	16,088	16,041	15,756
Outstanding CBO's, start of year .....	4,599	4,599	4,599
New agency borrowing, FFB Direct .....	293		
New agency borrowing, CBO's .....			
Repayments and prepayments, FFB Direct .....	-333	-285	-318
Repayments and prepayments, CBO's .....			
Outstanding FFB Direct, end of year .....	16,048	15,756	15,438
Outstanding CBO's, end of year .....	4,599	4,599	4,599

As required by the Federal Credit Reform Act of 1990, this account records, for rural electrification and telecommunications programs, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to FY 1992. All new activity in RETRF in FY 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.

The Rural Utilities Service will continue to service all loans in this account providing business management and technical assistance to the borrowers on a regular basis over the life of the loans.

*Rural electric.*—This program is financed through RUS direct loans for the construction and operation of generating plants, electric transmission, and distribution lines or systems.

## ELECTRIC PROGRAM STATISTICS

(dollars in millions)

	1995 actual	1996 est.	1997 est.
Cumulative RUS financed direct loans .....	21,938	21,938	21,938
Cumulative FFB financed direct loans .....	28,011	28,011	28,011
Cumulative RUS funds advanced .....	21,845	21,867	21,885
Unadvanced RUS funds, end of year .....	93	71	53
Cumulative RUS principal repaid .....	10,533	11,375	12,022
Cumulative RUS interest paid .....	9,444	9,890	10,309
Cumulative loan guarantee commitments <sup>1</sup> .....	960	960	960
Number of borrowers .....	887	855	830

## NOTES

<sup>1</sup> Represents loans financed by private lenders, including refinanced direct loans, FFB.

*Rural telecommunications.*—This loan program is financed through RUS direct loans for the construction, expansion, acquisition, and operation of telecommunications lines and facilities or systems.

## TELECOMMUNICATIONS PROGRAM STATISTICS

(dollars in millions)

	1995 actual	1996 est.	1997 est.
Cumulative RUS financed direct loans .....	6,083	6,083	6,083
Cumulative FFB financed direct loans .....	616	616	616
Cumulative RUS funds advanced .....	5,758	5,882	5,993
Unadvanced RUS funds, end of period .....	325	201	90
Cumulative RUS principal repaid .....	2,533	2,612	2,758
Cumulative RUS interest paid .....	2,162	2,301	2,442
Cumulative loan guarantee commitments <sup>1</sup> .....	3	3	3
Number of borrowers .....	897	900	905

<sup>1</sup> Other lenders—privately financed direct loans, FFB.

## Statement of Operations (in millions of dollars)

Identification code 12-4230-0-3-271	1994 actual	1995 actual	1996 est.	1997 est.
<b>ELECTRIC PROGRAM:</b>				
0111 Revenue .....	2,116	1,782	1,690	1,584
0112 Expense .....	-2,672	-2,782	-1,399	-1,400
0119 Net income or loss (-) .....	-556	-1,000	291	184
<b>TELECOMMUNICATION PROGRAM:</b>				
0121 Revenue .....	178	173	186	190
0122 Expense .....	-107	-96	-92	-90
0129 Net income or loss (-) .....	71	77	94	100
0191 Total revenues .....	2,294	1,955	1,876	1,774
0192 Total expenses .....	-2,779	-2,878	-1,491	-1,490
0199 Net income or loss .....	-485	-923	385	284

## Balance Sheet (in millions of dollars)

Identification code 12-4230-0-3-271	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101 Fund balances with Treasury .....	905	1,397		
Investments in US securities:				
1106 Receivables, net .....		67	2	2
1206 Non-Federal assets: Receivables, net .....	31	194	7	7
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601 Direct loans, gross .....	30,619	33,101	31,775	30,622
1603 Allowance for estimated uncollectible loans and interest (-) .....	-3,854	-4,724	-4,564	-4,423
1699 Value of assets related to direct loans .....	26,765	28,377	27,211	26,199
1999 Total assets .....	27,701	30,035	27,220	26,208
<b>LIABILITIES:</b>				
Federal liabilities:				
2102 Interest payable .....	1	304		
2103 Debt .....	25,638	28,863	28,413	27,722
Non-Federal liabilities:				
2201 Accounts payable .....		33		
2202 Interest payable .....	32			
2207 Other .....	2,898	2,863	2,863	2,863
2999 Total liabilities .....	28,569	32,063	31,276	30,585

NET POSITION:					
3100	Appropriated capital .....	1,896	1,896	1,741	1,741
3300	Cumulative results of operations .....	-2,764	-3,923	-5,795	-6,116
3999	Total net position .....	-868	-2,027	-4,054	-4,375
4999	Total liabilities and net position .....	27,701	30,036	27,222	26,210
ASSETS:					
1101	Federal assets: Fund balances with Treasury .....	142	168		
Non-Federal assets:					
1201	Investments in non-Federal securities, net .....	592	592	592	592
1206	Receivables, net .....	8	12		
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:					
1601	Direct loans, gross .....	3,485	3,386	3,447	3,419
1603	Allowance for estimated uncollectible loans and interest (-) .....	-15	-15	-15	-15
1699	Value of assets related to direct loans .....	3,469	3,371	3,432	3,404
1999	Total assets .....	4,211	4,142	4,024	3,996
LIABILITIES:					
Federal liabilities:					
2102	Interest payable .....		3		
2103	Debt .....	2,584	2,428	2,235	1,903
Non-Federal liabilities:					
2201	Accounts payable .....		2		
2207	Other .....	18	22	13	
2999	Total liabilities .....	2,602	2,456	2,248	1,903
NET POSITION:					
3100	Appropriated capital .....	730	730	653	653
3300	Cumulative results of operations .....	880	957	1,123	1,440
3999	Total net position .....	1,610	1,687	1,776	2,093
4999	Total liabilities and net position .....	4,212	4,142	4,024	3,997

73.10	New obligations .....	10	9	6
73.20	Total outlays (gross) .....	-10	-6	-6
74.40	Unpaid obligations, end of year: Obligated balance: Appropriation .....	4	7	7
Outlays (gross), detail:				
86.90	Outlays from new current authority .....	9	4	4
86.93	Outlays from current balances .....	1	2	2
87.00	Total outlays (gross) .....	10	6	6
Net budget authority and outlays:				
89.00	Budget authority .....	10	9	6
90.00	Outlays .....	10	6	6

As required by the Federal Credit Reform Act of 1990, this account records, for the Rural Telephone Bank, the subsidy costs associated with the direct loans obligated in FY 1992 and beyond as well as administrative expenses for the program. The subsidy amounts are estimated on a present value basis; administrative expenses are estimated on a cash basis.

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

Identification code 12-1231-0-1-452	1995 actual	1996 est.	1997 est.	
Direct loan levels supportable by subsidy budget authority:				
1150	Direct loan levels .....	175	175	175
Direct loan subsidy (in percent):				
1320	Subsidy rate .....	0.44	2.87	1.33
Direct loan subsidy budget authority:				
1330	Subsidy budget authority .....	1	5	2
Direct loan subsidy outlays:				
1340	Subsidy outlays .....		2	2
Administrative expense data:				
3510	Budget authority .....	9	4	4
3590	Outlays .....	9	4	4

RURAL TELEPHONE BANK PROGRAM ACCOUNT

The Rural Telephone Bank is hereby authorized to make such expenditures, within the limits of funds available to such corporation in accord with law, and to make such contracts and commitments without regard to fiscal year limitations as provided by section 104 of the Government Corporation Control Act, as amended, as may be necessary in carrying out its authorized programs for the current fiscal year. During fiscal year [1996] 1997 and within the resources and authority available, gross obligations for the principal amount of direct loans shall be \$175,000,000.

For the cost, as defined in section 502 of the Congressional Budget Act of 1974, including the cost of modifying loans, of direct loans authorized by the Rural Electrification Act of 1936, as amended (7 U.S.C. 935), [\$5,023,000] \$2,328,000.

In addition, for administrative expenses necessary to carry out the loan programs, [\$3,541,000] \$3,500,000. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

Program and Financing (in millions of dollars)

Identification code 12-1231-0-1-452	1995 actual	1996 est.	1997 est.	
Obligations by program activity:				
00.01	Direct loan subsidy .....	1	5	2
00.09	Administrative expenses subject to limitation .....	9	4	4
10.00	Total obligations .....	10	9	6
Budgetary resources available for obligation:				
22.00	New budget authority (gross) .....	10	9	6
23.95	New obligations .....	-10	-9	-6
New budget authority (gross), detail:				
40.00	Appropriation .....	10	9	6
Change in unpaid obligations:				
72.40	Unpaid obligations, start of year: Obligated balance: Appropriation .....	3	4	7

Object Classification (in millions of dollars)

Identification code 12-1231-0-1-452	1995 actual	1996 est.	1997 est.	
25.3	Purchases of goods and services from Government accounts .....	9	4	4
41.0	Grants, subsidies, and contributions .....	1	5	2
99.0	Subtotal, direct obligations .....	10	9	6
99.9	Total obligations .....	10	9	6

RURAL TELEPHONE BANK DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4210-0-3-452	1995 actual	1996 est.	1997 est.	
Obligations by program activity:				
00.01	Direct loans .....	175	175	175
00.03	Interest on Treasury borrowing .....	14	11	21
00.04	RTB Equity Fund .....		1	1
10.00	Total obligations .....	189	187	197
Budgetary resources available for obligation:				
22.00	New financing authority (gross) .....	189	187	197
23.90	Total budgetary resources available for obligation .....	189	187	197
23.95	New obligations .....	-189	-187	-197
New financing authority (gross), detail:				
67.15	Authority to borrow (indefinite) .....	173	170	173
Spending authority from offsetting collections:				
68.00	Offsetting collections (cash) .....	21	33	42
68.10	Change in orders on hand from Federal sources .....	1	3	
68.47	Portion applied to debt reduction .....	-5	-18	-17
68.90	Spending authority from offsetting collections (total) .....	17	18	25

**Credit accounts—Continued****RURAL TELEPHONE BANK DIRECT LOAN FINANCING ACCOUNT—  
Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 12-4210-0-3-452	1995 actual	1996 est.	1997 est.
70.00 Total new financing authority (gross) .....	189	187	197
<b>Change in unpaid obligations:</b>			
Unpaid obligations, start of year:			
72.90 Obligated balance: Fund balance .....	449	581	530
72.95 Orders on hand from Federal sources .....	3	4	7
72.99 Total unpaid obligations, start of year .....	452	585	537
73.10 New obligations .....	189	187	197
73.20 Total financing disbursements (gross) .....	-52	-235	-201
73.40 Adjustments in expired accounts .....	-5		
Unpaid obligations, end of year:			
74.90 Obligated balance: Fund balance .....	581	530	526
74.95 Orders on hand from Federal sources .....	4	7	7
74.99 Total unpaid obligations, end of year .....	585	537	533
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....	52	235	201
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources: Payment from Program Account .....	-1	-2	-2
88.25 Interest on uninvested funds .....	-8	-3	-3
Non-Federal sources:			
88.40 Principal received on loans .....	-4	-3	-3
88.40 Interest received on loans .....	-6	-14	-25
88.40 Sale of RTB Stock .....	-2	-11	-9
88.90 Total, offsetting collections (cash) .....	-21	-33	-42
88.95 Change in receivables from program accounts .....	-1	-3	
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....	167	151	155
90.00 Financing disbursements .....	31	202	159

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4210-0-3-452	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....	175	175	175
1150 Total direct loan obligations .....	175	175	175
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	85	118	338
1231 Disbursements: Direct loan disbursements .....	37	223	179
1251 Repayments: Repayments and prepayments .....	-4	-3	-3
1290 Outstanding, end of year .....	118	338	514

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in FY 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 12-4210-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101 Fund balances with Treasury .....	2	90		
Investments in US securities:				
Receivables, net:				
1106 Program Account .....	3	4	7	7
1106 Receivables, net .....	449	581	530	526

Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....	85	118	338	513
1405 Allowance for subsidy cost (-) .....	-3	-4	-10	-17
1499 Net present value of assets related to direct loans .....	82	114	328	496
1999 Total assets .....	536	789	865	1,029
<b>LIABILITIES:</b>				
Federal liabilities:				
2101 Accounts payable .....	452	585	537	533
2103 Debt .....	80	199	311	471
2201 Non-Federal liabilities: Accounts payable .....	4	5	17	25
2999 Total liabilities .....	536	789	865	1,029
<b>NET POSITION:</b>				
3100 Appropriated capital .....				
3999 Total net position .....				
4999 Total liabilities and net position .....	536	789	865	1,029

**RURAL TELEPHONE BANK LIQUIDATING ACCOUNT****Program and Financing (in millions of dollars)**

Identification code 12-4231-0-3-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Interest expense .....	37	30	25
00.02 Dividends .....	8	8	8
00.03 RTB Equity fund .....	28	29	30
10.00 Total obligations .....	73	67	63
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	85	79	75
22.40 Capital transfer to general fund .....	-12	-12	-12
23.90 Total budgetary resources available for obligation .....	73	67	63
23.95 New obligations .....	-73	-67	-63
<b>New budget authority (gross), detail:</b>			
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	186	196	192
68.27 Capital transfer to general fund .....	-60	-64	-65
68.47 Portion applied to debt reduction .....	-41	-53	-52
68.90 Spending authority from offsetting collections (total) .....	85	79	75
70.00 Total new budget authority (gross) .....	85	79	75
<b>Change in unpaid obligations:</b>			
Unpaid obligations, start of year:			
Obligated balance:			
72.47 Authority to borrow .....	308	238	171
72.90 Fund balance .....	33	68	102
72.99 Total unpaid obligations, start of year .....	341	306	273
73.10 New obligations .....	73	67	63
73.20 Total outlays (gross) .....	-108	-100	-96
Unpaid obligations, end of year:			
Obligated balance:			
74.47 Authority to borrow .....	238	171	103
74.90 Fund balance .....	68	102	137
74.99 Total unpaid obligations, end of year .....	306	273	240
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	85	79	75
86.98 Outlays from permanent balances .....	23	21	21
87.00 Total outlays (gross) .....	108	100	96
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
Non-Federal sources:			
88.40 Loans repaid .....	-81	-93	-94
88.40 Interest from loans .....	-104	-101	-96
88.40 Sales of stock .....	-1	-2	-2
88.90 Total, offsetting collections (cash) .....	-186	-196	-192



**Net budget authority and outlays:**

89.00	Budget authority .....	-101	-117	-117
90.00	Outlays .....	-78	-96	-96

**Status of Direct Loans** (in millions of dollars)

Identification code 12-4231-0-3-452	1995 actual	1996 est.	1997 est.	
<b>Cumulative balance of direct loans outstanding:</b>				
1210	Outstanding, start of year .....	1,459	1,414	1,354
1231	Disbursements: Direct loan disbursements .....	36	33	33
1251	Repayments: Repayments and prepayments .....	-81	-93	-94
1290	Outstanding, end of year .....	1,414	1,354	1,293

As required by the Federal Credit Reform Act of 1990, this account records, for the Rural Telephone Bank, all cash flows to and from the Government resulting from direct loans obligated prior to FY 1992. This account is shown on a cash basis. All new activity in this program in FY 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.

The Rural Telephone Bank (RTB) provides a supplemental source of financing for rural telephone borrowers. The Bank charges an interest rate based on the cost of money to the Bank, as prescribed by law, but not less than 5 percent per annum. The composite interest rate on cumulative loans through September 30, 1995, was 7.14 percent. The long-term interest rate on advances made during 1995 for loans approved after October 1, 1987, was 6.04 percent.

Equity capital of the Bank consists of class A stock purchased by the United States of \$592 million with a 2 percent dividend and classes B and C stock purchased by bank borrowers, organizations eligible to become borrowers and organizations controlled by borrowers. The Bank has borrowed \$759 million from the Treasury. A total of \$41,048,350, at interest rates ranging from 10.625 percent to 11.5 percent was repaid during the fiscal year. The outstanding balance of \$464,937,505, is at interest rates of 7.25 percent to 10.625 percent. The \$592 million purchase of capital stock has been financed through appropriations.

Administrative support is provided for the general operations of the Bank by RUS employees and the Office of the General Counsel.

Bank loans totaled \$175 million in 1995. After almost 23 years in operation, loans to 627 borrowers have been approved, totaling over \$3.178 billion.

**PROGRAM STATISTICS**

(Dollars in millions)

	1995 actual	1996 est.	1997 est.
Cumulative net loans .....	3,373	3,548	3,723
Cumulative loan funds, advanced .....	2,469	2,725	2,937
Unadvanced loan funds, end of year .....	904	823	786
Cumulative principal repaid .....	937	1,033	1,131
Cumulative interest paid .....	1,816	1,929	2,047
Number of borrowers .....	552	552	552

**Statement of Operations** (in millions of dollars)

Identification code 12-4231-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.	
0101	Revenue .....	123	104	101	96
0102	Expense .....	-50	-37	-30	-25
0109	Net income or loss (-) .....	73	67	71	71

**Balance Sheet** (in millions of dollars)

Identification code 12-4231-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.	
<b>ASSETS:</b>					
1101	Federal assets: Fund balances with Treasury .....	33	58	92	127
1206	Non-Federal assets: Receivables, net .....	5	5	5	6

<b>Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:</b>					
1601	Direct loans, gross .....	1,458	1,414	1,354	1,292
1603	Allowance for estimated uncollectible loans and interest (-) .....	-9	-9	-8	-8
1604	Direct loans and interest receivable, net .....	1,449	1,405	1,346	1,284
1699	Value of assets related to direct loans .....	1,449	1,405	1,346	1,284
1999	Total assets .....	1,487	1,468	1,443	1,417
<b>LIABILITIES:</b>					
<b>Federal liabilities:</b>					
2102	Interest payable .....	14	15	16	16
2103	Debt .....	506	465	415	365
<b>Non-Federal liabilities:</b>					
2201	Accounts payable .....	2	2	2	2
2207	Other .....	373	394	418	442
2999	Total liabilities .....	895	876	851	825
<b>NET POSITION:</b>					
3100	Appropriated capital .....	592	592	592	592
3999	Total net position .....	592	592	592	592
4999	Total liabilities and net position .....	1,487	1,468	1,443	1,417

**Object Classification** (in millions of dollars)

Identification code 12-4231-0-3-452	1995 actual	1996 est.	1997 est.	
33.0	Investments and loans .....	28	29	30
43.0	Interest and dividends .....	45	38	33
99.9	Total obligations .....	73	67	63

*DISTANCE LEARNING AND MEDICAL LINK LOAN PROGRAM ACCOUNT*

(Legislative proposal, not subject to PAYGO)

**Program and Financing** (in millions of dollars)

Identification code 12-1300-2-1-452	1995 actual	1996 est.	1997 est.	
<b>Obligations by program activity:</b>				
00.01	Direct Loans 5% .....			1
00.02	Direct Loans, Treasury rate .....			1
10.00	Total obligations (object class 41.0) .....			2

**Budgetary resources available for obligation:**

22.00	New budget authority (gross) .....			2
23.95	New obligations .....			-2

**New budget authority (gross), detail:**

40.00	Appropriation .....			2
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**Change in unpaid obligations:**

73.10	New obligations .....			2
73.20	Total outlays (gross) .....			-1
74.40	Unpaid obligations, end of year: Obligated balance: Appropriation .....			1

**Outlays (gross), detail:**

86.90	Outlays from new current authority .....			1
87.00	Total outlays (gross) .....			1

**Net budget authority and outlays:**

89.00	Budget authority .....			2
90.00	Outlays .....			1

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated in FY 1992 and beyond. The subsidy amounts are estimated on a present value basis.

**Credit accounts—Continued**

*DISTANCE LEARNING AND MEDICAL LINK LOAN PROGRAM  
ACCOUNT—Continued*

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

Identification code 12-1300-2-1-452	1995 actual	1996 est.	1997 est.
Direct loan levels supportable by subsidy budget authority:			
1150 Direct Loans, 5% .....			50
1150 Direct Loans, Treasury rate .....			75
1159 Total direct loan levels .....			125
Direct loan subsidy (in percent):			
1320 Subsidy rate, 5% .....			2.50
1320 Subsidy rate, Treasury .....			1.04
1329 Weighted average subsidy rate .....			1.62
Direct loan subsidy budget authority:			
1330 Subsidy budget authority, 5% .....			1
1330 Subsidy budget authority, Treasury .....			1
1339 Total subsidy budget authority .....			2
Direct loan subsidy outlays:			
1340 Subsidy outlays, 5% .....			1
1340 Subsidy outlays, Treasury .....			
1349 Total subsidy outlays .....			1

**DISTANCE LEARNING AND MEDICAL LINK LOAN FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4146-2-3-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct Loans, 5% .....			50
00.02 Direct Loans, Treasury .....			75
00.03 Interest on treasury borrowing .....			1
10.00 Total obligations .....			126
<b>Budgetary resources available for obligation:</b>			
22.00 New financing authority (gross) .....			126
23.95 New obligations .....			-126
<b>New financing authority (gross), detail:</b>			
67.15 Authority to borrow (indefinite) .....			123
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....			7
68.10 Change in orders on hand from Federal sources .....			1
68.47 Portion applied to debt reduction .....			-6
68.90 Spending authority from offsetting collections (total) .....			2
70.00 Total new financing authority (gross) .....			126
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....			126
73.20 Total financing disbursements (gross) .....			-38
Unpaid obligations, end of year:			
74.90 Obligated balance: Fund balance .....			86
74.95 Orders on hand from Federal sources .....			1
74.99 Total unpaid obligations, end of year .....			87
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....			38
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.25 Interest on uninvested funds .....			-5
88.40 Interest received on loans .....			-2
88.90 Total, offsetting collections (cash) .....			-7
88.95 Change in receivables from program accounts .....			-1
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....			118

90.00 Financing disbursements .....			31
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**Status of Direct Loans (in millions of dollars)**

Identification code 12-4146-2-3-452	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....			125
1150 Total direct loan obligations .....			125
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....			
1231 Disbursements: Direct loan disbursements .....			38
1290 Outstanding, end of year .....			38

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in FY 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 12-4146-2-3-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101 Fund balances with Treasury .....				
Investments in US securities:				
Receivables, net:				
1106 Program account .....				1
1106 Receivables, net .....				86
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....				38
1405 Allowance for subsidy cost (-) .....				-2
1499 Net present value of assets related to direct loans .....				36
1999 Total assets .....				123
<b>LIABILITIES:</b>				
Federal liabilities:				
2101 Accounts payable .....				88
2103 Debt .....				35
2999 Total liabilities .....				123
4999 Total liabilities and net position .....				123

**RURAL DEVELOPMENT INSURANCE FUND PROGRAM ACCOUNT**

**Unavailable Collections (in millions of dollars)**

Identification code 12-2082-0-1-452	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....		8	8
Receipts:			
02.01 Rural development insurance fund, downward reestimates of subsidies .....	8		
04.00 Total: Balances and collections .....	8	8	8
07.99 Total balance, end of year .....	8	8	8

**Program and Financing (in millions of dollars)**

Identification code 12-2082-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct Loan Subsidy .....	148		
00.02 Guaranteed Loan Subsidy .....	7		
00.03 Reestimates of direct loan subsidy .....	20		
00.04 Interest on direct loan subsidy .....	3		
00.05 Reestimates of guaranteed loan subsidy .....	1		
00.07 Administrative expenses .....	57		
10.00 Total obligations .....	236		

<b>Budgetary resources available for obligation:</b>			
22.00	New budget authority (gross)	238	
22.30	Unobligated balance expiring	-2	
23.90	Total budgetary resources available for obligation	236	
23.95	New obligations	-236	
<b>New budget authority (gross), detail:</b>			
Current:			
40.00	Appropriation	214	
Permanent:			
60.05	Appropriation (indefinite)	24	
70.00	Total new budget authority (gross)	238	
<b>Change in unpaid obligations:</b>			
74.00	Unpaid obligations, start of year: Obligated balance:		
	Appropriation	233	295
73.10	New obligations	236	
73.20	Total outlays (gross)	-168	
73.30	Obligated balance transferred, net		-295
73.40	Adjustments in expired accounts	-6	
74.00	Unpaid obligations, end of year: Obligated balance:		
	Appropriation	295	
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new current authority	74	
86.93	Outlays from current balances	70	
86.97	Outlays from new permanent authority	24	
87.00	Total outlays (gross)	168	
<b>Net budget authority and outlays:</b>			
89.00	Budget authority	238	
90.00	Outlays	168	

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in FY 1992 and beyond, 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.

In 1994, this program account was administered by the Rural Development Administration. Under reorganization of the Department of Agriculture, the water and waste direct and guaranteed loan programs are administered through the Rural Utilities Service's Rural Water and Waste Disposal Loans Program Account; the community facility direct and guaranteed loan programs are administered through the Rural Housing Service's Rural Community Facility Loans Program Account; and the business and industry direct and guaranteed loan programs are administered through the Rural Business-Cooperative Service's Rural Business and Industry Loans Program Account.

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

Identification code 12-2082-0-1-452	1995 actual	1996 est.	1997 est.
Direct loan levels supportable by subsidy budget authority:			
1150	Water and waste disposal loans	828	
1150	Community facility loans	176	
1159	Total direct loan levels	1,004	
Direct loan subsidy (in percent):			
1320	Water and waste disposal loans	15.28	
1320	Community facility loans	12.14	
1329	Weighted average subsidy rate	14.73	
Direct loan subsidy budget authority:			
1330	Water and waste disposal loans	127	
1330	Community facility loans	21	
1339	Total subsidy budget authority	148	
Direct loan subsidy outlays:			
1340	Subsidy outlays	69	
1340	Subsidy outlays	12	
1349	Total subsidy outlays	81	

Guaranteed loan levels supportable by subsidy budget authority:			
2150	Community facility loans	51	
2150	Business and industry loans	424	
2159	Total loan guarantee levels	475	
Guaranteed loan subsidy (in percent):			
2320	Community facility loans	4.94	
2320	Business and industry loans	0.94	
2329	Weighted average subsidy rate	1.37	
Guaranteed loan subsidy budget authority:			
2330	Community facility loans	3	
2330	Business and industry loans	4	
2339	Total subsidy budget authority	7	
Guaranteed loan subsidy outlays:			
2340	Community facility loans	3	
2340	Business and industry loans	3	
2349	Total subsidy outlays	6	
Administrative expense data:			
3510	Budget authority	57	
3590	Outlays from new authority	57	

**Object Classification (in millions of dollars)**

Identification code 12-2082-0-1-452	1995 actual	1996 est.	1997 est.
25.3	Purchases of goods and services from Government accounts	57	
41.0	Grants, subsidies, and contributions	179	
99.9	Total obligations	236	

**RURAL DEVELOPMENT INSURANCE FUND DIRECT LOAN FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4217-0-3-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01	Direct loans	1,004	
00.03	Interest on Treasury borrowing	94	
10.00	Total obligations	1,098	
<b>Budgetary resources available for obligation:</b>			
22.00	New financing authority (gross)	1,098	
23.95	New obligations	-1,098	
<b>New financing authority (gross), detail:</b>			
67.15	Authority to borrow (indefinite)	839	
Spending authority from offsetting collections:			
68.00	Offsetting collections (cash)	197	
68.10	Change in orders on hand from Federal sources	62	-295
68.15	Adjustment to orders on hand from Federal sources		295
68.90	Spending authority from offsetting collections (total)	259	
70.00	Total new financing authority (gross)	1,098	
<b>Change in unpaid obligations:</b>			
Unpaid obligations, start of year:			
72.90	Obligated balance: Fund balance	1,409	1,703
72.95	Orders on hand from Federal sources	233	295
72.99	Total unpaid obligations, start of year	1,642	1,998
73.10	New obligations	1,098	
73.20	Total financing disbursements (gross)	-705	
73.30	Obligated balance transferred, net		-1,998
73.40	Adjustments in expired accounts	-37	
Unpaid obligations, end of year:			
74.90	Obligated balance: Fund balance	1,703	
74.95	Orders on hand from Federal sources	295	
74.99	Total unpaid obligations, end of year	1,998	
<b>Outlays (gross), detail:</b>			
87.00	Total financing disbursements (gross)	705	

**Credit accounts—Continued**

**RURAL DEVELOPMENT INSURANCE FUND DIRECT LOAN FINANCING ACCOUNT—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-4217-0-3-452	1995 actual	1996 est.	1997 est.
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
Federal sources:			
88.00	Federal sources	-81	
88.00	Federal sources	-23	
88.25	Interest on uninvested funds	-39	
Non-Federal sources:			
88.40	Repayment of principal	-15	
88.40	Interest received on loans	-36	
88.40	Miscellaneous non-Federal offsetting collections	-3	
88.90	Total, offsetting collections (cash)	-197	
88.95	Change in receivables from program accounts	-62	295
88.96	Adjustment to orders on hand from Federal sources		-295
<b>Net financing authority and financing disbursements:</b>			
89.00	Financing authority	839	
90.00	Financing disbursements	506	

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4217-0-3-452	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on obligations:			
1111	Limitation on direct loans	1,131	
1112	Unobligated direct loan limitation	-127	
1150	Total direct loan obligations	1,004	
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	625	1,218
1231	Disbursements: Direct loan disbursements	608	
1251	Repayments: Repayments and prepayments	-15	
1264	Write-offs for default: Other adjustments, net		-1,218
1290	Outstanding, end of year	1,218	

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in FY 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

This account finances direct loans for water systems, waste disposal facilities, community facilities, and businesses and industries in rural areas. Communities unable to afford low interest loans for water and waste disposal facilities are also able to obtain RUS grants.

In FY 1996, these loans were transferred to the Rural Water and Waste Disposal Direct Loans Financing Account in the Rural Utilities Service; the Rural Community Facility Direct Loans Financing Account in the Rural Housing Service; and the Rural Business and Industry Direct Loans Financing Account in the Rural Business-Cooperative Service.

**Balance Sheet (in millions of dollars)**

Identification code 12-4217-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101	Fund balances with Treasury	1,640	1,998	
Investments in US securities:				
1106	Receivables, net	233	295	
1206	Non-Federal assets: Receivables, net	8	16	
Net value of assets related to post-1991 direct loans receivable:				
1401	Direct loans receivable, gross	625	1,218	
1402	Interest receivable	14	36	
1405	Allowance for subsidy cost (-)	-82	-167	

1499	Net present value of assets related to direct loans	557	1,087	
1999	Total assets	2,439	3,396	
<b>LIABILITIES:</b>				
Federal liabilities:				
2101	Accounts payable		1,998	
2103	Debt	2,206	1,103	
2999	Total liabilities	2,206	3,101	
<b>NET POSITION:</b>				
3100	Appropriated capital	233	295	
3999	Total net position	233	295	
4999	Total liabilities and net position	2,439	3,396	

**RURAL DEVELOPMENT INSURANCE FUND LIQUIDATING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4155-0-3-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Operating expenses:			
00.02	Purchase of loans from investors	2	2
00.03	Redemption of public CBO debt	6	
00.04	Purchase of guaranteed loans from investors	3	3
00.05	Interest on guaranteed loans purchased from investors		1
00.06	Disbursement of loan repayments to investors	1	
00.91	Total operating expenses	12	6
Capital investment:			
01.01	Interest on FFB borrowings	515	515
01.02	Interest on certificates of beneficial ownership	1	1
01.05	Interest on Treasury borrowings	146	140
01.06	Loss settlement expense on guaranteed loans	5	29
01.91	Total capital investment	667	685
10.00	Total obligations	679	691
<b>Budgetary resources available for obligation:</b>			
22.00	New budget authority (gross)	789	698
22.60	Redemption of debt		-3
22.70	Balance of authority to borrow withdrawn	-110	-3
23.90	Total budgetary resources available for obligation	679	692
23.95	New obligations	-679	-691

**New budget authority (gross), detail:**

60.05	Appropriation (indefinite)	325	550	350
60.47	Portion applied to debt reduction		-325	-30
63.00	Appropriation (total)	325	225	320
68.00	Spending authority from offsetting collections: Offsetting collections (cash)	464	473	455
70.00	Total new budget authority (gross)	789	698	774

**Change in unpaid obligations:**

Unpaid obligations, start of year:				
Obligated balance:				
72.47	Authority to borrow	146	31	7
72.90	Fund balance	247	297	278
72.99	Total unpaid obligations, start of year	393	328	285
73.10	New obligations	679	691	682
73.20	Total outlays (gross)	-739	-734	-707
73.40	Adjustments in expired accounts	-5		
Unpaid obligations, end of year:				
Obligated balance:				
74.47	Authority to borrow	31	7	100
74.90	Fund balance	297	278	160
74.99	Total unpaid obligations, end of year	328	285	260

**Outlays (gross), detail:**

86.97	Outlays from new permanent authority	739	698	707
86.98	Outlays from permanent balances		36	
87.00	Total outlays (gross)	739	734	707

**Offsets:**

Against gross budget authority and outlays:

Offsetting collections (cash) from:

Non-Federal sources:

88.40	Repayments on loans held by fund .....	-192	-188	-181
88.40	Repayments of guaranteed loans purchased from investors .....	-10	-17	-16
88.40	Loan repayments received on behalf of investors .....	-1		
88.40	Interest revenue .....	-258	-268	-258
88.40	Undistributed collections .....	-3		
88.90	Total, offsetting collections (cash) .....	-464	-473	-455

**Net budget authority and outlays:**

89.00	Budget authority .....	325	225	319
90.00	Outlays .....	275	261	252

The Rural Development Insurance Fund (RDIF) was established on October 1, 1972, pursuant to section 116 of the Rural Development Act of 1972 (Public Law 92-419).

The fund is used to insure or guarantee loans for water systems and waste disposal facilities, community facilities, and industrial development in rural areas. Communities unable to afford low interest loans for water and waste disposal facilities are also able to obtain water and waste water disposal grants.

As required by the Federal Credit Reform Act of 1990, 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 FY 1992. All new activity in this program is recorded in corresponding program accounts and financing accounts.

In FY 1994, these loan programs were administered by the Rural Development Administration. Under reorganization of the Department of Agriculture, the water and waste direct and guaranteed loan programs are administered by the Rural Utilities Service, the community facility direct and guaranteed loan programs are administered by the Rural Housing Service, and the business and industry direct and guaranteed loan programs are administered by the Rural Business-Cooperative Service.

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4155-0-3-452	1995 actual	1996 est.	1997 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	4,598	4,471	4,312
Disbursements:			
1231 Direct loan disbursements .....	63	27	24
1232 Purchase of loans assets from the public .....	2	2	
1251 Repayments: Repayments and prepayments .....	-192	-188	-181
1261 Adjustments: Capitalized interest .....	1		
1263 Write-offs for default: Direct loans .....	-1		-1
1290 Outstanding, end of year .....	4,471	4,312	4,154

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 12-4155-0-3-452	1995 actual	1996 est.	1997 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	704	602	508
2231 Disbursements of new guaranteed loans .....	7	19	
2251 Repayments and prepayments .....	-95	-84	-71
Adjustments:			
2263 Terminations for default that result in claim payments .....	-21	-27	-23
2264 Other adjustments, net .....	7	-2	
2290 Outstanding, end of year .....	602	508	414
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year .....	491	420	347

**Statement of Operations (in millions of dollars)**

Identification code 12-4155-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
0101 Revenue .....	276	253	273	260
0102 Expense .....	-673	-675	-693	-684
0109 Net income or loss (-) .....	-397	-422	-420	-424

**Balance Sheet (in millions of dollars)**

Identification code 12-4155-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury .....	246	297	260	327
Non-Federal assets:				
1201 Investments in non-Federal securities, net .....	34	34	34	34
1206 Receivables, net .....	71	65	169	161
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601 Direct loans, gross .....	4,598	4,471	4,312	4,154
1603 Allowance for estimated uncollectible loans and interest (-) .....	-41	-1,694	-1,634	-1,574
1604 Direct loans and interest receivable, net .....	4,557	2,777	2,678	2,580
1699 Value of assets related to direct loans .....	4,557	2,777	2,678	2,580
1901 Other Federal assets: Other assets .....	93	171	155	142
1999 Total assets .....	5,001	3,344	3,296	3,244
<b>LIABILITIES:</b>				
Federal liabilities:				
2102 Interest payable .....	-2	-1	-1	-1
2103 Debt .....	5,156	5,156	4,831	4,801
2104 Resources payable to Treasury .....	41	66	56	46
2105 Other .....	26	24	18	18
Non-Federal liabilities:				
2201 Public .....	133	132	124	125
2202 Interest payable .....	143	146	140	138
2203 Debt .....	13	7	3	3
2999 Total liabilities .....	5,510	5,530	5,171	5,130
<b>NET POSITION:</b>				
3300 Cumulative results of operations .....	-509	-2,186	-1,875	-1,886
3999 Total net position .....	-509	-2,186	-1,875	-1,886
4999 Total liabilities and net position .....	5,001	3,344	3,296	3,244

Note.—This statement excludes unfunded contingent liabilities under the program in principal amounts; 1994, \$579 million; 1995, \$495 million; 1996, \$423 million; and 1997, \$350 million.

