

DEPARTMENT OF AGRICULTURE

OFFICE OF THE SECRETARY

Federal Funds

OFFICE OF THE SECRETARY

For necessary expenses of the Office of the Secretary of Agriculture, **[\$5,174,000] \$5,285,000: Provided**, That not to exceed \$11,000 of this amount 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 expenses of the Office of the Assistant Secretary for Administration, **[\$687,000] \$806,000**.

OFFICE OF TRIBAL RELATIONS

For necessary expenses of the Office of Tribal Relations, **\$1,000,000**, to support communication and consultation activities with Federally Recognized Tribes, as well as other requirements established by law.

OFFICE OF THE ASSISTANT SECRETARY FOR CONGRESSIONAL RELATIONS

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Office of the Assistant Secretary for Congressional Relations to carry out the programs funded by this Act, including programs involving intergovernmental affairs and liaison within the executive branch, **[\$3,877,000] \$3,968,000: Provided**, That these funds may be transferred to agencies of the Department of Agriculture funded by this Act to maintain personnel at the agency level: *Provided further*, That no funds made available by this appropriation may be obligated after 30 days from the date of enactment of this Act, unless the Secretary has notified the Committees on Appropriations of both Houses of Congress on the allocation of these funds by USDA agency: *Provided further*, That no other funds appropriated to the Department by this Act shall be available to the Department for support of activities of congressional relations.

OFFICE OF THE UNDER SECRETARY FOR RESEARCH, EDUCATION AND ECONOMICS

For necessary expenses of the Office of the Under Secretary for Research, Education and Economics, **[\$609,000] \$895,000**.

OFFICE OF THE UNDER SECRETARY FOR MARKETING AND REGULATORY PROGRAMS

For necessary expenses of the Office of the Under Secretary for Marketing and Regulatory Programs, **[\$737,000] \$895,000**.

OFFICE OF THE UNDER SECRETARY FOR FOOD SAFETY

For necessary expenses of the Office of the Under Secretary for Food Safety, **[\$613,000] \$813,000**.

OFFICE OF THE UNDER SECRETARY FOR FARM AND FOREIGN AGRICULTURAL SERVICES

For necessary expenses of the Office of the Under Secretary for Farm and Foreign Agricultural Services, **[\$646,000] \$895,000**.

OFFICE OF THE UNDER SECRETARY FOR NATURAL RESOURCES AND ENVIRONMENT

For necessary expenses of the Office of the Under Secretary for Natural Resources and Environment, **[\$758,000] \$895,000**.

OFFICE OF THE UNDER SECRETARY FOR RURAL DEVELOPMENT

For necessary expenses of the Office of the Under Secretary for Rural Development, **[\$646,000] \$895,000**.

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

For necessary expenses of the Office of the Under Secretary for Food, Nutrition and Consumer Services, **[\$610,000] \$813,000**.

OFFICE OF THE ASSISTANT SECRETARY FOR CIVIL RIGHTS

For necessary expenses of the Office of the Assistant Secretary for Civil Rights, **[\$871,000] \$895,000**.

(Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-9913-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Office of the Secretary	3	3	3
00.02 Under/Assistant Secretaries	8	10	12
00.03 Trade negotiations and biotechnology resources	2	2	2
00.04 Office of Tribal Relations .....	.....	.....	1
09.02 Reimbursable program	3	3	2
10.00 Total new obligations	16	18	20
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	11	13	21
21.45 Adjustments to unobligated balance carried forward, start of year .....	.....	10	-10
22.00 New budget authority (gross)	20	16	21
23.90 Total budgetary resources available for obligation	31	39	32
23.95 Total new obligations	-16	-18	-20
23.97 Deficiency	-1	.....	.....
23.98 Unobligated balance expiring or withdrawn	-1	.....	.....
24.40 Unobligated balance carried forward, end of year	13	21	12
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	15	15	18
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	6	1	3
58.10 Change in uncollected customer payments from Federal sources (unexpired)	-1	.....	.....
58.90 Spending authority from offsetting collections (total discretionary)	5	1	3
70.00 Total new budget authority (gross)	20	16	21
Change in obligated balances:			
72.40 Obligated balance, start of year .....	.....	-3	-1
73.10 Total new obligations	16	18	20
73.20 Total outlays (gross)	-21	-16	-20
73.40 Adjustments in expired accounts (net)	-1	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	1	.....	.....
74.10 Change in uncollected customer payments from Federal sources (expired)	2	.....	.....
74.40 Obligated balance, end of year	-3	-1	-1
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	17	15	19
86.93 Outlays from discretionary balances	4	1	1
87.00 Total outlays (gross)	21	16	20
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-8	-1	-3
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	1	.....	.....
88.96 Portion of offsetting collections (cash) credited to expired accounts	2	.....	.....
Net budget authority and outlays:			
89.00 Budget authority	15	15	18
90.00 Outlays	13	15	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,

OFFICE OF THE SECRETARY—Continued

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.

Funds are proposed for the Office of the Secretary's account for (1) negotiating and monitoring trade agreements; and (2) for technical trade support in the areas of biotechnology, sanitary and phyto-sanitary issues.

Object Classification (in millions of dollars)

Identification code 12-9913-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	8	10	10
12.1 Civilian personnel benefits	2	3	3
23.3 Communications, utilities, and miscellaneous charges	1	1	2
25.2 Other services	2	1	2
99.0 Direct obligations	13	15	17
99.0 Reimbursable obligations	3	3	3
99.9 Total new obligations	16	18	20

Employment Summary

Identification code 12-9913-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	75	87	92

Trust Funds

GIFTS AND BEQUESTS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8203-0-7-352	2008 actual	2009 est.	2010 est.
01.99 Balance, start of year			
Receipts:			
02.00 Gifts and Bequests, Departmental Administration	1	1	1
Appropriations:			
05.00 Gifts and Bequests	-1	-1	-1
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-8203-0-7-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Gifts and bequests	1	1	1
10.00 Total new obligations (object class 99.5)	1	1	1
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	3	3
22.00 New budget authority (gross)	1	1	1
23.90 Total budgetary resources available for obligation	4	4	4
23.95 Total new obligations	-1	-1	-1
24.40 Unobligated balance carried forward, end of year	3	3	3
New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	1	1	1
Change in obligated balances:			
73.10 Total new obligations	1	1	1
73.20 Total outlays (gross)	-1	-1	-1
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	1	1	1

Net budget authority and outlays:

89.00 Budget authority	1	1	1
90.00 Outlays	1	1	1

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).

EXECUTIVE OPERATIONS

Federal Funds

EXECUTIVE OPERATIONS

OFFICE OF THE CHIEF ECONOMIST

For necessary expenses of the Office of the Chief Economist, **[\$10,651,000] \$16,732,000.**

NATIONAL APPEALS DIVISION

For necessary expenses of the National Appeals Division, **[\$14,711,000] \$15,559,000.**

OFFICE OF BUDGET AND PROGRAM ANALYSIS

For necessary expenses of the Office of Budget and Program Analysis, **[\$9,054,000] \$9,436,000.**

OFFICE OF HOMELAND SECURITY

For necessary expenses of the Office of Homeland Security, **[\$974,000] \$2,994,000.**

OFFICE OF ADVOCACY AND OUTREACH

For necessary expenses of the Office of Advocacy and Outreach, **\$3,000,000.** (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-9914-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Chief Economist	12	11	17
00.02 National Appeals Division	14	15	16
00.03 Budget and Program Analysis	8	9	9
00.04 Homeland Security Staff	1	1	3
00.05 Office of Advocacy and Outreach			3
09.01 Reimbursable program	4	4	
10.00 Total new obligations	39	40	48
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	39	40	49
23.95 Total new obligations	-39	-40	-48
24.40 Unobligated balance carried forward, end of year			1
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	34	36	48
41.00 Transferred to other accounts		-1	
43.00 Appropriation (total discretionary)	34	35	48
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	2	4	
58.10 Change in uncollected customer payments from Federal sources (unexpired)	1		
58.90 Spending authority from offsetting collections (total discretionary)	3	4	
Mandatory:			
62.00 Transferred from other accounts	2	1	1
70.00 Total new budget authority (gross)	39	40	49
Change in obligated balances:			
72.40 Obligated balance, start of year	9	10	10
73.10 Total new obligations	39	40	48
73.20 Total outlays (gross)	-39	-40	-53
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-1		

74.10	Change in uncollected customer payments from Federal sources (expired)	2		
74.40	Obligated balance, end of year	10	10	5
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	32	35	42
86.93	Outlays from discretionary balances	5	4	10
86.97	Outlays from new mandatory authority	2	1	1
87.00	Total outlays (gross)	39	40	53
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-4	-4	
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-1		
88.96	Portion of offsetting collections (cash) credited to expired accounts	2		
Net budget authority and outlays:				
89.00	Budget authority	36	36	49
90.00	Outlays	35	36	53

Executive Operations provides support for USDA policy officials and selected Department-wide services.

The Office of the Chief Economist advises the Secretary of Agriculture on the economic implications of Department policies, programs and proposed legislation. The Office serves as the focal point for the Nation's economic intelligence and analysis, risk assessment, and cost-benefit analysis related to domestic and international food and agriculture; provides policy direction for renewable energy development; conducts analyses of climate change impacts on agriculture and forestry; and is responsible for coordination and review of all commodity and aggregate agricultural and food-related data used to develop outlook and situation material within the Department.

WORKLOAD INDICATORS

	2008 actual	2009 est.	2010 est.
World Agricultural Supply and Demand Estimates Reports issued	12	12	12
Weekly Weather and Crop Bulletin issued	52	52	52

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

The Office of Budget and Program Analysis coordinates the preparation of Departmental budget estimates and legislative reports; administers systems for the allotment and apportionment of funds; provides policy, program and budgetary analysis of United States Department of Agriculture (USDA) programs and proposals; and provides staff assistance to USDA agencies in meeting their responsibility for the development and review of regulations.

The Office of Homeland Security formulates emergency preparedness policies and objectives for USDA. The Staff directs and coordinates all of the Department's program activities that support USDA emergency programs and liaison functions with the Congress, the Department of Homeland Security, and other Federal Departments and agencies involving homeland security, natural disasters, other emergencies, and agriculture-related international civil emergency planning and intelligence activities.

The Office of Advocacy and Outreach was established to increase the accessibility of USDA programs to underserved constituents. The office will implement the provisions of the Farm Bill related to outreach to small, beginning, and socially disadvantaged farmers and ranchers. The Office will oversee the Office of Small Farms Coordination and the Advisory Committee for Beginning Farmers and Ranchers; create a Farmworker Coordinator position

to serve as a liaison to community-based nonprofit organizations that represent low-income migrant and seasonal farmworkers and to consult with other appropriate institutions; and will coordinate with the agencies on the activities of the Outreach and Assistance for Socially Disadvantaged Farmers and Ranchers Competitive Grants Program, the Farm Labor Housing Grants Program, and the Beginning Farmer and Rancher Development Program.

