

TABLE OF CONTENTS

Message from the Secretary	ii
About this Report	iv
I. Management's Discussion and Analysis	1
An Overview of the United States Department of Agriculture	1
Resources	6
Performance Goals and Results.....	7
Management Challenges	10
Future Demands, Risks, Uncertainties, Events, Conditions and Trends	14
USDA's Results Agenda—Implementing Federal Management Initiatives	15
Financial Statement Highlights	25
Management Accountability and Control	29
II. Annual Performance Report.....	33
Strategic Goal 1: Enhance Economic Opportunities for Agricultural Producers	34
Strategic Goal 2: Support Increased Economic Opportunities and Improved Quality of Life In Rural America.....	59
Strategic Goal 3: Enhance Protection and Safety of the Nation's Agriculture and Food Supply.....	75
Strategic Goal 4: Improve the Nation's Nutrition and Health.....	95
Strategic Goal 5: Protect and Enhance the Nation's Natural Resource Base and Environment.....	110
Fiscal Year 2005 Program Obligations Incurred.....	123
Fiscal Year 2005 Staff Years	131
Data Assessment of Performance Measures.....	133
Program Assessment Rating Tool (PART) Evaluations.....	159
Program Evaluations	173
III. Systems, Controls and Legal Compliance	185
Inspector General Act Amendments of 1988 Management's Report on Audit Follow-Up	185
Federal Managers' Financial Integrity Act Report on Management Controls	192
Federal Financial Management Improvement Act Report on Financial Management Systems.....	200
IV. Financial Statements, Notes, Supplemental and Other Accompanying Information.....	209
Message From The Chief Financial Officer	209
Consolidated Financial Statements	211
Required Supplementary Stewardship Information	282
Required Supplementary Information	297
V. Report of the Office of Inspector General	311
VI. Appendices.....	337
Appendix A—Management Challenges.....	337
Appendix B—Improper Payment and Recovery Auditing Details	356
Appendix C—Table of Exhibits.....	374
Appendix D—Acronyms.....	377