**Object Classification (in millions of dollars)**

Identification code 12-4155-0-3-452	1995 actual	1996 est.	1997 est.
25.2 Other services .....	11	28	25
33.0 Investments and loans .....	5	5	2
43.0 Interest and dividends .....	662	658	655
44.0 Refunds .....	1		
99.9 Total obligations .....	679	691	682

**RURAL COMMUNICATION DEVELOPMENT FUND LIQUIDATING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4142-0-3-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Interest expense .....	3	3	3
10.00 Total obligations (object class 43.0) .....	3	3	3
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	3	1	1
22.00 New budget authority (gross) .....	1	3	3
23.90 Total budgetary resources available for obligation .....	4	4	4
23.95 New obligations .....	-3	-3	-3

**Credit accounts—Continued**

**RURAL COMMUNICATION DEVELOPMENT FUND LIQUIDATING ACCOUNT—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-4142-0-3-452	1995 actual	1996 est.	1997 est.
24.40 Unobligated balance available, end of year: Uninvested balance .....	1	1	1
<b>New budget authority (gross), detail:</b>			
60.05 Appropriation (indefinite) .....		2	2
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	1	1	1
70.00 Total new budget authority (gross) .....	1	3	3
<b>Change in unpaid obligations:</b>			
72.47 Unpaid obligations, start of year: Obligated balance: Authority to borrow .....	1	1	1
73.10 New obligations .....	3	3	3
73.20 Total outlays (gross) .....	-3	-3	-3
74.47 Unpaid obligations, end of year: Obligated balance: Authority to borrow .....	1	1	1
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	1	3	2
86.98 Outlays from permanent balances .....			1
87.00 Total outlays (gross) .....	3	3	3
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....	-1	-1	-1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	2	2	2
90.00 Outlays .....	1	1	2

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4142-0-3-452	1995 actual	1996 est.	1997 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	11	10	9
1251 Repayments: Repayments and prepayments .....	-1	-1	-1
1290 Outstanding, end of year .....	10	9	8

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 12-4142-0-3-452	1995 actual	1996 est.	1997 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year .....	5	5	5
2290 Outstanding, end of year .....	5	5	5
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year .....	5	5	5

The Rural Communication Development Fund was established pursuant to the Secretary's Memorandum No. 1988, approved May 22, 1979. No loans have been made through this account since before 1992.

**Statement of Operations (in millions of dollars)**

Identification code 12-4142-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
0101 Revenue .....	1	1	1	1
0102 Expense .....	-2	-3	-3	-3
0109 Net income or loss (-) .....	-1	-2	-2	-2

**Balance Sheet (in millions of dollars)**

Identification code 12-4142-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury .....	4	2	2	2
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601 Direct loans, gross .....	11	10	10	9
1603 Allowance for estimated uncollectible loans and interest (-) .....	-4	-3	-3	-3
1604 Direct loans and interest receivable, net .....	7	7	7	6
1699 Value of assets related to direct loans .....	7	7	7	6
1999 Total assets .....	11	9	9	8
<b>LIABILITIES:</b>				
Federal liabilities:				
2102 Interest payable .....	1	1	1	1
2103 Debt .....	25	25	25	25
Non-Federal liabilities: Liabilities for loan guarantees .....				
2204 .....	1	1	1	1
2999 Total liabilities .....	27	27	27	27
<b>NET POSITION:</b>				
3100 Appropriated capital .....	9	9	11	13
3300 Cumulative results of operations .....	-25	-27	-29	-32
3999 Total net position .....	-16	-18	-18	-19
4999 Total liabilities and net position .....	11	9	9	8

**Trust Funds**

**RURAL TELEPHONE BANK EQUITY FUND**

**Unavailable Collections (in millions of dollars)**

Identification code 12-8139-0-7-452	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....	263	301	383
Receipts:			
02.01 Rural Telephone Bank Trust Fund .....	28	80	80
02.02 Interest on investments .....	10	20	30
02.99 Total receipts .....	38	100	110
04.00 Total: Balances and collections .....	301	401	493
Appropriation:			
05.01 Rural Telephone Bank Equity Fund .....		-18	-18
07.99 Total balance, end of year .....	301	383	475

**Program and Financing (in millions of dollars)**

Identification code 12-8139-0-7-452	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
23.95 New obligations .....			
<b>New budget authority (gross), detail:</b>			
60.27 Appropriation (trust fund, indefinite) .....		18	18
60.47 Portion applied to debt reduction .....		-18	-18
63.00 Appropriation (total) .....			
<b>Outlays (gross), detail:</b>			
87.00 Total outlays (gross) .....			
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			

The Rural Telephone Bank Equity Fund was established in 1993. Class B Stock equity funds transferred to this account include: (1) five percent of each loan repayment received in the financing account and (2) current class B Stock purchases in the liquidating account. Redemption of Class A

Stock will occur in 1997 at a rate determined by the RTB Board, as allowed by law, to achieve the privatization of the Rural Telephone Bank in FY 1998.

**RURAL HOUSING SERVICE**

**Federal Funds**

**General and special funds:**

**SALARIES AND EXPENSES**

For necessary expenses of the Rural Housing [and Community Development] Service, including administering the programs authorized by the Consolidated Farm and Rural Development Act, as amended, title V of the Housing Act of 1949, as amended, and cooperative agreements, [\$46,583,000] \$89,660,000: Provided, That this appropriation shall be available for employment pursuant to the second sentence of 706(a) of the Organic Act of 1944, and not to exceed [\$500,000] 520,000 may be used for employment under 5 U.S.C. 3109. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing (in millions of dollars)**

Identification code 12-1952-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct program		47	90
01.01 Reimbursable program		382	366
10.00 Total obligations		429	456
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)		429	456
23.95 New obligations		-429	-456
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation		47	90
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash)		382	366
70.00 Total new budget authority (gross)		429	456
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation		57	
73.10 New obligations		429	456
73.20 Total outlays (gross)		-371	-430
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation		57	83
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority			31
86.93 Outlays from current balances			34
86.97 Outlays from new permanent authority		371	355
86.98 Outlays from permanent balances			11
87.00 Total outlays (gross)		371	430
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources		-382	-366
<b>Net budget authority and outlays:</b>			
89.00 Budget authority		47	90
90.00 Outlays		-11	64

The Secretary's reorganization plan established the Rural Housing Service (RHS). This agency was formed from the Rural Housing section of Farmers Home Administration and the Community Facilities Division of the Rural Development Administration. RHS delivers rural housing and community facility programs through a system of State, area, and local offices. In FY 1997, a new Dedicated Loan Origination and Servicing System (DLOS) will be implemented to centralize and streamline the servicing activities of the agency. This innovation will significantly reduce the cost of operating the individual housing loan programs.

**Object Classification (in millions of dollars)**

Identification code 12-1952-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent		26	49
11.3 Other than full-time permanent		2	2
11.5 Other personnel compensation			1
11.9 Total personnel compensation		28	52
12.1 Civilian personnel benefits		7	13
21.0 Travel and transportation of persons		1	2
23.2 Rental payments to others		2	3
23.3 Communications, utilities, and miscellaneous charges		2	4
25.2 Other services		2	5
25.3 Purchases of goods and services from Government accounts		2	3
25.7 Operation and maintenance of equipment		1	3
31.0 Equipment			2
99.0 Subtotal, direct obligations		45	87
99.0 Reimbursable obligations		381	365
99.5 Below reporting threshold		3	4
99.9 Total obligations		429	456

**Personnel Summary**

Identification code 12-1952-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
Total compensable workyears:			
1001 Full-time equivalent employment		762	734
1005 Full-time equivalent of overtime and holiday hours		2	2
<b>Reimbursable:</b>			
Total compensable workyears:			
2001 Full-time equivalent employment		6,252	6,017
2005 Full-time equivalent of overtime and holiday hours		18	17

**SALARIES AND EXPENSES**

**Program and Financing (in millions of dollars)**

Identification code 12-2001-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct Program	27		
01.01 Reimbursable Program	634		
10.00 Total obligations	661		
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)	672		
22.30 Unobligated balance expiring	-11		
23.90 Total budgetary resources available for obligation	661		
23.95 New obligations	-661		
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation	38		
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	634		
70.00 Total new budget authority (gross)	672		
<b>Change in unpaid obligations:</b>			
72.90 Unpaid obligations, start of year: Obligated balance:			
Fund balance	112	113	
73.10 New obligations	661		
73.20 Total outlays (gross)	-652	-33	
73.40 Adjustments in expired accounts	-7	-80	
74.90 Unpaid obligations, end of year: Obligated balance:			
Fund balance	113		
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority	18		
86.97 Outlays from new permanent authority	634		
86.98 Outlays from permanent balances		33	
87.00 Total outlays (gross)	652	33	

**General and special funds—Continued**

**SALARIES AND EXPENSES—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-2001-0-1-452	1995 actual	1996 est.	1997 est.
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-634		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	38		
90.00 Outlays	18	33	

These funds were used to administer the direct loan, loan guarantee, and grant programs of the Farmers Home Administration and the Rural Development Administration.

In 1995, under the reorganization by the Secretary of Agriculture the Agency has been eliminated and activities previously administered through this account transferred to other Department accounts.

**Object Classification (in millions of dollars)**

Identification code 12-2001-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent	15		
11.3 Other than full-time permanent	1		
11.5 Other personnel compensation			
11.9 Total personnel compensation	16		
12.1 Civilian personnel benefits	3		
13.0 Benefits for former personnel	1		
21.0 Travel and transportation of persons	1		
23.2 Rental payments to others	1		
23.3 Communications, utilities, and miscellaneous charges	1		
25.2 Other services	1		
25.3 Purchases of goods and services from Government accounts	1		
31.0 Equipment	1		
99.0 Subtotal, direct obligations	26		
99.0 Reimbursable obligations	633		
99.5 Below reporting threshold	2		
99.9 Total obligations	661		

**Personnel Summary**

Identification code 12-2001-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
Total compensable workyears:			
1001 Full-time equivalent employment	636		
1005 Full-time equivalent of overtime and holiday hours	2		
<b>Reimbursable:</b>			
Total compensable workyears:			
2001 Full-time equivalent employment	10,603		
2005 Full-time equivalent of overtime and holiday hours	39		

**RENTAL ASSISTANCE PROGRAM**

For rental assistance agreements entered into or renewed pursuant to the authority under section 521(a)(2) or agreements entered into in lieu of debt forgiveness or payments for eligible households as authorized by section 502(c)(5)(D) of the Housing Act of 1949, as amended, [\$540,900,000] \$493,870,000; and in addition such sums as may be necessary, as authorized by section 521(c) of the Act, to liquidate debt incurred prior to fiscal year 1992 to carry out the rental assistance program under section 521(a)(2) of the Act: *Provided*, That of this amount not more than \$5,900,000 shall be available for debt forgiveness or payments for eligible households as authorized by section 502(c)(5)(D) of the Act, and not to exceed \$10,000 per project for advances to nonprofit organizations or public agencies to cover direct costs (other than purchase price) incurred in purchasing projects pursuant to section 502(c)(5)(C) of the Act: *Provided*

further, That agreements entered into or renewed during fiscal year [1996] 1997 shall be funded for a five-year period, although the life of any such agreement may be extended to fully utilize amounts obligated. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-0137-0-1-604	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0)	523	541	541
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)	523	541	541
23.95 New obligations	-523	-541	-541
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation	523	541	494
40.05 Appropriation (indefinite)	224	189	146
40.47 Portion applied to debt reduction	-224	-189	-146
42.00 Transferred from other accounts			47
43.00 Appropriation (total)	523	541	541
70.00 Total new budget authority (gross)	523	541	541
<b>Change in unpaid obligations:</b>			
Unpaid obligations, start of year:			
Obligated balance:			
72.40 Appropriation	997	1,306	1,556
72.47 Authority to borrow	1,392	1,169	980
72.99 Total unpaid obligations, start of year	2,389	2,475	2,536
73.10 New obligations	523	541	541
73.20 Total outlays (gross)	-436	-481	-531
73.40 Adjustments in expired accounts	-1		
Unpaid obligations, end of year:			
Obligated balance:			
74.40 Appropriation	1,306	1,556	1,712
74.47 Authority to borrow	1,169	980	835
74.99 Total unpaid obligations, end of year	2,475	2,536	2,547
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority	18	15	15
86.93 Outlays from current balances	418	466	516
87.00 Total outlays (gross)	436	481	531
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	523	541	541
90.00 Outlays	436	481	531

The rental assistance program is authorized under section 521(a)(2) of the Housing Act of 1949, as amended, and is designed to reduce rents paid by very low-income and low-income families living in RHS-financed rural rental and farm labor housing projects. Funding under this account is provided for renewals of existing rental assistance contracts, assistance for newly constructed units financed by the section 515 rural rental and cooperative housing program or the 514/516 farm labor housing loan and grant programs, and for additional servicing assistance for existing projects. Assistance is also provided in lieu of debt forgiveness or payments for eligible households to subsidize tenant rents in projects purchased by eligible nonprofit organizations or public agencies as authorized by section 502(c)(5)(D) of the Act.

From FY 1978 through FY 1991, the rental assistance program was funded under the Rural Housing Insurance Fund. Beginning in FY 1992, pursuant to Credit Reform, a separate grant account was established for this program.

In FY 1997, funding for the Rental Assistance Program for new construction is requested to be appropriated to the Rural Performance Partnership Program and transferred to this account for administration. Funding for salaries and expenses associated with the new construction portion of this program is requested to be appropriated to the Rural Housing Service salaries and expenses account.



**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants .....	2,844	2,743	2,722
Amount of grants (in millions of dollars) .....	\$523	\$541	\$541

**RURAL HOUSING VOUCHER PROGRAM**

**Program and Financing (in millions of dollars)**

Identification code 12-2002-0-1-604	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			
23.95 New obligations .....			
<b>New budget authority (gross), detail:</b>			
70.00 Total new budget authority (gross) .....			
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	6	5	3
73.20 Total outlays (gross) .....	-2	-1	-1
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	5	3	2
<b>Outlays (gross), detail:</b>			
86.93 Outlays from current balances .....	2	1	1
87.00 Total outlays (gross) .....	2	1	1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....	2	1	1

Prior year outlays reflect funding for rental assistance for newly constructed units provided in limited amounts in FY 1984 and FY 1985. From FY 1986 through FY 1991 rental assistance for newly constructed units, as well as existing rental assistance contract renewals and additional servicing assistance for existing projects, had been funded under the Rural Housing Insurance Fund. Beginning in FY 1992, pursuant to Credit Reform, a separate grant account was established for the Rental Assistance Program.

**RURAL HOUSING FOR DOMESTIC FARM LABOR**

For financial assistance to eligible nonprofit organizations for housing for domestic farm labor, pursuant to section 516 of the Housing Act of 1949, as amended (42 U.S.C. 1486), \$10,000,000, to remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-2004-0-1-604	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0) .....	11	10	10
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	11	10	10
23.95 New obligations .....	-11	-10	-10
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	11	10	10
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	51	51	35
73.10 New obligations .....	11	10	10
73.20 Total outlays (gross) .....	-11	-26	-19
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	51	35	25
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	1	2	2
86.93 Outlays from current balances .....	10	24	17
87.00 Total outlays (gross) .....	11	26	19

**Net budget authority and outlays:**

89.00 Budget authority .....	11	10	10
90.00 Outlays .....	11	26	19

This grant program is authorized under section 516 of the Housing Act of 1949, as amended. Grants are made to public and private nonprofit organizations for low-rent housing and related facilities for domestic farm labor. Grant assistance may not exceed 90 percent of the cost of a project, and may be used for construction of new structures, site acquisition and development, rehabilitation of existing structures, and purchase of furnishings and equipment for dwellings, dining halls, community rooms, and infirmaries.

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants .....	13	11	11
Amount of grants (in millions of dollars) .....	\$11	\$10	\$10

**MUTUAL AND SELF-HELP HOUSING GRANTS**

For grants and contracts pursuant to section 523(b)(1)(A) of the Housing Act of 1949 (42 U.S.C. 1490c), **[\$12,650,000]** \$26,000,000, to remain available until expended (7 U.S.C. 2209b). (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-2006-0-1-604	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0) .....	15	13	26
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	2		
22.00 New budget authority (gross) .....	13	13	26
23.90 Total budgetary resources available for obligation	15	13	26
23.95 New obligations .....	-15	-13	-26
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	13	13	26
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	19	18	18
73.10 New obligations .....	15	13	26
73.20 Total outlays (gross) .....	-15	-13	-15
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	18	18	29
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	3	2	5
86.93 Outlays from current balances .....	12	11	10
87.00 Total outlays (gross) .....	15	13	15
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	13	13	26
90.00 Outlays .....	15	13	15

This program is authorized under section 523 of the Housing Act of 1949, as amended. Grants and contracts are made for the purpose of providing technical and supervisory assistance to groups of families to enable them to build their own homes through the mutual exchange of labor. The increase in FY 1997 funding will allow for funding for grantees whose contracts expire in FY 1996 as well as those that will expire in FY 1997.

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants .....	71	62	121
Amount of grants (in millions of dollars) .....	\$14	\$13	\$26

**General and special funds—Continued**

**SUPERVISORY AND TECHNICAL ASSISTANCE GRANTS**

**Program and Financing (in millions of dollars)**

Identification code 12-2009-0-1-604	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0)		5	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance	6	5	
22.00 New budget authority (gross)			
23.90 Total budgetary resources available for obligation	6	5	
23.95 New obligations		-5	
24.40 Unobligated balance available, end of year:			
Uninvested balance	5		
<b>New budget authority (gross), detail:</b>			
70.00 Total new budget authority (gross)			
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation	2	1	3
73.10 New obligations		5	
73.20 Total outlays (gross)	-1	-3	-3
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	1	3	
<b>Outlays (gross), detail:</b>			
86.93 Outlays from current balances	1	3	3
87.00 Total outlays (gross)	1	3	3
<b>Net budget authority and outlays:</b>			
89.00 Budget authority			
90.00 Outlays	1	3	3

This program is carried out under the provisions of sections 509(f) and 525 of the Housing Act of 1949, as amended. Under section 509, grants are made to public and private nonprofit organizations for packaging loan applications for housing under sections 502, 504, 514/516, 515, and 533 of the Housing Act of 1949, as amended. The assistance is to be directed to underserved areas where at least 20 percent or more of the population is at or below the poverty level, and at least 10 percent or more of the population resides in substandard housing. Under section 525, grants are made to public and private nonprofit organizations and other associations for the developing, conducting, administering or coordinating of technical and supervisory assistance programs to demonstrate the benefits of Federal, State, and local housing programs for low-income families in rural areas. No funding is requested in FY 1997.

A summary of the activity for this grant program follows:

**GRANT OBLIGATIONS**

	1995 act.	1996 est.	1997 est.
Number of grants	351	1,280	0
Amount of grants (in thousands of dollars)	\$484	\$5,190	0

**VERY LOW-INCOME HOUSING REPAIR GRANTS**

For grants to the very low-income elderly for essential repairs to dwellings pursuant to section 504 of the Housing Act of 1949, as amended, \$24,900,000, to remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-2064-0-1-604	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0)	28	25	25

<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)	40	25	25
22.10 Resources available from recoveries of prior year obligations	1		
22.30 Unobligated balance expiring	-13		
23.90 Total budgetary resources available for obligation	28	25	25
23.95 New obligations	-28	-25	-25
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation	40	25	25
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation	1	4	1
73.10 New obligations	28	25	25
73.20 Total outlays (gross)	-25	-27	-25
73.45 Adjustments in unexpired accounts	-1		
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	4	1	1
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority	24	24	24
86.93 Outlays from current balances	1	3	1
87.00 Total outlays (gross)	25	27	25
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	40	25	25
90.00 Outlays	25	27	25

This program is authorized under section 504 of the Housing Act of 1949, as amended. This grant program enables very low-income elderly residents in rural areas to improve or modernize their dwellings, to make the dwelling safer or more sanitary, or to remove health and safety hazards. A summary of the activity for very low-income housing repair grants is as follows:

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants	6,964	6,520	6,340
Number of units	5,310	4,860	4,640
Amount of grants (in millions of dollars)	\$28	\$25	\$25

**[RURAL COMMUNITY FIRE PROTECTION GRANTS]**

[For grants pursuant to section 7 of the Cooperative Forestry Assistance Act of 1978 (Public Law 95-313), \$2,000,000 to fund up to 50 percent of the cost of organizing, training, and equipping rural volunteer fire departments.] (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-2067-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0)	3	2	2
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)	3	2	2
23.95 New obligations	-3	-2	-2
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation	3	2	
42.00 Transferred from other accounts			2
43.00 Appropriation (total)	3	2	2
70.00 Total new budget authority (gross)	3	2	2
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation	2	3	2
73.10 New obligations	3	2	2
73.20 Total outlays (gross)	-3	-3	-2
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	3	2	1

Outlays (gross), detail:				
86.90	Outlays from new current authority .....	1	1	1
86.93	Outlays from current balances .....	2	2	1
87.00	Total outlays (gross) .....	3	3	2

Net budget authority and outlays:				
89.00	Budget authority .....	3	2	2
90.00	Outlays .....	3	3	2

This assistance was authorized by section 7 of the Cooperative Forestry Assistance Act of 1978 (16 U.S.C. 2106). Grants are made to public bodies to organize, train, and equip local firefighting forces, including those of Indian tribes or other Native American groups, to prevent, control, and suppress fires threatening human lives, crops, livestock, farmsteads or other improvements, pastures, orchards, wildlife, rangeland, woodland, and other resources in rural areas.

In FY 1997, funding for the Rural Community Fire Protection grant program is requested to be appropriated to the Rural Performance Partnership Program and transferred to this account for administration.

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants .....	3,085	1,822	1,803
Amount of grants (in millions of dollars) .....	\$3	\$2	\$2

**RURAL HOUSING PRESERVATION GRANTS**

For grants for rural housing preservation as authorized by section 552 of the Housing and Urban-Rural Recovery Act of 1983 (Public Law 98-181), \$11,000,000. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-2070-0-1-604	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations (object class 41.0) .....	22	11	11
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	22	11	11
23.95 New obligations .....	-22	-11	-11
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	22	11	11
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	33	34	22
73.10 New obligations .....	22	11	11
73.20 Total outlays (gross) .....	-20	-23	-16
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	34	22	17
<b>Outlays (gross), detail:</b>			
86.93 Outlays from current balances .....	20	23	16
87.00 Total outlays (gross) .....	20	23	16
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	22	11	11
90.00 Outlays .....	20	23	16

This grant program is authorized under section 533 of the Housing Act of 1949, as amended. Grants are made to eligible private nonprofit groups, Indian tribes, or government agencies for rehabilitation of single family housing owned by low- and very low-income families and the rehabilitation of rental and cooperative housing for low- and very low-income families.

A summary of the activity for housing preservation grants is as follows:

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants .....	207	100	90
Number of units .....	4,868	2,363	2,301
Amount of grants (in millions of dollars) .....	\$22	\$11	\$11

**[COMPENSATION FOR CONSTRUCTION DEFECTS]**

[For compensation for construction defects as authorized by section 509(c) of the Housing Act of 1949, as amended, \$495,000, to remain available until expended.] (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-2071-0-1-371	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	1	2	2
22.00 New budget authority (gross) .....			
23.90 Total budgetary resources available for obligation .....	1	2	2
23.95 New obligations .....			
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	2	2	1
<b>New budget authority (gross), detail:</b>			
70.00 Total new budget authority (gross) .....			
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....			
73.20 Total outlays (gross) .....			-1
<b>Outlays (gross), detail:</b>			
87.00 Total outlays (gross) .....			1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			1

This program is carried out under the provisions of section 509(c) of the Housing Act of 1949, as amended. The Secretary of Agriculture is authorized to make expenditures to correct structural defects, or to pay claims of owners arising from such defects on newly constructed dwellings purchased with RHS financial assistance. Requests for compensation for construction defects must be made within 18 months after the date financial assistance was granted.

A summary of the activity for compensation for construction defects is as follows:

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of payments .....	54	105	100
Amount of payments (in thousands of dollars) .....	\$246	\$495	\$495

**Credit accounts:**

**[COMMUNITY FACILITY LOANS PROGRAM ACCOUNT]**

**[(INCLUDING TRANSFERS OF FUNDS)]**

[For the cost of direct loans, \$34,880,000, and for the cost of guaranteed loans, \$3,555,000, as authorized by 7 U.S.C. 1928 and 86 Stat. 661-664, as amended: *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 such sums shall remain available until expended for the disbursement of loans obligated in fiscal year 1996: *Provided further*, That these funds are available to subsidize gross obligations for the principal amount of direct loans not to exceed \$200,000,000 and total loan principal, any part of which is to be guaranteed, not to exceed \$75,000,000: *Provided further*, That of the amounts available for the cost of direct loans not to exceed \$1,208,000, to subsidize gross obligations for the principal amount not to exceed \$6,930,000, shall be available for empowerment zones and enterprise communities, as authorized by Public Law 103-66: *Provided further*, That if such funds

**Credit accounts—Continued**

**[COMMUNITY FACILITY LOANS PROGRAM ACCOUNT]—Continued**

**[(INCLUDING TRANSFERS OF FUNDS)]—Continued**

are not obligated for empowerment zones and enterprise communities by June 30, 1996, they remain available for other authorized purposes under this head.]

[In addition, for administrative expenses to carry out the direct and guaranteed loan programs, \$8,836,000, of which \$8,731,000 shall be transferred to and merged with the appropriation for "Salaries and Expenses".] (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-1951-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct loan subsidy .....		35	15
00.02 Guaranteed loan subsidy .....		3	
00.09 Administrative expenses .....		9	
10.00 Total obligations .....		47	15
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....		47	15
23.95 New obligations .....		-47	-15
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....		47	
42.00 Transferred from other accounts .....			15
43.00 Appropriation (total) .....		47	15
70.00 Total new budget authority (gross) .....		47	15
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....			49
73.10 New obligations .....		47	15
73.20 Total outlays (gross) .....		-30	-22
73.30 Obligated balance transferred, net .....		32	
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....		49	42
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....		16	2
86.93 Outlays from current balances .....		14	20
87.00 Total outlays (gross) .....		30	22
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....		47	15
90.00 Outlays .....		30	22
<b>Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)</b>			
Identification code 12-1951-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct loan levels supportable by subsidy budget authority:</b>			
1150 Direct loan levels .....		208	200
<b>Direct loan subsidy (in percent):</b>			
1320 Subsidy rate .....		16.80	7.44
<b>Direct loan subsidy budget authority:</b>			
1330 Subsidy budget authority .....		35	15
<b>Direct loan subsidy outlays:</b>			
1340 Subsidy outlays .....		18	22
<b>Guaranteed loan levels supportable by subsidy budget authority:</b>			
2150 Loan guarantee levels .....		75	100
<b>Guaranteed loan subsidy (in percent):</b>			
2320 Guaranteed subsidy rate .....		4.76	0.41
<b>Guaranteed loan subsidy budget authority:</b>			
2330 Subsidy budget authority .....		3	
<b>Guaranteed loan subsidy outlays:</b>			
2340 Subsidy outlays .....		3	
<b>Administrative expense data:</b>			
3510 Budget authority .....		9	
3590 Outlays .....		9	

This account provides funding to local governments and nonprofit organizations for the construction and improvement of community facilities providing essential services in rural areas, such as hospitals and fire stations.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in FY 1992 and beyond, 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.

In FY 1997, funding for the Direct and Guaranteed Community Facility loan programs is requested to be appropriated to the Rural Performance Partnership Program and transferred to this account for administration. Funding for salaries and expenses associated with this program is requested to be appropriated to the Rural Housing Service salaries and expenses account.

**Object Classification (in millions of dollars)**

Identification code 12-1951-0-1-452	1995 actual	1996 est.	1997 est.
25.3 Purchases of goods and services from Government accounts .....		9	
41.0 Grants, subsidies, and contributions .....		38	15
99.9 Total obligations .....		47	15

**RURAL COMMUNITY FACILITY DIRECT LOANS FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4225-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct Loans .....		208	200
00.02 Interest on Treasury Borrowing .....		22	32
10.00 Total obligations .....		230	232
<b>Budgetary resources available for obligation:</b>			
22.00 New financing authority (gross) .....		230	232
23.95 New obligations .....		-230	-232
<b>New financing authority (gross), detail:</b>			
67.15 Authority to borrow (indefinite) .....		140	179
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....		40	60
68.10 Change in orders on hand from Federal sources .....		50	-7
68.90 Spending authority from offsetting collections (total) .....		90	53
70.00 Total new financing authority (gross) .....		230	232
<b>Change in unpaid obligations:</b>			
<b>Unpaid obligations, start of year:</b>			
72.90 Obligated balance: Fund balance .....			290
72.95 Orders on hand from Federal sources .....			50
72.99 Total unpaid obligations, start of year .....			340
73.10 New obligations .....		230	232
73.20 Total financing disbursements (gross) .....		-157	-192
73.30 Obligated balance transferred, net .....		266	
<b>Unpaid obligations, end of year:</b>			
74.90 Obligated balance: Fund balance .....		290	337
74.95 Orders on hand from Federal sources .....		50	43
74.99 Total unpaid obligations, end of year .....		340	380
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....		157	192
<b>Offsets:</b>			
<b>Against gross financing authority and financing disbursements:</b>			
<b>Offsetting collections (cash) from:</b>			
88.00 Federal sources .....		-18	-22
<b>Non-Federal sources:</b>			
88.40 Repayment of principal .....		-7	-12

88.40	Interest received on loans .....	-15	-26
88.90	Total, offsetting collections (cash) .....	-40	-60
88.95	Change in receivables from program accounts .....	-50	7
<b>Net financing authority and financing disbursements:</b>			
89.00	Financing authority .....	140	179
90.00	Financing disbursements .....	117	132

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in FY 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to FY 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

This account provides funding to non-profit organizations and local governments for the construction and improvement of community facilities providing essential services in rural areas, such as hospitals, telecommunications applications, child care centers and fire stations.

**Status of Direct Loans** (in millions of dollars)

Identification code 12-4225-0-1-452	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on obligations:			
1111	Limitation on direct loans .....	208	200
1150	Total direct loan obligations .....	208	200
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year .....		366
1231	Disbursements: Direct loan disbursements .....	134	161
1251	Repayments: Repayments and prepayments .....	-7	-12
1264	Write-offs for default: Other adjustments, net .....	239	
1290	Outstanding, end of year .....	366	515

**Balance Sheet** (in millions of dollars)

Identification code 12-4225-0-1-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101	Fund balances with Treasury .....		290	337
Investments in US securities:				
1106	Receivables, net .....		50	43
Net value of assets related to post-1991 direct loans receivable:				
1401	Direct loans receivable, gross .....		366	515
1402	Interest receivable .....		15	26
1499	Net present value of assets related to direct loans .....		381	541
1999	Total assets .....		721	921
<b>LIABILITIES:</b>				
Federal liabilities:				
2101	Accounts payable .....		340	380
2103	Debt .....		331	498
2999	Total liabilities .....		671	878
<b>NET POSITION:</b>				
3100	Appropriated capital .....		50	43
3999	Total net position .....		50	43
4999	Total liabilities and net position .....		721	921

**RURAL COMMUNITY FACILITY GUARANTEED LOANS FINANCING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 12-4228-0-1-452	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
21.90	Unobligated balance available, start of year: Fund balance .....		8
22.00	New financing authority (gross) .....	4	2

22.20	Unobligated balance transferred .....	4	
23.90	Total budgetary resources available for obligation .....	8	10
23.95	New obligations .....		
24.90	Unobligated balance available, end of year: Fund balance .....	8	10

**New financing authority (gross), detail:**

68.00	Spending authority from offsetting collections (gross):		
	Offsetting collections (cash) .....	4	2

**Change in unpaid obligations:**

73.10	New obligations .....		
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**Outlays (gross), detail:**

87.00	Total financing disbursements (gross) .....		
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**Offsets:**

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00	Federal sources .....	-3	
88.40	Non-Federal sources .....	-1	-2
88.90	Total, offsetting collections (cash) .....	-4	-2

**Net financing authority and financing disbursements:**

89.00	Financing authority .....		
90.00	Financing disbursements .....	-4	-2

**Status of Guaranteed Loans** (in millions of dollars)

Identification code 12-4228-0-1-452	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on commitments:			
2111	Limitation on guaranteed loans made by private lenders .....	75	100
2150	Total guaranteed loan commitments .....	75	100
2199	Guaranteed amount of guaranteed loan commitments .....	60	80
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year .....		91
2231	Disbursements of new guaranteed loans .....	40	45
2251	Repayments and prepayments .....	-3	-5
2264	Adjustments: Other adjustments, net .....	54	
2290	Outstanding, end of year .....	91	131

**Memorandum:**

2299	Guaranteed amount of guaranteed loans outstanding, end of year .....	73	104
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As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in FY 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to FY 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

This account finances loan guarantee commitments for essential community facilities in rural areas.

**Balance Sheet** (in millions of dollars)

Identification code 12-4228-0-1-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
1101	Federal assets: Fund balances with Treasury .....		8	10
1999	Total assets .....		8	10
<b>LIABILITIES:</b>				
2104	Federal liabilities: Resources payable to Treasury .....		8	10
2999	Total liabilities .....		8	10
4999	Total liabilities and net position .....		8	10

**Credit accounts—Continued**

**RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT**  
(INCLUDING TRANSFERS OF FUNDS)

For gross obligations for the principal amount of direct and guaranteed loans as authorized by title V of the Housing Act of 1949, as amended, to be available from funds in the rural housing insurance fund, as follows: **[\$2,700,000,000] \$3,620,000,000** for loans to section 502 borrowers, as determined by the Secretary, of which **[\$1,700,000,000] \$2,300,000,000** shall be for unsubsidized guaranteed loans; **\$35,000,000** for section 504 housing repair loans; **[\$15,000,000] \$16,482,000** for section 514 farm labor housing; **[\$150,000,000] \$58,654,000** for section 515 rental housing; **\$600,000** for section 524 site loans; *Provided*, That notwithstanding section 520 of the Housing Act of 1949, the Secretary of Agriculture may make loans under section 502 of such Act for properties in the Pine View West Subdivision, located in Gibsonville, North Carolina, in the same manner as provided under such section for properties in rural areas; **\$75,000,000** for credit sales of acquired property; and **\$600,000** for section 523 self-help housing land development loans.

For the cost of direct and guaranteed loans, including the cost of modifying loans, as defined in section 502 of the Congressional Budget Act of 1974, as follows: section 502 loans, **[\$148,723,000] \$115,770,000**, of which **[\$2,890,000] not less than \$6,210,000** shall be for unsubsidized guaranteed loans; section 504 housing repair loans, **[\$14,193,000] \$11,081,000**; section 514 farm labor housing, **[\$8,629,000] \$7,565,000**; section 515 rental housing, **[\$82,035,000] \$28,987,000**; *Provided*, That no funds for new construction may be available for fiscal year 1996 until the program is authorized] **\$28,987,000**; credit sales of acquired property, **\$6,098,000**; and section 523 self-help housing land development loans, **\$17,220**.