Object Classification (in millions of dollars)

Identification code 12-9914-0-1-352	2008 actual	2009 est.	2010 est.	
Direct obligations:				
11.1	Personnel compensation: Full-time permanent	23	24	29
12.1	Civilian personnel benefits	5	5	8
21.0	Travel and transportation of persons	1	1	1
23.3	Communications, utilities, and miscellaneous charges	1	1	1
25.2	Other services	5	5	9
99.0	Direct obligations	35	36	48
99.0	Reimbursable obligations	4	4	
99.9	Total new obligations	39	40	48

Employment Summary

Identification code 12-9914-0-1-352	2008 actual	2009 est.	2010 est.	
Direct:				
1001	Civilian full-time equivalent employment	212	219	274
Reimbursable:				
2001	Civilian full-time equivalent employment	12	5	

OFFICE OF THE CHIEF FINANCIAL OFFICER

For necessary expenses of the Office of the Chief Financial Officer, **[\$5,954,000: Provided, That no funds made available by this appropriation may be obligated for FAIR Act or Circular A-76 activities until the Secretary has submitted to the Committees on Appropriations of both Houses of Congress and the Committee on Oversight and Government Reform of the House of Representatives a report on the Department's contracting out policies, including agency budgets for contracting out] \$6,566,000. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)**

Program and Financing (in millions of dollars)

Identification code 12-0014-0-1-352	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	Office of the Chief Financial Officer	6	6	7
09.01	Reimbursable	8	11	11
10.00	Total new obligations	14	17	18
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	14	17	18
23.95	Total new obligations	-14	-17	-18
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	6	6	7
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	2	11	11
58.10	Change in uncollected customer payments from Federal sources (unexpired)	6		
58.90	Spending authority from offsetting collections (total discretionary)	8	11	11
70.00	Total new budget authority (gross)	14	17	18
Change in obligated balances:				
72.40	Obligated balance, start of year	-6	-7	-1
73.10	Total new obligations	14	17	18
73.20	Total outlays (gross)	-17	-17	-18

OFFICE OF THE CHIEF FINANCIAL OFFICER—Continued
Program and Financing —Continued

Identification code 12-0014-0-1-352	2008 actual	2009 est.	2010 est.
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-6		
74.10 Change in uncollected customer payments from Federal sources (expired)	8	6	6
74.40 Obligated balance, end of year	-7	-1	5
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	12	17	18
86.93 Outlays from discretionary balances	5		
87.00 Total outlays (gross)	17	17	18
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-5	-11	-11
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-6		
88.96 Portion of offsetting collections (cash) credited to expired accounts	3		
Net budget authority and outlays:			
89.00 Budget authority	6	6	7
90.00 Outlays	12	6	7

The Secretary established the Office of the Chief Financial Officer (OCFO) in 1995 under authority provided in Reorganization Plan Number 2 of 1953 (7 U. S. C. 2201) to comply with the CFO Act of 1990. OCFO focuses on the Department's financial and performance management activities to improve program delivery and assure maximum contribution to the Secretary's Strategic Goals.

PERFORMANCE MEASURES

	2008 actual	2009 est.	2010 est.
Achieve an unqualified opinion on the USDA financial statements	Unqualified	Unqualified	Unqualified
Anti-deficiency violations	0	0	0

Object Classification (in millions of dollars)

Identification code 12-0014-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	4	4	5
12.1 Civilian personnel benefits	1	1	1
25.2 Other services	1	1	1
99.0 Direct obligations	6	6	7
99.0 Reimbursable obligations	8	11	11
99.9 Total new obligations	14	17	18

Employment Summary

Identification code 12-0014-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	38	42	45
Reimbursable:			
2001 Civilian full-time equivalent employment	14	19	19

OFFICE OF THE CHIEF INFORMATION OFFICER

For necessary expenses of the Office of the Chief Information Officer, **[\$17,527,000] \$63,579,000.** (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-0013-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Office of the Chief Information Officer	16	18	64
09.01 Reimbursable program	44	37	37
10.00 Total new obligations	60	55	101
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	60	55	101
23.95 Total new obligations	-60	-55	-101
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	16	18	64
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	22	37	37
58.10 Change in uncollected customer payments from Federal sources (unexpired)	22		
58.90 Spending authority from offsetting collections (total discretionary)	44	37	37
70.00 Total new budget authority (gross)	60	55	101
Change in obligated balances:			
72.40 Obligated balance, start of year	-2		
73.10 Total new obligations	60	55	101
73.20 Total outlays (gross)	-59	-55	-101
73.40 Adjustments in expired accounts (net)	-1		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-22		
74.10 Change in uncollected customer payments from Federal sources (expired)	24		
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	48	55	101
86.93 Outlays from discretionary balances	11		
87.00 Total outlays (gross)	59	55	101
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-43	-37	-37
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-22		
88.96 Portion of offsetting collections (cash) credited to expired accounts	21		
Net budget authority and outlays:			
89.00 Budget authority	16	18	64
90.00 Outlays	16	18	64

The Clinger-Cohen Act of 1996 required the establishment of a Chief Information Officer (CIO) for all major Federal agencies. The Act requires USDA to maximize the value of information technology acquisitions to improve the efficiency and effectiveness of USDA programs. To meet the intent of the law and to provide a Departmental focus for information resources management issues, Secretary's Memorandum 1030-30, dated August 8, 1996, established the Office of the Chief Information Officer (OCIO). The CIO serves as the primary advisor to the Secretary on information technology (IT) issues. OCIO provides leadership for the Department's information and IT management activities in support of USDA program delivery.

OCIO is leading USDA's efforts to transform the Department's delivery of information, programs, and services using integrated services that simplify citizen's interaction with their government. OCIO is designing the Department's Enterprise Architecture to efficiently support USDA's move towards consolidation and standardization. OCIO is strengthening USDA's Computer Security Program to mitigate threats to USDA's information and IT assets and support the Department's Homeland Security efforts. OCIO continues to facilitate the USDA IT Capital Planning and Control investment review process by providing guidance

and support to the Department's Executive IT Investment Review Board, which approves all major technology investments to ensure that they efficiently and effectively support program delivery. More information about these investments can be found at: <http://www.ocio.usda.gov/cpic/usda-cpic-material.html>.

OCIO provides automated data processing (ADP) and wide-area telecommunications services funded through the USDA working capital and appropriated funds to all USDA agencies through the National Information Technology Center and the Telecommunications Services and Operations organization, with locations in Ft. Collins, Colorado; Kansas City, Missouri; and Washington, D.C. Direct ADP services are provided to the Office of the Secretary, Office of the General Counsel, Office of Communications, Office of the Chief Financial Officer, and Executive Operations.

OCIO also has direct management responsibility for the IT component of the Service Center Modernization Initiative. This includes the consolidated IT activities for the Farm Service Agency, the Natural Resources Conservation Service, and Rural Development.

Object Classification (in millions of dollars)

Identification code 12-0013-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	7	8	8
12.1 Civilian personnel benefits	1	3	2
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	7	6	53
99.0 Direct obligations	16	18	64
99.0 Reimbursable obligations	44	37	37
99.9 Total new obligations	60	55	101

Employment Summary

Identification code 12-0013-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	62	63	88
Reimbursable:			
2001 Civilian full-time equivalent employment	3	3	3

COMMON COMPUTING ENVIRONMENT

Program and Financing (in millions of dollars)

Identification code 12-0113-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Common computing environment	7	8	10
10.00 Total new obligations	7	8	10
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	31	17	10
22.00 New budget authority (gross)	-12	.....	.....
22.10 Resources available from recoveries of prior year obligations	5	1	.....
23.90 Total budgetary resources available for obligation	24	18	10
23.95 Total new obligations	-7	-8	-10
24.40 Unobligated balance carried forward, end of year	17	10	.....
New budget authority (gross), detail:			
Discretionary:			
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	-4	.....	.....
58.10 Change in uncollected customer payments from Federal sources (unexpired)	-8	.....	.....
58.90 Spending authority from offsetting collections (total discretionary)	-12	.....	.....
Change in obligated balances:			
72.40 Obligated balance, start of year	47	8	7

73.10 Total new obligations	7	8	10
73.20 Total outlays (gross)	-49	-8	-10
73.45 Recoveries of prior year obligations	-5	-1	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	8	.....	.....
74.40 Obligated balance, end of year	8	7	7
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	-12	.....	.....
86.93 Outlays from discretionary balances	61	8	10
87.00 Total outlays (gross)	49	8	10
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	4	.....	.....
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	8	.....	.....
Net budget authority and outlays:			
89.00 Budget authority .....	.....	.....	.....
90.00 Outlays	53	8	10

Object Classification (in millions of dollars)

Identification code 12-0113-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
23.3 Communications, utilities, and miscellaneous charges	3	.....	.....
25.2 Other services	4	8	10
99.9 Total new obligations	7	8	10

WORKING CAPITAL FUND

Program and Financing (in millions of dollars)

Identification code 12-4609-0-4-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
09.01 Administration	36	45	45
09.02 Communications	4	8	9
09.03 Finance and management	269	257	274
09.04 Information technology	369	351	354
09.05 Executive secretariat	3	3	3
09.09 Subtotal, operating expenses	681	664	685
09.12 Finance and management	6	5	5
09.13 Information technology	13	4	4
09.19 Subtotal, purchase of equipment	19	9	9
10.00 Total new obligations	700	673	694
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	88	61	52
22.00 New budget authority (gross)	672	664	685
22.22 Unobligated balance transferred from other accounts	1	.....	.....
23.90 Total budgetary resources available for obligation	761	725	737
23.95 Total new obligations	-700	-673	-694
24.40 Unobligated balance carried forward, end of year	61	52	43
New budget authority (gross), detail:			
Discretionary:			
42.00 Transferred from other accounts	3	.....	.....
43.00 Appropriation (total discretionary)	3	.....	.....
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	723	664	685
58.10 Change in uncollected customer payments from Federal sources (unexpired)	-54	.....	.....
58.90 Spending authority from offsetting collections (total discretionary)	669	664	685
70.00 Total new budget authority (gross)	672	664	685
Change in obligated balances:			
72.40 Obligated balance, start of year	73	122	56
73.10 Total new obligations	700	673	694

WORKING CAPITAL FUND—Continued
Program and Financing —Continued

Identification code 12-4609-0-4-352		2008 actual	2009 est.	2010 est.
73.20	Total outlays (gross)	-705	-739	-683
74.00	Change in uncollected customer payments from Federal sources (unexpired)	54		
74.40	Obligated balance, end of year	122	56	67
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	549	574	593
86.93	Outlays from discretionary balances	156	165	90
87.00	Total outlays (gross)	705	739	683
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-713	-664	-685
88.40	Non-Federal sources	-10		
88.90	Total, offsetting collections (cash)	-723	-664	-685
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	54		
Net budget authority and outlays:				
89.00	Budget authority	3		
90.00	Outlays	-18	75	-2

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 Information Technology systems.

