

United States Department of Education
Consolidated Statement of Financing
For the Years Ended September 30, 2005 and 2004

(Dollars in Millions)

	Fiscal Year 2005	Fiscal Year 2004
Resources Used to Finance Activities		
Budgetary Resources Obligated		
Obligations Incurred (Note 14)	\$ (129,141)	\$ (114,393)
Less: Spending Authority from Offsetting Collections & Recoveries	56,268	47,565
Obligations Net of Offsetting Collections and Recoveries	(72,873)	(66,828)
Less: Offsetting Receipts	(32)	(51)
Net Obligations	\$ (72,905)	\$ (66,879)
Other Resources		
Imputed Financing From Costs Absorbed by Others	(31)	(32)
Net Other Resources Used to Finance Activities	(31)	(32)
Total Resources Used to Finance Activities	\$ (72,936)	\$ (66,911)
Resources Used to Finance Items Not Part of Net Cost of Operations		
Change in Budgetary Resources Obligated for Goods, Services and Benefits Ordered but not Yet Provided (+/-)	\$ (3,197)	\$ (4,809)
Resources that Fund Expenses Recognized in Prior Period (Note 15)	(1,610)	213
Budgetary offsetting collections and receipts that do not affect net cost of operations	2	
Credit Program Collections Which Increase/Decrease Liabilities for Loan Guarantees, or Credit Program Receivables, Net including Allowances for Subsidy	46,891	35,339
Resources Used to Finance the Acquisition of Fixed Assets, or Increase/Decrease Liabilities for Loan Guarantees or Credit Program Receivables, Net in the Current or Prior Period	(39,977)	(31,145)
Total Resources Used to Finance Items Not Part of the Net Cost of Operations	\$ 2,109	\$ (402)
Total Resources Used to Finance the Net Cost of Operations	\$ (75,045)	\$ (66,509)
Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period		
Components Requiring or Generating Resources in Future Periods (Note 15)		
Increase in Annual Leave Liability	\$ (28)	\$ (30)
Upward/Downward Re-estimates of Credit Subsidy Expense	(2,789)	(1,559)
Increase in Exchange Revenue Receivable from the Public	1,163	1,070
Other (+/-)	15	41
Total Components of the Net Cost of Operations that Will Require or Generate Resources in Future Periods	\$ (1,639)	\$ (478)
Components Not Requiring or Generating Resources		
Depreciation and Amortization	\$ 1,442	\$ 1,797
Other (+/-) (Note 15)	3	1,567
Total Components of the Net Cost of Operations that Will Not Require or Generate Resources	\$ 1,445	\$ 3,364
Total Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period	\$ (194)	\$ 2,886
Net Cost of Operations (Note 17)	\$ (75,239)	\$ (63,623)

The accompanying notes are an integral part of these statements.