**[In addition, for the cost (as defined in section 502 of the Congressional Budget Act of 1974) of guaranteed loans under a demonstration program of loan guarantees for multifamily rental housing in rural areas, \$1,000,000, to be derived from the amount made available under this heading for the cost of low-income section 515 loans and to become available for obligation only upon the enactment of authorizing legislation.]**

**In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, [\$385,889,000, of which \$372,897,000] \$366,205,000, which shall be transferred to and merged with the appropriation for "Rural Housing [and Community Development] Service, Salaries and Expenses".**

**[SELF-HELP HOUSING LAND DEVELOPMENT FUND]**

**[For the principal amount of direct loans, as authorized by section 523(b)(1)(B) of the Housing Act of 1949, as amended (42 U.S.C. 1490c), \$603,000.]**

**[For the cost of direct loans, including the cost of modifying loans, as defined in section 502 of the Congressional Budget Act of 1974, \$31,000.] (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)**

**Unavailable Collections (in millions of dollars)**

Identification code 12-2081-0-1-371	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year			
Receipts:			
02.01 Rural housing insurance fund, downward reestimates of subsidies	13		
Appropriation:			
05.01 Rural housing insurance fund program account	-13		
07.99 Total balance, end of year			

**Program and Financing (in millions of dollars)**

Identification code 12-2081-0-1-371	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct loan subsidy	348	250	225
00.02 Guaranteed loan subsidy	17	3	6
00.05 Reestimates of direct loan subsidy	137		
00.06 Interest on reestimates of direct loan subsidy	15		
00.09 Administrative expenses—salaries, expenses	374	373	366
00.10 Administrative expenses—nonrecoverable expenses	12	13	
10.00 Total obligations	903	639	598

<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)	906	639	598
22.30 Unobligated balance expiring	-3		
23.90 Total budgetary resources available for obligation	903	639	598
23.95 New obligations	-903	-639	-598

<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation	754	639	536
42.00 Transferred from other accounts			62
43.00 Appropriation (total)	754	639	598
Permanent:			
60.05 Appropriation (indefinite)	139		
60.25 Appropriation (special fund, indefinite)	13		
63.00 Appropriation (total)	152		
70.00 Total new budget authority (gross)	906	639	598

<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation	448	269	183
73.10 New obligations	903	639	598
73.20 Total outlays (gross)	-1,074	-725	-629
73.40 Adjustments in expired accounts	-8		
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	269	183	151

<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority	618	526	489
86.93 Outlays from current balances	304	199	141
86.97 Outlays from new permanent authority	152		
87.00 Total outlays (gross)	1,074	725	629

<b>Net budget authority and outlays:</b>			
89.00 Budget authority	906	639	598
90.00 Outlays	1,074	725	629

**Summary of Budget Authority and Outlays**

(In millions of dollars)

	1995 actual	1996 est.	1997 est.
Enacted/requested:			
Budget Authority	906	639	598
Outlays	1,074	725	630
Legislative proposal, not subject to PAYGO:			
Budget Authority			
Outlays			
Total:			
Budget Authority	906	639	598
Outlays	1,074	725	630

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

Identification code 12-2081-0-1-371	1995 actual	1996 est.	1997 est.
<b>Direct loan levels supportable by subsidy budget authority:</b>			
1150 Single family housing	934	1,016	1,320
1150 Multi-family housing	183	152	184
1150 Housing repair	29	38	35
1150 Farm labor housing	15	15	16
1150 Site development	1	1	1
1150 Credit sales of acquired property			75
1150 Self-help housing		1	1
1159 Total direct loan levels	1,162	1,223	1,632
<b>Direct loan subsidy (in percent):</b>			
1320 Single family housing	24.36	14.30	8.30
1320 Multi-family housing	54.55	53.80	49.42
1320 Housing repair	39.61	37.55	31.66
1320 Farm labor housing	52.48	56.80	45.90
1320 Site development	-1.43	-1.51	-1.02
1320 Credit sales of acquired property	13.88	17.43	8.13
1320 Self-help housing	5.35	5.21	2.87
1329 Weighted average subsidy rate	29.88	20.47	13.82
<b>Direct loan subsidy budget authority:</b>			
1330 Single family housing	228	145	110
1330 Multi-family housing	100	82	91
1330 Housing repair	12	14	11
1330 Farm labor housing	8	9	8

1330	Site development .....			
1330	Credit sales of acquired property .....			6
1330	Self-help housing .....			
1330	Single family housing, reestimate .....	70		
1330	Multi-family housing, reestimate .....	76		
1330	Housing repair, reestimate .....			
1330	Farm labor housing, reestimate .....	1		
1330	Site development, reestimate .....			
1330	Credit sales of acquired property, reestimate .....	5		
1330	Self-help housing, reestimate .....			
1339	Total subsidy budget authority .....	500	250	225
Direct loan subsidy outlays:				
1340	Single family housing .....	262	140	115
1340	Multi-family housing .....	238	175	114
1340	Housing repair .....	12	12	12
1340	Farm labor housing .....	8	9	7
1340	Site development .....			
1340	Credit sales of acquired property .....	1		6
1340	Self-help housing .....			
1340	Single family housing, reestimate .....	70		
1340	Multi-family housing, reestimate .....	76		
1340	Housing repair, reestimate .....			
1340	Farm labor housing, reestimate .....	1		
1340	Site development, reestimate .....			
1340	Credit sales of acquired property, reestimate .....	5		
1340	Self-help housing, reestimate .....			
1349	Total subsidy outlays .....	673	336	254
Guaranteed loan levels supportable by subsidy budget authority:				
2150	Single family housing—unsubsidized .....	1,049	1,700	2,300
2159	Total loan guarantee levels .....	1,049	1,700	2,300
Guaranteed loan subsidy (in percent):				
2320	Single family housing—unsubsidized .....	1.64	0.20	0.27
2329	Weighted average subsidy rate .....	1.64	0.20	0.27
Guaranteed loan subsidy budget authority:				
2330	Single family housing—unsubsidized .....	17	3	6
2339	Total subsidy budget authority .....	17	3	6
Guaranteed loan subsidy outlays:				
2340	Single family housing—unsubsidized .....	17	2	5
2349	Total subsidy outlays .....	17	2	5
Administrative expense data:				
3510	Budget authority .....	386	386	366
3590	Outlays .....	384	387	369

Rural housing insurance fund—This fund was established in 1965 (Public Law 89-117) pursuant to section 517 of title V of the Housing Act of 1949, as amended.

The major programs funded through the Rural housing insurance fund program account are: section 502 very low and low to moderate income homeownership loans and guarantees; section 504 very low-income housing repair loans; section 514 domestic farm labor housing loans; section 515 rural rental housing loans; section 524 housing site loans, and credit sales of acquired property. The section 523 self-help housing land development loan program is included under this heading beginning with the FY 1997 budget. Previously, this loan program was accounted for under the separate heading of "Self-Help Housing Land Development Fund Program Account."

Loan programs are limited to rural areas that include towns, villages, and other places which are not part of an urban area and that have a population not in excess of 2,500 inhabitants, or is in excess of 2,500 but not in excess of 10,000 if rural in character, or has a population in excess of 10,000 but not more than 20,000 and is not within a standard metropolitan statistical area and has a serious lack of mortgage credit for low- and moderate-income borrowers.

In FY 1997, funding for the new construction portion of the Rural Rental Housing Loan Program is requested to be appropriated to the Rural Performance Partnership Program and transferred to this account for administration. Funding for salaries and expenses associated with the new construc-

tion portion of this program is requested to be appropriated to the Rural Housing Service salaries and expenses account.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in FY 1992 and beyond (including credit sales of acquired property), 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.

Object Classification (in millions of dollars)

Identification code 12-2081-0-1-371	1995 actual	1996 est.	1997 est.
25.3 Purchases of goods and services from Government accounts .....	386	386	366
41.0 Grants, subsidies, and contributions .....	517	253	232
99.9 Total obligations .....	903	639	598

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT  
(Legislative proposal, not subject to PAYGO)

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

Identification code 12-2081-2-1-371	1995 actual	1996 est.	1997 est.
Direct loan levels supportable by subsidy budget authority:			
1150 Multi-family housing .....			36
1159 Total direct loan levels .....			36
Direct loan subsidy (in percent):			
1320 Multi-family housing .....			-8.01
1329 Weighted average subsidy rate .....			-8.01
Guaranteed loan levels supportable by subsidy budget authority:			
2150 Single family housing, unsub, refinancing .....			100
2159 Total loan guarantee levels .....			100
Guaranteed loan subsidy (in percent):			
2320 Single family housing, unsub, refinancing .....			0.04
2329 Weighted average subsidy rate .....			0.04

Proposed legislation to amend the Housing Act of 1949 would provide additional direct loans for the section 515 rural rental housing loan program as a result of a balloon payment in year 30, lowering the cost of the program. A new section 502 guaranteed rural housing loan program is also proposed for refinancing of direct single family home loans to facilitate the graduation of direct loan borrowers into the private sector. These loans will be provided only to borrowers who are not eligible for conventional private sector financing without the federal guarantee.

RURAL HOUSING INSURANCE FUND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4215-0-3-371	1995 actual	1996 est.	1997 est.
Obligations by program activity:			
00.01 Direct loans .....	1,162	1,223	1,632
00.02 Advances on behalf of borrowers .....	5	20	20
00.03 Collateral acquired by default .....		2	2
00.04 Interest on Treasury borrowing .....	373	433	500
00.05 Subsidy reestimate paid to receipt account .....	3		
00.06 Other expenses .....	7		
10.00 Total obligations .....	1,550	1,678	2,154
Budgetary resources available for obligation:			
22.00 New financing authority (gross) .....	1,550	1,678	2,154
23.95 New obligations .....	-1,550	-1,678	-2,154

**Credit accounts—Continued****RURAL HOUSING INSURANCE FUND DIRECT LOAN FINANCING  
ACCOUNT—Continued****Program and Financing (in millions of dollars)—Continued**

Identification code 12-4215-0-3-371	1995 actual	1996 est.	1997 est.
<b>New financing authority (gross), detail:</b>			
67.15 Authority to borrow (indefinite) .....	817	1,245	1,679
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	1,088	861	920
68.10 Change in orders on hand from Federal sources .....	-181	-85	-29
68.47 Portion applied to debt reduction .....	-174	-343	-416
68.90 Spending authority from offsetting collections (total) .....	733	433	475
70.00 Total new financing authority (gross) .....	1,550	1,678	2,154
<b>Change in unpaid obligations:</b>			
Unpaid obligations, start of year:			
Obligated balance:			
72.47 Authority to borrow .....	439	14	48
72.90 Fund balance .....	106	265	287
72.95 Orders on hand from Federal sources .....	445	264	179
72.99 Total unpaid obligations, start of year .....	990	543	514
73.10 New obligations .....	1,550	1,678	2,154
73.20 Total financing disbursements (gross) .....	-1,971	-1,707	-2,083
73.40 Adjustments in expired accounts .....	-27		
Unpaid obligations, end of year:			
Obligated balance:			
74.47 Authority to borrow .....	14	48	123
74.90 Fund balance .....	265	287	312
74.95 Orders on hand from Federal sources .....	264	179	150
74.99 Total unpaid obligations, end of year .....	543	514	585
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....	1,971	1,707	2,083
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-673	-336	-254
88.25 Interest on uninvested funds .....	-67	-80	-91
Non-Federal sources:			
88.40 Repayments of principal .....	-80	-118	-174
88.40 Interest received on loans .....	-241	-263	-324
88.40 Repayments on advances .....	-2	-2	-3
88.40 Proceeds on sale of acquired property .....	-7	-62	-74
88.40 Fees and miscellaneous collections .....	-11		
88.40 Undistributed receipts .....	-7		
88.90 Total, offsetting collections (cash) .....	-1,088	-861	-920
88.95 Change in receivables from program accounts .....	181	85	29
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....	643	902	1,263
90.00 Financing disbursements .....	882	846	1,163

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4215-0-3-371	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....	1,472	1,223	1,632
1112 Unobligated direct loan limitation .....	-310		
1150 Total direct loan obligations .....	1,162	1,223	1,632
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	5,306	6,797	7,942
1231 Disbursements: Direct loan disbursements .....	1,584	1,252	1,561
1251 Repayments: Repayments and prepayments .....	-81	-120	-176
1261 Adjustments: Capitalized interest .....	8	8	10
Write-offs for default:			
1263 Direct loans .....	-7	-14	-17
1264 Other adjustments, net .....	-13	19	20
1290 Outstanding, end of year .....	6,797	7,942	9,340

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in FY 1992 and beyond including credit sales of acquired property. The amounts in this account are a means of financing and are not included in the budget totals.

This account finances direct rural housing loans for: section 502 very low- and low-to-moderate-income home ownership loan program; section 504 very low income housing repair loan program; section 514 domestic farm labor housing loan program; section 515 rural rental housing loan program; sections 523 and 524 site development loans; and credit sales of acquired property.

Loan programs are limited to rural areas that include towns, villages and other places which are not part of an urban area and that have a population not in excess of 2,500 inhabitants, or is in excess of 2,500 but not in excess of 10,000 if rural in character, or has a population in excess of 10,000 but not more than 20,000 and is not within a standard metropolitan statistical area and has a serious lack of mortgage credit for low and moderate-income borrowers.

**Balance Sheet (in millions of dollars)**

Identification code 12-4215-0-3-371	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101 Fund balances with Treasury .....	106	265	287	312
Investments in US securities:				
1106 Receivables, net .....	441	264	179	150
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....	5,306	6,797	7,942	9,340
1402 Interest receivable .....	17	28	36	46
1404 Foreclosed property .....	4	5	10	15
1405 Allowance for subsidy cost (-) .....	-1,393	-1,962	-2,271	-2,517
1499 Net present value of assets related to direct loans .....	3,934	4,868	5,717	6,884
1999 Total assets .....	4,481	5,397	6,183	7,346
<b>LIABILITIES:</b>				
Federal liabilities:				
2102 Interest payable .....	4			
2103 Debt .....	4,072	5,113	5,981	7,168
2104 Resources payable to Treasury .....	445	264	179	150
2105 Other .....	12			
2207 Non-Federal liabilities: Other .....		20	23	28
2999 Total liabilities .....	4,533	5,397	6,183	7,346
4999 Total liabilities and net position .....	4,533	5,397	6,183	7,346

**RURAL HOUSING INSURANCE FUND DIRECT LOAN FINANCING  
ACCOUNT**

(Legislative proposal, not subject to PAYGO)

**Program and Financing (in millions of dollars)**

Identification code 12-4215-2-3-371	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct loans .....			36
10.00 Total obligations .....			36
<b>Budgetary resources available for obligation:</b>			
22.00 New financing authority (gross) .....			36
23.95 New obligations .....			-36
<b>New financing authority (gross), detail:</b>			
67.15 Authority to borrow (indefinite) .....			36
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....			36
73.20 Total financing disbursements (gross) .....			-6
74.47 Unpaid obligations, end of year: Obligated balance:			
Authority to borrow .....			30
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....			6



**Net financing authority and financing disbursements:**

89.00	Financing authority	36
90.00	Financing disbursements	6

This account reflects the additional principal amount of section 515 rural rental housing loans that can be obligated under the legislative proposal to institute a balloon payment requirement in year 30, for what was previously a 50 year loan program. The debt service requirements will remain the same as if the loan had a 50 year term, until the balloon payment in year 30.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in FY 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4215-2-3-371	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on obligations:			
1111	Limitation on direct loans		36
1150	Total direct loan obligations		36
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year		
1231	Disbursements: Direct loan disbursements		6
1290	Outstanding, end of year		6

**Balance Sheet (in millions of dollars)**

Identification code 12-4215-2-3-371	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Net value of assets related to post-1991 direct loans receivable:				
1401	Direct loans receivable, gross			6
1405	Allowance for subsidy cost (-)			
1499	Net present value of assets related to direct loans			6
1999	Total assets			6
<b>LIABILITIES:</b>				
2103	Federal liabilities: Debt			6
2999	Total liabilities			6
4999	Total liabilities and net position			6

**RURAL HOUSING INSURANCE FUND GUARANTEED LOAN FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4216-0-3-371	1995 actual	1996 est.	1997 est.	
<b>Obligations by program activity:</b>				
00.01	Default claims	2	9	13
00.02	Subsidy reestimate paid to receipt account	10		
10.00	Total obligations	12	9	13
<b>Budgetary resources available for obligation:</b>				
21.90	Unobligated balance available, start of year: Fund balance	36	52	63
22.00	New financing authority (gross)	28	20	30
23.90	Total budgetary resources available for obligation	64	72	93
23.95	New obligations	-12	-9	-13
24.90	Unobligated balance available, end of year: Fund balance	52	63	80
<b>New financing authority (gross), detail:</b>				
Spending authority from offsetting collections:				
68.00	Offsetting collections (cash)	28	19	29
68.10	Change in orders on hand from Federal sources		1	1

68.90	Spending authority from offsetting collections (total)	28	20	30
70.00	Total new financing authority (gross)	28	20	30

**Change in unpaid obligations:**

72.95	Unpaid obligations, start of year: Orders on hand from Federal sources			1
73.10	New obligations	12	9	13
73.20	Total financing disbursements (gross)	-12	-9	-13
74.95	Unpaid obligations, end of year: Orders on hand from Federal sources		1	2

**Outlays (gross), detail:**

87.00	Total financing disbursements (gross)	12	9	13
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**Offsets:**

Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources	-17	-2	-5
88.25	Interest on uninvested funds	-3	-4	-5
88.40	Non-Federal sources: guarantee fees	-8	-13	-19
88.90	Total, offsetting collections (cash)	-28	-19	-29
88.95	Change in receivables from program accounts		-1	-1

**Net financing authority and financing disbursements:**

89.00	Financing authority			
90.00	Financing disbursements	-16	-10	-16

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 12-4216-0-3-371	1995 actual	1996 est.	1997 est.	
Position with respect to appropriations act limitation on commitments:				
2111	Limitation on guaranteed loans made by private lenders	1,049	1,700	2,300
2150	Total guaranteed loan commitments	1,049	1,700	2,300
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	1,276	2,085	3,458
2231	Disbursements of new guaranteed loans	859	1,466	2,091
2251	Repayments and prepayments	-50	-83	-138
2263	Adjustments: Terminations for default that result in claim payments		-10	-14
2290	Outstanding, end of year	2,085	3,458	5,397

**Memorandum:**

2299	Guaranteed amount of guaranteed loans outstanding, end of year	1,877	3,113	4,858
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As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loan commitments made in FY 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

This account finances the nonsubsidized guaranteed section 502 low-to-moderate-income home ownership loan program. The guaranteed program enables RHS to utilize private sector resources for the making and servicing of loans while the Agency provides a financial guarantee to encourage private sector activity.

**Balance Sheet (in millions of dollars)**

Identification code 12-4216-0-3-371	1994 actual	1995 actual	1996 est.	1997 est.	
<b>ASSETS:</b>					
<b>Federal assets:</b>					
1101	Fund balances with Treasury	36	52	62	78
Investments in US securities:					
1106	Receivables, net			1	2
1999	Total assets	36	52	63	80
<b>LIABILITIES:</b>					
2204	Non-Federal liabilities: Liabilities for loan guarantees	36	52	63	80
2999	Total liabilities	36	52	63	80

**Credit accounts—Continued**

**RURAL HOUSING INSURANCE FUND GUARANTEED LOAN FINANCING ACCOUNT—Continued**

**Balance Sheet (in millions of dollars)—Continued**

Identification code 12-4216-0-3-371	1994 actual	1995 actual	1996 est.	1997 est.
4999 Total liabilities and net position .....	36	52	63	80

**RURAL HOUSING INSURANCE FUND GUARANTEED LOAN FINANCING ACCOUNT**

(Legislative proposal, not subject to PAYGO)

**Program and Financing (in millions of dollars)**

Identification code 12-4216-2-3-371	1995 actual	1996 est.	1997 est.
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**Obligations by program activity:**

00.01 Default claims .....			
10.00 Total obligations .....			

**Budgetary resources available for obligation:**

22.00 New financing authority (gross) .....			1
23.95 New obligations .....			
24.90 Unobligated balance available, end of year: Fund balance .....			1

**New financing authority (gross), detail:**

68.00 Spending authority from offsetting collections (gross): Offsetting collections (cash) .....			1
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**Change in unpaid obligations:**

73.10 New obligations .....			
73.20 Total financing disbursements (gross) .....			

**Outlays (gross), detail:**

87.00 Total financing disbursements (gross) .....			
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**Offsets:**

88.40 Against gross financing authority and financing disbursements: Offsetting collections (cash) from: Non-Federal sources: guarantee fees .....			-1
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**Net financing authority and financing disbursements:**

89.00 Financing authority .....			
90.00 Financing disbursements .....			-1

This account reflects the additional guaranteed loan level requested under the legislative proposal to create a section 502 guaranteed housing loan program for the purpose of refinancing section 502 direct loans made in prior years. These loans will be made when graduation to private credit cannot be accomplished without the provision of the Agency's guarantee.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loan commitments made in FY 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 12-4216-2-3-371	1995 actual	1996 est.	1997 est.
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Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders .....			100
2150 Total guaranteed loan commitments .....			100

**Cumulative balance of guaranteed loans outstanding:**

2210 Outstanding, start of year .....			
2231 Disbursements of new guaranteed loans .....			70
2290 Outstanding, end of year .....			70

Memorandum:

2299 Guaranteed amount of guaranteed loans outstanding, end of year .....				63
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**Balance Sheet (in millions of dollars)**

Identification code 12-4216-2-3-371	1994 actual	1995 actual	1996 est.	1997 est.
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<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury .....				1
1999 Total assets .....				1
<b>LIABILITIES:</b>				
2204 Non-Federal liabilities: Liabilities for loan guarantees .....				1
2999 Total liabilities .....				1
4999 Total liabilities and net position .....				1

**RURAL HOUSING INSURANCE FUND LIQUIDATING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4141-0-3-371	1995 actual	1996 est.	1997 est.
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**Obligations by program activity:**

00.02 Advances on behalf of borrowers .....	62	103	98
00.03 Purchase of loans from investors .....	1		
00.04 Purchases of certificates of beneficial ownership .....	41	5	
00.05 Collateral acquired by default .....	7	20	18
00.06 Judgements .....	1	1	1
00.07 Unclassified recoverable costs .....	4	1	
00.91 Total capital investment .....	116	130	117
<b>Operating expenses:</b>			
01.02 Interest on certificates of beneficial ownership .....	3	1	1
01.03 Interest on FFB borrowings .....	2,816	2,483	1,891
01.04 Interest expense on withheld collections .....	1		
01.05 Interest on Treasury borrowings .....	2	1	
01.06 Interest credits on loans sold to investors .....	3	3	3
01.07 Interest subsidy obligated for guaranteed loans .....	1	1	1
01.91 Total operating expenses .....	2,826	2,489	1,896
10.00 Total obligations .....	2,942	2,619	2,013

**Budgetary resources available for obligation:**

22.00 New budget authority (gross) .....	3,099	2,849	2,336
22.70 Balance of authority to borrow withdrawn .....	-157	-230	-323
23.90 Total budgetary resources available for obligation .....	2,942	2,619	2,013
23.95 New obligations .....	-2,942	-2,619	-2,013

**New budget authority (gross), detail:**

60.05 Appropriation (indefinite) .....	3,430	3,520	5,260
60.47 Portion applied to debt reduction .....	-331	-671	-2,924
63.00 Appropriation (total) .....	3,099	2,849	2,336
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	2,545	2,464	2,351
68.47 Portion applied to debt reduction .....	-2,545	-2,464	-2,351
68.90 Spending authority from offsetting collections (total) .....			
70.00 Total new budget authority (gross) .....	3,099	2,849	2,336

**Change in unpaid obligations:**

<b>Unpaid obligations, start of year:</b>			
<b>Obligated balance:</b>			
72.47 Authority to borrow .....	1,222	1,059	829
72.90 Fund balance .....	61	95	183
72.99 Total unpaid obligations, start of year .....	1,283	1,154	1,012
73.10 New obligations .....	2,942	2,619	2,013
73.20 Total outlays (gross) .....	-3,065	-2,762	-2,306
73.40 Adjustments in expired accounts .....	-7		
<b>Unpaid obligations, end of year:</b>			
<b>Obligated balance:</b>			
74.47 Authority to borrow .....	1,059	829	506
74.90 Fund balance .....	95	183	213
74.99 Total unpaid obligations, end of year .....	1,154	1,012	719

<b>Outlays (gross), detail:</b>				
86.97	Outlays from new permanent authority .....	1,834	1,821	1,533
86.98	Outlays from permanent balances .....	1,230	941	773
87.00	Total outlays (gross) .....	3,065	2,762	2,306

<b>Offsets:</b>				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
Non-Federal sources:				
88.40	Repayments of loans and advances .....	-1,160	-1,130	-1,111
88.40	Proceeds from sale of acquired property .....	-97	-98	-85
88.40	Payments on judgments .....	-8	-6	-5
88.40	Interest payments from borrowers .....	-1,187	-1,112	-1,037
88.40	Recapture of subsidies .....	-78	-112	-107
88.40	Fees and other revenue .....	-3	-4	-4
88.40	Income and return of investment on protective advance fund .....	-1		
88.40	Occupancy surcharges collected .....	-2	-2	-2
88.40	Undistributed receipts .....	-9		
88.90	Total, offsetting collections (cash) .....	-2,545	-2,464	-2,351

<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	554	385	-15
90.00	Outlays .....	519	298	-45

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4141-0-3-371		1995 actual	1996 est.	1997 est.
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year .....	24,838	23,675	22,442
1231	Disbursements: Direct loan disbursements .....	9	5	1
1251	Repayments: Repayments and prepayments .....	-1,147	-1,130	-1,111
1261	Adjustments: Capitalized interest .....	40	40	37
Write-offs for default:				
1263	Direct loans .....	-92	-87	-83
1264	Other adjustments, net .....	27	-61	-58
1290	Outstanding, end of year .....	23,675	22,442	21,228

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 12-4141-0-3-371		1995 actual	1996 est.	1997 est.
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year .....	41	36	32
2251	Repayments and prepayments .....	-4	-3	-3
2264	Adjustments: Other adjustments, net .....	-1	-1	
2290	Outstanding, end of year .....	36	32	29
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year .....	32	29	26

As required by the Federal Credit Reform Act of 1990, 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 FY 1992. New loan activity in 1992 and beyond (including credit sales of acquired property that resulted from obligations or commitments in any year) is recorded in corresponding program and financing accounts.

**Statement of Operations (in millions of dollars)**

Identification code 12-4141-0-3-371		1994 actual	1995 actual	1996 est.	1997 est.
0101	Revenue .....	1,501	1,245	1,299	1,207
0102	Expense .....	-3,217	-2,975	-2,741	-2,134
0109	Net income or loss (-) .....	-1,716	-1,730	-1,442	-927

**Balance Sheet (in millions of dollars)**

Identification code 12-4141-0-3-371		1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>					
Federal assets:					
1101	Fund balances with Treasury .....	61	95	183	213
Investments in US securities:					
1106	Receivables, net .....	2,921			

<b>Non-Federal assets:</b>				
1201	Investments in non-Federal securities, net .....	21		
1206	Receivables, net .....	106		
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601	Direct loans, gross .....	24,837	23,675	22,442
1602	Interest receivable .....	74	223	211
1603	Allowance for estimated uncollectible loans and interest (-) .....	-1,924	-9,891	-9,376
1604	Direct loans and interest receivable, net .....	22,987	14,007	13,277
1606	Foreclosed property .....	88	80	69
1699	Value of assets related to direct loans .....	23,075	14,087	13,346
1701	Guaranteed loans purchased from holders .....	1	1	
1703	Allowance for estimated uncollectible loans and interest (-) .....	-1	-1	
1704	Defaulted guaranteed loans and interest receivable, net .....			
1799	Value of assets related to loan guarantees .....			
<b>Other Federal assets:</b>				
1803	Property, plant and equipment, net .....	10	2	
1901	Other assets .....	19	9,023	6,372
1999	Total assets .....	26,213	23,207	19,901
<b>LIABILITIES:</b>				
Federal liabilities:				
2101	Accounts payable .....	1	1	
2102	Interest payable .....	1,220	1,111	976
2103	Debt .....	24,816	21,940	18,805
Non-Federal liabilities:				
2201	Accounts payable .....	1	10	10
2202	Interest payable .....	4	1	
2203	Debt .....	59	19	
2207	Other .....	113	126	110
2999	Total liabilities .....	26,214	23,208	19,901
4999	Total liabilities and net position .....	26,214	23,208	19,901

**Object Classification (in millions of dollars)**

Identification code 12-4141-0-3-371		1995 actual	1996 est.	1997 est.
25.2	Other services .....	1	1	1
33.0	Investments and loans .....	116	130	117
41.0	Grants, subsidies, and contributions .....	4	3	3
43.0	Interest and dividends .....	2,821	2,485	1,892
99.9	Total obligations .....	2,942	2,619	2,013

**RURAL BUSINESS-COOPERATIVE SERVICE**

**Federal Funds**

**General and special funds:**

**SALARIES AND EXPENSES**

For necessary expenses of the Rural [Business and Cooperative Development] *Business-Cooperative Service*, including administering the programs authorized by the Consolidated Farm and Rural Development Act, as amended; section 1323 of the Food Security Act of 1985; the Cooperative Marketing Act of 1926; for activities relating to the marketing aspects of cooperatives, including economic research findings, as authorized by the Agricultural Marketing Act of 1946; for activities with institutions concerning the development and operation of agricultural cooperatives; and cooperative agreements; [\$9,013,000]: \$27,068,000 Provided, That this appropriation shall be available for employment pursuant to the second sentence of 706(a) of the Organic Act of 1944, and not to exceed [\$250,000] \$270,000 may be used for employment under 5 U.S.C. 3109. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Program and Financing (in millions of dollars)

Identification code 12-1903-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct program .....		9	27
01.01 Reimbursable program .....		17	1
10.00 Total obligations .....		26	28
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....		26	28
23.95 New obligations .....		-26	-28
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....		9	27
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....		17	1
70.00 Total new budget authority (gross) .....		26	28
<b>Change in unpaid obligations:</b>			
72.90 Unpaid obligations, start of year: Obligated balance: Fund balance .....			4
73.10 New obligations .....		26	28
73.20 Total outlays (gross) .....		-22	-26
74.90 Unpaid obligations, end of year: Obligated balance: Fund balance .....			4
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....		5	23
86.93 Outlays from current balances .....			3
86.97 Outlays from new permanent authority .....		17	1
87.00 Total outlays (gross) .....		22	26
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....		-17	-1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....		9	27
90.00 Outlays .....		5	25

The Secretary's reorganization plan established the Rural Business-Cooperative Service (RBS). RBS includes programs from the former Rural Development Administration, rural development programs from the former Rural Electrification Administration, and the Agricultural Cooperative Service. This Agency delivers loan and grant programs and technical assistance to cooperatives and rural businesses.

Object Classification (in millions of dollars)

Identification code 12-1903-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....		5	13
11.3 Other than full-time permanent .....			1
11.5 Other personnel compensation .....			1
11.9 Total personnel compensation .....		5	15
12.1 Civilian personnel benefits .....		1	4
21.0 Travel and transportation of persons .....			1
23.2 Rental payments to others .....			1
23.3 Communications, utilities, and miscellaneous charges .....			1
25.2 Other services .....		1	4
31.0 Equipment .....			1
99.0 Subtotal, direct obligations .....		7	27
99.0 Reimbursable obligations .....		16	1
99.5 Below reporting threshold .....		3	
99.9 Total obligations .....		26	28

Personnel Summary

Identification code 12-1903-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
Total compensable workyears:			
1001 Full-time equivalent employment .....		133	360
1005 Full-time equivalent of overtime and holiday hours .....			3
<b>Reimbursable:</b>			
Total compensable workyears:			
2001 Full-time equivalent employment .....		249	9
2005 Full-time equivalent of overtime and holiday hours .....		3	

RURAL PERFORMANCE PARTNERSHIP PROGRAM

For the cost of direct loans, loan guarantees, and grants, as authorized by 7 U.S.C. 1926, 1928, and 1932, 42 U.S.C. 1485, 1490(a), and 9812, \$878,673,000, to remain available until expended, of which \$126,435,000 shall be for activities of the Rural Housing Service, including new construction of section 515 rental housing, rental assistance agreements entered into for new construction of section 515 rental housing, direct loans and loan guarantees for community facilities, and community fire protection grants; of which \$661,560,000 shall be for activities of the Rural Utilities Service, including direct loans and loan guarantees and grants for rural water and waste disposal and solid waste management grants; and of which \$90,678,000 shall be for activities of the Rural Business-Cooperative Service, including direct loans and loan guarantees for business and industry assistance, direct loans for intermediary relending, and grants for rural business enterprise, rural technology and cooperative development, and local technical assistance and planning: Provided, That the costs of direct loans and loan guarantees, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974, as amended: Provided further, That the amounts appropriated shall be transferred to the program accounts as determined by the Secretary: Provided further, That of the total amount appropriated, not to exceed \$5,128,265 shall be available for contracting with qualified national organizations for a circuit rider program to provide technical assistance for rural water systems: Provided further, That of the total amount appropriated, not to exceed \$25,000,000 shall be available for water and waste disposal systems to benefit the Colonias along the United States/Mexico border, including grants pursuant to section 306C of the Consolidated Farm and Rural Development Act, as amended: Provided further, That \$80,000,000 in direct loans, loan guarantees, and grants shall be for empowerment zones and enterprise communities, as authorized by Public Law 103-66: Provided further, That if such funds are not obligated for empowerment zones and enterprise communities by June 30, 1997, they shall remain available for other authorized purposes under this head: Provided further, That rental assistance agreements entered into shall be funded for a five-year period, although the life of such agreements may be extended to fully utilize amounts obligated: Provided further, That for the amounts appropriated for the Rural Housing Service, the Rural Utilities Service, and the Rural Business-Cooperative Service, the Secretary is authorized to transfer not to exceed 10 percent of the amounts appropriated for each Service between the Services to be used for activities authorized under this head.

Program and Financing (in millions of dollars)

Identification code 12-1904-0-1-452	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			
23.95 New obligations .....			
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....			879
41.00 Transferred to other accounts .....			-879
43.00 Appropriation (total) .....			
70.00 Total new budget authority (gross) .....			
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....			
<b>Outlays (gross), detail:</b>			
87.00 Total outlays (gross) .....			

**Net budget authority and outlays:**

89.00	Budget authority .....	.....	.....
90.00	Outlays .....	.....	.....

The FY 1997 Budget repropose a new, more flexible program for distributing USDA's rural development assistance. The new program, called the Rural Performance Partnership Program (RPPP), combines fourteen existing rural development programs into three funding streams; one each for rural utilities, rural community facility infrastructure, and rural businesses. Programs included in the RPPP include rural water and wastewater grants, loans and loan guarantees, loans and loan guarantees for essential community facilities, loans for new construction of rural rental housing and the corresponding rental assistance, and grants, loans and loan guarantees for the creation and expansion of rural businesses. The RPPP was initially proposed in the FY 1996 Budget and Congress enacted a limited version of the proposal that included the rural utilities programs.

USDA's Rural Economic and Community Development State Directors would have authority to transfer up to 25 percent of the funding between the three funding streams, although at the National level total transfers between funds would not exceed 10 percent. The State Directors would work with State and local governments, other community-based organizations, and the State Rural Development Councils—whose members include State, local, and Tribal governments, and private sector representatives—to direct funds to each State's highest rural economic development priorities. Performance measures and incentives are included in the RPPP proposal.

For FY 1997, the funding for the RPPP is requested to be appropriated to this account and then transferred to each program's specific account for administration.

AGRICULTURAL COOPERATIVE SERVICE

Program and Financing (in millions of dollars)

Identification code 12-3000-0-1-352	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
22.00	New budget authority (gross) .....	.....	.....
<b>Change in unpaid obligations:</b>			
72.90	Unpaid obligations, start of year: Obligated balance:		
	Fund balance .....	1	
73.10	New obligations .....		
73.20	Total outlays (gross) .....	-1	
74.90	Unpaid obligations, end of year: Obligated balance:		
	Fund balance .....		
<b>Outlays (gross), detail:</b>			
86.93	Outlays from current balances .....	1	
87.00	Total outlays (gross) .....	1	
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	.....	.....
90.00	Outlays .....	1	

Beginning in FY 1994, activities relating to agricultural cooperatives, formerly performed by the Agricultural Cooperative Service, were transferred to the Rural Development Administration (P. L. 103-211). Beginning in FY 1995, these cooperative activities are included in the Rural Business-Cooperative Service.

SALARIES AND EXPENSES

Program and Financing (in millions of dollars)

Identification code 12-3400-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
01.01	Reimbursable program .....	30	
10.00	Total obligations .....	30	
<b>Budgetary resources available for obligation:</b>			
22.00	New budget authority (gross) .....	31	
22.30	Unobligated balance expiring .....	-1	
23.90	Total budgetary resources available for obligation	30	
23.95	New obligations .....	-30	
<b>New budget authority (gross), detail:</b>			
68.00	Spending authority from offsetting collections (gross):		
	Offsetting collections (cash) .....	31	
<b>Change in unpaid obligations:</b>			
72.90	Unpaid obligations, start of year: Obligated balance:		
	Fund balance .....	15	17
73.10	New obligations .....	30	
73.20	Total outlays (gross) .....	-27	-14
73.40	Adjustments in expired accounts .....	-1	
74.90	Unpaid obligations, end of year: Obligated balance:		
	Fund balance .....	17	3
<b>Outlays (gross), detail:</b>			
86.97	Outlays from new permanent authority .....	13	
86.98	Outlays from permanent balances .....	14	14
87.00	Total outlays (gross) .....	27	14
87.00	Total outlays (gross) .....	27	14
87.00	Total outlays (gross) .....	27	14
87.00	Total outlays (gross) .....	27	14
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00	Offsetting collections (cash) from: Federal sources	-31	
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	.....	.....
90.00	Outlays .....	-5	14
90.00	Outlays .....	-5	14

Beginning in 1995, programs and services formerly provided by the Rural Development Administration are included in the Rural Utilities Service, the Rural Housing Service, and the Rural Business-Cooperative Service.