Object Classification (in millions of dollars)

Identification code 12-4609-0-4-352		2008 actual	2009 est.	2010 est.
Reimbursable obligations:				
Personnel compensation:				
11.1	Full-time permanent	153	174	179
11.5	Other personnel compensation	9	4	4
11.9	Total personnel compensation	162	178	183
12.1	Civilian personnel benefits	43	48	49
21.0	Travel and transportation of persons	5	4	4
22.0	Transportation of things	1	1	1
23.1	Rental payments to GSA	8	6	6
23.2	Rental payments to others	12	3	3
23.3	Communications, utilities, and miscellaneous charges	85	98	100
24.0	Printing and reproduction	1	1	1
25.2	Other services	322	305	318
26.0	Supplies and materials	15	8	8
31.0	Equipment	46	21	21
99.9	Total new obligations	700	673	694

Employment Summary

Identification code 12-4609-0-4-352		2008 actual	2009 est.	2010 est.
Reimbursable:				
2001	Civilian full-time equivalent employment	2,159	2,504	2,504

OFFICE OF CIVIL RIGHTS
Federal Funds

OFFICE OF CIVIL RIGHTS

For necessary expenses of the Office of Civil Rights, **[\$21,551,000]** \$23,922,000. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-3800-0-1-352		2008 actual	2009 est.	2010 est.
Obligations by program activity:				
00.01	Office of Civil Rights	20	22	24
09.01	Reimbursable program	4	4	4
10.00	Total new obligations	24	26	28
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	24	26	28
23.95	Total new obligations	-24	-26	-28
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	20	22	24
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	2	4	4
58.10	Change in uncollected customer payments from Federal sources (unexpired)	2		
58.90	Spending authority from offsetting collections (total discretionary)	4	4	4
70.00	Total new budget authority (gross)	24	26	28
Change in obligated balances:				
72.40	Obligated balance, start of year	5	7	7
73.10	Total new obligations	24	26	28
73.20	Total outlays (gross)	-21	-26	-28
73.40	Adjustments in expired accounts (net)	-1		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-2		
74.10	Change in uncollected customer payments from Federal sources (expired)	2		
74.40	Obligated balance, end of year	7	7	7
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	21	26	28
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-2	-4	-4
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-2		
Net budget authority and outlays:				
89.00	Budget authority	20	22	24
90.00	Outlays	19	22	24

The Office of Civil Rights (CR) provides overall leadership responsibility for all Department-wide civil rights activities including employment opportunity and program non-discrimination policy development, analysis, coordination, and compliance. CR is responsible for providing leadership in the implementation of best practices that will create an environment where diversity is valued as a source of strength. CR has the responsibility for monitoring program activities to ensure that all USDA programs are delivered in a non-discriminatory manner.

Object Classification (in millions of dollars)

Identification code 12-3800-0-1-352		2008 actual	2009 est.	2010 est.
Direct obligations:				
11.1	Personnel compensation: Full-time permanent	11	12	12
12.1	Civilian personnel benefits	2	3	3
21.0	Travel and transportation of persons			1
25.2	Other services		3	4
25.3	Other purchases of goods and services from Government accounts	6	3	3
99.0	Direct obligations	19	21	23
99.0	Reimbursable obligations	4	4	4
99.5	Below reporting threshold	1	1	1
99.9	Total new obligations	24	26	28

Employment Summary

Identification code 12-3800-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	113	115	117
Reimbursable:			
2001 Civilian full-time equivalent employment	7	10	10

DEPARTMENTAL ADMINISTRATION

Federal Funds

DEPARTMENTAL ADMINISTRATION

(INCLUDING TRANSFERS OF FUNDS)

For Departmental Administration, **[\$27,011,000]** \$43,319,000, to provide for necessary expenses for management support services to offices of the Department and for general administration, security, repairs and alterations, and other miscellaneous supplies and expenses not otherwise provided for and necessary for the practical and efficient work of the Department: *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: *Provided further*, That of the amount appropriated, \$13,000,000 is for stabilization and reconstruction activities to be carried out under the authority provided by title XIV of the Food and Agriculture Act of 1977 (7 U.S.C. 3101 et seq) and other applicable laws. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-0120-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.08 Departmental administration	23	28	43
09.01 Reimbursable program	39	29	29
10.00 Total new obligations	62	57	72
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	62	59	74
23.95 Total new obligations	-62	-57	-72

New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation	23	27	43
42.00 Transferred from other accounts		1	
43.00 Appropriation (total discretionary)	23	28	43
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	16	29	29
58.10 Change in uncollected customer payments from Federal sources (unexpired)	23		
58.90 Spending authority from offsetting collections (total discretionary)	39	29	29
Mandatory:			
62.00 Transferred from other accounts		2	2
70.00 Total new budget authority (gross)	62	59	74

Change in obligated balances:

72.40 Obligated balance, start of year	-14	-14	-16
73.10 Total new obligations	62	57	72
73.20 Total outlays (gross)	-64	-59	-74
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-23		
74.10 Change in uncollected customer payments from Federal sources (expired)	25		
74.40 Obligated balance, end of year	-14	-16	-18

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	62	57	72
86.93 Outlays from discretionary balances	2		
86.97 Outlays from new mandatory authority		2	2
87.00 Total outlays (gross)	64	59	74

Offsets:

Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-42	-29	-29
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-23		
88.96 Portion of offsetting collections (cash) credited to expired accounts	26		

Net budget authority and outlays:

89.00 Budget authority	23	30	45
90.00 Outlays	22	30	45

Departmental Administration is comprised of activities that provide staff support to policy officials and overall direction and coordination of the Department. These activities include Department-wide programs for human capital management, ethics, occupational safety and health management, real and personal property management, acquisitions and contracting, motor vehicle and aircraft management, supply management, participation of small and disadvantaged businesses, service-disabled veterans programs, emergency preparedness, and the regulatory hearing and administrative proceedings conducted by the Administrative Law Judges, and Judicial Officer.

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 evaluation of 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.

Additional funding is proposed for the expenses of the Provincial Reconstruction Teams in Iraq and Afghanistan. USDA continues to support the agricultural reconstruction and development in these countries by providing agricultural advisors to assist on activities such as irrigation system rehabilitation, post-harvest loss reduction, and marketing system improvements.

Object Classification (in millions of dollars)

Identification code 12-0120-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	15	18	25
12.1 Civilian personnel benefits	4	5	6
21.0 Travel and transportation of persons			1
25.2 Other services	2	2	8
25.3 Other purchases of goods and services from Government accounts	1	1	1
99.0 Direct obligations	22	26	41
99.0 Reimbursable obligations	38	29	29
99.5 Below reporting threshold	2	2	2
99.9 Total new obligations	62	57	72

Employment Summary

Identification code 12-0120-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	153	153	208
Reimbursable:			
2001 Civilian full-time equivalent employment	124	92	92

HAZARDOUS MATERIALS MANAGEMENT

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Department of Agriculture, to comply with the Comprehensive Environmental Response, Compensation, and

HAZARDOUS MATERIALS MANAGEMENT—Continued

Liability Act (42 U.S.C. 9601 et seq.) and the Resource Conservation and Recovery Act (42 U.S.C. 6901 et seq.), **[\$5,100,000] \$5,125,000**, to remain available until expended: *Provided*, That appropriations and funds available herein to the Department for Hazardous Materials 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, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-0500-0-1-304	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Hazardous materials management	5	8	5
10.00 Total new obligations	5	8	5
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	3	.....
22.00 New budget authority (gross)	5	5	5
22.10 Resources available from recoveries of prior year obligations ...	1	.....	.....
23.90 Total budgetary resources available for obligation	8	8	5
23.95 Total new obligations	-5	-8	-5
24.40 Unobligated balance carried forward, end of year	3	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	5	5	5
Change in obligated balances:			
72.40 Obligated balance, start of year	24	17	18
73.10 Total new obligations	5	8	5
73.20 Total outlays (gross)	-11	-7	-7
73.45 Recoveries of prior year obligations	-1	.....	.....
74.40 Obligated balance, end of year	17	18	16
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	5	5	5
86.93 Outlays from discretionary balances	6	2	2
87.00 Total outlays (gross)	11	7	7
Net budget authority and outlays:			
89.00 Budget authority	5	5	5
90.00 Outlays	11	7	7

Under the Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA) and the Resource Conservation and Recovery Act (RCRA), the Department has the responsibility to meet the same standards for environmental cleanup and regulatory compliance regarding hazardous wastes and hazardous substances as private businesses. With substantial commitments under these Acts, a central fund has been established so that the Department's agencies may be reimbursed for their cleanup efforts. The Department determines what projects to fund by using objective criteria that identify what sites pose the greatest threats to public health and the environment.