Object Classification (in millions of dollars)

Identification code 12-3400-0-1-452	1995 actual	1996 est.	1997 est.
99.0	Reimbursable obligations: Subtotal, reimbursable obligations .....	29	
99.5	Below reporting threshold .....	1	
99.9	Total obligations .....	30	

Personnel Summary

Identification code 12-3400-0-1-452	1995 actual	1996 est.	1997 est.
Total compensable workyears:			
2001	Full-time equivalent employment .....	199	
2005	Full-time equivalent of overtime and holiday hours	1	

RURAL TECHNOLOGY AND COOPERATIVE DEVELOPMENT GRANTS

For grants pursuant to section 310(f) of the Consolidated Farm and Rural Development Act, as amended (7 U.S.C. 1932), \$2,300,000, of which up to \$1,300,000 may be available for the appropriate technology transfer for rural areas program. For the appropriate Technology Transfer for Rural Areas program authorized by 7 U.S.C. 3319, \$1,300,000, which shall be available for cooperative agreements as determined by the Secretary. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriation Act, 1996.)

**General and special funds—Continued**

**RURAL TECHNOLOGY AND COOPERATIVE DEVELOPMENT GRANTS—Continued**

**Program and Financing (in millions of dollars)**

Identification code 12-1900-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Rural technology and cooperative development grants	2	1	2
00.02 Appropriate technology program		1	1
10.00 Total obligations	2	2	3
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)	2	2	3
23.95 New obligations	-2	-2	-3
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation	2	2	1
42.00 Transferred from other accounts			2
43.00 Appropriation (total)	2	2	3
70.00 Total new budget authority (gross)	2	2	3
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation		2	3
73.10 New obligations	2	2	3
73.20 Total outlays (gross)		-1	-2
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	2	3	4
<b>Outlays (gross), detail:</b>			
86.93 Outlays from current balances		1	2
87.00 Total outlays (gross)		1	2
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	2	2	3
90.00 Outlays		1	2

Grants for rural technology were authorized under section 310B(f) of the Consolidated Farm and Rural Development Act. These grants will be made available to public bodies and nonprofit organizations to fund the establishment and operation of centers for rural technology or cooperative development with their primary purpose being the improvement of economic conditions in rural areas. Grants may be used to promote the development and commercialization of new services and products that can be produced or provided in rural areas; new processes that can be utilized in the production of products in rural areas; and new enterprises that add value to on-farm production through processing or marketing. RBS can fund up to 75 percent of any project and associated administrative costs and requires at least a 25 percent matching share from the applicant which must be from non-Federal sources.

In FY 1997, the funding for the Rural Technology and Cooperative Development grants is requested to be appropriated to the Rural Performance Partnership Program and transferred to this account for administration. The amount for Appropriate Technology Transfer to Rural Areas (ATTRA) program was first authorized by the Food Security Act of 1985. The program encourages agricultural producers to adopt sustainable agricultural practices.

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants	7	6	8
Amount of grants (in millions of dollars)	\$2	\$2	\$3

**LOCAL TECHNICAL ASSISTANCE AND PLANNING GRANTS**

**Program and Financing (in millions of dollars)**

Identification code 12-1901-0-1-452	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)			
23.95 New obligations			
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation	2		
40.35 Appropriation rescinded	-2		
43.00 Appropriation (total)			
<b>Change in unpaid obligations:</b>			
73.10 New obligations			
<b>Outlays (gross), detail:</b>			
87.00 Total outlays (gross)			
<b>Net budget authority and outlays:</b>			
89.00 Budget authority			
90.00 Outlays			

This grant program, authorized through section 306(a)(11)(A) of the Consolidated Farm and Rural Development Act, as amended, is designed to assist in the economic development of rural areas by providing technical assistance for business development and economic development planning. Grant funds may be used to identify and analyze business opportunities that would use local economic and human resources; provide technical assistance to existing or prospective rural entrepreneurs; establish business support centers and otherwise assist in the creation of new rural businesses; and, to conduct regional, community and local economic development planning and coordination, and leadership development.

These grants are designed to stimulate economic development and rural employment while challenging State, local, and private sources to invest in rural economic development activities thus allowing program grant funds to reach a broader range of rural economic development efforts.

**RURAL BUSINESS ENTERPRISE GRANTS**

[For grants authorized under section 310B(c) and 310B(j) (7 U.S.C. 1932) of the Consolidated Farm and Rural Development Act to any qualified public or private nonprofit organization, \$45,000,000, of which \$8,381,000 shall be available through June 30, 1996, for assistance to empowerment zones and enterprise communities, as authorized by title XIII of the Omnibus Budget Reconciliation Act of 1993, after which any funds not obligated shall remain available for other authorized purposes under this head: *Provided*, That \$500,000 shall be available for grants to qualified nonprofit organizations to provide technical assistance and training for rural communities needing improved passenger transportation systems or facilities in order to promote economic development.] (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-2065-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations	48	45	45
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)	48	45	45
23.95 New obligations	-48	-45	-45
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation	48	45	
42.00 Transferred from other accounts			45

43.00	Appropriation (total) .....	48	45	45
70.00	Total new budget authority (gross) .....	48	45	45
<b>Change in unpaid obligations:</b>				
72.40	Unpaid obligations, start of year: Obligated balance:			
	Appropriation .....	57	70	74
73.10	New obligations .....	48	45	45
73.20	Total outlays (gross) .....	-33	-41	-43
73.40	Adjustments in expired accounts .....	-1		
74.40	Unpaid obligations, end of year: Obligated balance:			
	Appropriation .....	70	74	76
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new current authority .....	6	6	6
86.93	Outlays from current balances .....	27	35	37
87.00	Total outlays (gross) .....	33	41	43
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	48	45	45
90.00	Outlays .....	33	41	43

This grant program is authorized under sections 310(B)(c) and 310B(j) of the Consolidated Farm and Rural Development Act, as amended. These grants enable public and private non-profit organizations to operate rural economic development projects. In general, these grants provide investments in the human and physical resources of rural communities. Past projects have enabled rural communities to acquire and develop land, create technical assistance programs, and encourage small business growth.

In FY 1997, funding for the Rural Business Enterprise grant program is requested to be appropriated to the Rural Performance Partnership Program and transferred to this account for administration.

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants .....	244	241	235
Amount of grants (in millions of dollars) .....	\$48	\$45	\$45
<b>Object Classification (in millions of dollars)</b>			
Identification code 12-2065-0-1-452	1995 actual	1996 est.	1997 est.
25.1 Advisory and assistance services .....	1		
41.0 Grants, subsidies, and contributions .....	47	45	45
99.9 Total obligations .....	48	45	45

**RURAL ECONOMIC DEVELOPMENT GRANTS**

**Program and Financing (in millions of dollars)**

Identification code 12-3105-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Rural Economic Development Grants .....	24	20	20
10.00 Total obligations (object class 41.0) .....	24	20	20
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	24	20	20
23.95 New obligations .....	-24	-20	-20
<b>New budget authority (gross), detail:</b>			
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....		44	20
68.10 Change in orders on hand from Federal sources .....	24	-24	
68.90 Spending authority from offsetting collections (total) .....	24	20	20
70.00 Total new budget authority (gross) .....	24	20	20
<b>Change in unpaid obligations:</b>			
72.95 Unpaid obligations, start of year: Orders on hand from Federal sources .....		24	

73.10	New obligations .....	24	20	20
73.20	Total outlays (gross) .....		-44	-20
74.95	Unpaid obligations, end of year: Orders on hand from Federal sources .....	24		
<b>Outlays (gross), detail:</b>				
86.97	Outlays from new permanent authority .....		20	20
86.98	Outlays from permanent balances .....		24	
87.00	Total outlays (gross) .....		44	20
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....		-44	-20
88.95	Change in orders on hand from Federal sources .....	-24	24	
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....			
90.00	Outlays .....			

This grant program is authorized under section 313 of the Rural Electrification Act and provides funds for the purpose of promoting rural economic development and job creation projects, including funding for project feasibility studies, start-up costs, incubator projects and other expenses for the purpose of fostering rural development.

**GRANT OBLIGATIONS**

	1995 actual	1996 est.	1997 est.
Number of grants .....	57	56	56
Amount of grants (in millions of dollars) .....	\$20	\$20	\$20

**Credit accounts:**

**RURAL BUSINESS AND INDUSTRY LOANS PROGRAM ACCOUNT**

**[(INCLUDING TRANSFERS OF FUNDS)]**

[For the cost of guaranteed loans, \$6,437,000, as authorized by 7 U.S.C. 1928 and 86 Stat. 661-664, as amended: *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 such sums shall remain available until expended for the disbursement of loans obligated in fiscal year 1996: *Provided further*, That these funds are available to subsidize gross obligations for the principal amount of guaranteed loans of \$500,000,000: *Provided further*, That of the amounts available for the cost of guaranteed loans including the cost of modifying loans, \$148,000, to subsidize gross obligations for the loan principal, any part of which is guaranteed, not to exceed \$10,842,000, shall be available for empowerment zones and enterprise communities, as authorized by Public Law 103-66: *Provided further*, That if such funds are not obligated for empowerment zones and enterprise communities by June 30, 1996, they remain available for other authorized activities under this head.]

[In addition, for administrative expenses to carry out the direct and guaranteed loan programs, \$14,868,000, of which \$14,747,000 shall be transferred to and merged with the appropriation for "Salaries and Expenses".] (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-1902-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.02 Guaranteed loan subsidy .....		6	7
00.09 Administrative expenses .....		15	
10.00 Total obligations .....		21	7
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....		21	7
23.90 Total budgetary resources available for obligation .....		21	7
23.95 New obligations .....		-21	-7
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....		21	
42.00 Transferred from other accounts .....			7

**Credit accounts—Continued**

**RURAL BUSINESS AND INDUSTRY LOANS PROGRAM ACCOUNT—Continued**

[(INCLUDING TRANSFERS OF FUNDS)]—Continued

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-1902-0-1-452	1995 actual	1996 est.	1997 est.
43.00 Appropriation (total) .....		21	7
70.00 Total new budget authority (gross) .....		21	7
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....		21	7
73.20 Total outlays (gross) .....		-21	-7
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....		21	7
87.00 Total outlays (gross) .....		21	7
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....		21	7
90.00 Outlays .....		21	7

Business and industry loans are made to public, private, or cooperative organizations, Indian tribes or tribal groups, corporate entities, or individuals for the purpose of improving the economic climate in rural areas.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond, 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.

In FY 1997, funding for the Direct and Guaranteed Business and Industry loan programs is requested to be appropriated to the Rural Performance Partnership Program and transferred to this account for administration. Funding for salaries and expenses associated with this program is requested to be appropriated to the Rural Business-Cooperative Service salaries and expenses account.

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

Identification code 12-1902-0-1-452	1995 actual	1996 est.	1997 est.
Direct loan levels supportable by subsidy budget authority:			
1150 Direct loan levels .....			50
Direct loan subsidy (in percent):			
1320 Subsidy rate .....		0.00	-1.56
Direct loan subsidy budget authority:			
1330 Subsidy budget authority .....			-1
Direct loan subsidy outlays:			
1340 Subsidy outlays .....			
Guaranteed loan levels supportable by subsidy budget authority:			
2150 Loan guarantee levels .....		700	750
Guaranteed loan subsidy budget authority:			
2330 Subsidy budget authority .....		6	7
Guaranteed loan subsidy outlays:			
2340 Subsidy outlays .....		6	7
Administrative expense data:			
3510 Budget authority .....		15	
3590 Outlays .....		15	

**Object Classification (in millions of dollars)**

Identification code 12-1902-0-1-452	1995 actual	1996 est.	1997 est.
25.3 Purchases of goods and services from Government accounts .....		6	7
41.0 Grants, subsidies, and contributions .....		15	

99.9 Total obligations .....	21	7
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**RURAL BUSINESS AND INDUSTRY LOANS DIRECT FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4223-0-3-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct loans .....			50
10.00 Total obligations .....			50
<b>Budgetary resources available for obligation:</b>			
22.00 New financing authority (gross) .....			50
23.95 New obligations .....			-50
<b>New financing authority (gross), detail:</b>			
67.15 Authority to borrow (indefinite) .....			50
<b>Change in unpaid obligations:</b>			
72.90 Unpaid obligations, start of year: Obligated balance:			
Fund balance .....			
73.10 New obligations .....			50
73.20 Total financing disbursements (gross) .....			-12
74.90 Unpaid obligations, end of year: Obligated balance:			
Fund balance .....			38
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....			12
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....			50
90.00 Financing disbursements .....			12

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to FY 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Business and industry loans are made to public, private, or cooperative organizations, Indian tribes or tribal groups, corporate entities, or individuals for the purpose of improving the economic climate in rural areas.

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4223-0-3-452	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....			50
1150 Total direct loan obligations .....			50
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....			
1231 Disbursements: Direct loan disbursements .....			12
1290 Outstanding, end of year .....			12

**Balance Sheet (in millions of dollars)**

Identification code 12-4223-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....				12
1405 Allowance for subsidy cost (-) .....				
1499 Net present value of assets related to direct loans .....				12
1999 Total assets .....				12



LIABILITIES:

2104	Federal liabilities: Resources payable to Treasury .....			12
2999	Total liabilities .....			13
4999	Total liabilities and net position .....			12

**[RURAL BUSINESS AND INDUSTRY LOANS GUARANTEED FINANCING ACCOUNT]**

**Program and Financing (in millions of dollars)**

Identification code 12-4227-0-3-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01	Default claims .....		1
00.03	Investment in secondary market .....	11	17
10.00	Total obligations .....	11	18
<b>Budgetary resources available for obligation:</b>			
21.90	Unobligated balance available, start of year: Fund balance .....		25
22.00	New financing authority (gross) .....	16	21
22.20	Unobligated balance transferred .....	20	
23.90	Total budgetary resources available for obligation .....	36	46
23.95	New obligations .....	-11	-18
24.90	Unobligated balance available, end of year: Fund balance .....	25	28
<b>New financing authority (gross), detail:</b>			
68.00	Spending authority from offsetting collections (gross): Offsetting collections (cash) .....	16	21
<b>Change in unpaid obligations:</b>			
73.10	New obligations .....	11	18
73.20	Total financing disbursements (gross) .....	-11	-18
<b>Outlays (gross), detail:</b>			
87.00	Total financing disbursements (gross) .....	11	18
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00	Federal sources .....	-6	-7
88.25	Interest on uninvested funds .....	-2	-2
88.40	Non-Federal sources .....	-8	-12
88.90	Total, offsetting collections (cash) .....	-16	-21
<b>Net financing authority and financing disbursements:</b>			
89.00	Financing authority .....		
90.00	Financing disbursements .....	-5	-3

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 12-4227-0-3-452	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on commitments:			
2111	Limitation on guaranteed loans made by private lenders .....	700	750
2150	Total guaranteed loan commitments .....	700	750
2199	Guaranteed amount of guaranteed loan commitments .....	560	600
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year .....		1,183
2231	Disbursements of new guaranteed loans .....	515	638
2251	Repayments and prepayments .....	-83	-130
Adjustments:			
2263	Terminations for default that result in claim payments .....	-1	-1
2264	Other adjustments, net .....	752	
2290	Outstanding, end of year .....	1,183	1,690
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year .....	947	1,352

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to FY 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

This account finances loan guarantee commitments for industrial development in rural areas.

**Balance Sheet (in millions of dollars)**

Identification code 12-4227-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
1101	Federal assets: Fund balances with Treasury .....	17	25	28
1999	Total assets .....	17	25	28
<b>LIABILITIES:</b>				
2204	Non-Federal liabilities: Liabilities for loan guarantees .....	17	25	28
2999	Total liabilities .....	17	25	28
4999	Total liabilities and net position .....	17	25	28

**[RURAL DEVELOPMENT LOAN FUND PROGRAM ACCOUNT]**

[For the cost of direct loans, \$22,395,000, as authorized by the Rural Development Loan Fund (42 U.S.C. 9812(a)): *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 these funds are available to subsidize gross obligations for the principal amount of direct loans of \$37,544,000: *Provided further*, That through June 30, 1996, of these amounts, \$4,322,000 shall be available for the cost of direct loans, for empowerment zones and enterprise communities, as authorized by title XIII of the Omnibus Budget Reconciliation Act of 1993, to subsidize gross obligations for the principal amount of direct loans, \$7,246,000.]

[In addition, for administrative expenses necessary to carry out the direct loan programs, \$1,476,000, of which \$1,470,000 shall be transferred to and merged with the appropriation for "Salaries and Expenses".] (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-2069-0-1-452	1995 actual	1996 est.	1997 est.	
<b>Obligations by program activity:</b>				
00.01	Direct loan subsidy .....	46	22	37
00.06	Reestimates of direct loan subsidy .....	1		
00.09	Administrative expense .....	1	1	
10.00	Total obligations .....	48	23	37
<b>Budgetary resources available for obligation:</b>				
22.00	New budget authority (gross) .....	48	23	37
23.95	New obligations .....	-48	-23	-37
<b>New budget authority (gross), detail:</b>				
Current:				
40.00	Appropriation .....	47	23	
42.00	Transferred from other accounts .....			37
43.00	Appropriation (total) .....	47	23	37
Permanent:				
60.05	Appropriation (indefinite) .....	1		
70.00	Total new budget authority (gross) .....	48	23	37
<b>Change in unpaid obligations:</b>				
72.40	Unpaid obligations, start of year: Obligated balance:			
	Appropriation .....	65	84	72
73.10	New obligations .....	48	23	37
73.20	Total outlays (gross) .....	-28	-36	-32
73.40	Adjustments in expired accounts .....	-1		
74.40	Unpaid obligations, end of year: Obligated balance:			
	Appropriation .....	84	72	77

**Credit accounts—Continued**

**[RURAL DEVELOPMENT LOAN FUND PROGRAM ACCOUNT]—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-2069-0-1-452	1995 actual	1996 est.	1997 est.
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	4	2	1
86.93 Outlays from current balances .....	24	34	32
86.97 Outlays from new permanent authority .....	1		
87.00 Total outlays (gross) .....	28	36	32
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	48	23	37
90.00 Outlays .....	28	36	32
<b>Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)</b>			
Identification code 12-2069-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct loan levels supportable by subsidy budget authority:</b>			
1150 Direct loan levels .....	85	38	80
<b>Direct loan subsidy (in percent):</b>			
1320 Subsidy rate .....	54.02	59.50	46.16
<b>Direct loan subsidy budget authority:</b>			
1330 Subsidy budget authority .....	46	22	37
<b>Direct loan subsidy outlays:</b>			
1340 Subsidy outlays .....	27	35	32
<b>Administrative expense data:</b>			
3510 Budget authority .....	1	1	
3590 Outlays .....	1	1	

This account finances loans to intermediary borrowers, who in turn relend the funds to small rural businesses, community development corporations, and other organizations for the purpose of improving economic opportunities in rural areas.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated in 1992 and beyond, 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.

In FY 1997, funding for the Intermediary Relending program is requested to be appropriated to the Rural Performance Partnership Program and transferred to this account for administration. Funding for salaries and expenses associated with this program is requested to be appropriated to the Rural Business-Cooperative Service salaries and expenses account.

**Object Classification (in millions of dollars)**

Identification code 12-2069-0-1-452	1995 actual	1996 est.	1997 est.
25.3 Purchases of goods and services from Government accounts .....	1	1	
41.0 Grants, subsidies, and contributions .....	47	22	37
99.9 Total obligations .....	48	23	37

**RURAL DEVELOPMENT LOAN FUND DIRECT LOAN FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4219-0-3-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct loans .....	86	38	80
00.03 Interest on Treasury borrowing .....	4	3	5
10.00 Total obligations .....	90	41	85

**Budgetary resources available for obligation:**

22.00 New financing authority (gross) .....	90	41	85
23.95 New obligations .....	-90	-41	-85

**New financing authority (gross), detail:**

67.15 Authority to borrow (indefinite) .....	40	17	46
<b>Spending authority from offsetting collections:</b>			
68.00 Offsetting collections (cash) .....	30	36	34
68.10 Change in orders on hand from Federal sources .....	20	-12	5
68.90 Spending authority from offsetting collections (total) .....	50	24	39
70.00 Total new financing authority (gross) .....	90	41	85

**Change in unpaid obligations:**

<b>Unpaid obligations, start of year:</b>			
72.90 Obligated balance: Fund balance .....	51	69	56
72.95 Orders on hand from Federal sources .....	64	84	72
72.99 Total unpaid obligations, start of year .....	115	153	128
73.10 New obligations .....	90	41	85
73.20 Total financing disbursements (gross) .....	-52	-66	-57
73.40 Adjustments in expired accounts .....	-1		
<b>Unpaid obligations, end of year:</b>			
74.90 Obligated balance: Fund balance .....	69	56	79
74.95 Orders on hand from Federal sources .....	84	72	77
74.99 Total unpaid obligations, end of year .....	153	128	156

**Outlays (gross), detail:**

87.00 Total financing disbursements (gross) .....	52	66	57
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**Offsets:**

<b>Against gross financing authority and financing disbursements:</b>			
<b>Offsetting collections (cash) from:</b>			
88.00 Payments from program account .....	-27	-34	-32
88.25 Interest on uninvested funds .....	-3		
88.40 Non-Federal sources .....		-1	-2
88.90 Total, offsetting collections (cash) .....	-30	-35	-34
88.95 Change in receivables from program accounts .....	-20	12	-5

**Net financing authority and financing disbursements:**

89.00 Financing authority .....	40	18	46
90.00 Financing disbursements .....	22	31	23

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4219-0-3-452	1995 actual	1996 est.	1997 est.
<b>Position with respect to appropriations act limitation on obligations:</b>			
1111 Limitation on direct loans .....	85	38	80
1150 Total direct loan obligations .....	85	38	80
<b>Cumulative balance of direct loans outstanding:</b>			
1210 Outstanding, start of year .....	27	74	137
1231 Disbursements: Direct loan disbursements .....	47	63	57
1251 Repayments: Repayments and prepayments .....			-1
1290 Outstanding, end of year .....	74	137	193

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

This account finances loans to intermediary borrowers, who in turn relend the funds to small rural businesses, community development corporations, or other organizations for the purpose of improving economic opportunities in rural areas.

**Balance Sheet (in millions of dollars)**

Identification code 12-4219-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
<b>Federal assets:</b>				
1101 Fund balances with Treasury .....	7	6	4	6
<b>Investments in US securities:</b>				
1106 Receivables, net .....	65	84	72	77

	Net value of assets related to post-1991 direct loans receivable:				
1401	Direct loans receivable, gross	27	74	137	193
1402	Interest receivable			1	1
1405	Allowance for subsidy cost (-)	-14	-39	-72	-100
1499	Net present value of assets related to direct loans	13	35	66	94
1999	Total assets	85	125	142	177
	LIABILITIES:				
	Federal liabilities:				
2104	Resources payable to Treasury	21	41	71	101
2105	Other	64	84	71	77
2999	Total liabilities	85	125	142	178
4999	Total liabilities and net position	85	125	142	178

RURAL DEVELOPMENT LOAN FUND LIQUIDATING ACCOUNT

Unavailable Collections (in millions of dollars)

Identification code 12-4233-0-3-452	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year	8	6	8
03.00 Offsetting Collections	4	4	4
04.00 Total: Balances and collections	14	12	14
Appropriation:			
05.01 Unobligated balance returned to receipts	-8	-4	-4
05.99 Subtotal appropriation	-7	-3	-3
07.99 Total balance, end of year	7	9	11

Program and Financing (in millions of dollars)

Identification code 12-4233-0-3-452	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
23.95 New obligations			
<b>New budget authority (gross), detail:</b>			
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	5	4	4
68.26 Spending authority from offsetting collections (balances)	8	4	4
68.27 Capital transfer to general fund	-9	-4	-4
68.45 Portion not available for obligation (limitation on obligations)	-4	-4	-4
68.90 Spending authority from offsetting collections (total)			
70.00 Total new budget authority (gross)			
<b>Change in unpaid obligations:</b>			
72.90 Unpaid obligations, start of year: Obligated balance: Fund balance	15	10	7
73.10 New obligations			
73.20 Total outlays (gross)	-5	-3	-2
74.90 Unpaid obligations, end of year: Obligated balance: Fund balance	10	7	5
<b>Outlays (gross), detail:</b>			
86.98 Outlays from permanent balances	5	5	4
87.00 Total outlays (gross)	5	3	2
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-5	-4	-4
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	-5	-4	-4
90.00 Outlays		-1	-2

Status of Direct Loans (in millions of dollars)

Identification code 12-4233-0-3-452	1995 actual	1996 est.	1997 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	85	85	84

1231	Disbursements: Direct loan disbursements	5	3	2
1251	Repayments: Repayments and prepayments	-5	-4	-4
1290	Outstanding, end of year	85	84	82

<sup>1</sup> Amounts shown include advances on behalf of borrowers.

Loans from the Rural Development Loan Fund are made to intermediary borrowers (i.e., small investment groups), who in turn relend the funds to small rural businesses, community development corporations, or other organizations for the purpose of improving economic opportunities in rural areas. Through the use of local intermediaries, this program is able to serve small-scale enterprises and give preference to those communities with the greatest need.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated prior to 1992. New loan activity in 1992 and beyond is recorded in corresponding program and financing accounts.

Statement of Operations (in millions of dollars)

Identification code 12-4233-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
0101 Revenue	1	1	1	1
0102 Expense	-1	-1	-2	
0109 Net income or loss (-)			-1	1

Balance Sheet (in millions of dollars)

Identification code 12-4233-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
1101 Federal assets: Fund balances with Treasury	23	14	11	7
1206 Non-Federal assets: Receivables, net	1			
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601 Direct loans, gross	85	85	84	83
1603 Allowance for estimated uncollectible loans and interest (-)	-9	-49	-50	-49
1604 Direct loans and interest receivable, net	76	36	34	34
1699 Value of assets related to direct loans	76	36	34	34
1999 Total assets	100	50	45	41
<b>LIABILITIES:</b>				
2104 Federal liabilities: Resources payable to Treasury	99	50	45	41
2999 Total liabilities	99	50	45	41
4999 Total liabilities and net position	99	50	45	41

ALCOHOL FUELS CREDIT GUARANTEE PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-2072-0-1-452	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year: Uninvested balance	9		
22.00 New budget authority (gross)	-9		
23.90 Total budgetary resources available for obligation			
23.95 New obligations			
<b>New budget authority (gross), detail:</b>			
40.36 Unobligated balance rescinded	-9		
<b>Change in unpaid obligations:</b>			
73.10 New obligations			
<b>Outlays (gross), detail:</b>			
87.00 Total outlays (gross)			

**Credit accounts—Continued**

**ALCOHOL FUELS CREDIT GUARANTEE PROGRAM ACCOUNT—  
Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-2072-0-1-452	1995 actual	1996 est.	1997 est.
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	-9		
90.00 Outlays .....			

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with loan guarantees committed in 1992 and beyond. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

The unobligated balance from this account was rescinded by P.L. 104-19.

**RURAL ECONOMIC DEVELOPMENT LOANS PROGRAM ACCOUNT  
(INCLUDING TRANSFERS OF FUNDS)**

For the principal amount of direct loans, as authorized under section 313 of the Rural Electrification Act, for the purpose of promoting rural economic development and job creation projects, **[\$12,865,000] \$14,000,000.**

For the cost of direct loans, including the cost of modifying loans as defined in section 502 of the Congressional Budget Act of 1974, **[\$3,729,000] \$3,095,400.** In addition, for administrative expenses necessary to carry out the direct loan program, **[\$654,000] \$699,000,** which shall be transferred to and merged with the appropriation for "Salaries and Expenses." (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing (in millions of dollars)**

Identification code 12-3108-0-1-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct Loan Subsidy .....	3	4	3
00.09 Administrative expenses subj. to limitation .....		1	1
10.00 Total obligations .....	3	5	4
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	3	5	4
23.95 New obligations .....	-3	-5	-4
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	3	5	4
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	3	3	4
73.10 New obligations .....	3	5	4
73.20 Total outlays (gross) .....	-3	-4	-4
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	3	4	4
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....		1	1
86.93 Outlays from current balances .....	3	3	4
87.00 Total outlays (gross) .....	3	4	4
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	3	5	4
90.00 Outlays .....	3	4	4

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

Identification code 12-3108-0-1-452	1995 actual	1996 est.	1997 est.
<b>Direct loan levels supportable by subsidy budget authority:</b>			
1150 Direct loan levels .....	12	13	14

<b>Direct loan subsidy (in percent):</b>			
1320 Subsidy rate .....	24.92	28.48	22.11
<b>Direct loan subsidy budget authority:</b>			
1330 Subsidy budget authority .....	2	3	3
<b>Direct loan subsidy outlays:</b>			
1340 Subsidy outlays .....	3	3	3
<b>Administrative expense data:</b>			
3510 Budget authority .....		1	1
3590 Outlays .....		1	1

Rural economic development loans are made for the purpose of promoting rural economic development and job creation projects. Loans are made to electric and telecommunication borrowers, who in turn finance rural development projects in their service areas.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated in 1992 and beyond, 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.

**Object Classification (in millions of dollars)**

Identification code 12-3108-0-1-452	1995 actual	1996 est.	1997 est.
25.3 Purchases of goods and services from Government accounts .....		1	1
41.0 Grants, subsidies, and contributions .....	3	4	3
99.9 Total obligations .....	3	5	4

**RURAL ECONOMIC DEVELOPMENT DIRECT LOAN FINANCING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-4176-0-3-452	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct Loans .....	12	13	14
00.02 Interest Expense .....	2	2	2
10.00 Total obligations .....	14	15	16
<b>Budgetary resources available for obligation:</b>			
22.00 New financing authority (gross) .....	14	15	16
23.95 New obligations .....	-14	-15	-16
<b>New financing authority (gross), detail:</b>			
67.15 Authority to borrow (indefinite) .....	8	8	8
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	6	7	8
70.00 Total new financing authority (gross) .....	14	15	16
<b>Change in unpaid obligations:</b>			
Unpaid obligations, start of year:			
Obligated balance:			
Fund balance:			
72.90 Unpaid Obligations .....	6	6	8
72.90 Receivables from Federal Funds .....	3	3	3
72.99 Total unpaid obligations, start of year .....	9	9	11
73.10 New obligations .....	14	15	16
73.20 Total financing disbursements (gross) .....	-14	-15	-16
Unpaid obligations, end of year:			
Obligated balance:			
Fund balance:			
74.90 Unpaid Obligations .....	6	8	10
74.90 Receivables from Federal Funds .....	3	3	3
74.99 Total unpaid obligations, end of year .....	9	11	13
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	5	8	
86.98 Outlays from permanent balances .....	8	8	
87.00 Total financing disbursements (gross) .....	14	15	16

**Offsets:**

Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal Funds: Program Account .....	-4	-3	-3
88.40	Non-Federal sources: Repayment of Principal .....	-2	-4	-5
88.90	Total, offsetting collections (cash) .....	-6	-7	-8

**Net financing authority and financing disbursements:**

89.00	Financing authority .....	8	8	8
90.00	Financing disbursements .....	8	8	8

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4176-0-3-452	1995 actual	1996 est.	1997 est.	
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans .....	13	14	14
1112	Unobligated direct loan limitation .....	-1		
1150	Total direct loan obligations .....	12	14	14
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year .....	20	30	37
1231	Disbursements: Direct loan disbursements .....	12	11	12
1251	Repayments: Repayments and prepayments .....	-2	-4	-5
1290	Outstanding, end of year .....	30	37	44

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. 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 12-4176-0-3-452	1994 actual	1995 actual	1996 est.	1997 est.	
<b>ASSETS:</b>					
Federal assets:					
1101	Fund balances with Treasury .....	3	3	3	3
Investments in US securities:					
1106	Program Account .....	9	10	11	12
Net value of assets related to post-1991 direct loans receivable:					
1401	Direct loans receivable, gross .....	16	22	29	33
1405	Allowance for subsidy cost (-) .....	-4	-5	-5	-5
1499	Net present value of assets related to direct loans .....	12	17	24	28
1999	Total assets .....	24	30	38	43
<b>LIABILITIES:</b>					
Federal liabilities:					
2101	Accounts payable .....	9	10	11	12
2103	Debt .....	16	21	27	31
2999	Total liabilities .....	25	31	38	43
4999	Total liabilities and net position .....	25	31	38	43
<b>ASSETS:</b>					
Investments in US securities:					
1106	Federal assets: Receivables, net .....	3	3	3	3
Net value of assets related to post-1991 direct loans receivable:					
1401	Direct loans receivable, gross .....	4	7	9	11
1405	Allowance for subsidy cost (-) .....	-1	-2	-2	-2
1499	Net present value of assets related to direct loans .....	3	5	7	9
1999	Total assets .....	6	8	10	12
<b>LIABILITIES:</b>					
Federal liabilities:					
2101	Accounts payable .....	3	3	3	3
2103	Debt .....	3	6	7	9
2999	Total liabilities .....	6	9	10	12
4999	Total liabilities and net position .....	6	9	10	12

**RURAL ECONOMIC DEVELOPMENT LOANS LIQUIDATING ACCOUNT**

**Program and Financing (in millions of dollars)**

Identification code 12-3104-0-1-271	1995 actual	1996 est.	1997 est.	
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance available, start of year:			
	Uninvested balance .....	3	5	5
22.00	New budget authority (gross) .....	2		2
23.90	Total budgetary resources available for obligation .....	5	5	7
23.95	New obligations .....			
24.40	Unobligated balance available, end of year:			
	Uninvested balance .....	5	5	7
<b>New budget authority (gross), detail:</b>				
68.00	Spending authority from offsetting collections (gross):			
	Offsetting collections (cash) .....	2	1	2
<b>Change in unpaid obligations:</b>				
72.42	Unpaid obligations, start of year: Obligated balance:			
	U.S. Securities: Unrealized discounts .....	-2	-2	-1
73.10	New obligations .....			
73.20	Total outlays (gross) .....		1	
74.42	Unpaid obligations, end of year: Obligated balance:			
	U.S. Securities: Unrealized discounts .....	-2	-1	-1
<b>Outlays (gross), detail:</b>				
87.00	Total outlays (gross) .....		-1	
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal sources: Repayment of Principal .....	-2	-1	-2
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....		-1	
90.00	Outlays .....	-1	-2	-2

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated prior to 1992. All new activity in this program is recorded in corresponding program accounts and financing accounts.

**Status of Direct Loans (in millions of dollars)**

Identification code 12-3104-0-1-271	1995 actual	1996 est.	1997 est.	
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year .....	9	8	8
1231	Disbursements: Direct loan disbursements .....		1	
1251	Repayments: Repayments and prepayments .....	-1	-1	-2
1290	Outstanding, end of year .....	8	8	6

**Balance Sheet (in millions of dollars)**

Identification code 12-3104-0-1-271	1994 actual	1995 actual	1996 est.	1997 est.	
<b>ASSETS:</b>					
Federal assets:					
1101	Fund balances with Treasury .....	1	2	1	1
1601	Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable: Direct loans, gross .....	7	9	8	6
1801	Other Federal assets: Cash and other monetary assets .....	27	5	5	7
1999	Total assets .....	35	16	14	14
<b>NET POSITION:</b>					
3100	Appropriated capital .....	7	9	8	6
3200	Invested capital .....	1	2	1	1
3300	Cumulative results of operations .....	27	5	5	7
3999	Total net position .....	35	16	14	14
4999	Total liabilities and net position .....	35	16	14	14
<b>ASSETS:</b>					
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable: Direct loans, gross .....					
		3	2	-1	-2

**Credit accounts—Continued****RURAL ECONOMIC DEVELOPMENT LOANS LIQUIDATING ACCOUNT—  
Continued****Balance Sheet** (in millions of dollars)—Continued

Identification code 12-3104-0-1-271	1994 actual	1995 actual	1996 est.	1997 est.
1801 Other Federal assets: Cash and other monetary assets .....	16	-23	-1	2
1999 Total assets .....	20	-21	-2	.....
<b>NET POSITION:</b>				
3100 Appropriated capital .....	3	2	-1	-2
3200 Invested capital .....	2	1	-1	.....
3300 Cumulative results of operations .....	14	-24	.....	2
3999 Total net position .....	20	-21	-2	.....
4999 Total liabilities and net position .....	19	-21	-2	.....

**ALTERNATIVE AGRICULTURAL RESEARCH AND COMMERCIALIZATION  
REVOLVING FUND**

For necessary expenses to carry out the Alternative Agricultural Research and Commercialization Act of 1990 (7 U.S.C. 5901-5908), **[\$6,500,000] \$6,975,000** is appropriated to the alternative agricultural research and commercialization revolving fund. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

**Program and Financing** (in millions of dollars)

Identification code 12-4144-0-3-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Administrative expense .....	1	1	1
00.02 Program activity .....	6	7	6
10.00 Total obligations .....	7	8	7
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	3	1	.....
22.00 New budget authority (gross) .....	5	6	7
23.90 Total budgetary resources available for obligation	8	7	7
23.95 New obligations .....	-7	-8	-7
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	1	.....	.....
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation .....	6	6	7
40.36 Unobligated balance rescinded .....	-1	.....	.....
43.00 Appropriation (total) .....	5	6	7
70.00 Total new budget authority (gross) .....	5	6	7
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	7	7	6
73.10 New obligations .....	7	8	7
73.20 Total outlays (gross) .....	-7	-9	-7
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	7	6	6
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	2	3	3
86.93 Outlays from current balances .....	4	6	4
87.00 Total outlays (gross) .....	7	9	7
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	5	6	7
90.00 Outlays .....	6	9	7

Funds support programs authorized by the Alternative Agricultural Research and Commercialization Act of 1990 (7 U.S.C. 5901 et seq.). This Act authorizes the provision of assistance on a competitive basis to foster the development and commercialization of new nonfood, nonfeed products de-

rived from agricultural and forestry material and animal by-products. Development of nontraditional uses provides an opportunity to improve U.S. competitiveness in foreign markets, create development and employment opportunities in rural areas, address environmental concerns and lower farm program costs. Programs are managed by the Alternative Agricultural Research and Commercialization Center. Program policy and oversight is provided by a nine member Board, eight of whom are private sector scientists, producers and business experts.

**Object Classification** (in millions of dollars)

Identification code 12-4144-0-3-352	1995 actual	1996 est.	1997 est.
11.1 Personnel compensation: Full-time permanent .....		1	1
33.0 Investments and loans .....	4	4	3
41.0 Grants, subsidies, and contributions .....	2	3	3
99.5 Below reporting threshold .....	1	.....	.....
99.9 Total obligations .....	7	8	7

**Personnel Summary**

Identification code 12-4144-0-3-352	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	11	11	11

**FOREIGN AGRICULTURAL SERVICE****Federal Funds****General and special funds:****FOREIGN AGRICULTURAL SERVICE AND GENERAL SALES MANAGER**

## (INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Foreign Agricultural Service, including carrying out title VI of the Agricultural Act of 1954, as amended (7 U.S.C. 1761-1768), market development activities abroad, and for enabling the Secretary to coordinate and integrate activities of the Department in connection with foreign agricultural work, including not to exceed \$128,000 for representation allowances and for expenses pursuant to section 8 of the Act approved August 3, 1956 (7 U.S.C. 1766), **[\$124,775,000] \$137,141,000**, of which **[\$5,176,000]** may be transferred from Commodity Credit Corporation funds, **[\$2,792,000] \$3,231,000** may be transferred from the Commodity Credit Corporation program account in this Act, and **[\$1,005,000] \$1,035,000** may be transferred from the Public Law 480 program account in this Act: *Provided*, That the Service may utilize advances of funds, or reimburse this appropriation for expenditures made on behalf of Federal agencies, public and private organizations and institutions under [the] agreements executed pursuant to the agricultural food production assistance programs (7 U.S.C. 1736) and the foreign assistance programs of the International Development Cooperation Administration (22 U.S.C. 2392): *Provided further*, That none of the funds made available by this Act may be used to carry out activities of the market promotion program (7 U.S.C. 5623) which provides direct grants to any for-profit corporation that is not recognized as a small business concern under section 3(a) of the Small Business Act (15 U.S.C. 632(a)), excluding cooperatives and associations as described in 7 U.S.C. 291 and non-profit trade associations: *Provided further*, That funds available to trade associations, cooperatives, and small businesses may be used for individual branded promotions; with the beneficiaries having matched the cost of such promotions: *Provided further*, That funds provided for foreign market development to trade associations, cooperative and small businesses shall be allocated only after a competitive bidding process to target funds to those entities most likely to generate additional U.S. exports as a result of the expenditure.

None of the funds in the foregoing paragraph shall be available to promote the sale or export of tobacco or tobacco products. (*Agriculture, Rural Development, Food and Drug Administration and Related Agencies Appropriations Act, 1996.*)

## Program and Financing (in millions of dollars)

Identification code 12-2900-0-1-352	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Foreign agricultural affairs .....	39	41	42
00.02 Foreign market information and access .....	17	19	20
00.03 Foreign market development .....	45	49	59
00.04 International Cooperation and Development .....	6	7	7
00.05 General sales manager administrative expenses .....			5
00.91 Total direct program .....	107	116	133
01.01 Reimbursable program .....	63	62	58
10.00 Total obligations .....	170	178	191
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	2	5	5
22.00 New budget authority (gross) .....	174	178	191
22.30 Unobligated balance expiring .....	-1		-5
23.90 Total budgetary resources available for obligation .....	175	183	191
23.95 New obligations .....	-170	-178	-191
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	5	5	
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	109	116	133
42.00 Transferred from other accounts .....	2		
43.00 Appropriation (total) .....	111	116	133
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	63	62	58
70.00 Total new budget authority (gross) .....	174	178	191
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	40	16	12
73.10 New obligations .....	170	178	191
73.20 Total outlays (gross) .....	-194	-182	-188
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	16	12	16
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	96	98	111
86.93 Outlays from current balances .....	36	21	17
86.97 Outlays from new permanent authority .....	63	62	58
87.00 Total outlays (gross) .....	194	182	188
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-59	-58	-54
88.40 Non-Federal sources .....	-4	-4	-4
88.90 Total, offsetting collections (cash) .....	-63	-62	-58
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	111	116	133
90.00 Outlays .....	129	120	130

The Foreign Agricultural Service mission is to help American farmers and traders take maximum advantage of increased opportunities to sell U.S. agricultural commodities abroad and to help increase U.S. farm income.

Activities are conducted within four program areas:

**Foreign agricultural affairs.**—The Service maintains agricultural counselors or attachés at 63 foreign posts to assist overseas development of markets for U.S. farm commodities. They work closely with numerous U.S. agricultural trade groups and maintain significant contacts with foreign governments and traders to promote market access for U.S. farm products. They also file annually about 5,000 comprehensive reports regarding foreign agricultural production, supply, demand, marketing, and trade policy developments to keep U.S. agriculture, industry, and Government currently informed.

**Foreign market information and access.**—Under this broad program heading, the Service initiates, directs, and coordinates the Department's formulation of trade policies and programs with the goal of maintaining and expanding world markets for U.S. agricultural products. The Service is responsible for the development and maintenance of the USDA statistical data base encompassing foreign production estimates, trade data, export forecasts, economic indicators, price data and export sales reporting. These data are collected, analyzed, and disseminated to U.S. farm and trade groups providing ready access to reliable information to assess short-term changes in world agricultural supply and demand conditions by commodity.

The analyses of world commodity conditions provide the information necessary to develop export marketing strategies that can be used by the Department not only to gain market access but to enhance the long term market development plans for major U.S. commodities.

**Foreign market development.**—This program provides funding support to over 40 commodity associations (cooperators), 4 regional groups (representing 47 State departments of agriculture) and the National Association of State Departments of Agriculture. Under FAS guidance and supervision, these organizations conduct an extensive worldwide market development program on behalf of the U.S. farm sector. Beginning in 1997, these funds will only be made available after a competitive allocation process. In addition, the Service maintains 12 agricultural trade offices located in key markets around the world. Working closely with cooperators, through these offices, the Service develops and operates a worldwide system of multicommodity promotional programs utilizing product exhibits, trade teams, trade services, market information programs, and trade referral services to expand overseas markets. Beginning in 1997, cooperators that maintain facilities in FAS agricultural trade offices will pay a contribution towards rent and other expenses.

**International Cooperation and Development.**—This activity promotes U.S. agriculture and the advancement of agriculture in developing countries through a number of complementary programs. Direct program activities include the administration of the Cochran Fellowship Program which provides food industry training to senior and mid-level professionals from the public and private sectors of selected middle-income countries and emerging democracies, and management of USDA's bilateral exchange and cooperative research programs with foreign governments and institutions.

At the request of the Agency for International Development, international organizations and foreign governments, technical assistance and training in agriculture and rural development is provided on a reimbursable or advance of funds basis. Programs are ongoing in over 80 countries focused on such activities as land and water management, pest control, crop and livestock production and conservation.

The General Sales Manager was established pursuant to section 5(f) of the Charter Act of the Commodity Credit Corporation and 15 U.S.C. 714-714p. The funds allocated are used for conducting the following programs: (1) CCC Export Credit Guarantee Program (GSM-102), (2) Intermediate Credit Guarantee Program (GSM-103), (3) Export Enhancement Program, (4) Market Promotion Program, (5) Public Law 480, (6) Section 416 Overseas Donations, (7) Food for Progress, (8) Dairy Export Incentive Program, (9) Sunflowerseed Oil Assistance Program, (10) Cottonseed Oil Assistance Program, and (11) programs authorized by the Commodity Credit Corporation Charter Act including barter, export sales of CCC-owned commodities, export payments and other programs as assigned to encourage or cause the export of U.S. agricultural commodities. The General Sales Manager is partially funded through funds made available from the CCC Export Guarantee Program Account and P.L. 480 Program Account.

**General and special funds—Continued**FOREIGN AGRICULTURAL SERVICE AND GENERAL SALES MANAGER—  
Continued

(INCLUDING TRANSFERS OF FUNDS)—Continued

## Object Classification (in millions of dollars)

Identification code 12-2900-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	33	36	40
11.3 Other than full-time permanent .....	2	2	3
11.5 Other personnel compensation .....	2	2	2
11.8 Special personal services payments .....	1	1	1
11.9 Total personnel compensation .....	38	41	46
12.1 Civilian personnel benefits .....	10	10	11
21.0 Travel and transportation of persons .....	4	5	5
22.0 Transportation of things .....	1	1	1
23.2 Rental payments to others .....	7	8	10
23.3 Communications, utilities, and miscellaneous charges .....	3	3	3
24.0 Printing and reproduction .....	1	1	1
25.2 Other services .....	40	44	52
26.0 Supplies and materials .....	1	1	1
31.0 Equipment .....	1	1	2
41.0 Grants, subsidies, and contributions .....	1	1	1
99.0 Subtotal, direct obligations .....	107	116	133
99.0 Reimbursable obligations .....	63	62	58
99.9 Total obligations .....	170	178	191

**Personnel Summary**

Identification code 12-2900-0-1-352	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	778	778	794
1005 Full-time equivalent of overtime and holiday hours .....	2	2	2
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	129	129	129

**SCIENTIFIC ACTIVITIES OVERSEAS (FOREIGN CURRENCY PROGRAM)**

## Program and Financing (in millions of dollars)

Identification code 12-1404-0-1-352	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			
23.95 New obligations .....			
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	6	6	5
73.10 New obligations .....			
73.20 Total outlays (gross) .....		-1	-1
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	6	5	5
<b>Outlays (gross), detail:</b>			
86.98 Outlays from permanent balances .....	1	1	1
87.00 Total outlays (gross) .....		1	1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....		1	1

As authorized by the Agricultural Trade Development and Assistance Act of 1954 (Public Law 480), as amended, USDA uses foreign currencies to support research on problems of mutual interest to the United States and participating foreign countries. After 1991 no new foreign currency programs have been or are proposed to be initiated.

**FOREIGN ASSISTANCE PROGRAMS**

The funds and facilities of the Commodity Credit Corporation may, by law, be used in carrying out programs to encourage the export of agricultural commodities.

Included in this category are the following activities carried out under the Agricultural Trade Development and Assistance Act of 1954, Public Law 480, 83rd Congress, as amended (P.L. 480): Financing sales of agricultural commodities to developing countries for dollars on credit terms, or for local currencies (including for local currencies on credit terms) for use under sec. 104 (title I); for dispositions abroad (titles II and III); and for furnishing commodities to carry out The Food for Progress Act of 1985, as amended. Agreements may provide for commodities to be made available on a multi-year basis.

**PUBLIC LAW 480 PROGRAM AND GRANT ACCOUNTS**

(INCLUDING TRANSFERS OF FUNDS)

For expenses during the current fiscal year, not otherwise recoverable, and unrecovered prior years' costs, including interest thereon, under the Agricultural Trade Development and Assistance Act of 1954, as amended (7 U.S.C. 1691, 1701-1715, 1721-1726, 1727-1727f, 1731-1736g), as follows: (1) **[\$291,342,000]** \$218,944,000 for Public Law 480 title I credit, including Food for Progress programs; (2) **[\$25,000,000]** \$13,905,000 is hereby appropriated for ocean freight differential costs for the shipment of agricultural commodities pursuant to title I of said Act and the Food for Progress Act of 1985, as amended; (3) **[\$821,100,000]** \$837,000,000 is hereby appropriated for commodities supplied in connection with dispositions abroad pursuant to title II of said Act, of which \$60,000,000 shall be financed from funds credited to the Commodity Credit Corporation pursuant to section 426 of Public Law 103-465; and (4) **[\$50,000,000]** \$40,000,000 is hereby appropriated for commodities supplied in connection with dispositions abroad pursuant to title III of said Act: *Provided*, That not to exceed 15 percent of the funds made available to carry out any title of said Act may be used to carry out any other title of said Act: *Provided further*, That such sums shall remain available until expended (7 U.S.C. 2209b).

For the cost, as defined in section 502 of the Congressional Budget Act of 1974, of direct credit agreements as authorized by the Agricultural Trade Development and Assistance Act of 1954, as amended, and the Food for Progress Act of 1985, as amended, including the cost of modifying credit agreements under said Act, **[\$236,162,000]** \$179,082,000.

In addition, for administrative expenses to carry out the Public Law 480 title I credit program, and the Food for Progress Act of 1985, as amended, to the extent funds appropriated for Public Law 480 are utilized, **[\$1,750,000]** \$1,818,000. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.*)

## Program and Financing (in millions of dollars)

Identification code 12-2278-0-1-151	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Ocean freight differential .....	24	25	14
00.02 Commodities supplied in connection with dispositions abroad .....	881	821	837
00.03 Commodities supplied in connection with dispositions abroad .....	110	50	40
10.00 Total obligations (object class 41.0) .....	1,015	896	891
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	22	46	46
22.00 New budget authority (gross) .....	1,016	896	891
22.10 Resources available from recoveries of prior year obligations .....	35		
22.20 Unobligated balance transferred .....	-11		
23.90 Total budgetary resources available for obligation .....	1,062	942	937
23.95 New obligations .....	-1,015	-896	-891
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	46	46	46



<b>New budget authority (gross), detail:</b>			
Current:			
40.00	Appropriation .....	966	896 891
Permanent:			
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	49	
70.00	Total new budget authority (gross) .....	1,016	896 891
<b>Change in unpaid obligations:</b>			
72.40	Unpaid obligations, start of year: Obligated balance: Appropriation .....	550	457 402
73.10	New obligations .....	1,015	896 891
73.20	Total outlays (gross) .....	-1,115	-963 -904
73.40	Adjustments in expired accounts .....	42	12
73.45	Adjustments in unexpired accounts .....	-35	
74.40	Unpaid obligations, end of year: Obligated balance: Appropriation .....	457	402 389
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new current authority .....	552	555 556
86.93	Outlays from current balances .....	514	408 349
86.97	Outlays from new permanent authority .....	49	
87.00	Total outlays (gross) .....	1,115	963 904
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00	Offsetting collections (cash) from: Federal sources .....	-49	
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	967	896 891
90.00	Outlays .....	1,066	963 904

This account includes the non-credit components of Public Law 480: title I ocean freight differential, title II, and title III.

**Credit accounts:**

**PUBLIC LAW 480 PROGRAM ACCOUNT**

**Unavailable Collections (in millions of dollars)**

Identification code 12-2277-0-1-151	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99	Balance, start of year .....		37
Receipts:			
02.01	Downward reestimates of subsidies .....	37	
04.00	Total: Balances and collections .....	37	37
07.99	Total balance, end of year .....	37	37

**Program and Financing (in millions of dollars)**

Identification code 12-2277-0-1-151	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01	Direct loan subsidy .....	226	236 179
00.02	Direct loan subsidy—prior year recoveries .....	9	
00.03	Reestimate of direct loan subsidy .....	67	
00.04	Interest on reestimate of direct loan subsidy .....	7	
00.09	Administrative expenses .....	2	2 2
10.00	Total obligations .....	311	238 181
<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance available, start of year: Uninvested balance .....	25	10 20
22.00	New budget authority (gross) .....	313	238 181
22.10	Resources available from recoveries of prior year obligations .....		10
22.20	Unobligated balance transferred .....	-17	
23.90	Total budgetary resources available for obligation .....	321	258 201
23.95	New obligations .....	-311	-238 -181
24.40	Unobligated balance available, end of year: Uninvested balance .....	10	20 20
<b>New budget authority (gross), detail:</b>			
Current:			
40.00	Appropriation .....	239	238 181

Permanent:			
60.05	Appropriation (indefinite) .....	74	
70.00	Total new budget authority (gross) .....	313	238 181

<b>Change in unpaid obligations:</b>			
72.40	Unpaid obligations, start of year: Obligated balance: Appropriation .....	158	163 116
73.10	New obligations .....	311	238 181
73.20	Total outlays (gross) .....	-306	-275 -205
73.45	Adjustments in unexpired accounts .....		-10
74.40	Unpaid obligations, end of year: Obligated balance: Appropriation .....	163	116 92

<b>Outlays (gross), detail:</b>			
86.90	Outlays from new current authority .....	109	137 104
86.93	Outlays from current balances .....	123	138 101
86.97	Outlays from new permanent authority .....	74	
87.00	Total outlays (gross) .....	306	275 205

<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	313	238 181
90.00	Outlays .....	306	275 205

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

Identification code 12-2277-0-1-151	1995 actual	1996 est.	1997 est.
Direct loan levels supportable by subsidy budget authority:			
1150	Direct loan levels .....	301	291 219
1159	Total direct loan levels .....	301	291 219
Direct loan subsidy (in percent):			
1320	Subsidy rate .....	81.06	81.06 81.79
1329	Weighted average subsidy rate .....	81.06	81.06 81.79
Direct loan subsidy budget authority:			
1330	Subsidy budget authority .....	237	236 179
1330	Subsidy budget authority—Re-estimate .....	74	
1339	Total subsidy budget authority .....	311	236 179
Direct loan subsidy outlays:			
1340	Subsidy outlays .....	230	273 203
1349	Total subsidy outlays .....	230	273 203
Administrative expense data:			
3510	Budget authority .....	2	2 2
3590	Outlays from new authority .....	2	2 2

As required by the Federal Credit Reform Act of 1990, this account records, for the P.L. 480 Program, the subsidy costs associated with the direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligation 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. An explanation of credit reform, including a discussion of how subsidies are calculated, is included in the Federal Credit section of the Summary Information chapter.

**Object Classification (in millions of dollars)**

Identification code 12-2277-0-1-151	1995 actual	1996 est.	1997 est.
25.3	Purchases of goods and services from Government accounts .....	2	2 2
41.0	Grants, subsidies, and contributions .....	309	236 179
99.9	Total obligations .....	311	238 181

**Credit accounts—Continued****PUBLIC LAW 480 PROGRAM ACCOUNT—Continued****PUBLIC LAW 480 DIRECT CREDIT FINANCING ACCOUNT****Program and Financing (in millions of dollars)**

Identification code 12-4049-0-3-151	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Direct loans .....	270	291	219
00.02 Interest on Treasury borrowing .....	25	14	15
00.03 Negative Re-estimate .....		37	
10.00 Total obligations .....	295	342	234
<b>Budgetary resources available for obligation:</b>			
22.00 New financing authority (gross) .....	295	342	234
23.95 New obligations .....	-295	-342	-234
<b>New financing authority (gross), detail:</b>			
67.15 Authority to borrow (indefinite) .....	234	144	80
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	144	246	179
68.10 Change in orders on hand from Federal sources .....	-6	-48	-24
68.47 Portion applied to debt reduction .....	-76		
68.90 Spending authority from offsetting collections (total) .....	62	198	155
70.00 Total new financing authority (gross) .....	295	342	234
<b>Change in unpaid obligations:</b>			
Unpaid obligations, start of year:			
72.90 Obligated balance: Fund balance .....	216	226	248
72.95 Receivable from program account .....	169	163	115
72.99 Total unpaid obligations, start of year .....	385	389	363
73.10 New obligations .....	295	342	234
73.20 Total financing disbursements (gross) .....	-292	-367	-240
Unpaid obligations, end of year:			
74.90 Obligated balance: Fund balance .....	226	248	266
74.95 Receivable from program account .....	163	115	91
74.99 Total unpaid obligations, end of year .....	389	363	357
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....	292	367	240
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
Federal sources:			
88.00 Payments from program account .....	-307	-273	-204
88.00 Interest from Treasury .....	-11	-4	-5
88.40 Interest received on loans .....	-14	-32	-38
88.45 Offsetting governmental collections—Jordan Debt Forgiveness .....			-18
88.90 Total, offsetting collections (cash) .....	-332	-309	-265
88.95 Change in receivables from program accounts .....	6	48	24
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....	-31	81	-7
90.00 Financing disbursements .....	-39	58	-25

**Status of Direct Loans (in millions of dollars)**

Identification code 12-4049-0-3-151	1995 actual	1996 est.	1997 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....	303	291	219
1150 Total direct loan obligations .....	303	291	219
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	849	1,024	1,294
1231 Disbursements: Direct loan disbursements .....	186	270	191
1264 Write-offs for default: Other adjustments, net .....	-11		-46
1290 Outstanding, end of year .....	1,024	1,294	1,439

As required by the Federal Credit Reform Act of 1990, 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 12-4049-0-3-151	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101 Fund balances with Treasury .....	31	50		
Investments in US securities:				
1106 Receivables, net .....	247	165	116	91
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....	849	1,024	1,294	1,439
1405 Allowance for subsidy cost (-) .....	-653	-787	-967	-1,123
1499 Net present value of assets related to direct loans .....	196	237	327	316
1901 Other Federal assets: Other assets .....		5		
1999 Total assets .....	474	457	443	407
<b>LIABILITIES:</b>				
Federal liabilities:				
2101 Accounts payable .....	30			
2103 Debt .....	313	292	327	316
2105 Other .....	131			
2999 Total liabilities .....	474	292	327	316
<b>NET POSITION:</b>				
3100 Appropriated capital .....		165	116	91
3999 Total net position .....		165	116	91
4999 Total liabilities and net position .....	474	457	443	407

**Object Classification (in millions of dollars)**

Identification code 12-4049-0-3-151	1995 actual	1996 est.	1997 est.
33.0 Investments and loans .....	270	328	219
43.0 Interest and dividends .....	25	14	15
99.9 Total obligations .....	295	342	234

**DEBT REDUCTION—PROGRAM ACCOUNT****Program and Financing (in millions of dollars)**

Identification code 12-2279-0-1-151	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	3	3	3
22.00 New budget authority (gross) .....			
23.90 Total budgetary resources available for obligation .....	3	3	3
23.95 New obligations .....			
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	3	3	3
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....			
<b>Outlays (gross), detail:</b>			
87.00 Total outlays (gross) .....			
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			
90.00 Outlays .....			

Debt reduction is authorized for P.L. 480 Title I under Title VI of the Agricultural Trade Development and Assistance Act of 1954, as amended. Debt reduction for outstanding Title I direct credit as of January 1, 1990, is authorized for Latin American and Caribbean countries which meet certain

eligibility requirements including pursuing economic reform programs with the International Monetary Fund and World Bank, placing into effect major investment reforms in conjunction with an InterAmerican Development Bank Loan and, if applicable, arranging with its commercial bank lenders a debt service reduction. In fiscal year 1993, the U.S. government signed debt reduction agreements with El Salvador and Uruguay reducing P.L. 480 Title I debt outstanding by 80% and 40%, respectively.

## DEBT REDUCTION—FINANCING ACCOUNT

## Program and Financing (in millions of dollars)

Identification code 12-4143-0-3-151	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.02 Interest on debt to Treasury .....	2	2	2
10.00 Total obligations .....	2	2	2
<b>Budgetary resources available for obligation:</b>			
22.00 New financing authority (gross) .....	2	2	2
23.95 New obligations .....	-2	-2	-2
<b>New financing authority (gross), detail:</b>			
67.15 Authority to borrow (indefinite) .....	2	2	2
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....	2	2	2
73.20 Total financing disbursements (gross) .....	-2	-2	-2
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....	2	2	2
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.40 Principal Collections .....	-1	-1	-2
88.90 Total, offsetting collections (cash) .....	-1	-1	-2
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....	1	1	.....
90.00 Financing disbursements .....	2	1	.....

## Status of Direct Loans (in millions of dollars)

Identification code 12-4143-0-3-151	1995 actual	1996 est.	1997 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	67	66	65
1251 Repayments: Repayments and prepayments .....	-1	-1	-2
1290 Outstanding, end of year .....	66	65	63

## Balance Sheet (in millions of dollars)

Identification code 12-4143-0-3-151	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....	67	66	65	63
1405 Allowance for subsidy cost (-) .....	-35	-33	-33	-33
1499 Net present value of assets related to direct loans .....	32	33	32	30
1999 Total assets .....	32	33	32	30
<b>LIABILITIES:</b>				
2103 Federal liabilities: Debt .....	32	33	32	30
2999 Total liabilities .....	32	33	32	30

## P.L. 480 TITLE I FOOD FOR PROGRESS CREDITS, PROGRAM ACCOUNT

## Unavailable Collections (in millions of dollars)

Identification code 12-2273-0-1-151	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....	.....	.....	38
Receipts:			
02.01 Downward reestimates of subsidies .....	.....	38	.....
04.00 Total: Balances and collections .....	.....	38	38
07.99 Total balance, end of year .....	.....	38	38

## Program and Financing (in millions of dollars)

Identification code 12-2273-0-1-151	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.07 Technical reestimate of subsidy .....	81	.....	.....
00.08 Technical reestimate of interest .....	3	.....	.....
10.00 Total obligations .....	84	.....	.....
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....			
22.00 New budget authority (gross) .....	84	.....	.....
23.90 Total budgetary resources available for obligation .....	85	1	1
23.95 New obligations .....	-84	.....	.....
24.40 Unobligated balance available, end of year:			
Uninvested balance .....			
60.05 Appropriation (indefinite) .....	84	.....	.....
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....			
73.10 New obligations .....	84	28	.....
73.20 Total outlays (gross) .....	-124	-28	.....
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....			
86.97 Outlays from new permanent authority .....	84	.....	.....
86.98 Outlays from permanent balances .....	40	28	.....
87.00 Total outlays (gross) .....	124	28	.....
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	84	.....	.....
90.00 Outlays .....	124	28	.....

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

Identification code 12-2273-0-1-151	1995 actual	1996 est.	1997 est.
Direct loan subsidy budget authority:			
1330 Subsidy budget authority .....	84	28	.....
Direct loan subsidy outlays:			
1340 Subsidy outlays .....	40	28	.....
1349 Total subsidy outlays .....	40	28	.....

As part of a comprehensive package of U.S. assistance for Russia announced by the President in April 1993, \$385,000,000 was transferred from CCC to Food for Progress under provisions of the Secretary of Agriculture's Interchange Authority (7 U.S.C. 2257) for commodity and related transportation assistance.

Sales under the credit portion of the Food for Progress program for Russia carry a term of fifteen years, including a seven-year grace period. The interest rates are three percent during the grace period and four percent thereafter. Funding for commodity and ocean freight financing is under P.L. 480 Title I FFP and is subject to credit reform budgeting. All shipments were completed in 1995.

## Credit accounts—Continued

P.L. 480 TITLE I FOOD FOR PROGRESS CREDITS, FINANCING  
ACCOUNT

## Program and Financing (in millions of dollars)

Identification code 12-4078-0-3-151	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.02 Interest to Treasury on borrowings .....	19	4	3
10.00 Total obligations .....	19	4	3
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	93	77	
22.00 New financing authority (gross) .....	103	4	3
22.10 Resources available from recoveries of prior year obligations .....	-57		
22.40 Capital transfer to general fund .....		-77	
22.60 Redemption of debt .....	-43		
23.90 Total budgetary resources available for obligation .....	96	4	3
23.95 New obligations .....	-19	-4	-3
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	77		
<b>New financing authority (gross), detail:</b>			
67.15 Authority to borrow (indefinite) .....	46		
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash) .....	100	13	13
68.47 Portion applied to debt reduction .....	-43	-9	-10
68.90 Spending authority from offsetting collections (total) .....	57	4	3
70.00 Total new financing authority (gross) .....	103	4	3
<b>Change in unpaid obligations:</b>			
72.90 Unpaid obligations, start of year: Obligated balance:			
Fund balance .....	68		
73.10 New obligations .....	19	4	3
73.20 Total financing disbursements (gross) .....	-52	-4	-3
73.40 Adjustments in expired accounts .....	-92		
73.45 Adjustments in unexpired accounts .....	57		
74.90 Unpaid obligations, end of year: Obligated balance:			
Fund balance .....			
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....	52	4	3
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
Federal sources: Payments from program account .....			
88.00	-84		
88.25	-4		
88.40	-12	-13	-13
88.90	-100	-13	-13
88.95			
Total, offsetting collections (cash) .....			
88.95			
Change in receivables from program accounts .....			
89.00	3	-9	-10
90.00	-48	-9	-10

## Status of Direct Loans (in millions of dollars)

Identification code 12-4078-0-3-151	1995 actual	1996 est.	1997 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	456	508	508
1231 Disbursements: Direct loan disbursements .....	52		
1290 Outstanding, end of year .....	508	508	508

## Balance Sheet (in millions of dollars)

Identification code 12-4078-0-3-151	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101 Fund balances with Treasury .....	25	77		

1106 Investments in US securities:				
Receivables, net .....	68	27		
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross .....	437	508	508	508
1405 Allowance for subsidy cost (-) .....	-240	-351	-351	-351
1499 Net present value of assets related to direct loans .....	197	157	157	157
1999 Total assets .....	290	261	157	157
<b>LIABILITIES:</b>				
Federal liabilities:				
2102 Interest payable .....		11		
2103 Debt .....	233	225	225	225
2105 Other .....	68	27		
2999 Total liabilities .....	301	263	225	225
<b>NET POSITION:</b>				
3600 Other .....	-11	-2	-68	-68
3999 Total net position .....	-11	-2	-68	-68
4999 Total liabilities and net position .....	290	261	157	157

EXPENSES, PUBLIC LAW 480, FOREIGN ASSISTANCE PROGRAMS,  
AGRICULTURE, LIQUIDATING ACCOUNT

## Program and Financing (in millions of dollars)

Identification code 12-2274-0-1-151	1995 actual	1996 est.	1997 est.
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	63		
22.00 New budget authority (gross) .....	86		
22.60 Redemption of debt .....	-451		
23.90 Total budgetary resources available for obligation .....	-302		
23.95 New obligations .....			
<b>New budget authority (gross), detail:</b>			
Spending authority from offsetting collections:			
Offsetting collections (cash):			
68.00 Offsetting collections (cash) .....	537	501	482
68.00 Offsetting collections—Treasury Debt Restructuring Program account .....			7
68.47 Portion applied to debt reduction .....	-451	-501	-489
68.90 Spending authority from offsetting collections (total) .....	86		
70.00 Total new budget authority (gross) .....	86		
<b>Change in unpaid obligations:</b>			
72.92 Unpaid obligations, start of year: Obligated balance:			
U.S. Securities: Unrealized discounts .....	-7		
73.10 New obligations .....			
73.20 Total outlays (gross) .....			
73.40 Adjustments in expired accounts .....	7		
74.92 Unpaid obligations, end of year: Obligated balance:			
U.S. Securities: Unrealized discounts .....			
<b>Outlays (gross), detail:</b>			
87.00 Total outlays (gross) .....			
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
Federal sources—Treasury Debt Restructuring Program Account .....			
88.00	-22		-7
88.40	-512	-501	-482
88.90	-534	-501	-489
Total, offsetting collections (cash) .....			
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	-448	-501	-489
90.00 Outlays .....	-534	-501	-489

## Status of Direct Loans (in millions of dollars)

Identification code 12-2274-0-1-151	1995 actual	1996 est.	1997 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year .....	10,815	10,697	10,425

1251	Repayments: Repayments and prepayments .....	-275	-272	-272
1263	Write-offs for default: Direct loans .....	157		17
1290	Outstanding, end of year .....	10,697	10,425	10,170

**Program Activities**

(In millions of dollars)

	1995 actual	1996 est.	1997 est.
Ocean freight differential (title I) .....	24	25	14
Commodities supplied in connection with dispositions abroad (title II) .....	882	821	837
Commodities supplied in connection with dispositions abroad (title III) .....	110	50	40
Total program level .....	1,016	896	891

**RECONCILIATION OF PROGRAM LEVEL TO PROGRAM COSTS FUNDED BY P.L. 480 OR CCC**

(In millions of dollars)

Title I	1995 actual	1996 est.	1997 est.
Commodity costs .....	270	291	219
Ocean freight differential and ocean transportation .....	24	25	14
Total program level, current year .....	294	316	233
Prior year obligations financed .....	425	373	235
Obligations financed in succeeding years .....	-416	-269	-210
Total program costs, funded program level .....	303	420	258
<b>Title II</b>			
Commodity costs .....	521	538	539
Ocean and inland transportation .....	361	283	298
Total program level, current year .....	882	821	837
Prior year obligations financed .....	305	259	299
Current year obligations financed in succeeding years .....	-318	-295	-301
Total program costs, funded program level .....	869	785	835
<b>Title III</b>			
Commodity costs .....	71	36	29
Ocean and inland transportation .....	39	14	11
Total program level, current year .....	110	50	40
Prior year obligations financed .....	191	111	39
Current year obligations financed in succeeding years .....	-116	-35	-28
Total program costs, funded program level .....	185	126	51

*Financing sales of agricultural commodities to developing countries for dollars on credit terms, or for local currencies (including for local currencies on credit terms) for use under sec. 104; and for furnishing commodities to carry out the Food for Progress Act of 1985, as amended (title I).*—Funds appropriated for P.L. 480 are used to finance all sales made pursuant to agreements concluded under the authority of Title I. The Corporation may serve as the purchasing or shipping agent, or both, for the importing country or may award contracts for freight agent services on behalf of the Corporation to handle shipping of commodities under P.L. 480.

Sales are made to developing countries as defined in section 402(4) of P.L. 480 and must not displace expected commercial sales (secs. 403(e) and (h)). Agreements are made with developing countries for delivery in accordance with the terms of the agreement.

When U.S.-flag vessels are required to ship commodities under this title, the Corporation will pay the difference between U.S.-flag rates and foreign-flag rates. In limited cases, full transportation costs to port-of-entry or point-of-entry abroad may be included along with the cost of the commodity in the amount financed by CCC in order to ensure that U.S. food aid can reach the most needy recipients.

*Financing sales of agricultural commodities for dollars on credit terms (title I).*—Payment by recipient countries may be made over a period of not less than 10 nor more than

30 years with a deferral of principal payments for up to 7 years. Interest accrues at a concessional rate as determined appropriate.

Section 411 of P.L. 480 authorizes the President to waive payments of principal and interest under dollar credit sales agreements for countries that meet certain enumerated requirements. Such debt relief may be provided only if the President notifies Congress and may not exceed the amount approved for such purpose in an Act appropriating funds to carry over P.L. 480.

*Financing sales of agricultural commodities for local currency, including for local currency on credit terms.*—Payment by a recipient country may be made in local currencies for use in carrying out activities under section 104 of P.L. 480.

Foreign currency received in payment for credit extended may be used for payment of U.S. obligations abroad, subject to the appropriation process. The P.L. 480 program is reimbursed for the dollar value of currencies so used.

The financing of sales of agricultural commodities for local currencies on credit terms is subject to the same terms that are applicable to dollar credit financing.

*Furnishing commodities to carry out the Food for Progress Act of 1985, as amended (title I).*—Funds appropriated to carry out title I may be used to furnish commodities to carry out the Food for Progress Act of 1985. Such commodities may be furnished on credit terms or on a grant basis in order to assist developing countries and countries that are emerging democracies that have made a commitment to introduce and expand free enterprise elements in their agricultural economies.

Total title I agreements made since inception of the program to September 30, 1995 amount to \$21,131.9 million cost value, including ocean freight for shipments on U.S. flag-ships. Major commodities are wheat, cotton, oils, rice, and feed grains. Payments received during the period amount to \$8,415.4 million, of which \$4,742 million was applied to principal and \$3,673.4 million to interest. The following table reflects the composition of the combined appropriations (in millions of dollars):

**SALES FOR DOLLARS ON CREDIT TERMS**

(In millions of dollars)

Item:	1995 actual	1996 est.	1997 est.
Expenses of shipments (Title I):			
Commodity costs:			
Long-term credit .....	270	291	219
Total commodity costs .....	270	291	219
Ocean freight and freight differential (support of U.S. Merchant Marine):			
Long-term credit .....	24	25	14
Total ocean freight and freight differential .....	24	25	14
Total expenses of shipments .....	294	316	233
Prior years' costs or funds brought or carried forward:			
1994: Funds: Long-term credit .....	-398		
1995: Funds: Long-term credit .....	341	-341	
1996: Funds: Long-term credit .....		261	-261
1997: Funds: Long-term credit .....			207
Appropriation—Title I loan subsidy .....	237	236	179
Appropriation—Ocean freight differential .....	28	25	14
Title I credit not subsidized through appropriation .....	33	55	40

*Commodities supplied in connection with dispositions abroad (title II).*—Under title II, agricultural commodities are furnished to meet famine or other emergency relief needs, combat malnutrition, carry out activities to alleviate the causes of hunger, mortality and morbidity, promote economic and community development, promote sound environmental

**Credit accounts—Continued**

EXPENSES, PUBLIC LAW 480, FOREIGN ASSISTANCE PROGRAMS,  
AGRICULTURE, LIQUIDATING ACCOUNT—Continued

practices, and carry out feeding programs. Agricultural commodities are provided through governments for emergencies only, and for non-emergencies through public and private agencies, including intergovernmental organizations.