Object Classification (in millions of dollars)

Identification code 12-0500-0-1-304	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	1	1	1
25.2 Other services	4	7	4
99.9 Total new obligations	5	8	5

Employment Summary

Identification code 12-0500-0-1-304	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	7	7	7

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, and for alterations and other actions needed for the Department and its agencies to consolidate unneeded space into configurations suitable for release to the Administrator of General Services, and for the operation, maintenance, improvement, and repair of Agriculture buildings and facilities, and for related costs, **[\$244,244,000] \$346,182,000**, to remain available until expended, of which **[\$168,901,000] \$237,901,000** shall be available for payments to the General Services Administration for rent; of which \$13,500,000 for payment to the Department of Homeland Security for building security activities; and of which **[\$61,843,000] \$94,781,000** for buildings operations and maintenance expenses: *Provided*, That the Secretary can use these funds to cover shortfalls incurred in prior year rental payments: *Provided further*, That the Secretary is authorized to transfer funds from a Departmental agency to this account to recover the full cost of the space and security expenses of that agency that are funded by this account when the actual costs exceed the agency estimate which will be available for the activities and payments described herein. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-0117-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Rental payments to GSA: Non-recurring repairs	230	169	170
00.02 Building operations and maintenance	33	53	81
00.03 Homeland Security	8	11	13
00.04 DHS building security .....	.....	14	14
00.05 Building renovations .....	.....	.....	24
09.02 Reimbursable program	4	3	3
10.00 Total new obligations	275	250	305
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	6	-65	-44
22.00 New budget authority (gross)	200	271	349
22.10 Resources available from recoveries of prior year obligations ...	4	.....	.....
23.90 Total budgetary resources available for obligation	210	206	305
23.95 Total new obligations	-275	-250	-305
24.40 Unobligated balance carried forward, end of year	-65	-44	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	196	244	346
40.01 Appropriation, Recovery Act .....	.....	24	.....
40.35 Appropriation permanently reduced	-1	.....	.....
43.00 Appropriation (total discretionary)	195	268	346
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	3	3	3
58.10 Change in uncollected customer payments from Federal sources (unexpired)	2	.....	.....
58.90 Spending authority from offsetting collections (total discretionary)	5	3	3
70.00 Total new budget authority (gross)	200	271	349
Change in obligated balances:			
72.40 Obligated balance, start of year	23	35	41
73.10 Total new obligations	275	250	305
73.20 Total outlays (gross)	-257	-244	-343

73.45	Recoveries of prior year obligations	-4		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-2		
74.40	Obligated balance, end of year	35	41	3
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	194	244	345
86.93	Outlays from discretionary balances	63		-2
87.00	Total outlays (gross)	257	244	343
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-3	-3	-3
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-2		
Net budget authority and outlays:				
89.00	Budget authority	195	268	346
90.00	Outlays	254	241	340

This account finances the General Services Administration's fees for rental of space and the Department of Homeland Security's security-related fees. 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 day to day operations, repair, improvement and maintenance activities of two buildings in the Headquarters complex.

Object Classification (in millions of dollars)

Identification code 12-0117-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	7	8	8
12.1 Civilian personnel benefits	2	2	2
23.1 Rental payments to GSA	230	169	170
23.3 Communications, utilities, and miscellaneous charges	10	8	8
25.2 Other services	22	43	97
25.3 Other purchases of goods and services from Government accounts		16	16
99.0 Direct obligations	271	246	301
99.0 Reimbursable obligations	4	3	3
99.5 Below reporting threshold		1	1
99.9 Total new obligations	275	250	305

Employment Summary

Identification code 12-0117-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	75	75	75

OFFICE OF COMMUNICATIONS

Federal Funds

OFFICE OF COMMUNICATIONS

For necessary expenses of the Office of Communications, **[\$9,514,000]** \$9,922,000. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-0150-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Public affairs	9	10	10
10.00 Total new obligations	9	10	10
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	9	10	10

23.95	Total new obligations	-9	-10	-10
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	9	10	10
Change in obligated balances:				
72.40	Obligated balance, start of year	1	1	1
73.10	Total new obligations	9	10	10
73.20	Total outlays (gross)	-9	-10	-10
74.40	Obligated balance, end of year	1	1	1
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	9	9	9
86.93	Outlays from discretionary balances		1	1
87.00	Total outlays (gross)	9	10	10
Net budget authority and outlays:				
89.00	Budget authority	9	10	10
90.00	Outlays	9	10	10

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 and to provide accurate, timely information during an emergency.

Object Classification (in millions of dollars)

Identification code 12-0150-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	6	7	7
12.1 Civilian personnel benefits	2	2	2
99.0 Direct obligations	8	9	9
99.0 Reimbursable obligations	1	1	1
99.9 Total new obligations	9	10	10

Employment Summary

Identification code 12-0150-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	69	70	70

OFFICE OF THE INSPECTOR GENERAL

Federal Funds

OFFICE OF INSPECTOR GENERAL

For necessary expenses of the Office of Inspector General, including employment pursuant to the Inspector General Act of 1978, **[\$85,766,000]** \$88,781,000, 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, and including not to exceed \$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. (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, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-0900-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Office of the Inspector General	85	86	89
09.01 Reimbursable program	4	3	3

OFFICE OF THE INSPECTOR GENERAL—Continued
Program and Financing —Continued

Identification code 12-0900-0-1-352	2008 actual	2009 est.	2010 est.
10.00 Total new obligations	89	89	92
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	6	6	29
22.00 New budget authority (gross)	89	112	93
23.90 Total budgetary resources available for obligation	95	118	122
23.95 Total new obligations	-89	-89	-92
24.40 Unobligated balance carried forward, end of year	6	29	30
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	85	86	89
40.01 Appropriation, Recovery Act		22	
40.35 Appropriation permanently reduced	-1		
43.00 Appropriation (total discretionary)	84	108	89
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	5	4	4
70.00 Total new budget authority (gross)	89	112	93
Change in obligated balances:			
72.40 Obligated balance, start of year	8	12	11
73.10 Total new obligations	89	89	92
73.20 Total outlays (gross)	-84	-93	-99
73.40 Adjustments in expired accounts (net)	-1		
74.10 Change in uncollected customer payments from Federal sources (expired)		3	3
74.40 Obligated balance, end of year	12	11	7
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	84	86	85
86.93 Outlays from discretionary balances		7	14
87.00 Total outlays (gross)	84	93	99
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-5	-4	-4
Net budget authority and outlays:			
89.00 Budget authority	84	108	89
90.00 Outlays	79	89	95

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	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	55	58	58
12.1 Civilian personnel benefits	17	17	18
21.0 Travel and transportation of persons	4	4	4
23.3 Communications, utilities, and miscellaneous charges	2	1	2
25.2 Other services	4	3	4

25.3 Other 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
99.0 Direct obligations	85	86	89
99.0 Reimbursable obligations	4	3	3
99.9 Total new obligations	89	89	92

Employment Summary

Identification code 12-0900-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	576	600	600

OFFICE OF THE GENERAL COUNSEL
Federal Funds

OFFICE OF THE GENERAL COUNSEL

For necessary expenses of the Office of the General Counsel, **[\$41,620,000] \$44,651,000.** (7 U.S.C. 2201; 2202, 2214a; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-2300-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Office of the General Counsel	39	42	45
09.00 Reimbursable program	4	4	4
10.00 Total new obligations	43	46	49
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	43	46	49
23.95 Total new obligations	-43	-46	-49
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	39	42	45
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	4	4	4
70.00 Total new budget authority (gross)	43	46	49
Change in obligated balances:			
72.40 Obligated balance, start of year	2	2	2
73.10 Total new obligations	43	46	49
73.20 Total outlays (gross)	-43	-46	-49
74.40 Obligated balance, end of year	2	2	2
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	41	44	47
86.93 Outlays from discretionary balances	2	2	2
87.00 Total outlays (gross)	43	46	49
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-4	-4	-4
Net budget authority and outlays:			
89.00 Budget authority	39	42	45
90.00 Outlays	39	42	45

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, Federal Maritime Administration, International Trade Commission, and other Federal

agencies; and, in conjunction with the Department of Justice, in judicial proceedings and litigation. All attorneys and related support personnel devoted to those efforts are under the supervision of the General Counsel.

Object Classification (in millions of dollars)

Identification code 12-2300-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	29	31	33
12.1 Civilian personnel benefits	7	8	9
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
99.0 Direct obligations	39	42	45
99.0 Reimbursable obligations	4	4	4
99.9 Total new obligations	43	46	49

Employment Summary

Identification code 12-2300-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	293	290	292
Reimbursable:			
2001 Civilian full-time equivalent employment	21	28	26

ECONOMIC RESEARCH SERVICE

Federal Funds

ECONOMIC RESEARCH SERVICE

For necessary expenses of the Economic Research Service, **[\$79,500,000] \$82,478,000.** (7 U.S.C. 292, 411, 427, 1441a, 1704, 1761-68, 2201, 2202, 2225, 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, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-1701-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Economic Research Service	77	80	82
09.00 Reimbursable program	1	1	1
10.00 Total new obligations	78	81	83
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	79	81	83
23.95 Total new obligations	-78	-81	-83
23.98 Unobligated balance expiring or withdrawn	-1		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	78	80	82
40.35 Appropriation permanently reduced	-1		
43.00 Appropriation (total discretionary)	77	80	82
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	1	1	1
Mandatory:			
62.00 Transferred from other accounts	1		
70.00 Total new budget authority (gross)	79	81	83
Change in obligated balances:			
72.40 Obligated balance, start of year	30	28	27
73.10 Total new obligations	78	81	83
73.20 Total outlays (gross)	-79	-82	-82
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, end of year	28	27	28
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	62	71	72

86.93 Outlays from discretionary balances	17	10	10
86.98 Outlays from mandatory balances		1	
87.00 Total outlays (gross)	79	82	82

Offsets:

Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-1	-1	-1

Net budget authority and outlays:

89.00 Budget authority	78	80	82
90.00 Outlays	78	81	81

The Economic Research Service provides economic and other social science research and analysis for public and private decisions on agriculture, food, natural resources, and rural America. The 2010 Budget request includes a program increase of \$1.8 million and two staff years to support research on the economics of environmental services markets and policies for reducing greenhouse gas emissions.

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).

Object Classification (in millions of dollars)

Identification code 12-1701-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	38	38	39
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	40	40	41
12.1 Civilian personnel benefits	9	9	9
21.0 Travel and transportation of persons	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	4	7	7
25.3 Other purchases of goods and services from Government accounts	11	11	11
25.5 Research and development contracts	8	8	9
26.0 Supplies and materials	1	1	1
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	1	1	1
99.0 Direct obligations	77	80	82
99.0 Reimbursable obligations	1	1	1
99.9 Total new obligations	78	81	83

Employment Summary

Identification code 12-1701-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	386	396	398
Reimbursable:			
2001 Civilian full-time equivalent employment	1	1	1

NATIONAL AGRICULTURAL STATISTICS SERVICE

Federal Funds

NATIONAL AGRICULTURAL STATISTICS SERVICE

For necessary expenses of the National Agricultural Statistics Service, **[\$151,565,000] \$161,830,000,** of which up to **[\$37,265,000] \$37,908,000** shall be available until expended for the Census of Agriculture. (7 U.S.C. 411, 411a, 411b, 427, 471, 475, 476, 501, 951, 953, 955-57, 2201, 2202, 2204, 2225, 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, 2009.)