The Corporation is authorized to pay the costs of acquisition, packaging, processing, enrichment, preservation, fortification, transportation, handling, and other incidental costs incurred up to the time of delivery at U.S. ports. The Corporation also pays ocean freight charges, and pays transportation costs to points of entry other than ports in the case of landlocked countries, where carriers to a specific country are not available, where ports cannot be used effectively, or where a substantial savings in costs or time can be effected, and pays general average contributions arising from ocean transport. In addition, transportation costs from designated points of entry or ports of entry abroad to storage and distribution sites and associated storage and distribution costs may be paid for commodities made available to meet urgent and extraordinary relief requirements.

Through September 30, 1995, appropriations totaling \$26,689 million were authorized. Any incidental sales proceeds and proceeds from loss, damage, and other claims are applied against costs to reflect a reduction in appropriation requests. The following table reflects the composition of the appropriations (in thousands of dollars):

**COMMODITIES SUPPLIED IN CONNECTION WITH DISPOSITIONS ABROAD**

(TITLE II)

[In millions of dollars]

Item:	1995 actual	1996 est.	1997 est.
Expenses of shipments:			
Commodity Credit Corporation stocks and other costs in connection with commodities supplied .....	504	538	538
Ocean transportation .....	366	283	299
Total program costs .....	870	821	837
Prior years' costs or funds brought or carried forward:			
1994: Funds: Long-term credit .....	-307		
1995: Funds: Long-term credit .....	337	-337	
1996: Funds: Long-term credit .....		337	-337
1997: Funds: Long-term credit .....			337
Appropriation or estimate .....	900	821	837

*Commodities supplied in connection with dispositions abroad (title III).*—Under title III, agricultural commodities are furnished to least developed countries as defined in section 302(a). They are provided through foreign governments for direct feeding, development of emergency food reserves or may be sold with the proceeds of such sale used by the recipient country for specific economic development purposes.

The Corporation may pay, in connection with furnishing commodities under title III, the same cost items as authorized under title II. The following table reflects the composition of the appropriations (in thousands of dollars):

**COMMODITIES SUPPLIED IN CONNECTION WITH DISPOSITIONS ABROAD**

(TITLE III)

[In millions of dollars]

Item:	1995 Actual	1996 est.	1997 est.
Expenses of shipments:			
Commodity Credit Corporation stocks and other costs in connections with commodities supplied .....	150	36	29
Ocean transportation .....	35	14	11
Total program costs .....	185	50	40
Prior years' costs or funds brought or carried forward:			
1994: Funds .....	-191		

1995: Funds .....	128	-128	
1996: Funds .....		128	-128
1997: Funds .....			128
Appropriation or estimate .....	122	50	40

**Trust Funds**

MISCELLANEOUS CONTRIBUTED FUNDS

Unavailable Collections (in millions of dollars)

Identification code 12-8232-0-7-352	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....			
Receipts:			
02.01 Deposits of miscellaneous contributed funds, International Cooperation and Development .....	3	4	4
Appropriation:			
05.01 Miscellaneous contributed funds .....	-3	-4	-4
07.99 Total balance, end of year .....			

Program and Financing (in millions of dollars)

Identification code 12-8232-0-7-352	1995 actual	1996 est.	1997 est.
Obligations by program activity:			
10.00 Total obligations (object class 41.0) .....	1	1	1
Budgetary resources available for obligation:			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	3	3	3
22.00 New budget authority (gross) .....	3	3	3
23.90 Total budgetary resources available for obligation	6	6	6
23.95 New obligations .....	-1	-1	-1
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	3	3	3
New budget authority (gross), detail:			
60.27 Appropriation (trust fund, indefinite) .....	3	4	4
Change in unpaid obligations:			
73.10 New obligations .....	1	1	1
73.20 Total outlays (gross) .....	-3	-3	-3
Outlays (gross), detail:			
86.97 Outlays from new permanent authority .....	3	4	4
87.00 Total outlays (gross) .....	3	3	3
Net budget authority and outlays:			
89.00 Budget authority .....	3	3	3
90.00 Outlays .....	3	3	3

Miscellaneous funds are received from other Federal agencies, international organizations, and from Saudi Arabia, Spain, and developing countries, for USDA development assistance and international research projects (22 U.S.C. 2392).

Object Classification (in millions of dollars)

Identification code 12-8232-0-7-352	1995 actual	1996 est.	1997 est.
41.0 Direct obligations: Grants, subsidies, and contributions .....	1	1	1
99.9 Total obligations .....	1	1	1

**FOOD AND CONSUMER SERVICE**

**Federal Funds**

General and special funds:

FOOD PROGRAM ADMINISTRATION

For necessary administrative expenses of the domestic food programs funded under this Act, **[\$107,769,000]** \$110,982,000, of which \$5,000,000 shall be available only for simplifying procedures, reducing

overhead costs, tightening regulations, improving food stamp coupon handling, and assistance in the prevention, identification, and prosecution of fraud and other violations of law; and of which \$3,000,000 shall be for investing in an automated data processing infrastructure for the Food and Consumer Service. Provided, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$150,000 shall be available for employment under 5 U.S.C. 3109. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing** (in millions of dollars)

Identification code 12-3508-0-1-605	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Food Program Administration .....	106	108	108
00.02 ADP Infrastructure .....			3
00.91 Subtotal .....	106	108	111
Reimbursable program:			
03.02 Other .....	1	1	1
10.00 Total obligations .....	107	109	112
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....	106	108	111
23.95 New obligations .....	-107	-109	-112
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	106	108	111
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	1	1	1
70.00 Total new budget authority (gross) .....	106	108	111
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	11	9	11
73.10 New obligations .....	107	109	112
73.20 Total outlays (gross) .....	-109	-107	-111
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	9	11	12
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	99	98	101
86.93 Outlays from current balances .....	9	9	10
86.97 Outlays from new permanent authority .....	1	1	1
87.00 Total outlays (gross) .....	109	107	111
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....	-1	-1	-1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	105	107	110
90.00 Outlays .....	107	106	110

Food program administration funds the Federal operating expenses of the Food and Consumer Service.

**Object Classification** (in millions of dollars)

Identification code 12-3508-0-1-605	1995 actual	1996 est.	1997 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....	73	76	77
11.3 Other than full-time permanent .....	2	2	3
11.5 Other personnel compensation .....	1	1	1
11.9 Total personnel compensation .....	76	79	81
12.1 Civilian personnel benefits .....	15	15	16
21.0 Travel and transportation of persons .....	3	3	3
23.3 Communications, utilities, and miscellaneous charges .....	3	3	4
25.2 Other services .....	6	6	4
26.0 Supplies and materials .....	1	1	1
31.0 Equipment .....	2	1	2
99.0 Subtotal, direct obligations .....	106	108	111

99.0 Reimbursable obligations .....	1	1	1
99.9 Total obligations .....	107	109	112

**Personnel Summary**

Identification code 12-3508-0-1-605	1995 actual	1996 est.	1997 est.
Total compensable workyears:			
1001 Full-time equivalent employment .....	1,692	1,692	1,692
1005 Full-time equivalent of overtime and holiday hours .....	1	1	1

*THE CENTER FOR NUTRITION POLICY AND PROMOTION*

For necessary expenses for the Center for Nutrition Policy and Promotion to develop and implement programs to strengthen nutrition research information and education in the United States, \$4,470,000: Provided, That this appropriation shall be available for employment pursuant to the second sentence of section 706(a) of the Organic Act of 1944 (7 U.S.C. 2225), and not to exceed \$150,000 shall be available for employment under 5 U.S.C. 3109.

*THE CENTER FOR NUTRITION POLICY AND PROMOTION*

**Program and Financing** (in millions of dollars)

Identification code 12-3506-0-1-605	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 The Center for Nutrition Policy and Promotion .....			2
00.02 Nutrition Promotion Initiative .....			2
01.92 Subtotal, Direct Programs .....			4
02.01 Reimbursable Program .....		2	
10.00 Total obligations .....		2	4
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....		2	4
23.95 New obligations .....		-2	-4
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....			4
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....		2	
70.00 Total new budget authority (gross) .....		2	4
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....			1
73.10 New obligations .....		2	4
73.20 Total outlays (gross) .....		-2	-4
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....		1	
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....			4
86.97 Outlays from new permanent authority .....		2	
87.00 Total outlays (gross) .....		2	4
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....			-2
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			4
90.00 Outlays .....		-1	4

86.90 Outlays from new current authority .....			4
86.97 Outlays from new permanent authority .....		2	
87.00 Total outlays (gross) .....		2	4
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources .....			-2

89.00 Budget authority .....			4
90.00 Outlays .....		-1	4

The Center for Nutrition Policy and Promotion is charged with the linking of nutrition science with the needs of American consumers and to coordinate nutrition promotion policy analysis.

The Center for Nutrition Policy and Promotion was funded within the Food Program Administration account in FY1996.

**General and special funds—Continued**

*THE CENTER FOR NUTRITION POLICY AND PROMOTION—Continued*

**Object Classification** (in millions of dollars)

Identification code 12-3506-0-1-605	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....			2
25.2 Other services .....			2
99.0 Subtotal, direct obligations .....			4
99.0 Reimbursable obligations .....	2		
99.9 Total obligations .....	2		4

**Personnel Summary**

Identification code 12-3506-0-1-605	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
1001 Total compensable workyears: Full-time equivalent employment .....			35
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	5	35	

**FOOD STAMP PROGRAM**

For necessary expenses to carry out the Food Stamp Act (7 U.S.C. 2011-2029), **[\$27,597,828,000] \$29,988,755,000.** *Provided*, That funds provided herein shall remain available through September 30, **[1996] 1997**, in accordance with section 18(a) of the Food Stamp Act: *Provided further*, That **[\$500,000,000] \$2,500,000,000** of the foregoing amount shall be placed in reserve for use only in such amounts and at such times as may become necessary to carry out program operations: *Provided further*, That funds provided herein shall be expended in accordance with section 16 of the Food Stamp Act: *Provided further*, That this appropriation shall be subject to any work registration or workfare requirements as may be required by law: *Provided further*, That \$1,143,000,000 of the foregoing amount shall be available for nutrition assistance for Puerto Rico as authorized by 7 U.S.C. 2028.

For necessary expenses to carry out the Food Stamp Act for the first quarter of fiscal year 1998, \$6,400,000,000, to remain available through September 30, 1998. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing** (in millions of dollars)

Identification code 12-3505-0-1-605	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
<b>Direct program:</b>			
00.01 Properly issued benefits .....	20,907	21,422	22,440
00.02 Estimated State erroneous issuances .....	1,744	1,787	1,872
00.03 State administration .....	1,537	1,719	1,761
00.04 Employment and training program .....	163	182	185
00.05 Other .....	94	70	88
00.06 Puerto Rico .....	1,131	1,143	1,143
00.91 Total direct program .....	25,576	26,323	27,489
01.01 Reimbursable program .....		30	30
10.00 Total obligations .....	25,576	26,353	27,519

**Budgetary resources available for obligation:**

22.00 New budget authority (gross) .....	28,806	27,628	30,019
22.30 Unobligated balance expiring .....	-3,230	-1,275	-2,500
23.90 Total budgetary resources available for obligation .....	25,576	26,323	27,519
23.95 New obligations .....	-25,576	-26,353	-27,519

**New budget authority (gross), detail:**

<b>Current:</b>			
40.00 Appropriation .....	28,818	27,598	29,989
41.00 Transferred to other accounts .....	-12		
43.00 Appropriation (total) .....	28,806	27,598	29,989

<b>Permanent:</b>			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....		30	30
70.00 Total new budget authority (gross) .....	28,806	27,628	30,019

**Change in unpaid obligations:**

72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	418	440	417
73.10 New obligations .....	25,576	26,353	27,519
73.20 Total outlays (gross) .....	-25,554	-26,376	-27,504
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	440	417	432

**Outlays (gross), detail:**

86.90 Outlays from new current authority .....	25,136	26,060	27,207
86.93 Outlays from current balances .....	418	316	297
87.00 Total outlays (gross) .....	25,554	26,376	27,504

**Offsets:**

<b>Against gross budget authority and outlays:</b>			
88.40 Offsetting collections (cash) from: Non-Federal sources .....		-30	-30

**Net budget authority and outlays:**

89.00 Budget authority .....	28,806	27,598	29,989
90.00 Outlays .....	25,554	26,346	27,474

**Object Classification** (in millions of dollars)

Identification code 12-3505-0-1-605	1995 actual	1996 est.	1997 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	2	3	3
11.9 Total personnel compensation .....	2	3	3
21.0 Travel and transportation of persons .....	1	1	1
22.0 Transportation of things .....	5	5	6
23.3 Communications, utilities, and miscellaneous charges .....	1		
24.0 Printing and reproduction .....	27	11	27
25.1 Advisory and assistance services .....	12	13	14
25.2 Other services .....	38	36	36
26.0 Supplies and materials .....	1		
31.0 Equipment .....	2	1	1
41.0 Grants, subsidies, and contributions .....	25,487	26,283	27,431
99.5 Below reporting threshold .....			
99.9 Total obligations .....	25,576	26,353	27,519

The Food Stamp Program is the primary source of nutrition assistance for low-income Americans.

Some of these funds provide a grant to Puerto Rico in lieu of the food stamp program which gives the Commonwealth flexibility to continue a food assistance program tailored to the needs of its low income households.

For information on the President's legislative proposals to reform the Food Stamp Program, please refer to the Welfare Reform Chapter in the 1997 budget for a discussion of these policies.

**Personnel Summary**

Identification code 12-3505-0-1-605	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	52	56	56

**CHILD NUTRITION PROGRAMS**

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses to carry out the National School Lunch Act (42 U.S.C. 1751-1769b), *except section 21*, and [the applicable provisions other than section 21 of the National School Lunch Act and sections 17 and 19 of] the Child Nutrition Act of 1966 (42 U.S.C. 1772-1785, and 1789); **[\$7,946,024,000]**, *except sections 17 and 19*; **\$8,668,668,000**, to remain available through September 30, **[1997], 1998**, of which **[\$2,348,166,000] \$3,255,215,000** is hereby appropriated and **[\$5,597,858,000] \$5,413,453,000** shall be derived



by transfer from funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c): *Provided, That up to \$3,964,000 \$4,031,000 shall be available for independent verification of school food service claims. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)*

**Program and Financing** (in millions of dollars)

Identification code 12-3539-0-1-605	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
School lunch program:			
00.01 Above 185% of poverty .....	298	342	358
00.02 130-185% of poverty .....	399	446	466
00.03 Below 130% of poverty .....	3,780	3,905	4,081
00.91 Subtotal, school lunch .....	4,477	4,693	4,905
School breakfast program:			
01.01 Above 185% of poverty .....	31	30	33
01.02 130-185% of poverty .....	55	54	59
01.03 Below 130% of poverty .....	1,096	1,076	1,173
01.91 Subtotal, school breakfast .....	1,182	1,160	1,265
Child and adult care feeding program:			
02.01 Above 185% of poverty .....	639	687	753
02.02 130-185% of poverty .....	42	45	50
02.03 Below 130% of poverty .....	764	819	907
02.04 Audits .....	21	27	29
02.91 Subtotal, child and adult care feeding .....	1,466	1,578	1,739
03.01 Summer feeding .....	256	265	289
03.02 Special milk program .....	21	18	18
03.03 State administrative expenses .....	93	98	109
03.04 Commodity procurement .....	260	272	306
Discretionary activities:			
04.01 School meals initiative .....	13	18	18
04.02 Coordinated review and disabled child grants .....	4	4	4
04.03 Nutrition studies and surveys .....	3	4	4
04.04 Nutrition education, training and food service mgmt. inst. ....	12		
04.05 Computer support and processing .....	7	7	7
04.06 Demonstrations .....	4	4	4
Activities with permanent appropriations:			
05.01 Homeless children nutrition program .....	2	3	3
05.02 Boarder babies and information clearinghouse .....	1		1
05.03 Nutrition education, training and food service mgmt. inst. ....		12	12
05.04 School breakfast and summer food service program start-up grants .....	4	5	5
05.91 Subtotal, activities with permanent appropriations .....	7	20	21
10.00 Total obligations .....	7,805	8,141	8,689
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year: Uninvested balance .....	436	136	
22.00 New budget authority (gross) .....	7,477	7,966	8,689
22.10 Resources available from recoveries of prior year obligations .....	130	39	
22.30 Unobligated balance expiring .....	-102		
23.90 Total budgetary resources available for obligation .....	7,941	8,141	8,689
23.95 New obligations .....	-7,805	-8,141	-8,689
24.40 Unobligated balance available, end of year: Uninvested balance .....	136		
<b>New budget authority (gross), detail:</b>			
Current:			
Appropriation:			
40.00 Appropriation .....	2,202	2,348	3,255
40.00 Appropriation .....	18		
43.00 Appropriation (total) .....	2,220	2,348	3,255
Permanent:			
60.00 Appropriation .....	8	20	21
62.00 Transferred from other accounts .....	5,249	5,598	5,413
63.00 Appropriation (total) .....	5,257	5,618	5,434
70.00 Total new budget authority (gross) .....	7,477	7,966	8,689
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	1,092	1,270	1,139
73.10 New obligations .....	7,805	8,141	8,689
73.20 Total outlays (gross) .....	-7,499	-8,233	-8,573

73.45 Adjustments in unexpired accounts .....	-130	-39	
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	1,270	1,139	1,255
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	717	1,296	2,002
86.93 Outlays from current balances .....	1,528	1,319	1,139
86.97 Outlays from new permanent authority .....	5,254	5,618	5,434
87.00 Total outlays (gross) .....	7,499	8,233	8,573
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	7,477	7,966	8,689
90.00 Outlays .....	7,499	8,233	8,573

Payments are made for cash and commodity meal subsidies through the School Lunch, School Breakfast, Summer Food Service, and Child and Adult Care Food programs.

**Object Classification** (in millions of dollars)

Identification code 12-3539-0-1-605	1995 actual	1996 est.	1997 est.
Personnel compensation:			
11.1 Full-time permanent .....	4	4	4
11.9 Total personnel compensation .....	4	4	4
12.1 Civilian personnel benefits .....	1	1	1
24.0 Printing and reproduction .....	2	2	2
25.1 Advisory and assistance services .....	11	11	11
25.2 Other services .....	5	5	5
26.0 Supplies and materials (grants of commodities to states) .....	260	272	306
41.0 Grants, subsidies, and contributions .....	7,521	7,846	8,360
99.5 Below reporting threshold .....	1		
99.9 Total obligations .....	7,805	8,141	8,689

**Personnel Summary**

Identification code 12-3539-0-1-605	1995 actual	1996 est.	1997 est.
1001 Total compensable workyears: Full-time equivalent employment .....	118	118	118

**SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (WIC)**

For necessary expenses to carry out the special supplemental nutrition program as authorized by section 17 of the Child Nutrition Act of 1966 (42 U.S.C. 1786), **[\$3,729,807,000] \$3,780,000,000**, to remain available through September 30, **[1997] 1998: Provided, [That for fiscal year 1996, \$20,000,000 that would otherwise be available to States for nutrition services and administration shall be made available for food benefits: Provided further, That \$4,000,000 from unobligated balances for supervisory and technical assistance grants may be transferred to and merged with this account: Provided further,] That up to \$6,750,000 may be used to carry out the farmers' market nutrition program from any funds not needed to maintain current caseload levels: Provided further, That none of the funds in this Act shall be available to pay administrative expenses of WIC clinics except those that have an announced policy of prohibiting smoking within the space used to carry out the program: [Provided further, That once the amount for fiscal year 1995 carryover funds has been determined by the Secretary, any funds in excess of \$100,000,000 may be transferred by the Secretary of Agriculture to the Rural Utilities Assistance Program and shall remain available until expended:] Provided further, That none of the funds provided in this account shall be available for the purchase of infant formula except in accordance with the cost containment and competitive bidding requirements specified in section 17 of the Child Nutrition Act of 1966 (42 U.S.C. 1786). In addition, \$100,000,000, to remain available through September 30, 1997, which shall be placed in reserve for use only in such amounts, and in such manner, as the Secretary determines necessary, notwithstanding section 17(i) of the Child Nutrition Act, to provide funds for food benefits, should food cost increases exceed budget estimates. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)**

**General and special funds—Continued**

**SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (WIC)—Continued**

**Program and Financing (in millions of dollars)**

Identification code 12-3510-0-1-605	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations	3,587	3,830	3,975
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross)	3,450	3,694	3,880
22.10 Resources available from recoveries of prior year obligations	140	136	195
22.30 Unobligated balance expiring	-3		-100
23.90 Total budgetary resources available for obligation	3,587	3,830	3,975
23.95 New obligations	-3,587	-3,830	-3,975
<b>New budget authority (gross), detail:</b>			
40.00 Appropriation	3,450	3,730	3,880
41.00 Transferred to other accounts		-36	
43.00 Appropriation (total)	3,450	3,694	3,880
70.00 Total new budget authority (gross)	3,450	3,694	3,880
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation	305	348	355
73.10 New obligations	3,587	3,830	3,975
73.20 Total outlays (gross)	-3,404	-3,687	-3,826
73.45 Adjustments in unexpired accounts	-140	-136	-195
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	348	355	309
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority	3,119	3,426	3,471
86.93 Outlays from current balances	285	261	355
87.00 Total outlays (gross)	3,404	3,687	3,826
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	3,450	3,694	3,880
90.00 Outlays	3,404	3,687	3,826

The Special Supplemental Nutrition Program (WIC) provides at-risk pregnant and post-partum women, infants, and children with nutrition assistance, nutrition education and counseling, and health and immunization referrals.

**Object Classification (in millions of dollars)**

Identification code 12-3510-0-1-605	1995 actual	1996 est.	1997 est.
25.1 Advisory and assistance services	3	3	3
41.0 Grants, subsidies, and contributions	3,584	3,827	3,972
99.9 Total obligations	3,587	3,830	3,975

**COMMODITY ASSISTANCE PROGRAM**

For necessary expenses to carry out the commodity supplemental food program as authorized by section 4(a) of the Agriculture and Consumer Protection Act of 1973 (7 U.S.C. 612c(note)), [the Emergency Food Assistance Act of 1983, as amended, and section 110 of the Hunger Prevention Act of 1988, \$166,000,000] \$76,000,000, to remain available through September 30, [1997] 1998: *Provided*, That none of these funds shall be available to reimburse the Commodity Credit Corporation for commodities donated to the program. [ *Provided further*, That none of the funds in this Act or any other Act may be used for demonstration projects in the emergency food assistance program].

For necessary expenses to carry out the Emergency Food Assistance Act of 1983, as amended, and section 110 of the Hunger Prevention Act of 1988, \$96,000,000, to remain available through September 30, 1998. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing (in millions of dollars)**

Identification code 12-3507-0-1-605	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Commodity supplemental food program:			
00.01 Commodity procurement	68	66	77
00.02 Administrative costs	21	17	15
01.92 Subtotal, commodity supplemental food program	89	83	92
The emergency food assistance program:			
02.01 Administrative costs	40	32	38
02.02 Commodity Procurement	25	14	17
02.92 Subtotal, the emergency food assistance program	65	46	55
03.01 Commodities for soup kitchens	40	34	41
10.00 Total obligations	194	163	188
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance	17	13	16
22.00 New budget authority (gross)	190	166	172
22.30 Unobligated balance expiring	-1		
23.90 Total budgetary resources available for obligation	206	179	188
23.95 New obligations	-194	-163	-188
24.40 Unobligated balance available, end of year:			
Uninvested balance	13	16	
<b>New budget authority (gross), detail:</b>			
Appropriation:			
40.00 Appropriation	85	86	76
40.00 Appropriation	65	46	55
40.00 Appropriation	40	34	41
43.00 Appropriation (total)	190	166	172
70.00 Total new budget authority (gross)	190	166	172
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation	21	21	18
73.10 New obligations	194	163	188
73.20 Total outlays (gross)	-194	-166	-186
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	21	18	20
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority	173	158	164
86.93 Outlays from current balances	21	8	21
87.00 Total outlays (gross)	194	166	186
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	190	166	172
90.00 Outlays	194	166	186

**Object Classification (in millions of dollars)**

Identification code 12-3507-0-1-605	1995 actual	1996 est.	1997 est.
26.0 Supplies and materials	133	114	134
41.0 Grants, subsidies, and contributions	61	49	54
99.9 Total obligations	194	163	188

**FOOD DONATIONS PROGRAMS FOR SELECTED GROUPS**

For necessary expenses to carry out section 4(a) of the Agriculture and Consumer Protection Act of 1973 (7 U.S.C. 612c (note)), section 4(b) of the Food Stamp Act (7 U.S.C. 2013(b)), and section 311 of the Older Americans Act of 1965, as amended (42 U.S.C. 3030a), \$215,000,000, to remain available through September 30, [1997] 1998: *Provided*, [That hereafter notwithstanding any other provision of law, for meals provided pursuant to the Older Americans Act of 1965, a maximum rate of reimbursement to States will be established by the Secretary, subject to reduction if obligations would exceed the amount of available funds, with any unobligated funds to remain available only for obligation in the fiscal year beginning October 1, 1996] That \$150,000,000 shall be transferred to the Department of Health and Human Services, Administration on Aging,

to support congregate and home delivered meals authorized by the Older Americans Act of 1965, as amended, in lieu of the program operated by the Secretary of Agriculture under section 311 of the Older Americans Act, as amended. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 1996.)

**Program and Financing** (in millions of dollars)

Identification code 12-3503-0-1-605	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Commodities in lieu of food stamps .....	40	45	47
00.02 Distributing agency administrative costs .....	20	20	18
00.03 Elderly feeding .....	152	150	.....
10.00 Total obligations .....	212	215	65
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	28	.....	.....
22.00 New budget authority (gross) .....	183	215	65
22.10 Resources available from recoveries of prior year obligations .....	1	.....	.....
22.30 Unobligated balance expiring .....	.....	.....	.....
23.90 Total budgetary resources available for obligation	212	215	65
23.95 New obligations .....	-212	-215	-65
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	.....	.....	.....

**New budget authority (gross), detail:**

40.00 Appropriation .....	183	215	215
41.00 Transferred to other accounts .....	.....	.....	-150
43.00 Appropriation (total) .....	183	215	65
70.00 Total new budget authority (gross) .....	183	215	65

**Change in unpaid obligations:**

Unpaid obligations, start of year:			
72.40 Obligated balance: Appropriation .....	40	40	38
72.99 Total unpaid obligations, start of year .....	40	40	38
73.10 New obligations .....	212	215	65
73.20 Total outlays (gross) .....	-209	-217	-91
73.40 Adjustments in expired accounts .....	-2	.....	.....
73.45 Adjustments in unexpired accounts .....	-1	.....	.....
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	40	38	12

**Outlays (gross), detail:**

86.90 Outlays from new current authority .....	169	177	54
86.93 Outlays from current balances .....	40	40	38
87.00 Total outlays (gross) .....	209	217	91

**Net budget authority and outlays:**

89.00 Budget authority .....	183	215	65
90.00 Outlays .....	209	217	91

Commodity and cash subsidies go to Indian Reservations and elderly feeding.

As recommended by the National Performance Review and as proposed in the Older Americans Act Reauthorization, the 1997 budget proposes transferring the Nutrition Program for the elderly to the Department of Health and Human Services.

**Object Classification** (in millions of dollars)

Identification code 12-3503-0-1-605	1995 actual	1996 est.	1997 est.
26.0 Supplies and materials (grants of commodities to States) .....	47	52	47
41.0 Grants, subsidies, and contributions .....	165	163	18
99.9 Total obligations .....	212	215	65

**FOREST SERVICE**

**Federal Funds**

**General and special funds:**

NATIONAL FOREST SYSTEM

【(INCLUDING RESCISSION OF FUNDS)】

For necessary expenses of the Forest Service, not otherwise provided for, for management, protection, improvement, and utilization of the National Forest System, for ecosystem planning, inventory, and monitoring, and for administrative expenses associated with the management of funds provided under the heads "Forest and Rangeland Research", "State and Private Forestry", "National Forest System", "Reconstruction and Construction", "Wildland Fire Management", and "Land Acquisition Accounts", \$1,291,553,000, to remain available for obligation until September 30, 1998, and including 60 per centum of all monies received during the prior fiscal year as fees collected under the Land and Water Conservation Fund Act of 1965, as amended, in accordance with section 4 of the Act (16 U.S.C. 4601-6a(i)): Provided, That unobligated and unexpended balances in the National Forest System account at the end of fiscal year 1996, shall be merged with and made a part of the fiscal year 1997 National Forest System appropriation, and shall remain available for obligation until September 30, 1998: Provided further, That up to \$5,000,000 of the funds provided herein for road maintenance shall be available for the planned obliteration of roads which are no longer needed.

Note.—A regular 1996 appropriation for this account had not been enacted at the time this budget was prepared. The 1996 amounts included in this budget are based on the levels provided in three continuing resolutions: P.L. 104-91, P.L. 104-92, and P.L. 104-99.

**Program and Financing** (in millions of dollars)

Identification code 12-1106-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
Direct program:			
00.01 Land and resource protection .....	232	217	223
00.02 Renewable resource management and utilization .....	688	646	663
00.03 General administration .....	438	410	422
00.91 Total direct program .....	1,358	1,273	1,308
01.01 Reimbursable program .....	95	89	92
10.00 Total obligations .....	1,453	1,362	1,400
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	144	119	151
22.00 New budget authority (gross) .....	1,427	1,374	1,402
22.20 Unobligated balance transferred .....	1	20	.....
23.90 Total budgetary resources available for obligation	1,572	1,513	1,553
23.95 New obligations .....	-1,453	-1,362	-1,400
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	119	151	153

**New budget authority (gross), detail:**

Current:			
40.00 Appropriation .....	1,338	1,256	1,292
Permanent:			
62.00 Transferred from other accounts .....	4	29	18
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	85	89	92
70.00 Total new budget authority (gross) .....	1,427	1,374	1,402

**Change in unpaid obligations:**

72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	152	204	236
73.10 New obligations .....	1,453	1,362	1,400
73.20 Total outlays (gross) .....	-1,401	-1,330	-1,399
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	204	236	237

**Outlays (gross), detail:**

86.90 Outlays from new current authority .....	1,164	1,093	1,124
86.93 Outlays from current balances .....	152	123	163
86.97 Outlays from new permanent authority .....	85	114	108
86.98 Outlays from permanent balances .....	.....	.....	4
87.00 Total outlays (gross) .....	1,401	1,330	1,399

**General and special funds—Continued**

**NATIONAL FOREST SYSTEM—Continued**

**[(INCLUDING RESCISSION OF FUNDS)]—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-1106-0-1-302	1995 actual	1996 est.	1997 est.	
<b>Offsets:</b>				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-68	-73	-72
88.40	Non-Federal sources	-17	-16	-20
88.90	Total, offsetting collections (cash)	-85	-89	-92
<b>Net budget authority and outlays:</b>				
89.00	Budget authority	1,342	1,285	1,310
90.00	Outlays	1,316	1,241	1,307

The 156 National Forests, 20 National Grasslands, and 9 land utilization projects located in 44 States, Puerto Rico and the Virgin Islands are managed under multiple use and sustained yield principles. The natural resources of timber, minerals, range, wildlife, outdoor recreation, watershed, and soil are utilized in a planned combination that will best meet the needs of the Nation, without impairing productivity of the land or damaging the environment. These management and utilization principles are recognized in the Multiple-Use Sustained-Yield Act of 1960 (16 U.S.C. 528-531) and utilize an ecological approach to managing the National Forest System.

*Land and resource protection.*—Provides for the protection and/or maintenance of National Forest System users, resources, lands and facilities, including roads and trails.

*Renewable resource management and utilization.*—Provides for the management and utilization of the timber, mineral, range, recreation, wildlife, fisheries, watershed, and soil resources on National Forest System lands.

*General administration.*—This activity provides line management and administrative support to programs financed from National Forest System, Construction, Forest research, State and Private forestry, Forest Service fire protection, Emergency Forest Service firefighting fund and Land acquisition appropriations.

**MAIN WORKLOAD FACTORS**

Description:	1995 actual	1996 est.	1997 est.
Area administered and protected (million acres)	192	192	192
Timber sales prepared and offered (billion board feet)	4.0	4.5	4.2
Timber volume harvested (billion board feet)	3.9	4.4	4.0
Reforestation (thousand acres) (appropriated)	136	68	103
Timber stand improvement (thousand acres) (appropriated)	141	138	36
Landline location (miles)	2,098	940	940
Recreation management: Seasonal capacity available (MM Total People Days)	168	170	170
Wildlife and fisheries habitat management (thousand acres)	8.3	8.3	8.3
Grazing use (million head months permitted)	108	102	111
Soil and water resource improvements (thousand acres)	33	17	17
<b>Receipts (in thousands of dollars):</b>			
Timber sales	294,222	288,954	277,988
Minerals	1,444	1,400	1,400
Grazing	7,780	6,535	6,535
Recreation admission and user fees	46,321	46,274	46,274
Other	11,250	8,512	8,512
<b>National grasslands and land utilization:</b>			
Grazing	975	730	730
Minerals	19,219	16,000	16,000
Other	208	450	450
Oregon and California grant lands	10,900	10,900	10,900
Total receipts	392,319	379,735	368,789

**Object Classification (in millions of dollars)**

Identification code 12-1106-0-1-302	1995 actual	1996 est.	1997 est.	
<b>Direct obligations:</b>				
Personnel compensation:				
11.1	Full-time permanent	543	597	611
11.3	Other than full-time permanent	79	86	89
11.5	Other personnel compensation	18	20	20
11.9	Total personnel compensation	640	703	720
12.1	Civilian personnel benefits	164	180	184
13.0	Benefits for former personnel	24	26	27
21.0	Travel and transportation of persons	48	32	31
22.0	Transportation of things	13	9	9
23.1	Rental payments to GSA	21	21	21
23.2	Rental payments to others	23	15	16
23.3	Communications, utilities, and miscellaneous charges	31	21	22
24.0	Printing and reproduction	7	5	5
25.1	Advisory and assistance services	1	1	1
25.2	Other services	251	168	175
26.0	Supplies and materials	66	44	46
31.0	Equipment	51	34	36
32.0	Land and structures	9	6	7
41.0	Grants, subsidies, and contributions	2		2
42.0	Insurance claims and indemnities	4	2	3
44.0	Refunds		3	
99.0	Subtotal, direct obligations	1,355	1,270	1,305
99.0	Reimbursable obligations	95	89	92
<b>Allocation Account—Direct Obligations:</b>				
Personnel compensation:				
11.1	Full-time permanent	2	2	2
11.3	Other than full-time permanent	1	1	1
11.9	Total personnel compensation	3	3	3
99.0	Subtotal, allocation account—direct obligations	3	3	3
99.9	Total obligations	1,453	1,362	1,400

**Personnel Summary**

Identification code 12-1106-0-1-302	1995 actual	1996 est.	1997 est.	
<b>Direct:</b>				
Total compensable workyears:				
1001	Full-time equivalent employment	21,383	21,828	22,034
1005	Full-time equivalent of overtime and holiday hours	354	389	380
<b>Reimbursable:</b>				
Total compensable workyears:				
2001	Full-time equivalent employment	426	467	467
2005	Full-time equivalent of overtime and holiday hours	28	31	31

**RECONSTRUCTION AND CONSTRUCTION**

*For necessary expenses of the Forest Service, not otherwise provided for, \$169,662,000, to remain available until expended, for construction, reconstruction, and acquisition of buildings and other facilities; and for construction, reconstruction, and repair of forest roads and trails by the Forest Service as authorized by 16 U.S.C. 532-538 and 23 U.S.C. 101 and 205: Provided, That the part of the Act of March 4, 1913 (16 U.S.C. 501) entitled "Expenditures from Receipts for Roads and Trails" is hereby repealed: Provided further, That not to exceed \$50,000,000, to remain available until expended, may be obligated for the construction of forest roads by timber purchasers.*

Note.—A regular 1996 appropriation for this account had not been enacted at the time this budget was prepared. The 1996 amounts included in this budget are based on the levels provided in three continuing resolutions: P.L. 104-91, P.L. 104-92, and P.L. 104-99.