NATIONAL AGRICULTURAL STATISTICS SERVICE—Continued
Program and Financing (in millions of dollars)

Identification code 12-1801-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Agricultural estimates	103	108	117
00.02 Statistical research and service	7	7	7
00.03 Census of agriculture	56	37	38
09.01 Reimbursable program	16	19	18
10.00 Total new obligations	182	171	180
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	4	2	.....
22.00 New budget authority (gross)	180	169	180
23.90 Total budgetary resources available for obligation	184	171	180
23.95 Total new obligations	-182	-171	-180
24.40 Unobligated balance carried forward, end of year	2	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	163	152	162
40.35 Appropriation permanently reduced	-1	.....	.....
43.00 Appropriation (total discretionary)	162	152	162
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	14	17	18
58.10 Change in uncollected customer payments from Federal sources (unexpired)	3	.....	.....
58.90 Spending authority from offsetting collections (total discretionary)	17	17	18
Mandatory:			
62.00 Transferred from other accounts	1	.....	.....
70.00 Total new budget authority (gross)	180	169	180
Change in obligated balances:			
72.40 Obligated balance, start of year	15	21	23
73.10 Total new obligations	182	171	180
73.20 Total outlays (gross)	-178	-169	-179
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-3	.....	.....
74.10 Change in uncollected customer payments from Federal sources (expired)	5	.....	.....
74.40 Obligated balance, end of year	21	23	24
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	177	152	162
86.93 Outlays from discretionary balances	1	17	17
87.00 Total outlays (gross)	178	169	179
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-16	-15	-18
88.40 Non-Federal sources	-2	-2	.....
88.90 Total, offsetting collections (cash)	-18	-17	-18
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-3	.....	.....
88.96 Portion of offsetting collections (cash) credited to expired accounts	4	.....	.....
Net budget authority and outlays:			
89.00 Budget authority	163	152	162
90.00 Outlays	160	152	161

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 over 500 reports issued each year. Detailed data are also collected on agricultural labor and expenditures. In addition, the Census of Agriculture is conducted every five years, which provides comprehensive data on the Nation's agricultural industry down to the county level.

Incentives and promotional items are used by National Agricultural Statistics Service (NASS) to support outreach efforts to maximize response rates on surveys and the Census of Agriculture.

The work under this activity is conducted through 46 field offices serving the 50 States and Puerto Rico; most of these offices are operated as joint State and Federal services. Cooperative arrangements with State agencies provide additional State and county data. The 2010 Budget request proposes increases to (1) continue a comprehensive bio-energy program to reflect this critical sector's impact on agriculture to provide vital data on the impact on agricultural production and the impact of farm generated energy; and (2) reinstate the NASS Chemical Use Program (Fruit Chemical Use was reinstated in 2009).

Census of Agriculture.—The Census of Agriculture is conducted every five years to take a snapshot of America's agriculture. This picture, when compared to earlier censuses, helps to measure trends and new developments in the agricultural sector of our Nation's economy. The Census is critical because it provides the only source of comparable and consistent detailed data about agriculture at the county level. The 2010 Budget request reallocates resources to provide funding to conduct the Census of Horticulture Specialties follow-on study to be conducted using Census funding. The Census of Horticulture Specialties will present tabulations on the number of establishments, value of sales, type of horticultural products and other data items for horticultural operations.

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

Object Classification (in millions of dollars)

Identification code 12-1801-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	79	83	83
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	2	1	1
11.9 Total personnel compensation	82	85	85
12.1 Civilian personnel benefits	24	23	23
21.0 Travel and transportation of persons	4	3	3
22.0 Transportation of things	1	1	1
23.3 Communications, utilities, and miscellaneous charges	8	5	5
25.2 Other services	36	20	30
25.3 Other purchases of goods and services from Government accounts	7	8	8
25.7 Operation and maintenance of equipment	1	1	1
26.0 Supplies and materials	1	2	2
31.0 Equipment	2	4	4
99.0 Direct obligations	166	152	162
99.0 Reimbursable obligations	16	19	18
99.9 Total new obligations	182	171	180

Employment Summary

Identification code 12-1801-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	995	1,038	1,068
Reimbursable:			
2001 Civilian full-time equivalent employment	106	106	106

AGRICULTURAL RESEARCH SERVICE

Federal Funds

AGRICULTURAL RESEARCH SERVICE

SALARIES AND EXPENSES

For necessary expenses of the Agricultural Research Service and for acquisition of lands by donation, exchange, or purchase at a nominal cost not to exceed \$100, and for land exchanges where the lands exchanged shall be of equal value or shall be equalized by a payment of money to the grantor which shall not exceed 25 percent of the total value of the land or interests transferred out of Federal ownership, **1** \$1,140,406,000, of which \$112,571,000 shall be for the purposes, and in the amounts, specified in the table titled "Agricultural Research Service, Salaries and Expenses, Congressionally-designated Projects" in the explanatory statement described in section 4 (in the matter preceding division A of this consolidated Act): **1** \$1,153,368,000: *Provided*, 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 \$375,000, except for headhouses or greenhouses which shall each be limited to \$1,200,000, and except for 10 buildings to be constructed or improved at a cost not to exceed \$750,000 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 \$375,000, 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 appropriations hereunder shall be available for granting easements at the Beltsville Agricultural Research Center: *Provided further*, That the foregoing limitations shall not apply to replacement of buildings needed to carry out the Act of April 24, 1948 (21 U.S.C. 113a): *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. (7 U.S.C. 328, 427, 427i, 1281 note, 1621, 2201, 2204, 2225, 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. 114c, 114e-131; 42 U.S.C. 1476(e), 1483; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-1400-0-1-352	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year	6	6	6
01.99 Balance, start of year	6	6	6
04.00 Total: Balances and collections	6	6	6
07.99 Balance, end of year	6	6	6

Program and Financing (in millions of dollars)

Identification code 12-1400-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Product quality/value added	104	108	116
00.02 Livestock production	84	87	83
00.03 Crop production	200	205	205
00.04 Food safety	95	97	99
00.05 Livestock protection	65	67	61
00.06 Crop protection	186	191	191
00.07 Human nutrition research	85	85	92
00.08 Environmental stewardship	221	226	234
00.09 National Agricultural Library	23	22	22
00.10 Repair and maintenance of facilities	17	17	17
00.11 Collaborative research program	4		
00.12 Homeland security	35	35	33
00.13 Construction/miscellaneous fees	3	2	
09.00 Reimbursable program	99	99	99
10.00 Total new obligations	1,221	1,241	1,252

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	2	
22.00 New budget authority (gross)	1,224	1,239	1,252
23.90 Total budgetary resources available for obligation	1,226	1,241	1,252
23.95 Total new obligations	-1,221	-1,241	-1,252
23.98 Unobligated balance expiring or withdrawn	-3		
24.40 Unobligated balance carried forward, end of year	2		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	1,129	1,140	1,153
40.35 Appropriation permanently reduced	-8		
42.00 Transferred from other accounts	4		
43.00 Appropriation (total discretionary)	1,125	1,140	1,153
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	34	99	99
58.10 Change in uncollected customer payments from Federal sources (unexpired)	65		
58.90 Spending authority from offsetting collections (total discretionary)	99	99	99
70.00 Total new budget authority (gross)	1,224	1,239	1,252
Change in obligated balances:			
72.40 Obligated balance, start of year	331	299	316
73.10 Total new obligations	1,221	1,241	1,252
73.20 Total outlays (gross)	-1,229	-1,224	-1,249
73.40 Adjustments in expired accounts (net)	-5		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-65		
74.10 Change in uncollected customer payments from Federal sources (expired)	46		
74.40 Obligated balance, end of year	299	316	319
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	949	952	962
86.93 Outlays from discretionary balances	280	272	287
87.00 Total outlays (gross)	1,229	1,224	1,249
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-64	-83	-83
88.40 Non-Federal sources	-16	-16	-16
88.90 Total, offsetting collections (cash)	-80	-99	-99
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-65		
88.96 Portion of offsetting collections (cash) credited to expired accounts	46		
Net budget authority and outlays:			
89.00 Budget authority	1,125	1,140	1,153
90.00 Outlays	1,149	1,125	1,150

The Agricultural Research Service (ARS) is the principal in-house research agency of the U.S. Department of Agriculture (USDA). The ARS mission is to conduct research to develop and transfer solutions to agricultural problems of high national priority and to provide information access and dissemination to: ensure high-quality, safe food, and other agricultural products; assess the nutritional needs of Americans; sustain a competitive agricultural economy; enhance the natural resource base and the environment; and provide economic opportunities for rural citizens, communities, and society as a whole. The ARS' mission is carried out through its major research program areas and other activities listed below (in italics).

The ARS proposed Salaries and Expense Budget for 2010 is \$1.153 billion, an increase of about \$13 million over its 2009 level. The 2010 Budget recommends an increase of \$18.2 million for pay costs, and \$36.8 million for new and expanded research initiatives on bioenergy (expanding production), human nutrition (preventing childhood obesity), world hunger (increasing crop and animal production), and global climate change (mitigating

SALARIES AND EXPENSES—Continued

its impacts on agriculture). These research initiatives will be financed from the termination of Congressionally-added earmarks.

New Products / Product Quality / Value Added.—ARS has active research programs directed toward (1) improving the efficiency and reducing the cost for the conversion of agricultural products into biobased products and biofuels, (2) developing new and improved products to help establish them in domestic and foreign markets, and (3) providing higher quality, healthy foods that satisfy consumer needs in the United States and abroad. In 2008, ARS submitted 114 new patent applications, participated in 69 new Cooperative Research and Development Agreements, licensed 27 new products, and developed 60 new plant varieties to release to industry for further development and marketing.

Livestock Production.—The ARS livestock production program is directed toward (1) safeguarding and utilizing animal genetic resources, associated genetic and genomic databases, and bioinformatic tools; (2) developing a basic understanding of the physiology of livestock and poultry; and (3) developing information, tools, and technologies that can be used to improve animal production systems. The research is heavily focused on the development and application of genomics technology to increase the efficiency and product quality of beef, dairy, swine, poultry, aquaculture, and sheep systems. Current areas of emphasis include increasing efficiency of nutrient utilization, increasing animal well-being and reducing stress in production systems, increasing reproductive rates and breeding animal longevity, developing and evaluating non-traditional production systems (e.g., organic, natural), and evaluating and conserving animal genetic resources.

Crop Production.—The ARS crop production program focuses on developing and improving ways to reduce crop losses while protecting and ensuring a safe and affordable food supply. The research program concentrates on effective production strategies that are environmentally friendly, safe to consumers, and compatible with sustainable and profitable crop production systems. Research activities are directed at safeguarding and utilizing plant genetic resources and their associated genetic, genomic, and bioinformatic databases that facilitate selection of varieties and/or germplasm with significantly improved traits. Current research activities attempt to minimize the impacts of crop pests while maintaining healthy crops and safe commodities that can be sold in markets throughout the world. ARS is conducting research to discover and exploit naturally occurring and engineered genetic mechanisms for plant pest control, develop agronomic germplasm with durable defensive traits, and transfer genetic resources for commercial use. ARS will provide taxonomic information on invasive species that strengthens prevention techniques, aids in detection/identification of invasives, and increases control through management tactics that restore habitats and biological diversity.

Food Safety.—Assuring that the United States has the highest levels of affordable, safe food requires that the food system be protected at each stage from production through processing and consumption from pathogens, toxins, and chemical contaminants that cause diseases in humans. The U.S. food supply is very diverse, extensive, easily accessible, and thus vulnerable to the introduction of biological and chemical contaminants through natural processes, intentional means, or by global commerce. ARS current food safety research is designed to yield science-based knowledge on the safe production, storage, processing, and handling of plant and animal products, and on the detection and control of toxin producing and/or pathogenic bacteria and fungi,

parasites, chemical contaminants, and plant toxins. All ARS research activities involve a high degree of cooperation and collaboration both within the USDA Research, Education, and Economics agencies as well as with USDA's Food Safety and Inspection Service and the Animal and Plant Health Inspection Service, and with other entities, including the Food and Drug Administration, the Centers for Disease Control and Prevention, the Department of Homeland Security, and the Environmental Protection Agency (EPA). ARS also collaborates in international research programs to address and resolve global food safety issues. Specific research efforts are directed toward developing new technologies that assist ARS stakeholders and customers, that is, regulatory agencies, industry, and commodity and consumer organizations in detecting, identifying, and controlling foodborne diseases that affect human health.

Livestock Protection.—The ARS animal health program is directed at protecting and ensuring the safety of the Nations agriculture and food supply through improved disease detection, prevention, control, and treatment. Basic and applied research approaches are used to solve animal health problems of high national priority. Emphasis is given to methods and procedures to control animal diseases. The research program has ten strategic objectives: (1) establish ARS laboratories into a fluid, highly effective research network to maximize use of core competencies and resources; (2) access specialized high containment facilities to study zoonotic and emerging diseases; (3) develop an integrated animal and microbial genomics research program; (4) establish centers of excellence in animal immunology; (5) launch a biotherapeutic discovery program providing alternatives to animal drugs; (6) build a technology driven vaccine and diagnostic discovery research program; (7) develop core competencies in field epidemiology and predictive biology; (8) develop internationally recognized expert collaborative research laboratories; (9) establish a best-in-class training center for our Nation's veterinarians and scientists; and (10) develop a model technology transfer program to achieve the full impact of ARS research discoveries. ARS current animal research program includes eight core components: (1) biodefense research, (2) animal genomics and immunology, (3) zoonotic diseases, (4) respiratory disease, (5) reproductive and neonatal diseases, (6) enteric diseases, (7) parasitic diseases, and (8) transmissible spongiform encephalopathies.

Crop Protection.—The ARS research on crop protection is directed toward epidemiological investigations to understand pest and disease transmission mechanisms and to identify and apply new technologies that increase our understanding of virulence factors and host defense mechanisms. ARS research priorities include (1) identification of genes that convey virulence traits in pathogens and pests; (2) factors that modulate infectivity, gene functions, and mechanisms; (3) genetic profiles that provide specified levels of disease and insect resistance under field conditions; and (4) mechanisms that facilitate the spread of pests and infectious diseases. ARS is developing new knowledge and integrated pest management approaches to control pest and disease outbreaks as they occur. Its research will improve the knowledge and understanding of the ecology, physiology, epidemiology, and molecular biology of emerging diseases and pests. This knowledge will be incorporated into pest risk assessments and management strategies to minimize chemical inputs and increase production. Strategies and approaches will be available to producers to control emerging crop diseases and pest outbreaks.

Human Nutrition.—Maintenance of health throughout the lifespan along with prevention of obesity and chronic diseases via food-based recommendations are the major emphases of the ARS human nutrition research program. These health-related

goals are based on the knowledge that deficiency diseases are no longer important public health concerns. Excessive consumption has become the primary nutrition problem in the American population. This is reflected by increased emphasis on prevention of obesity from basic science through intervention studies to assessment of large populations. The ARS research program also actively studies bioactive components of foods that have no known requirement but have health promoting activities. Four specific areas of research are currently emphasized: (1) nutrition monitoring and the food supply, e.g., a national diet survey and the food composition databank; (2) dietary guidance for health promotion and disease prevention, i.e., specific foods, nutrients, and dietary patterns that maintain health and prevent disease; (3) prevention of obesity and related diseases, including research as to why so few of the population follow the *Dietary Guidelines for Americans*; and (4) life stage nutrition and metabolism, in order to better define the role of nutrition in pregnancy and growth of children, and for healthier aging.

Environmental Stewardship.—The ARS research programs in environmental stewardship support scientists at 70 locations. Emphasis is given to developing technologies and systems that support profitable production and enhance the Nations vast renewable natural resource base. ARS is currently developing the scientific knowledge and technologies needed to meet the challenges and opportunities facing U.S. agriculture in managing water resource quality and quantity under different climatic regimes, production systems, and environmental conditions. ARS' air resources research is developing measurement, prediction, and control technologies for emissions of greenhouse gases, particulate matter, ammonia, hydrogen sulfide, and volatile organic compounds affecting air quality and land surface climate interactions. The agency is a leader in developing measurement and modeling techniques for characterizing gaseous and particulate matter emissions from agriculture. In addition, ARS is evaluating strategies for enhancing the health and productivity of soils, including developing predictive tools to assess the sustainability of alternative land management practices. Finding mechanisms to aid agriculture in adapting to changes in atmospheric composition and climatic variations is also an important component of ARS research program. The ARS' grazing and range land research includes the conservation and restoration of the Nation's range land and pasture ecosystems and agroecosystems through improved management of fire, invasive weeds, grazing, global change, and other agents of ecological change. ARS is currently developing improved grass and forage legume germplasm for livestock, conservation, bioenergy, and bioproduct systems as well as grazing-based livestock systems that reduce risk and increase profitability. In addition, the agency is developing whole system management strategies to reduce production costs and risks.

Library and Information Services.—The National Agricultural Library (NAL) accomplished its core mission objectives and planned for future service improvements in digital content and technologies. NAL continues to explore and implement initiatives to improve and integrate operations and services through cost efficiencies and the application of digital technologies. As part of this effort, NAL continued to plan for development of a coordinated National Digital Library for Agriculture (NDLA) in response to the increasingly complex needs for access to information by USDA mission agencies, the Land Grant University community partner institutions, and the American public. The two NAL goals in the ARS 2006-2011 Strategic Plan are that NAL services and collections continue to meet the needs of its customers, and that NAL and its partners implement the NDLA.

Repair and Maintenance of Facilities.—Funds are used to restore, upgrade, and maintain ARS facilities to meet Occupational Safety and Health Administration and EPA requirements, provide suitable workspace for in-house research programs, and to retrofit existing structures for better energy utilization.

Collaborative Research Program.—Funds from the Department of State enable USDA/ARS to support collaborative research projects with scientists from the former Soviet Union and South/Southeast Asia. Through scientific cooperation in agricultural research, the USDA/ARS program supports the State Department's nonproliferation mission while advancing agricultural science by establishing new expertise in these regions, enhancing the effectiveness and productivity of ARS research programs, and helping improve the economy of these regions through advances in agricultural technology.

Reimbursements.—ARS performs 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		2008 actual	2009 est.	2010 est.
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	530	540	552
11.3	Other than full-time permanent	12	12	13
11.5	Other personnel compensation	14	15	15
11.9	Total personnel compensation	556	567	580
12.1	Civilian personnel benefits	149	152	155
21.0	Travel and transportation of persons	18	19	19
22.0	Transportation of things	1	1	1
23.2	Rental payments to others	1	1	1
23.3	Communications, utilities, and miscellaneous charges	53	54	53
24.0	Printing and reproduction	2	2	2
25.1	Advisory and assistance services	1	1	1
25.2	Other services	19	16	16
25.3	Other purchases of goods and services from Government accounts	1	1	1
25.4	Operation and maintenance of facilities	33	34	33
25.5	Research and development contracts	137	141	140
25.7	Operation and maintenance of equipment	8	9	9
25.8	Subsistence and support of persons	1	.....	.....
26.0	Supplies and materials	89	90	89
31.0	Equipment	31	31	31
32.0	Land and structures	3	4	3
41.0	Grants, subsidies, and contributions	19	19	19
99.0	Direct obligations	1,122	1,142	1,153
99.0	Reimbursable obligations	99	99	99
99.9	Total new obligations	1,221	1,241	1,252

Employment Summary

Identification code 12-1400-0-1-352		2008 actual	2009 est.	2010 est.
Direct:				
1001	Civilian full-time equivalent employment	8,064	8,087	8,077
Reimbursable:				
2001	Civilian full-time equivalent employment	242	242	242

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, \$46,752,000, of which \$46,752,000 shall be for the purposes, and in the amounts, specified in the table titled "Agricultural Research Service, Buildings and Facilities Congressionally-designated Projects" in the explanatory statement described in section 4 (in the matter preceding division A of this consolidated Act), to remain available until expended.】 (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

BUILDINGS AND FACILITIES—Continued
Program and Financing (in millions of dollars)

Identification code 12-1401-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Building and facilities projects	23	80	125
10.00 Total new obligations	23	80	125
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	163	195	338
22.00 New budget authority (gross)	52	223	-50
22.10 Resources available from recoveries of prior year obligations	3		
23.90 Total budgetary resources available for obligation	218	418	288
23.95 Total new obligations	-23	-80	-125
24.40 Unobligated balance carried forward, end of year	195	338	163
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	52	47	
40.01 Appropriation, Recovery Act		176	
40.36 Unobligated balance permanently reduced			-50
43.00 Appropriation (total discretionary)	52	223	-50
Change in obligated balances:			
72.40 Obligated balance, start of year	144	37	60
73.10 Total new obligations	23	80	125
73.20 Total outlays (gross)	-127	-57	-146
73.45 Recoveries of prior year obligations	-3		
74.40 Obligated balance, end of year	37	60	39
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	8	10	-7
86.93 Outlays from discretionary balances	119	47	153
87.00 Total outlays (gross)	127	57	146
Net budget authority and outlays:			
89.00 Budget authority	52	223	-50
90.00 Outlays	127	57	146

Under its Buildings and Facilities account, ARS provides funds for the acquisition of land, construction, repair, improvement, extension, alteration, and purchase of fixed equipment or facilities of or used by ARS. No new funding is requested in 2010. In addition, the budget proposes to cancel about \$50 million in unobligated balances from unrequested, lower priority projects that were added in prior years.