**Program and Financing (in millions of dollars)**

Identification code 12-1103-0-1-302	1995 actual	1996 est.	1997 est.	
<b>Obligations by program activity:</b>				
00.01	Construction of facilities	77	65	69
00.02	Road and trail construction	130	108	153
00.91	Total construction	207	173	222
01.01	Reimbursable program	6	5	5
10.00	Total obligations	213	178	227

<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance available, start of year:		
	Uninvested balance .....	84	73
22.00	New budget authority (gross) .....	202	169
23.90	Total budgetary resources available for obligation	286	242
23.95	New obligations .....	-213	-178
24.40	Unobligated balance available, end of year:		
	Uninvested balance .....	73	64
<b>New budget authority (gross), detail:</b>			
Current:			
40.00	Appropriation .....	196	164
Permanent:			
68.00	Spending authority from offsetting collections: Offsetting collections (cash) .....	6	5
70.00	Total new budget authority (gross) .....	202	169
<b>Change in unpaid obligations:</b>			
72.40	Unpaid obligations, start of year: Obligated balance:		
	Appropriation .....	125	115
73.10	New obligations .....	213	178
73.20	Total outlays (gross) .....	-223	-210
74.40	Unpaid obligations, end of year: Obligated balance:		
	Appropriation .....	115	83
<b>Outlays (gross), detail:</b>			
86.90	Outlays from new current authority .....	186	95
86.93	Outlays from current balances .....	31	112
86.97	Outlays from new permanent authority .....	6	5
87.00	Total outlays (gross) .....	223	210
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00	Federal sources .....	-5	-5
88.40	Non-Federal sources .....	-1	
88.90	Total, offsetting collections (cash) .....	-6	-5
<b>Net budget authority and outlays:</b>			
89.00	Budget authority .....	196	164
90.00	Outlays .....	217	205

**Facilities.**—Provides for reconstruction, rehabilitation, upgrade, construction, and acquisition of facilities necessary to safely meet recreation demand while protecting environmental values and other resource uses of the National Forests; carry out National Forest and State and private forestry programs, including fire lookouts, offices, dwellings and barracks for employee housing, service, and storage buildings, tree nursery buildings, dams, and other forest resource management projects; manage research laboratories and related facilities, and for procurement and installation of necessary initial equipment needed to put the facility into operating condition.

**Roads and trails.**—Roads and trails are essential to the protection and management of the National Forest System, as well as providing access to National Forest System areas for recreation and utilization of their resources. Of the revenues received annually from National Forest activities, 10 percent is transferred to the General Fund of the Treasury with a comparable amount appropriated to this account for road and trail reconstruction and construction activities. Roads may be constructed and/or reconstructed by a timber purchaser who in turn receives credit against timber value as a reimbursement. These roads are those required within a timber sale area specifically for the removal of the timber, but which will remain on the National Forest development road system for resource management purposes after the timber sale contract is completed. (16 U.S.C. 535, 1608)

<b>Object Classification (in millions of dollars)</b>				
Identification code 12-1103-0-1-302		1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>				
<b>Personnel compensation:</b>				
11.1	Full-time permanent .....	58	64	63
11.3	Other than full-time permanent .....	7	7	7
11.5	Other personnel compensation .....	2	2	1
11.9	Total personnel compensation .....	67	73	71
12.1	Civilian personnel benefits .....	16	18	18
13.0	Benefits for former personnel .....	2	3	2
21.0	Travel and transportation of persons .....	3	2	3
22.0	Transportation of things .....	1	1	1
23.1	Rental payments to GSA .....	3	3	3
23.2	Rental payments to others .....	1	1	2
23.3	Communications, utilities, and miscellaneous charges .....	2	1	2
24.0	Printing and reproduction .....	1		1
25.2	Other services .....	68	44	73
26.0	Supplies and materials .....	6	4	7
31.0	Equipment .....	5	3	5
32.0	Land and structures .....	32	20	34
99.0	Subtotal, direct obligations .....	207	173	222
99.0	Reimbursable obligations .....	6	5	5
99.9	Total obligations .....	213	178	227

<b>Personnel Summary</b>				
Identification code 12-1103-0-1-302		1995 actual	1996 est.	1997 est.
<b>Direct:</b>				
<b>Total compensable workyears:</b>				
1001	Full-time equivalent employment .....	1,834	1,930	1,814
1005	Full-time equivalent of overtime and holiday hours .....	38	43	30
<b>Reimbursable:</b>				
<b>Total compensable workyears:</b>				
2001	Full-time equivalent employment .....	21	21	21
2005	Full-time equivalent of overtime and holiday hours .....	2	2	2

**FOREST AND RANGELAND RESEARCH**

*For necessary expenses of forest and rangeland research as authorized by law, \$179,786,000, to remain available for obligation until September 30, 1998: Provided, That unobligated and unexpended balances remaining in this account at the end of fiscal year 1996 shall be merged with and made a part of the fiscal year 1997 Forest and Rangeland Research appropriation, and shall remain available for obligation until September 30, 1998.*

**GIFTS, DONATIONS AND BEQUESTS FOR FOREST AND RANGELAND RESEARCH**

*For expenses authorized by 16 U.S.C. 1643(b), \$92,000, to remain available until expended, to be derived from the fund established pursuant to the above Act.*

Note.—A regular 1996 appropriation for this account had not been enacted at the time this budget was prepared. The 1996 amounts included in this budget are based on the levels provided in three continuing resolutions: P.L. 104-91, P.L. 104-92, and P.L. 104-99.

<b>Program and Financing (in millions of dollars)</b>				
Identification code 12-1104-0-1-302		1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>				
00.06	Forest and Rangeland Research .....		175	182
00.07	Research Foundation Program .....	116		
00.08	Forest Resources & Management Research .....	65		
00.09	Ecosystems Research .....	7		
00.91	Total direct program .....	188	175	182
01.01	Reimbursable program .....	22	20	21
10.00	Total obligations .....	210	195	203
<b>Budgetary resources available for obligation:</b>				
21.40	Unobligated balance available, start of year:			
	Uninvested balance .....	10	14	17
22.00	New budget authority (gross) .....	216	198	201
23.90	Total budgetary resources available for obligation	226	212	218

**General and special funds—Continued**

*GIFTS, DONATIONS AND BEQUESTS FOR FOREST AND RANGELAND RESEARCH—Continued*

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-1104-0-1-302	1995 actual	1996 est.	1997 est.
23.95 New obligations .....	-210	-195	-203
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	14	17	15
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	194	178	180
Permanent:			
68.00 Spending authority from offsetting collections: Off-			
setting collections (cash) .....	22	20	21
70.00 Total new budget authority (gross) .....	216	198	201
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	60	67	51
73.10 New obligations .....	210	195	203
73.20 Total outlays (gross) .....	-204	-211	-200
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	67	51	54
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	173	137	139
86.93 Outlays from current balances .....	9	54	41
86.97 Outlays from new permanent authority .....	22	20	21
87.00 Total outlays (gross) .....	204	211	200
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-20	-18	-19
88.40 Non-Federal sources .....	-2	-2	-2
88.90 Total, offsetting collections (cash) .....	-22	-20	-21
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	194	178	180
90.00 Outlays .....	182	191	179

The mission of Forest and Rangeland Research is to serve society by developing and communicating the scientific information and technology needed to protect, manage, use, and sustain the natural resources of the Nation's 1.6 billion acres of forests and rangelands. This information is essential for formulating policy and wisely managing and conserving both public and private forests and rangelands. Research is the key to sustaining our forest and rangeland productivity and health while providing a quality environment. Forest and Rangeland Research is conducted and disseminated through seven Forest and Range Experiment Station headquarters and their laboratories, the Forest Products Laboratory, and the International Institute of Tropical Forestry.

**Object Classification (in millions of dollars)**

Identification code 12-1104-0-1-302	1995 actual	1996 est.	1997 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent .....	91	103	99
11.3 Other than full-time permanent .....	9	10	10
11.5 Other personnel compensation .....	1	1	1
11.9 Total personnel compensation .....	101	114	110
12.1 Civilian personnel benefits .....	22	25	24
13.0 Benefits for former personnel .....	3	3	3
21.0 Travel and transportation of persons .....	8	4	4
22.0 Transportation of things .....	1		1
23.1 Rental payments to GSA .....	2	2	2
23.3 Communications, utilities, and miscellaneous			
charges .....	5	2	4
24.0 Printing and reproduction .....	1	1	1
25.5 Research and development contracts .....	24	12	18

26.0 Supplies and materials .....	7	4	5
31.0 Equipment .....	7	4	5
41.0 Grants, subsidies, and contributions .....	7	4	5
99.0 Subtotal, direct obligations .....	188	175	182
99.0 Reimbursable obligations .....	22	20	21
99.9 Total obligations .....	210	195	203

**Personnel Summary**

Identification code 12-1104-0-1-302	1995 actual	1996 est.	1997 est.
Direct:			
Total compensable workyears:			
1001 Full-time equivalent employment .....	2,554	2,751	2,648
1005 Full-time equivalent of overtime and holiday hours	17	17	16
Reimbursable:			
2001 Total compensable workyears: Full-time equivalent			
employment .....	76	71	72

**STATE AND PRIVATE FORESTRY**

*For necessary expenses of cooperating with, and providing technical and financial assistance to States, Territories, possessions, and others and for forest pest management activities, cooperative forestry and education and land conservation activities, \$164,000,000, to remain available until expended, as authorized by law.*

Note.—A regular 1996 appropriation for this account had not been enacted at the time this budget was prepared. The 1996 amounts included in this budget are based on the levels provided in three continuing resolutions: P.L. 104-91, P.L. 104-92, and P.L. 104-99.

**Program and Financing (in millions of dollars)**

Identification code 12-1105-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.05 Forest health management .....	63	63	54
00.06 Cooperative forestry .....	103	82	101
00.91 Total direct program .....	166	145	155
01.01 Reimbursable program .....	3	2	2
10.00 Total obligations .....	169	147	157
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	33	40	48
22.00 New budget authority (gross) .....	175	155	166
23.90 Total budgetary resources available for obligation	208	195	214
23.95 New obligations .....	-169	-147	-157
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	40	48	57
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....	172	153	164
Permanent:			
68.00 Spending authority from offsetting collections: Off-			
setting collections (cash) .....	3	2	2
70.00 Total new budget authority (gross) .....	175	155	166
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	138	128	116
73.10 New obligations .....	169	147	157
73.20 Total outlays (gross) .....	-179	-159	-162
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	128	116	111
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	150	130	139
86.93 Outlays from current balances .....	26	27	21
86.97 Outlays from new permanent authority .....	3	2	2
87.00 Total outlays (gross) .....	179	159	162
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-2	-2	-2

88.40	Non-Federal sources .....	-1		
88.90	Total, offsetting collections (cash) .....	-3	-2	-2
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	172	153	164
90.00	Outlays .....	176	157	160

**Summary of Budget Authority and Outlays**

(In millions of dollars)

Enacted/requested:	1995 actual	1996 est.	1997 est.
Budget Authority .....	172	153	164
Outlays .....	176	157	160
Adjustment to 1996 continuing resolution levels:			
Budget Authority .....		2	
Outlays .....		1	1
<b>Total:</b>			
Budget Authority .....	172	155	164
Outlays .....	176	158	161

Cooperative forestry assistance programs provide assistance to manage, use and protect forest resources on State, urban, and private lands to meet domestic and international demands for goods and services. Assistance is provided to a wide range of customers including all states, Puerto Rico, the Virgin Islands, Guam, the Northern Mariana Islands and the Trust Territory of the Pacific.

**Forest health management.**—This activity includes Federal lands forest health management, cooperative lands forest health management, and cooperative lands fire management programs. Forest health management programs provide national leadership in forest health.

**Cooperative Forestry.**—This activity includes forest stewardship, stewardship incentives program, forest legacy program, urban and community forestry, economic action programs, and the Pacific Northwest community assistance programs. Forest stewardship includes: the forest resource management; forest stewardship; and the seedlings, nursery, and tree improvement programs. Economic action programs include the economic recovery, rural development, economic diversification studies, timber bridge initiative, and forest products conservation and recycling programs.

**Object Classification** (in millions of dollars)

Identification code 12-1105-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
Personnel compensation:			
11.1 Full-time permanent .....	24	27	31
11.3 Other than full-time permanent .....	2	2	2
11.5 Other personnel compensation .....	1	1	1
11.9 Total personnel compensation .....	27	30	34
12.1 Civilian personnel benefits .....	4	4	5
13.0 Benefits for former personnel .....		1	1
21.0 Travel and transportation of persons .....	4	3	4
23.1 Rental payments to GSA .....	2	1	1
23.3 Communications, utilities, and miscellaneous charges .....	1	1	1
24.0 Printing and reproduction .....	1		
25.2 Other services .....	16	12	13
26.0 Supplies and materials .....	2	2	2
31.0 Equipment .....	2	2	2
32.0 Land and structures .....	4	3	3
41.0 Grants, subsidies, and contributions .....	103	85	88
99.0 Subtotal, direct obligations .....	166	144	154
99.0 Reimbursable obligations .....	3	2	2
Allocation Account—Direct Obligations:			
25.2 Other services .....		1	1
99.0 Subtotal, allocation account—direct obligations .....		1	1
99.9 Total obligations .....	169	147	157

**Personnel Summary**

Identification code 12-1105-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
Total compensable workyears:			
1001 Full-time equivalent employment .....	665	696	795
1005 Full-time equivalent of overtime and holiday hours .....	21	22	25
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	6	5	5

**WILDLAND FIRE MANAGEMENT**

For necessary expenses for forest fire presuppression activities on National Forest System lands, for emergency fire suppression on or adjacent to such lands and other lands under fire protection agreement, and for emergency rehabilitation of burned over National Forest System lands, \$385,485,000, to remain available until expended: Provided, That unobligated or unexpended balances of amounts previously appropriated under any other headings for Forest Service fire activities are transferred to and merged with this appropriation, and subject to the same terms and conditions: Provided further, That such funds are available for repayment of advances from other appropriation accounts previously transferred for such purposes.

**Program and Financing** (in millions of dollars)

Identification code 12-1115-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Fire management .....			401
01.01 Reimbursable program .....			7
10.00 Total obligations .....			408
<b>Budgetary resources available for obligation:</b>			
22.00 New budget authority (gross) .....			393
22.20 Unobligated balance transferred .....			15
23.90 Total budgetary resources available for obligation .....			408
23.95 New obligations .....			-408
<b>New budget authority (gross), detail:</b>			
Current:			
40.00 Appropriation .....			385
Permanent:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....			7
70.00 Total new budget authority (gross) .....			393
<b>Change in unpaid obligations:</b>			
73.10 New obligations .....			408
73.20 Total outlays (gross) .....			-373
73.30 Obligated balance transferred, net .....			65
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....			100
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....			366
86.97 Outlays from new permanent authority .....			7
87.00 Total outlays (gross) .....			373
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....			-6
88.40 Non-Federal sources .....			-1
88.90 Total, offsetting collections (cash) .....			-7
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....			386
90.00 Outlays .....			366

This appropriation provides funding for Forest Service fire management, presuppression, and suppression on National Forest System lands, adjacent State and private lands, and other lands under fire protection agreement. Funding for

**General and special funds—Continued**

**WILDLAND FIRE MANAGEMENT—Continued**

these activities in FY 1995 and FY 1996 is shown in the Forest Service Fire Protection and Emergency Forest Service Firefighting Fund. Comparable amounts of budget authority for the Forest Service Fire Protection account were \$159 million in FY 1995 and \$295 million in FY 1996. Comparable amounts of budget authority for the Emergency Forest Service Firefighting Fund were \$576 million in FY 1995 and \$90 million in FY 1996.

**Object Classification (in millions of dollars)**

Identification code 12-1115-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....			97
11.3 Other than full-time permanent .....			23
11.5 Other personnel compensation .....			23
11.8 Special personal services payments .....			8
11.9 Total personnel compensation .....			151
12.1 Civilian personnel benefits .....			41
13.0 Benefits for former personnel .....			7
21.0 Travel and transportation of persons .....			4
22.0 Transportation of things .....			3
23.1 Rental payments to GSA .....			2
23.2 Rental payments to others .....			2
23.3 Communications, utilities, and miscellaneous charges .....			6
24.0 Printing and reproduction .....			1
25.2 Other services .....			164
26.0 Supplies and materials .....			12
31.0 Equipment .....			6
32.0 Land and structures .....			
41.0 Grants, subsidies, and contributions .....			2
42.0 Insurance claims and indemnities .....			
99.0 Subtotal, direct obligations .....			401
99.0 Reimbursable obligations .....			7
99.9 Total obligations .....			408

**Personnel Summary**

Identification code 12-1115-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....			3,913
1005 Full-time equivalent of overtime and holiday hours .....			899
<b>Reimbursable:</b>			
<b>Total compensable workyears:</b>			
2001 Full-time equivalent employment .....			30
2005 Full-time equivalent of overtime and holiday hours .....			44

**[FOREST SERVICE FIRE PROTECTION]**

Note.—A regular 1996 appropriation for this account had not been enacted at the time this budget was prepared. The 1996 amounts included in this budget are based on the levels provided in three continuing resolutions: P.L. 104-91, P.L. 104-92, and P.L. 104-99.

**Program and Financing (in millions of dollars)**

Identification code 12-1111-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
<b>Direct program:</b>			
00.01 Fire management and presuppression .....	161	299	
01.01 Reimbursable program—Presuppression .....	3	5	
10.00 Total obligations .....	164	304	
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	15	14	10
22.00 New budget authority (gross) .....	162	300	
22.20 Unobligated balance transferred .....			-10
23.90 Total budgetary resources available for obligation .....	177	314	

23.95 New obligations .....	-164	-304	
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	14	10	

**New budget authority (gross), detail:**

<b>Current:</b>			
40.00 Appropriation .....	159	295	
<b>Permanent:</b>			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	3	5	
70.00 Total new budget authority (gross) .....	162	300	

**Change in unpaid obligations:**

72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	40	44	65
73.10 New obligations .....	164	304	
73.20 Total outlays (gross) .....	-160	-283	
73.30 Obligated balance transferred, net .....			-65
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	44	65	

**Outlays (gross), detail:**

86.90 Outlays from new current authority .....	145	257	
86.93 Outlays from current balances .....	12	22	
86.97 Outlays from new permanent authority .....	3	5	
86.98 Outlays from permanent balances .....			
87.00 Total outlays (gross) .....	160	283	

**Offsets:**

<b>Against gross budget authority and outlays:</b>			
<b>Offsetting collections (cash) from:</b>			
88.00 Federal sources .....	-1	-4	
88.40 Non-Federal sources .....	-2	-1	
88.90 Total, offsetting collections (cash) .....	-3	-5	

**Net budget authority and outlays:**

89.00 Budget authority .....	159	295	
90.00 Outlays .....	158	278	

This appropriation provided funds for Forest Service fire management, presuppression, and suppression on National Forest System (NFS) lands, adjacent State and private lands, and other lands under fire protection agreement.

Funding for this program is discontinued in this account in the FY 1997, and has been moved to the new Wildland Fire Management account.

**Object Classification (in millions of dollars)**

Identification code 12-1111-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	125	73	
11.3 Other than full-time permanent .....	13	8	
11.5 Other personnel compensation .....	6	4	
11.9 Total personnel compensation .....	144	85	
12.1 Civilian personnel benefits .....	46	27	
13.0 Benefits for former personnel .....	5	3	
21.0 Travel and transportation of persons .....	-3	16	
22.0 Transportation of things .....	-1	3	
23.1 Rental payments to GSA .....	2	2	
23.2 Rental payments to others .....	-2	8	
23.3 Communications, utilities, and miscellaneous charges .....	-3	13	
24.0 Printing and reproduction .....	-1	3	
25.2 Other services .....	-17	96	
26.0 Supplies and materials .....	-4	17	
31.0 Equipment .....	-5	24	
32.0 Land and structures .....		1	
42.0 Insurance claims and indemnities .....		1	
99.0 Subtotal, direct obligations .....	161	299	
99.0 Reimbursable obligations .....	3	5	
99.9 Total obligations .....	164	304	



**Personnel Summary**

Identification code 12-1111-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
Total compensable workyears:			
1001 Full-time equivalent employment .....	4,398	2,469	.....
1005 Full-time equivalent of overtime and holiday hours .....	156	91	.....
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....		33	.....

**[EMERGENCY FOREST SERVICE FIREFIGHTING FUND]**

Note.—A regular 1996 appropriation for this account had not been enacted at the time this budget was prepared. The 1996 amounts included in this budget are based on the levels provided in three continuing resolutions: P.L. 104-91, P.L. 104-92, and P.L. 104-99.

**Program and Financing (in millions of dollars)**

Identification code 12-1114-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Fire management .....	574	90	.....
01.01 Reimbursable program .....	18	3	.....
10.00 Total obligations .....	592	93	.....
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	3	5	5
22.00 New budget authority (gross) .....	594	93	.....
22.20 Unobligated balance transferred .....			-5
23.90 Total budgetary resources available for obligation .....	597	98	.....
23.95 New obligations .....	-592	-93	.....
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	5	5	.....
<b>New budget authority (gross), detail:</b>			
<b>Current:</b>			
40.00 Appropriation .....	576	90	.....
<b>Permanent:</b>			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	18	3	.....
70.00 Total new budget authority (gross) .....	594	93	.....
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	183	50	.....
73.10 New obligations .....	592	93	.....
73.20 Total outlays (gross) .....	-725	-143	.....
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	50		.....
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	574	90	.....
86.93 Outlays from current balances .....	133	50	.....
86.97 Outlays from new permanent authority .....	18	3	.....
87.00 Total outlays (gross) .....	725	143	.....
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources .....	-18	-3	.....
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	576	90	.....
90.00 Outlays .....	707	140	.....

This appropriation provided for both the direct expenses required to suppress wildfires on or threatening NFS lands or other lands under fire protection agreement and the emergency rehabilitation of burned-over NFS lands. It was used to increase the level of fire presuppression capability and preparedness when predicted or actual burning conditions exceed those normally expected.

Funding for this program is discontinued in this account in FY 1997 and has been moved to the new Wildland Fire Management account.

**Object Classification (in millions of dollars)**

Identification code 12-1114-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	7	18	.....
11.3 Other than full-time permanent .....	5	14	.....
11.5 Other personnel compensation .....	10	18	.....
11.8 Special personal services payments .....	53	8	.....
11.9 Total personnel compensation .....	75	58	.....
12.1 Civilian personnel benefits .....	14	11	.....
13.0 Benefits for former personnel .....	4	3	.....
21.0 Travel and transportation of persons .....	12	1	.....
22.0 Transportation of things .....	7		.....
23.3 Communications, utilities, and miscellaneous charges .....	9	1	.....
25.3 Purchases of goods and services from Government accounts .....	418	15	.....
26.0 Supplies and materials .....	25	1	.....
31.0 Equipment .....	4		.....
41.0 Grants, subsidies, and contributions .....	6		.....
99.0 Subtotal, direct obligations .....	574	90	.....
99.0 Reimbursable obligations .....	18	3	.....
99.9 Total obligations .....	592	93	.....

**Personnel Summary**

Identification code 12-1114-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
Total compensable workyears:			
1001 Full-time equivalent employment .....	524	1,388	.....
1005 Full-time equivalent of overtime and holiday hours .....	425	806	.....
<b>Reimbursable:</b>			
Total compensable workyears:			
2001 Full-time equivalent employment .....	12		.....
2005 Full-time equivalent of overtime and holiday hours .....		12	.....

**[INTERNATIONAL FORESTRY]**

Note.—A regular 1996 appropriation for this account had not been enacted at the time this budget was prepared. The 1996 amounts included in this budget are based on the levels provided in three continuing resolutions: P.L. 104-91, P.L. 104-92, and P.L. 104-99.

**Program and Financing (in millions of dollars)**

Identification code 12-1116-0-1-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Coordination and support .....	5	1	.....
01.01 Reimbursable program .....	1		.....
10.00 Total obligations .....	6	1	.....
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	1	1	.....
22.00 New budget authority (gross) .....	6		.....
23.90 Total budgetary resources available for obligation .....	7	1	.....
23.95 New obligations .....	-6	-1	.....
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	1		.....
<b>New budget authority (gross), detail:</b>			
<b>Current:</b>			
40.00 Appropriation .....	5		.....
<b>Permanent:</b>			
68.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	1		.....
70.00 Total new budget authority (gross) .....	6		.....
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	1	1	1

**General and special funds—Continued**

**[INTERNATIONAL FORESTRY]—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-1116-0-1-302	1995 actual	1996 est.	1997 est.
73.10 New obligations .....	6	1	
73.20 Total outlays (gross) .....	-7	-2	
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	1	1	
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	3		
86.93 Outlays from current balances .....	1		
86.97 Outlays from new permanent authority .....	1		
87.00 Total outlays (gross) .....	7	2	
<b>Offsets:</b>			
88.00 Against gross budget authority and outlays:			
Offsetting collections (cash) from: Federal sources .....	-1		
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	5		
90.00 Outlays .....	6	2	

Funding for this account is discontinued beginning in FY 1996. International forestry activities will be funded within other agency appropriations.

**Object Classification (in millions of dollars)**

Identification code 12-1116-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct obligations:</b>			
11.1 Personnel compensation: Full-time permanent .....	3	1	
12.1 Civilian personnel benefits .....	1		
21.0 Travel and transportation of persons .....	1		
99.0 Subtotal, direct obligations .....	5	1	
99.0 Reimbursable obligations .....	1		
99.9 Total obligations .....	6	1	

**Personnel Summary**

Identification code 12-1116-0-1-302	1995 actual	1996 est.	1997 est.
<b>Direct:</b>			
1001 Total compensable workyears: Full-time equivalent employment .....	52	30	
<b>Reimbursable:</b>			
2001 Total compensable workyears: Full-time equivalent employment .....	19		

**OPERATION AND MAINTENANCE OF RECREATION FACILITIES**

**Unavailable Collections (in millions of dollars)**

Identification code 12-5072-0-2-303	1995 actual	1996 est.	1997 est.
<b>Balance, start of year:</b>			
01.99 Balance, start of year .....	54	61	71
<b>Receipts:</b>			
02.01 Fees, operation and maintenance of recreation facilities .....	7	10	10
04.00 Total: Balances and collections .....	61	71	81
07.99 Total balance, end of year .....	61	71	81

Outdoor recreation occurs throughout National Forest System lands. The 1993 Omnibus Budget Reconciliation Act expands the Land and Water Conservation Fund Act fee authority and makes additional recreation revenues available for appropriation to support program operations. Recreationists who enjoy National Forest System lands will receive direct benefits from the revenues collected. Revenues collected in

1996 and prior years will be available for appropriation beginning in 1997.

**RANGE BETTERMENT FUND**

*For necessary expenses of range rehabilitation, protection, and improvement, 50 per centum of all moneys received during the prior fiscal year, as fees for grazing domestic livestock on lands in National Forests in the sixteen Western States, pursuant to section 401(b)(1) of Public Law 94-579, as amended, to remain available until expended, of which not to exceed 6 per centum shall be available for administrative expenses associated with on-the-ground range rehabilitation, protection, and improvements.*

Note.—A regular 1996 appropriation for this account had not been enacted at the time this budget was prepared. The 1996 amounts included in this budget are based on the levels provided in three continuing resolutions: P.L. 104-91, P.L. 104-92, and P.L. 104-99.

**Unavailable Collections (in millions of dollars)**

Identification code 12-5207-0-2-302	1995 actual	1996 est.	1997 est.
<b>Balance, start of year:</b>			
01.99 Balance, start of year .....			
<b>Receipts:</b>			
02.01 Cooperative range improvements .....	5	4	4
<b>Appropriation:</b>			
05.01 Range betterment fund .....	-5	-4	-4
07.99 Total balance, end of year .....			

**Program and Financing (in millions of dollars)**

Identification code 12-5207-0-2-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	6	6	4
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	2	2	
22.00 New budget authority (gross) .....	4	4	4
23.90 Total budgetary resources available for obligation	6	6	4
23.95 New obligations .....	-6	-6	-4
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	2		

**New budget authority (gross), detail:**

40.25 Appropriation (special fund, indefinite) .....	5	4	4
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**Change in unpaid obligations:**

72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	1	1	2
73.10 New obligations .....	6	6	4
73.20 Total outlays (gross) .....	-5	-4	-4
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	1	2	2

**Outlays (gross), detail:**

86.90 Outlays from new current authority .....	4	4	3
86.93 Outlays from current balances .....	1		1
87.00 Total outlays (gross) .....	5	4	4

**Net budget authority and outlays:**

89.00 Budget authority .....	4	4	4
90.00 Outlays .....	4	4	4

Fifty percent of the grazing fees from the National Forests in the 16 western States, once appropriated, are used to protect and improve the productivity of the range, mainly by revegetation, construction, and maintenance of improvements. Capital improvement funding is currently being collected under the authority of the Federal Land Policy and Management Act of 1976 (43 U.S.C. 1751), as amended.

**Object Classification (in millions of dollars)**

Identification code 12-5207-0-2-302	1995 actual	1996 est.	1997 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	1	1	1

11.3	Other than full-time permanent .....	1	1	1
11.9	Total personnel compensation .....	2	2	2
25.2	Other services .....	1	1	1
26.0	Supplies and materials .....	2	2	1
99.5	Below reporting threshold .....	1	1	
99.9	Total obligations .....	6	6	4

**Personnel Summary**

Identification code 12-5207-0-2-302	1995 actual	1996 est.	1997 est.
Total compensable workyears:			
1001 Full-time equivalent employment .....	56	72	72
1005 Full-time equivalent of overtime and holiday hours .....	2	3	3

**LAND ACQUISITION ACCOUNTS**

For acquisition of lands, waters, or interests therein, \$42,479,000, to remain available until expended, as follows: for acquisition of lands or waters, or interests therein, as authorized by the Land and Water Conservation Fund Act of 1965, \$41,200,000, to be derived from the Land and Water Conservation Fund; for acquisition of lands for National Forests Special Acts, \$1,069,000, to be derived from forest receipts; and for acquisition of lands to complete land exchanges, \$210,000, to be derived from funds deposited by State, county, or municipal governments, public school districts, or other public school authorities pursuant to the Act of December 4, 1967, as amended. (16 U.S.C. 4601-4-11, 4601-516-617a, 555a; P.L. 96-586; P.L. 76-589, 76-591; 78-310, and 16 U.S.C. 484a.)

Note.—A regular 1996 appropriation for this account had not been enacted at the time this budget was prepared. The 1996 amounts included in this budget are based on the levels provided in three continuing resolutions: P.L. 104-91, P.L. 104-92, and P.L. 104-99.

**Unavailable Collections (in millions of dollars)**

Identification code 12-9923-0-2-300	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....	1		
Receipts:			
02.01 National forest lands under special acts .....	2	1	1
04.00 Total: Balances and collections .....	3	1	1
Appropriation:			
05.01 Land acquisition accounts .....	-3	-1	-1
07.99 Total balance, end of year .....			

**Program and Financing (in millions of dollars)**

Identification code 12-9923-0-2-300	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	84	54	42
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	29	12	
22.00 New budget authority (gross) .....	67	42	42
23.90 Total budgetary resources available for obligation .....	96	54	42
23.95 New obligations .....	-84	-54	-42
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	12		
<b>New budget authority (gross), detail:</b>			
Appropriation (special fund, definite):			
40.20 Appropriation (LWCF) .....	64	41	41
40.20 Appropriation (special fund, definite) .....	3	1	1
43.00 Appropriation (total) .....	67	42	42
70.00 Total new budget authority (gross) .....	67	42	42
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	15	26	33
73.10 New obligations .....	84	54	42
73.20 Total outlays (gross) .....	-74	-46	-42
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation .....	26	33	33

<b>Outlays (gross), detail:</b>			
86.90 Outlays from new current authority .....	52	36	36
86.93 Outlays from current balances .....	24	10	6
87.00 Total outlays (gross) .....	74	46	42

**Net budget authority and outlays:**

89.00 Budget authority .....	67	42	42
90.00 Outlays .....	74	46	42

**Distribution of budget authority by account:**

Land Acquisition .....	64	41	41
Acquisition of Lands for National Forest, Special Acts .....	2	1	1
Acquisition of Lands To Complete Land Exchanges .....	1	0	0

**Distribution of outlays by account:**

Land Acquisition .....	72	44	41
Acquisition of Lands for National Forest, Special Acts .....	2	2	1
Acquisition of Lands To Complete Land Exchanges .....	0	0	0

This appropriation consolidates three land acquisition authorities for acquisition of lands, waters, or interest therein, as authorized by law.

*Land and water conservation fund.*—Recreation lands and interests are acquired within areas of the National Forest System, wilderness, wildlife and fisheries habitat management areas, and endangered species and other areas for public outdoor recreation purposes.

*Acquisition of lands for national forests (Special Acts).*—On the basis of various public laws and agreements with certain counties in Utah, Nevada and California, National Forest receipts, including the portions which would normally be paid to the State to benefit county roads and schools, are used by the Federal Government for purchase of privately owned lands within the National Forest boundaries to aid in the control of soil erosion and flood damage.

*Acquisition of lands to complete land exchanges.*—This is a special account for deposits made by State, county, or municipal governments, public school districts or other public school authorities for cash equalization of certain land exchanges. When appropriated, the funds are used to acquire similar lands suitable for National Forest System purposes in the same State as the National Forest lands conveyed in the land exchange.

**Object Classification (in millions of dollars)**

Identification code 12-9923-0-2-300	1995 actual	1996 est.	1997 est.
11.1 Personnel compensation: Full-time permanent .....	5	6	5
12.1 Civilian personnel benefits .....	1	1	1
24.0 Printing and reproduction .....	1		
25.2 Other services .....	4	3	2
32.0 Land and structures .....	71	44	34
99.5 Below reporting threshold .....	2		
99.9 Total obligations .....	84	54	42

**Personnel Summary**

Identification code 12-9923-0-2-300	1995 actual	1996 est.	1997 est.
Total compensable workyears:			
1001 Full-time equivalent employment .....	123	144	112
1005 Full-time equivalent of overtime and holiday hours .....	3	1	1

**OPERATIONS AND MAINTENANCE OF QUARTERS**

**Unavailable Collections (in millions of dollars)**

Identification code 12-5219-0-2-302	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....			
Receipts:			
02.01 Rents and charges for quarters, Forest Service .....	7	7	7
Appropriation:			
05.01 Operations and maintenance of quarters .....	-7	-7	-6

**General and special funds—Continued**

**OPERATIONS AND MAINTENANCE OF QUARTERS—Continued**

**Unavailable Collections (in millions of dollars)—Continued**

Identification code 12-5219-0-2-302	1995 actual	1996 est.	1997 est.
07.99 Total balance, end of year			1

**Program and Financing (in millions of dollars)**

Identification code 12-5219-0-2-302	1995 actual	1996 est.	1997 est.
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**Obligations by program activity:**

10.00 Total obligations	7	7	7
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**Budgetary resources available for obligation:**

21.40 Unobligated balance available, start of year:			
Uninvested balance	4	4	4
22.00 New budget authority (gross)	7	7	6
23.90 Total budgetary resources available for obligation	11	11	10
23.95 New obligations	-7	-7	-7
24.40 Unobligated balance available, end of year:			
Uninvested balance	4	4	3

**New budget authority (gross), detail:**

60.25 Appropriation (special fund, indefinite)	7	7	6
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**Change in unpaid obligations:**

72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation		1	2
73.10 New obligations	7	7	7
73.20 Total outlays (gross)	-7	-7	-7
74.40 Unpaid obligations, end of year: Obligated balance:			
Appropriation	1	2	2

**Outlays (gross), detail:**

86.97 Outlays from new permanent authority	5	6	5
86.98 Outlays from permanent balances	1	1	1
87.00 Total outlays (gross)	7	7	7

**Net budget authority and outlays:**

89.00 Budget authority	7	7	6
90.00 Outlays	7	7	7

Quarterly rental deductions are collected from employees occupying Forest Service facilities. Amounts are deposited into a special fund and are available for the maintenance and operation of employee occupied quarters.

**Object Classification (in millions of dollars)**

Identification code 12-5219-0-2-302	1995 actual	1996 est.	1997 est.
11.1 Personnel compensation: Full-time permanent	2	2	2
12.1 Civilian personnel benefits	1	1	1
25.2 Other services	2	2	2
26.0 Supplies and materials	1	1	1
99.5 Below reporting threshold	1	1	1
99.9 Total obligations	7	7	7

**Personnel Summary**

Identification code 12-5219-0-2-302	1995 actual	1996 est.	1997 est.
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment	69	78	76
1005 Full-time equivalent of overtime and holiday hours	1	1	1

**RESOURCE MANAGEMENT, TIMBER RECEIPTS**

**Program and Financing (in millions of dollars)**

Identification code 12-5220-0-2-302	1995 actual	1996 est.	1997 est.
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**Obligations by program activity:**

10.00 Total obligations			
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**Budgetary resources available for obligation:**

21.40 Unobligated balance available, start of year:			
Uninvested balance	2	2	2
22.00 New budget authority (gross)			
23.90 Total budgetary resources available for obligation	2	2	2
23.95 New obligations			
24.40 Unobligated balance available, end of year:			
Uninvested balance	2	2	2

**Change in unpaid obligations:**

73.10 New obligations			
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**Outlays (gross), detail:**

87.00 Total outlays (gross)			
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**Net budget authority and outlays:**

89.00 Budget authority			
90.00 Outlays			

Funds in this special account are available for: trail maintenance; trail construction; wildlife and fish habitat management; soil, water and air management; cultural resource management; wilderness management; reforestation; and timber sale administration and management.