Object Classification (in millions of dollars)

Identification code 12-1401-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	17	79	124
25.4 Operation and maintenance of facilities	3		
25.5 Research and development contracts	2		
99.9 Total new obligations	23	80	125

Trust Funds

MISCELLANEOUS CONTRIBUTED FUNDS
Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8214-0-7-352	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.20 Deposits of Miscellaneous Contributed Funds, Science and Education Administration	21	20	20
04.00 Total: Balances and collections	21	20	20

Appropriations:			
05.00 Miscellaneous Contributed Funds	-21	-20	-20
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-8214-0-7-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Miscellaneous contributed funds	20	20	20
10.00 Total new obligations	20	20	20
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	18	20	20
22.00 New budget authority (gross)	21	20	20
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	40	40	40
23.95 Total new obligations	-20	-20	-20
24.40 Unobligated balance carried forward, end of year	20	20	20
New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	21	20	20
Change in obligated balances:			
72.40 Obligated balance, start of year	4	4	4
73.10 Total new obligations	20	20	20
73.20 Total outlays (gross)	-19	-20	-20
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	4	4	4
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	16	14	14
86.98 Outlays from mandatory balances	3	6	6
87.00 Total outlays (gross)	19	20	20
Net budget authority and outlays:			
89.00 Budget authority	21	20	20
90.00 Outlays	19	20	20

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	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	5	5	5
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	7	7	7
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
25.5 Research and development contracts	4	4	4
26.0 Supplies and materials	4	4	4
31.0 Equipment	1	1	1
99.9 Total new obligations	20	20	20

Employment Summary

Identification code 12-8214-0-7-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	101	101	101

NATIONAL INSTITUTE OF FOOD AND AGRICULTURE

Federal Funds

INTEGRATED ACTIVITIES

For the integrated research, education, and extension grants programs, including necessary administrative expenses, \$56,864,000, as follows: for competitive grants programs authorized under section 406 of the Agricultural Research, Extension, and Education Reform Act of 1998 (7 U.S.C. 7626), \$41,990,000, including \$12,649,000 for the water quality program, \$14,596,000 for the food safety program, \$4,096,000 for the regional pest management centers program, \$4,388,000 for the Food Quality Protection Act risk mitigation program for major food crop systems, \$1,365,000 for the crops affected by Food Quality Protection Act implementation, \$3,054,000 for the methyl bromide transition program, and \$1,842,000 for the organic transition program; for a competitive international science and education grants program authorized under section 1459A of the National Agricultural Research, Extension, and Teaching Policy Act of 1977 (7 U.S.C. 3292b), to remain available until expended, \$3,000,000; for grants programs authorized under section 2(c)(1)(B) of Public Law 89-106, as amended, \$732,000, to remain available until September 30, [2010] 2011, for the critical issues program; \$1,312,000 for the regional rural development centers program; and \$9,830,000 for the Food and Agriculture Defense Initiative authorized under section 1484 of the National Agricultural Research, Extension, and Teaching Act of 1977, to remain available until September 30, [2010] 2011. (7 U.S.C. 450i(c)(1)(B), 3292b, 3351, 7626; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-1502-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.10 Organic research and extension init	3	18	20
00.20 Water quality	13	13	13
00.30 Food safety	15	15	15
00.40 Regional pest management centers	4	4	4
00.50 Crops at risk from food quality protection act implementation	2	1	1
00.60 Food quality protection act risk mitigation program	4	4	4
00.70 Methyl bromide transition program	3	3	3
00.71 Homeland Security	10	10	10
00.85 Specialty Crop Research Initiative	30	50	50
00.86 International science and education grants	2	4	3
00.87 Regional Rural development centers	1	1	1
00.88 Organic transition	2	2	2
00.89 Critical issues - plant and animal diseases	1	1	1
10.00 Total new obligations	90	126	127
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	1	.....
22.00 New budget authority (gross)	89	125	127
23.90 Total budgetary resources available for obligation	91	126	127
23.95 Total new obligations	-90	-126	-127
24.40 Unobligated balance carried forward, end of year	1	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	56	57	57
Mandatory:			
60.00 Appropriation	3	.....	.....
62.00 Transferred from other accounts	30	68	70
62.50 Appropriation (total mandatory)	33	68	70
70.00 Total new budget authority (gross)	89	125	127
Change in obligated balances:			
72.40 Obligated balance, start of year	130	165	211
73.10 Total new obligations	90	126	127
73.20 Total outlays (gross)	-54	-80	-93
73.40 Adjustments in expired accounts (net)	-1	.....	.....
74.40 Obligated balance, end of year	165	211	245

Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	3	7	7
86.93	Outlays from discretionary balances	44	50	37
86.97	Outlays from new mandatory authority .....	.....	4	4
86.98	Outlays from mandatory balances	7	19	45
87.00	Total outlays (gross)	54	80	93
Net budget authority and outlays:				
89.00	Budget authority	89	125	127
90.00	Outlays	54	80	93

Under the Integrated Activities account, research, education and/or extension grants are awarded for competitive and non-competitive programs.

Water quality.—Funding will assist the State Agricultural Experiment Stations and the Cooperative Extension System to become viable partners with other State and Federal agencies in addressing water quality problems of National importance.

Food safety.—Funding supports research, extension, and education programs to improve the safety of food products and assist the public to become more informed about food safety issues.

Regional pest management centers.—Funding provides management and coordination to address successfully a range of pest management issues confronting farmers and other pest managers (e.g., regulatory restrictions, development of pest resistance, invasive species, and biotechnology).

Crops at risk from FQPA implementation.—Funding supports the development of multi-tactic Integrated Pest Management strategies to assist in the transition period for certain pesticides affected by the implementation of the Food Quality Protection Act (FQPA).

FQPA risk mitigation program for major food crop systems.—Funds support a program to address risk mitigation that will have a food production system focus, integrating food safety and water quality considerations as impacted by FQPA. Emphasis is on development and implementation of new innovative pest management systems designed to maintain crop productivity and profitability while meeting or exceeding environmental quality and human health standards.

Methyl bromide transition program.—This is a grant program designed to support the discovery and implementation of practical pest management alternatives for commodities affected by methyl bromide.

Organic transition program.—This program supports the development and implementation of biologically based pest management practices that mitigate the ecological, agronomics, and economic risks associated with the transition from conventional to organic agricultural production systems.

International science and education grants program.—This program focuses on incorporating substantive international activities into programs related to food systems, agriculture and natural resources at U.S. land-grant colleges and universities.

Critical issues program.—Funds are proposed to develop early intervention strategies to prevent, manage or eradicate new and emerging diseases, both plant and animal, which would prevent loss of revenue to growers or producers.

Regional rural development centers.—Funding supports activities that pursue a holistic development strategy that tailors programming to meet regional and local needs and addresses areas of opportunity arising from a consumer-driven agricultural economy.

Food and agriculture defense initiative (homeland security).—The program provides support to an unified network of public agricultural institutions to identify and respond to high risk biological pathogens in the food and agricultural system. In particular, funding will maintain and enhance risk management

INTEGRATED ACTIVITIES—Continued

tools for Asian soybean rust and other pathogens of legumes. Additional funding for these laboratories is included in the Animal and Plant Health Inspection Service.

Organic Agriculture Research and Extension Initiative.—This mandatory program, authorized by section 7206 of the Food, Conservation, and Energy Act of 2008 (FCEA), 2008 Farm Bill, supports research and extension programs that enhance the ability of producers and processors who have already adopted organic standards to grow and market high quality organic agricultural products.

Specialty Crop Research Initiative.—This mandatory program, authorized by section 7311 of the FCEA, 2008 Farm Bill, provides funding to solve critical industry issues through research and extension activities that focus on research in plant breeding, genetics, and genomics to improve crop characteristics; efforts to identify and address threats from pests and diseases, including threats to specialty crop pollinators; efforts to improve production efficiency, productivity, and profitability over the long term; new innovations and technology, including improved mechanization and technologies that delay or inhibit ripening; and methods to prevent, detect, monitor, control, and respond to potential food safety hazards in the production and processing of specialty crops.

Object Classification (in millions of dollars)

Identification code 12-1502-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	1	1	1
41.0 Grants, subsidies, and contributions	89	125	126
99.9 Total new obligations	90	126	127

Employment Summary

Identification code 12-1502-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	8	8	8

INITIATIVE FOR FUTURE AGRICULTURE AND FOOD SYSTEMS

1998 Research Act.—Adequate funding for similar research is proposed through other USDA research programs.

BIOMASS RESEARCH AND DEVELOPMENT

Program and Financing (in millions of dollars)

Identification code 12-1003-0-1-271	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Biomass research and development	14	22	28
10.00 Total new obligations (object class 41.0)	14	22	28
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	14	2	.....
22.00 New budget authority (gross)	2	20	28
23.90 Total budgetary resources available for obligation	16	22	28
23.95 Total new obligations	-14	-22	-28
24.40 Unobligated balance carried forward, end of year	2	.....	.....
New budget authority (gross), detail:			
Mandatory:			
62.00 Transferred from other accounts	2	20	28
Change in obligated balances:			
72.40 Obligated balance, start of year	28	32	41
73.10 Total new obligations	14	22	28

73.20 Total outlays (gross)	-10	-13	-20
74.40 Obligated balance, end of year	32	41	49
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority .....	.....	1	1
86.98 Outlays from mandatory balances	10	12	19
87.00 Total outlays (gross)	10	13	20
Net budget authority and outlays:			
89.00 Budget authority	2	20	28
90.00 Outlays	10	13	20

Biomass Research and Development is authorized by the Biomass Research and Development Act of 2000. The program provides competitive grants for research, development, and demonstration to encourage innovation and development related to biomass, and improved commercialization of biobased products and energy. USDA and the Department of Energy jointly administer the program.

Current priorities focus on the following: feedstock development and production; biobased products emphasizing environmental and economic performance; integrated resource management and biomass use; and effective and targeted incentive systems for biomass commercialization and adoption.