**NATIONAL FOREST FUND**

**Unavailable Collections (in millions of dollars)**

Identification code 12-5008-0-2-302	1995 actual	1996 est.	1997 est.
<b>Balance, start of year:</b>			
01.99 Balance, start of year	359	446	456
<b>Receipts:</b>			
02.01 National forest fund, Agriculture	79	4	4
02.02 National forest fund, Interior	8	6	6
02.99 Total receipts	87	10	10
04.00 Total: Balances and collections	446	456	466
07.99 Total balance, end of year	446	456	466

**FOREST SERVICE PERMANENT APPROPRIATIONS**

**Unavailable Collections (in millions of dollars)**

Identification code 12-9922-0-2-302	1995 actual	1996 est.	1997 est.
<b>Balance, start of year:</b>			
01.99 Balance, start of year	312	264	216
<b>Receipts:</b>			
02.01 Timber purchaser roads constructed by Forest Service	6	3	3
02.02 Timber salvage sales	136	164	151
02.03 Expenses, brush disposal	16	37	37
02.04 Miscellaneous special funds	3	3	3
02.99 Total receipts	161	207	194
04.00 Total: Balances and collections	473	471	410
<b>Appropriation:</b>			
05.01 Forest Service permanent appropriations	-209	-255	-202
07.99 Total balance, end of year	264	216	208

**Program and Financing (in millions of dollars)**

Identification code 12-9922-0-2-302	1995 actual	1996 est.	1997 est.
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**Obligations by program activity:**

00.01 Expenses, brush disposal	29	37	46
00.04 Timber purchaser roads constructed by Forest Service	1	6	3
00.05 Timber salvage sales	155	209	150
00.06 Tongass Timber Supply Fund	4		
00.08 Recreation fee collection costs	2	3	3
00.09 Roads and Trails for States, National Forest Fund	49		
10.00 Total obligations	240	255	202

**Budgetary resources available for obligation:**

21.40 Unobligated balance available, start of year:			
Uninvested balance	312	281	281

22.00	New budget authority (gross)	209	255	202
23.90	Total budgetary resources available for obligation	521	536	483
23.95	New obligations	-240	-255	-202
24.40	Unobligated balance available, end of year: Uninvested balance	281	281	281
<b>New budget authority (gross), detail:</b>				
60.25	Appropriation (special fund, indefinite)	209	255	202
<b>Change in unpaid obligations:</b>				
72.40	Unpaid obligations, start of year: Obligated balance: Appropriation	17	11	19
73.10	New obligations	240	255	202
73.20	Total outlays (gross)	-248	-247	-207
74.40	Unpaid obligations, end of year: Obligated balance: Appropriation	11	19	14
<b>Outlays (gross), detail:</b>				
86.97	Outlays from new permanent authority	176	247	202
86.98	Outlays from permanent balances	72		5
87.00	Total outlays (gross)	248	247	207
<b>Net budget authority and outlays:</b>				
89.00	Budget authority	209	255	202
90.00	Outlays	248	247	207
<b>Distribution of budget authority by account:</b>				
	Expenses, brush disposal	16	37	46
	Roads and Trails for States	49	0	0
	Restoration of forest lands and improvements	1	0	0
	Timber purchaser roads constructed by Forest Service	6	6	3
	Timber salvage sales	136	209	150
	Recreation fee collection costs	1	3	3
<b>Distribution of outlays by account:</b>				
	Expenses, brush disposal	28	35	45
	Roads and Trails for States	49	0	0
	Restoration of forest lands and improvements	1	0	0
	Timber purchaser roads constructed by Forest Service	1	6	4
	Timber salvage sales	163	203	154
	Tongass timber supply fund	4	0	0
	Recreation fee collection costs	2	3	4

**Expenses, brush disposal.**—Funds from payments by purchasers of National Forest timber to dispose of or treat slash and other debris that result from cutting operations (16 U.S.C. 490).

**Licensee programs, Forest Service.**—Funds from fees for the use of characters by private enterprises are collected under regulations promulgated by the Secretary as follows:

**Smokey Bear.**—For furthering the nationwide forest fire prevention campaign (16 U.S.C. 580(2)).

**Woodsy Owl.**—For promoting wise use of the environment and programs which foster maintenance and improvement of environmental quality (16 U.S.C. 580(1)).

**Restoration of forest lands and improvements.**—Funds from claim settlements involving damage to lands or improvements and from forfeiture of deposits and bonds by permittees and timber purchasers are used for the restoration made necessary by the action which led to the settlement of forfeiture (16 U.S.C. 579c).

**Timber purchaser roads constructed by Forest Service.**—Funds from timber receipts for Government constructed permanent roads for purchasers of timber who qualify as small businesses and elect to have the Forest Service construct the roads designated under the timber sale contract where costs exceed \$20,000 (16 U.S.C. 472a(i)).

**Strawberry Valley land exchange.**—Funds from the sale or exchange of authorized lands and the need for administrative sites and improvements by the Uinta National Forest.

**Timber salvage sales.**—Funds to begin salvage of insect-infested, dead, damaged, or down timber, and to remove associated trees for stand improvement (16 U.S.C. 472a(h)); and, for preparation of timber sales to replace sales lost to fire or other causes, and for preparation activities to replace sales inventory of the shelf, including timber support.

**Recreation fee collection costs.**—Under authority of Section 1002(b) of the Omnibus Budget Reconciliation Act of 1993 (P.L. 103-66), which amended Section 4(i)(1) of the L&WCF Act, the Secretaries of Agriculture and Interior are authorized to withhold a portion of all recreation fees collected (not to exceed 15 percent), to be available during the current fiscal year, without further appropriation to cover fee collection costs.

**Tongass timber supply fund.**—Funds from sales of Alaska timber to maintain the timber supply from the Tongass National Forest at a specified level (16 U.S.C. 539d).

**Object Classification** (in millions of dollars)

Identification code 12-9922-0-2-302	1995 actual	1996 est.	1997 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent	92	94	99
11.3 Other than full-time permanent	14	15	15
11.5 Other personnel compensation	6	6	7
11.9 Total personnel compensation	112	115	121
12.1 Civilian personnel benefits	26	27	29
13.0 Benefits for former personnel	5	5	5
21.0 Travel and transportation of persons	3	8	8
22.0 Transportation of things	1	3	1
23.1 Rental payments to GSA	2	3	3
23.2 Rental payments to others	3	6	2
23.3 Communications, utilities, and miscellaneous charges	3	7	2
25.2 Other services	20	49	18
26.0 Supplies and materials	6	12	5
31.0 Equipment	6	12	4
32.0 Land and structures	1	1	1
41.0 Grants, subsidies, and contributions	49		
42.0 Insurance claims and indemnities	3	8	3
99.5 Below reporting threshold		-1	
99.9 Total obligations	240	255	202

**Personnel Summary**

Identification code 12-9922-0-2-302	1995 actual	1996 est.	1997 est.
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment	3,284	3,509	3,509
1005 Full-time equivalent of overtime and holiday hours	151	161	161

**FOREST SERVICE PERMANENT APPROPRIATIONS**

**Unavailable Collections** (in millions of dollars)

Identification code 12-9921-0-2-806	1995 actual	1996 est.	1997 est.
<b>Balance, start of year:</b>			
01.99 Balance, start of year	234	265	305
<b>Receipts:</b>			
02.01 Payments to States, National Forest Fund	82	290	281
02.03 National Grasslands	-14	-17	-17
02.04 Road and trails for States, National Forest Fund	49	62	58
02.99 Total receipts	117	335	322
04.00 Total: Balances and collections	351	600	627
<b>Appropriation:</b>			
05.01 Forest Service permanent appropriations	-86	-295	-291
07.99 Total balance, end of year	265	305	336

**Program and Financing** (in millions of dollars)

Identification code 12-9921-0-2-806	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Payment to Minnesota	1	1	1
00.02 Payment to counties, National Grasslands	11	5	4
00.03 Payments to States, National Forest Fund	308	290	285
10.00 Total obligations (object class 41.0)	320	296	290
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year: Uninvested balance	234		
22.00 New budget authority (gross)	86	295	291

**General and special funds—Continued**

**FOREST SERVICE PERMANENT APPROPRIATIONS—Continued**

**Program and Financing (in millions of dollars)—Continued**

Identification code 12-9921-0-2-806	1995 actual	1996 est.	1997 est.
23.90 Total budgetary resources available for obligation	320	295	291
23.95 New obligations	-320	-296	-290
24.40 Unobligated balance available, end of year: Uninvested balance			
<b>New budget authority (gross), detail:</b>			
60.25 Appropriation (special fund, indefinite)	86	295	291
<b>Change in unpaid obligations:</b>			
73.10 New obligations	320	296	290
73.20 Total outlays (gross)	-320	-295	-291
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority	86	295	291
86.98 Outlays from permanent balances	234		
87.00 Total outlays (gross)	320	295	291
<b>Net budget authority and outlays:</b>			
89.00 Budget authority	86	295	291
90.00 Outlays	320	295	291
Distribution of budget authority by account:			
Payment to Minnesota	1	1	1
Payments to counties, National Grasslands	4	4	4
Payments to States, National Forest Fund	81	290	286
Distribution of outlays by account:			
Payment to Minnesota	1	1	1
Payments to counties, National Grasslands	4	4	4
Payments to States, National Forest Fund	315	290	286

Funds in this account are distributed to State and local governments as required by law.

*Payment to Minnesota.*—At the close of each fiscal year, the State of Minnesota is paid 0.75 percent of the appraised value of certain Superior National Forest lands in the counties of Cook, Lake, and St. Louis for distribution to these counties (16 U.S.C. 577g).

*Payments to counties, National Grasslands.*—Of the revenues received in a calendar year from the use of National Grasslands, 25 percent is paid to the counties in which such land is situated for funding local schools and roads (7 U.S.C. 1012).

*Payments to States, National Forests Fund.*—With minor exceptions, 25 percent of the money received from the National Forests, including all the collections under 16 U.S.C. 576b, and all amounts allowed any timber purchaser for construction of roads, is paid at the end of each fiscal year to the States for funding local schools and roads of the county in which such forests are situated (16 U.S.C. 500 and 97 Stat. 1123).

**Intragovernmental funds:**

**WORKING CAPITAL FUND**

**Program and Financing (in millions of dollars)**

Identification code 12-4605-0-4-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
00.01 Operating expenses	110	80	78
00.02 Capital investment	58	58	46
10.00 Total obligations	168	138	124
<b>Budgetary resources available for obligation:</b>			
21.90 Unobligated balance available, start of year: Fund balance	130	119	122
22.00 New budget authority (gross)	156	142	142

23.90 Total budgetary resources available for obligation	286	261	264
23.95 New obligations	-168	-138	-124
24.90 Unobligated balance available, end of year: Fund balance	119	122	141
<b>New budget authority (gross), detail:</b>			
68.00 Spending authority from offsetting collections (gross): Offsetting collections (cash)	156	142	142
<b>Change in unpaid obligations:</b>			
72.90 Unpaid obligations, start of year: Obligated balance: Fund balance	38	75	71
73.10 New obligations	168	138	124
73.20 Total outlays (gross)	-131	-142	-142
74.90 Unpaid obligations, end of year: Obligated balance: Fund balance	75	71	52
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority	131	142	142
87.00 Total outlays (gross)	131	142	142
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-156	-142	-142
<b>Net budget authority and outlays:</b>			
89.00 Budget authority			
90.00 Outlays	-25		

The Working Capital Fund is a self-sustaining revolving fund that provides services to National Forests, to research experiment stations, to other Federal agencies when necessary, to State and private agencies as provided by law, and to persons who cooperate with the Forest Service in fire control and other authorized programs.

The forestry related supply and support services include:

*Equipment Services.*—The fund owns, operates, maintains, replaces, and repairs common use motor driven and similar equipment. This equipment is rented to administrative units, that is, National Forests, research experiment stations, and other units, and, in some cases, to other agencies, at rates which recover the cost of operation, repair and maintenance, management, and depreciation. The rates also include an increment which provides additional cash which, when added to depreciation earnings and the residual value of equipment, provides sufficient funds to replace the equipment.

*Aircraft Services.*—The fund operates, maintains, and repairs Forest Service owned aircraft used in fire surveillance and suppression and in other Forest Service programs. The aircraft are rented to National Forests, research experiment stations, and in some cases to other agencies, at rates which recover the cost of depreciation, operation, maintenance, repair, and improvements in the airworthiness of the aircraft. Aircraft replacement costs are financed from either appropriated funds or the Forest Service Working Capital Fund, or a combination of both.

*Supply Services.*—The fund operates the following common services:

Photo reproduction laboratories that store, reproduce, and supply aerial photographs, aerial maps, and other photographs of National Forest lands. The photographic reproductions are sold to National Forests, experiment stations, and others at cost.

Sign shops that manufacture and supply special signs for the National Forests for use in regulating traffic and as information to the public and other users of the National Forests. The signs are sold to National Forests and experiment stations at cost.

Subsistence services that prepare and serve meals to Forest Service crews working in areas where adequate public restaurant facilities are not available.

Seed supply services that provide tree seed for direct seeding or sowing in nurseries for the production of trees. Includes purchase or collection of cones, extraction of seeds, cleaning

and testing, and storage and delivery. Operates in conjunction with tree nurseries; i.e., forest tree nurseries and cold storage facilities for storage of tree seedlings. Tree seedlings are sold to National Forests, State foresters, and other cooperators at cost.

**Statement of Operations** (in millions of dollars)

Identification code 12-4605-0-4-302	1994 actual	1995 actual	1996 est.	1997 est.
0101 Revenue .....	148	156	142	142
0102 Expense .....	-92	-110	-80	-78
0109 Net income .....	56	46	62	64

**Balance Sheet** (in millions of dollars)

Identification code 12-4605-0-4-302	1994 actual	1995 actual	1996 est.	1997 est.
<b>ASSETS:</b>				
Federal assets:				
1101 Fund balances with Treasury .....	168	193	199	205
Investments in US securities:				
1106 Receivables, net .....	18	17	17	17
1206 Non-Federal assets: Receivables, net ....	1	1	1	1
Other Federal assets:				
1802 Inventories and related properties .....	27	27	28	29
1803 Property, plant and equipment, net .....	266	261	269	277
1999 Total assets .....	480	499	514	529
<b>LIABILITIES:</b>				
Federal liabilities:				
2101 Accounts payable .....	3	3	3	3
2102 Interest payable .....	1	1	1	1
2201 Non-Federal liabilities: Accounts payable .....	11	11	12	12
2999 Total liabilities .....	14	15	16	16
<b>NET POSITION:</b>				
3300 Cumulative results of operations .....	466	484	498	513
3999 Total net position .....	466	484	498	513
4999 Total liabilities and net position .....	480	499	514	529

**Object Classification** (in millions of dollars)

Identification code 12-4605-0-4-302	1995 actual	1996 est.	1997 est.
13.0 Benefits for former personnel .....	1	1	1
21.0 Travel and transportation of persons .....	1	1	1
22.0 Transportation of things .....	1	1	1
23.1 Rental payments to GSA .....	1	1	1
23.2 Rental payments to others .....	1	1	1
23.3 Communications, utilities, and miscellaneous charges .....	1	1	1
25.2 Other services .....	22	18	16
26.0 Supplies and materials .....	27	22	20
31.0 Equipment .....	113	93	83
99.0 Subtotal, reimbursable obligations .....	168	138	124
99.9 Total obligations .....	168	138	124

Note.—Personnel totals are included with personnel totals of all other Forest Service programs.

**Trust Funds**

**REFORESTATION TRUST FUND**

**Unavailable Collections** (in millions of dollars)

Identification code 12-8046-0-7-302	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....			3
Receipts:			
02.01 Transfers from general fund of amounts equal to certain customs duties .....	30	30	30
04.00 Total: Balances and collections .....	30	30	33
Appropriation:			
05.01 Reforestation trust fund .....	-30	-27	-30
07.99 Total balance, end of year .....		3	3

**Program and Financing** (in millions of dollars)

Identification code 12-8046-0-7-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	29	30	30
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year: Uninvested balance .....	3	4	1
22.00 New budget authority (gross) .....	30	27	30
23.90 Total budgetary resources available for obligation .....	33	31	31
23.95 New obligations .....	-29	-30	-30
24.40 Unobligated balance available, end of year: Uninvested balance .....	4	1	1
<b>New budget authority (gross), detail:</b>			
60.27 Appropriation (trust fund, indefinite) .....	30	27	30
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance: Appropriation .....	1	2	5
73.10 New obligations .....	29	30	30
73.20 Total outlays (gross) .....	-27	-29	-30
74.40 Unpaid obligations, end of year: Obligated balance: Appropriation .....	2	5	6
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new permanent authority .....	24	25	25
86.98 Outlays from permanent balances .....	3	4	5
87.00 Total outlays (gross) .....	27	29	30
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	30	27	30
90.00 Outlays .....	27	29	30

Amounts from this account are used for reforestation as authorized by 16 U.S.C. 1606a (d) and (e).

**Object Classification** (in millions of dollars)

Identification code 12-8046-0-7-302	1995 actual	1996 est.	1997 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	5	6	6
11.3 Other than full-time permanent .....	1	2	2
11.5 Other personnel compensation .....	1	1	1
11.9 Total personnel compensation .....	6	9	9
12.1 Civilian personnel benefits .....	2	2	2
25.2 Other services .....	18	18	17
26.0 Supplies and materials .....	1	1	2
99.5 Below reporting threshold .....	2		
99.9 Total obligations .....	29	30	30

**Personnel Summary**

Identification code 12-8046-0-7-302	1995 actual	1996 est.	1997 est.
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	230	266	266
1005 Full-time equivalent of overtime and holiday hours .....	11	12	12

**ALLOCATIONS AND ALLOTMENTS RECEIVED FROM OTHER ACCOUNTS**

Note.—Obligations incurred under allocations or allotments from other accounts are included in the schedule of the parent appropriations, as follows:

- Agriculture:
  - Agricultural Research Service.
  - Natural Resources Conservation Service:
    - Watershed and flood prevention operations.
    - Resource conservation and development.
    - Watershed planning.
    - River basin surveys and investigations.
  - Conservation Reserve Program.
  - Department Administration:
    - Hazardous waste management.
  - Rural Housing and Community Development Service; Rural community fire protection grants.
  - Transportation: Federal Highway Administration, Highway Trust Fund.
  - Labor: Employment and Training Administration, Training and employment services.

COOPERATIVE WORK TRUST FUND

Unavailable Collections (in millions of dollars)

Identification code 12-8028-0-7-302	1995 actual	1996 est.	1997 est.
Balance, start of year:			
01.99 Balance, start of year .....	148	148	92
Receipts:			
02.01 Forest Service Cooperative fund .....	565	230	230
04.00 Total: Balances and collections .....	713	378	322
Appropriation:			
05.01 Cooperative work trust fund .....	-565	-286	-273
07.99 Total balance, end of year .....	148	92	49

Program and Financing (in millions of dollars)

Identification code 12-8028-0-7-302	1995 actual	1996 est.	1997 est.
<b>Obligations by program activity:</b>			
10.00 Total obligations .....	348	306	292
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance available, start of year:			
Uninvested balance .....	191	408	388
22.00 New budget authority (gross) .....	565	286	273
23.90 Total budgetary resources available for obligation .....	756	694	661
23.95 New obligations .....	-348	-306	-292
24.40 Unobligated balance available, end of year:			
Uninvested balance .....	408	388	369
<b>New budget authority (gross), detail:</b>			
60.27 Appropriation (trust fund, indefinite) .....	565	286	273
<b>Change in unpaid obligations:</b>			
72.40 Unpaid obligations, start of year: Obligated balance:			
Appropriation .....	55	54	54
73.10 New obligations .....	348	306	292
7002.01 Forest Service Cooperative fund .....	565	230	230
04.00 Total: Balances and collections .....	713	378	322
Appropriation:			
05.01 Cooperative work trust fund .....	-565	-286	-273
07.99 Total balance, end of year .....	148	92	49

Program and Financing (in millions of dolla)

	349	307	286
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	565	286	273
90.00 Outlays .....	349	307	286

Advances, including deposits from purchasers of timber, are received and used for specified work in forest investigations, protection and improvement of the National Forest System, including protection, reforestation, and administration of private lands adjacent to National Forests (7 U.S.C. 2269; 16 U.S.C. 498, 535, 565a, 572, 572a, 576b, 1643; and 31 U.S.C. 1321).

Object Classification (in millions of dollars)

Identification code 12-8028-0-7-302	1995 actual	1996 est.	1997 est.
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	64	80	84
11.3 Other than full-time permanent .....	14	17	18
11.5 Other personnel compensation .....	4	5	6
11.9 Total personnel compensation .....	82	102	108
12.1 Civilian personnel benefits .....	18	23	24
13.0 Benefits for former personnel .....	4	5	5
21.0 Travel and transportation of persons .....	3	4	4
22.0 Transportation of things .....	1	1	1
23.1 Rental payments to GSA .....	2	1	1
23.2 Rental payments to others .....	2	4	3
23.3 Communications, utilities, and miscellaneous charges .....	3	6	5
25.2 Other services .....	79	114	100
25.3 Purchases of goods and services from Government accounts .....	124		

26.0 Supplies and materials .....	20	31	28
31.0 Equipment .....	4	7	6
32.0 Land and structures .....	4	6	5
41.0 Grants, subsidies, and contributions .....	1	1	1
44.0 Refunds .....	1	1	1
99.9 Total obligations .....	348	306	292

Personnel Summary

Identification code 12-8028-0-7-302	1995 actual	1996 est.	1997 est.
<b>Total compensable workyears:</b>			
1001 Full-time equivalent employment .....	2,743	3,287	3,287
1005 Full-time equivalent of overtime and holiday hours .....	126	151	151

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	1995 actual	1996 est.	1997 est.
<b>Offsetting receipts from the public:</b>			
12-181100 National grasslands .....	30	13	13
12-222100 National forest fund .....	179	149	165
General Fund Offsetting receipts from the public .....	209	162	178

OTHER CONSOLIDATED RECEIPT ACCOUNTS

(in millions of dollars)

	1995 actual	1996 est.	1997 est.
12-977210 Miscellaneous contributed funds .....	1		

ADMINISTRATIVE PROVISIONS, FOREST SERVICE

ADMINISTRATIVE PROVISIONS, FOREST SERVICE

SECTION 101. Appropriations to the Forest Service for the current fiscal year shall be available for: (a) purchase of not to exceed 159 passenger motor vehicles, of which 14 will be used primarily for law enforcement purposes and of which 149 shall be for replacement; acquisition of 10 passenger motor vehicles from excess sources, and hire of such vehicles; operation and maintenance of aircraft, the purchase of not to exceed two for replacement only, and acquisition of 20 aircraft from excess sources; notwithstanding other provisions of law, existing aircraft being replaced may be sold, with proceeds derived or trade-in value used to offset the purchase price for the replacement aircraft; (b) services pursuant to 7 U.S.C. 2225, and not to exceed \$100,000 for employment under 5 U.S.C. 3109; (c) purchase, erection, and alteration of buildings and other public improvements (7 U.S.C. 2250); (d) acquisition of land, waters, and interests therein, pursuant to 7 U.S.C. 428a; (e) for expenses pursuant to the Volunteers in the National Forest Act of 1972 (16 U.S.C. 558a, 558d, 558a note); and (f) for debt collection contracts in accordance with 31 U.S.C. 3718(c).

SEC. 102. Any appropriations or funds available to the Forest Service may be advanced to the Wildland Fire Management appropriation and may be used for forest firefighting and the emergency rehabilitation of burned-over lands under its jurisdiction.

SEC. 103. Funds appropriated to the Forest Service shall be available for assistance to or through the Agency for International Development and the Office of International Cooperation and Development in connection with forest and rangeland research, technical information, and assistance in foreign countries, and shall be available to support forestry and related natural resource activities outside the United States and its territories and possessions, including technical assistance, education and training, and cooperation with United States and international organizations.

SEC. 104. Notwithstanding any other provision of law, any appropriations or funds available to the Forest Service may be used to disseminate program information to private and public individuals



and organizations through the use of nonmonetary items of nominal value and to provide nonmonetary awards of nominal value and to incur necessary expenses for the nonmonetary recognition of private individuals and organizations that make contributions to Forest Service programs.

SEC. 105. Notwithstanding any other provision of law, the Forest Service is authorized to employ or otherwise contract with persons at regular rates of pay, as determined by the Service, to perform work occasioned by emergencies such as fires, storms, floods, earthquakes or any other unavoidable cause without regard to Sundays, Federal holidays, and regular workweek.

SEC. 106. Pursuant to sections 405(b) and 410(b) of Public Law 101-593, funds up to \$1,000,000 for matching funds shall be available for the National Forest Foundation.

SEC. 107. Funds appropriated to the Forest Service shall be available for interactions with and providing technical assistance to rural communities for sustainable rural development purposes.

SEC. 108. Funds appropriated to the Forest Service shall be available for payments to counties within the Columbia River Gorge National Scenic Area, pursuant to sections 14(c)(1) and (2), and section 16(a)(2) of Public Law 99-663.

SEC. 109. Notwithstanding any other provision of law, money collected in advance or otherwise by the Forest Service under authority of section 101 of Public Law 93-153 (30 U.S.C. 185(1)) as reimbursement of administrative and other costs incurred in processing pipeline right-of-way or permit applications and for costs incurred in monitoring the construction, operation, maintenance, and termination of any pipeline and related facilities, may be used to reimburse the applicable appropriation to which such costs were originally charged.

SEC. 110. Funds available to the Forest Service shall be available to conduct a program of not less than \$1,000,000 for high priority projects within the scope of the approved budget which shall be carried out by the Youth Conservation Corps as authorized by the Act of August 13, 1970, as amended by Public Law 93-408.

SEC. 111. Any money collected from the States for fire suppression assistance rendered by the Forest Service on non-Federal lands not in the vicinity of National Forest System lands shall be used to reimburse the applicable appropriation and shall remain available until expended as the Secretary may direct in conducting activities authorized by 16 U.S.C. 2101 (note), 2101-2110, 1606, and 2111.

SEC. 112. Of the funds available to the Forest Service, \$1,500 is available to the Chief of the Forest Service for official reception and representation expenses.

## TITLE VII—GENERAL PROVISIONS

SEC. 701. Within the unit limit of cost fixed by law, appropriations and authorizations made for the Department of Agriculture for the fiscal year [1996] 1997 under this Act shall be available for the purchase, in addition to those specifically provided for, of not to exceed [665] 667 passenger motor vehicles, of which [642] 643 shall be for replacement only, and for the hire of such vehicles.

SEC. 702. Funds in this Act available to the Department of Agriculture shall be available for uniforms or allowances therefor as authorized by law (5 U.S.C. 5901-5902).

SEC. 703. Not less than \$1,500,000 of the appropriations of the Department of Agriculture in this Act for research and service work authorized by the Acts of August 14, 1946, and July 28, 1954 (7 U.S.C. 427, 1621-1629), and by chapter 63 of title 31, United States Code, shall be available for contracting in accordance with said Acts and chapter.

SEC. 704. The cumulative total of transfers to the Working Capital Fund for the purpose of accumulating growth capital for data services and National Finance Center operations shall not exceed \$2,000,000: *Provided*, That no funds in this Act appropriated to an agency of the Department shall be transferred to the Working Capital Fund without the approval of the agency administrator.

SEC. 705. New obligational authority provided for the following appropriation items in this Act shall remain available until expended (7 U.S.C. 2209b): Animal and Plant Health Inspection Service, the contingency fund to meet emergency conditions, *Medfly program*, and integrated systems acquisition project; [Consolidated Farm Service Agency, salaries and expenses funds made available to county committees;] and Foreign Agricultural Service, Middle-Income Country Training program.

New obligational authority for the boll weevil program; up to 10 percent of the screwworm program of the Animal and Plant Health

Inspection Service; Food Safety and Inspection Service, field automation and information management project; funds appropriated for rental payments; funds for the Native American institutions endowment fund in the Cooperative State Research, Education, and Extension Service, and funds for the competitive research grants (7 U.S.C. 450i(b)) shall remain available until expended.

SEC. 706. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein.

SEC. 707. Not to exceed \$50,000 of the appropriations available to the Department of Agriculture in this Act shall be available to provide appropriate orientation and language training pursuant to Public Law 94-449.

SEC. 708. No funds appropriated by this Act may be used to pay negotiated indirect cost rates on cooperative agreements or similar arrangements between the United States Department of Agriculture and nonprofit institutions in excess of 10 percent of the total direct cost of the agreement when the purpose of such cooperative arrangements is to carry out programs of mutual interest between the two parties. This does not preclude appropriate payment of indirect costs on grants and contracts with such institutions when such indirect costs are computed on a similar basis for all agencies for which appropriations are provided in this Act.

SEC. 709. Notwithstanding any other provision of this Act, commodities acquired by the Department in connection with Commodity Credit Corporation and section 32 price support operations may be used, as authorized by law (15 U.S.C. 714c and 7 U.S.C. 612c), to provide commodities to individuals in cases of hardship as determined by the Secretary of Agriculture.

[SEC. 710. None of the funds in this Act shall be available to reimburse the General Services Administration for payment of space rental and related costs in excess of the amounts specified in this Act; nor shall this or any other provision of law require a reduction in the level of rental space or services below that of fiscal year 1995 or prohibit an expansion of rental space or services with the use of funds otherwise appropriated in this Act. Further, no agency of the Department of Agriculture, from funds otherwise available, shall reimburse the General Services Administration for payment of space rental and related costs provided to such agency at a percentage rate which is greater than is available in the case of funds appropriated in this Act.]

SEC. [711] 710. None of the funds in this Act shall be available to restrict the authority of the Commodity Credit Corporation to lease space for its own use or to lease space on behalf of other agencies of the Department of Agriculture when such space will be jointly occupied.

SEC. [712] 711. With the exception of grants awarded under the Small Business Innovation Development Act of 1982, Public Law 97-219, as amended (15 U.S.C. 638), none of the funds in this Act shall be available to pay indirect costs on research grants awarded competitively by the Cooperative State Research, Education, and Extension Service that exceed [14] 25 percent of total Federal funds provided under each award.

SEC. [713] 712. Notwithstanding any other provisions of this Act, all loan levels provided in this Act shall be considered estimates, not limitations.

SEC. [714] 713. Appropriations to the Department of Agriculture for the cost of direct and guaranteed loans made available in fiscal year [1996] 1997 shall remain available until expended to cover obligations made in fiscal year [1996] 1997 for the following accounts: the rural development loan fund program account; the Rural Telephone Bank program account; the rural electrification and telecommunications loans program account; and the rural economic development loans program account.

SEC. [715] 714. Such sums as may be necessary for fiscal year [1996] 1997 pay raises for programs funded by this Act shall be absorbed within the levels appropriated in this Act.

[SEC. 716. (a) COMPLIANCE WITH BUY AMERICAN ACT.—None of the funds made available in this Act may be expended by an entity unless the entity agrees that in expending the funds the entity will comply with sections 2 through 4 of the Act of March 3, 1933 (41 U.S.C. 10a-10c; popularly known as the "Buy American Act").]

[(b) SENSE OF CONGRESS; REQUIREMENT REGARDING NOTICE.—

(1) PURCHASE OF AMERICAN-MADE EQUIPMENT AND PRODUCTS.—In the case of any equipment or product that may be authorized to be purchased with financial assistance provided using funds made available in this Act, it is the sense of the Congress that

entities receiving the assistance should, in expending the assistance, purchase only American-made equipment and products.

(2) NOTICE TO RECIPIENTS OF ASSISTANCE.—In providing financial assistance using funds made available in this Act, the head of each Federal agency shall provide to each recipient of the assistance a notice describing the statement made in paragraph (1) by the Congress.

(c) PROHIBITION OF CONTRACTS WITH PERSONS FALSELY LABELING PRODUCTS AS MADE IN AMERICA.—If it has been finally determined by a court or Federal agency that any person intentionally affixed a label bearing a “Made in America” inscription, or any inscription with the same meaning, to any product sold in or shipped to the United States that is not made in the United States, the person shall be ineligible to receive any contract or subcontract made with funds made available in this Act, pursuant to the debarment, suspension, and ineligibility procedures described in sections 9.400 through 9.409 of title 48, Code of Federal Regulations.】

SEC. 【717】 715. Notwithstanding the Federal Grant and Cooperative Agreement Act, marketing services of the Agricultural Marketing Service may use cooperative agreements to reflect a relationship between Agricultural Marketing Service and a State or Cooperator to carry out agricultural marketing programs.

【SEC. 718. PROHIBITION ON USE OF FUNDS FOR HONEY PAYMENTS OR LOAN FORFEITURES.—Notwithstanding any other provision of this Act, none of the funds appropriated or otherwise made available by this Act shall be used by the Secretary of Agriculture to provide for a total amount of payments and/or total amount of loan forfeitures to a person to support the price of honey under section 207 of the Agricultural Act of 1949 (7 U.S.C. 1446h) and section 405A of such Act (7 U.S.C. 1425a) in excess of zero dollars in the 1994, 1995, and 1996 crop years.】

【SEC. 719. None of the funds in this Act may be used to retire more than 5% of the Class A stock of the Rural Telephone Bank.】

【SEC. 720. None of the funds appropriated or otherwise made available by this Act may be used to provide benefits to households whose benefits are calculated using a standard deduction greater than the standard deduction in effect for fiscal year 1995.】

【SEC. 721. None of the funds made available in this Act may be used for any program, project, or activity when it is made known to the Federal entity or official to which the funds are made available that the program, project, or activity is not in compliance with any applicable Federal law relating to risk assessment, the protection of private property rights, or unfunded mandates.】

【SEC. 722. None of the funds made available in this Act shall be used to increase, from the fiscal year 1995 level, the level of Full Time Equivalency Positions (whether through new hires or by transferring full time equivalents from other offices) in any of the following Food and Drug Administration offices: Office of the Commissioner, Office of Policy, Office of External Affairs (Immediate Office, as well as Office of Health Affairs, and Office of Public Affairs), and the Office of Management and Systems (Immediate Office, as

well as Office of Planning and Evaluation and Office of Management).】

【SEC. 723. None of the funds made available in this Act may be used to provide assistance to, or to pay the salaries of personnel who carry out a market promotion program pursuant to section 203 of the Agricultural Trade Act of 1978 (7 U.S.C. 5623) that provides assistance to, the U.S. Mink Export Development Council or any mink industry trade association.】

【SEC. 724. None of the funds appropriated or otherwise made available by this Act shall be used to enroll in excess of 100,000 acres in the fiscal year 1996 wetlands reserve program, as authorized by 16 U.S.C. 3837.】

【SEC. 725. None of the funds appropriated or otherwise made available by this Act shall be used to enroll additional acres in the Conservation Reserve Program authorized by 16 U.S.C. 3831–3845: *Provided*, That 1,579,000 new acres shall be enrolled in the program in the year beginning January 1, 1997.】

【SEC. 726. None of the funds appropriated or otherwise made available by this Act may be used to develop compliance guidelines, implement or enforce a regulation promulgated by the Food Safety and Inspection Service on August 25, 1995 (60 Fed. Reg. 44396): *Provided*, That this regulation shall take effect only if legislation is enacted into law which directs the Secretary of Agriculture to promulgate such regulation, or the House Committee on Agriculture and the Senate Committee on Agriculture, Nutrition and Forestry receive and approve a proposed revised regulation submitted by the Secretary of Agriculture.】

【SEC. 727. None of the funds appropriated or made available to the Food and Drug Administration by this Act shall be used to operate the Board of Tea Experts.】

【SEC. 728. None of the funds available in this Act shall be used for any action, including the development or assertion of any position or recommendation by or on behalf of the Forest Service, that directly or indirectly results in the loss of or restriction on the diversion and use of water from existing water supply facilities located on National Forest lands by the owners of such facilities, or result in a material increase in the cost of such yield to the owners of the water supply: *Provided*, That nothing in this section shall preclude a mutual agreement between any agency of the Department of Agriculture and a State or local governmental entity or private entity or individual.】

【SEC. 729. Upon the date of enactment of this Act, the Secretary of Agriculture shall not enforce Federal regulation 36 CFR Part 223 promulgated on September 8, 1995, for a period of no less than 120 days: *Provided*, That during such time the Secretary shall take notice and public comment on the regulations and make the necessary revisions to reflect public comment. Any fines assessed pursuant to 36 CFR Part 223, from the effective date of said regulation to the date of enactment of this Act, shall be null and void. During the 120 day period, the interim regulatory guidelines published pursuant to 55 CFR 48572 and 56 CFR 65834 shall remain in effect.】