COOPERATIVE STATE RESEARCH, EDUCATION, AND EXTENSION
SERVICE NATIONAL INSTITUTE OF FOOD AND AGRICULTURE

RESEARCH AND EDUCATION ACTIVITIES

For payments to agricultural experiment stations, for cooperative forestry and other research, for facilities, and for other expenses, [\$691,043,000, of which \$113,275,000 shall be for the purposes, and in the amounts, specified in the table titled "Cooperative State Research, Education, and Extension Service, Research and Education Activities, Congressionally-designated Projects" in the explanatory statement described in section 4 (in the matter preceding division A of this consolidated Act)] \$622,892,000, as follows: to carry out the provisions of the Hatch Act of 1887 (7 U.S.C. 361a-i), \$207,106,000; for grants for cooperative forestry research (16 U.S.C. 582a through a-7), \$27,535,000; for payments to eligible institutions (7 U.S.C. 3222), \$45,504,000, provided that each institution receives no less than \$1,000,000; for special grants (7 U.S.C. 450i(c)), [\$84,499,000] \$2,021,000; for competitive grants on improved pest control (7 U.S.C. 450i(c)), \$15,945,000; for competitive grants (7 U.S.C. 450(i)(b)), \$201,504,000, to remain available until expended; for the support of animal health and disease programs (7 U.S.C. 3195), \$2,950,000; for supplemental and alternative crops and products (7 U.S.C. 3319d), \$819,000; for grants for research pursuant to the Critical Agricultural Materials Act (7 U.S.C. 178 et seq.), \$1,083,000, to remain available until expended; for the 1994 research grants program for 1994 institutions pursuant to section 536 of Public Law 103-382 (7 U.S.C. 301 note), \$1,610,000, to remain available until expended; for rangeland research grants (7 U.S.C. 3333), \$983,000; for higher education graduate fellowship grants (7 U.S.C. 3152(b)(6)), \$3,859,000, to remain available until expended (7 U.S.C. 2209b); for a program pursuant to section 1415A of the National Agricultural Research, Extension, and Teaching Policy Act of 1977 (7 U.S.C. 3151a), \$2,950,000, to remain available until expended; for higher education challenge grants (7 U.S.C. 3152(b)(1)), [\$5,654,000] \$23,154,000; for a higher education multicultural scholars program (7 U.S.C. 3152(b)(5)), \$981,000, to remain available until expended (7 U.S.C. 2209b); for an education grants program [for Hispanic-serving Institutions (I) under 7 U.S.C. 3241, (I), \$6,237,000] \$9,237,000; for competitive grants for the purpose of carrying out all provisions of 7 U.S.C. 3156 to individual eligible institutions or consortia of eligible institutions in Alaska and in Hawaii, with funds awarded equally to each of the States of Alaska and Hawaii, \$3,196,000; for [a] secondary [agriculture] education [program and], 2-year post-secondary education, and agriculture in the K-12 classroom (7 U.S.C. 3152(j)), [\$983,000] \$18,483,000; for aquaculture grants (7 U.S.C. 3322), \$3,928,000; for sustainable agriculture research and education (7 U.S.C. 5811),

\$14,399,000; for a program of capacity building grants (7 U.S.C. 3152(b)(4)) to institutions eligible to receive funds under 7 U.S.C. 3221 and 3222, **[\$15,000,000] \$18,000,000**, to remain available until expended (7 U.S.C. 2209b); for payments to the 1994 Institutions pursuant to section 534(a)(1) of Public Law 103-382, \$3,342,000; for resident instruction grants for insular areas under section 1491 of the National Agricultural Research, Extension, and Teaching Policy Act of 1977 (7 U.S.C. 3363), \$800,000; for a new era rural technology program pursuant to section 1473E of the National Agricultural Research, Extension, and Teaching Act of 1977 (7 U.S.C. 3319e), \$750,000; and for necessary expenses of Research and Education Activities, **[\$39,426,000] \$12,753,000**, of which \$2,704,000 for the Research, Education, and Economics Information System and \$2,136,000 for the Electronic Grants Information System, are to remain available until expended.

NATIVE AMERICAN INSTITUTIONS ENDOWMENT FUND

For the Native American Institutions Endowment Fund authorized by Public Law 103-382 (7 U.S.C. 301 note), \$11,880,000, to remain available until expended. (7 U.S.C. 328, 427, 427i, 1281 note, 1621, 2201, 2204, 2225, 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. 114c, 114e-131; 42 U.S.C. 1476(e), 1483; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-1500-0-1-352	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year	91	102	114
01.99 Balance, start of year	91	102	114
Receipts:			
02.40 Earnings on Investments, Native American Institutions Endowment Fund	3	4	4
04.00 Total: Balances and collections	94	106	118
Appropriations:			
05.00 Research and Education Activities	-3	-4	-4
05.01 Research and Education Activities	11	12	12
05.99 Total appropriations	8	8	8
07.99 Balance, end of year	102	114	126

Program and Financing (in millions of dollars)

Identification code 12-1500-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Payments under the Hatch Act	196	207	207
00.02 Cooperative forestry research	25	28	28
00.03 Payments to 1890 colleges and Tuskegee Univ. and West Virginia State University	41	46	46
00.04 Special research grants	130	122	40
00.05 Agriculture Food and Research Initiative	186	311	202
00.06 Animal health and disease research	5	3	3
00.07 Federal Administration	42	40	12
00.08 Higher education	38	47	80
00.09 Native American Institutions Endowment Fund	3	4	4
00.12 Veterinary Medical Services Act	1	5	3
00.13 Critical Ag Materials Act		2	1
00.14 New Era Rural Technology		1	1
09.00 Reimbursable program	10	10	10
10.00 Total new obligations	677	826	637
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	116	121	
22.00 New budget authority (gross)	682	705	637
23.90 Total budgetary resources available for obligation	798	826	637
23.95 Total new obligations	-677	-826	-637
24.40 Unobligated balance carried forward, end of year	121		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	685	703	635
40.20 Appropriation (special fund)	3	4	4
40.35 Appropriation permanently reduced	-5		
40.45 Portion precluded from obligation (-)	-11	-12	-12
43.00 Appropriation (total discretionary)	672	695	627

58.00 Spending authority from offsetting collections:			
58.10 Offsetting collections (cash)		10	10
Change in uncollected customer payments from Federal sources (unexpired)	10		
58.90 Spending authority from offsetting collections (total discretionary)	10	10	10
70.00 Total new budget authority (gross)	682	705	637
Change in obligated balances:			
72.40 Obligated balance, start of year	865	879	1,024
73.10 Total new obligations	677	826	637
73.20 Total outlays (gross)	-663	-681	-617
73.40 Adjustments in expired accounts (net)	-4		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-10		
74.10 Change in uncollected customer payments from Federal sources (expired)	14		
74.40 Obligated balance, end of year	879	1,024	1,044
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	354	366	331
86.93 Outlays from discretionary balances	309	315	286
87.00 Total outlays (gross)	663	681	617
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-13	-10	-10
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-10		
88.96 Portion of offsetting collections (cash) credited to expired accounts	13		
Net budget authority and outlays:			
89.00 Budget authority	672	695	627
90.00 Outlays	650	671	607
Memorandum (non-add) entries:			
92.01 Total investments, start of year: Federal securities: Par value	88	99	113
92.02 Total investments, end of year: Federal securities: Par value	99	113	125

Section 7511 of the Food, Conservation, and Energy Act of 2008 (FCEA), 2008 Farm Bill, established the National Institute of Food and Agriculture (NIFA), and directed the Secretary to transfer to NIFA by October 1, 2009, any and all other authorities administered by the Administrator of the Cooperative State, Research, Education, and Extension Service. NIFA 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 experiment 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.

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

Payments to 1890 colleges and Tuskegee University and West Virginia State University.—Funds allocated on a formula basis

RESEARCH AND EDUCATION ACTIVITIES—Continued

support agricultural research and broaden the curricula at the eighteen 1890 land-grant colleges, including Tuskegee University and West Virginia State University.

Special research grants.—This program addresses research areas of national interest. Funding is proposed for grant programs in IR-4 minor crop pest management, pest management alternatives, and sustainable agriculture. Funding is also proposed for integrated pest management. 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. Funding proposed for IR-4 minor crop pest management 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 a reduction by half in the levels of chemical and drug residues in food products. These pest management programs will be coordinated to address Food Quality and Protection Act issues. The IR-4 and IPM programs are contained under improved pest control funding. Improved pest control also includes Pest Management Alternatives, and Expert IPM Decision Support System Programs. A grant program for global change is proposed for research at universities as part of a coordinated Federal initiative. Funding is also proposed for the National Biological Impact Assessment Program, aquaculture centers, critical agricultural materials, supplemental and alternative crops, Joe Skeen Institute for rangeland restoration, and New Era Rural Technology Program. The 2010 Budget eliminates funding for earmarks.

Agriculture and food research initiative competitive grants.—Section 7406 of FCEA establishes the Agriculture and Food Research Initiative (AFRI). AFRI is a new competitive grant program to provide funding for fundamental and applied research, extension, and education to address food and agricultural sciences. While AFRI covers an equally broad scope of topics and will support many of the grant types offered by the former National Research Initiative, the new authority allows greater flexibility in the types of projects funded to include: single function projects in research, education, and extension, and integrated research, education and/or extension awards. AFRI is the new core competitive grant program for research, education, and extension.

1994 Institutions Research.—Funding is proposed to continue the competitive research grants program to build the research capacity at the thirty-four 1994 institutions by supporting agricultural research activities that address tribal, national and multistate priorities.

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 funded from a combination of program set-asides from formula and grant programs and from direct appropriation for administration.

Higher education.—Funding is proposed for graduate fellowships grants, competitive challenge grants, Hispanic-serving institutions education grants program, and a multicultural scholars program. Funding is also proposed for Native American institutions, Alaska Native-serving and Native Hawaiian-serving Institutions, Secondary Education, Two-Year Postsecondary Education, Agriculture in the K-12 Classroom and Resident Instruction Grants for Insular Areas programs. These programs 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 in-

creased number of graduate students, including minority graduate students, will be enrolled in the agricultural sciences. Funding is also proposed for a capacity building program at the 1890 institutions as part of the USDA initiative to strengthen these institutions through a broadening of curricula, increased faculty development and student research projects. Funding is proposed in the 2010 Budget for the Veterinary Medical Services Act to provide incentives to hire Federal veterinarians to work in shortage areas.

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 (34 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 withdraws the income from the endowment fund for the fiscal year, and after making adjustments for the cost of administering the fund, distributes the adjusted income on a formula basis to the 1994 land-grant institutions.

The 2010 Budget includes an additional \$70 million to help revitalize the rural economy through enhancements to research, education and extension programs. Of that increase, \$41 million is included in this account, and \$29 million in the "Extension Activities" account. In addition, total funding for NIFA reflects a reduction of \$128 million in earmarks, with \$111 million of the reduction included in this account and \$17 million of the reduction included in the "Extension Activities" account.

Object Classification (in millions of dollars)

Identification code 12-1500-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	17	17	18
12.1 Civilian personnel benefits	5	5	5
21.0 Travel and transportation of persons	2	2	2
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.1 Advisory and assistance services	2	2	2
25.2 Other services	4	4	3
25.5 Research and development contracts	5	5	3
41.0 Grants, subsidies, and contributions	631	780	593
99.0 Direct obligations	667	816	627
99.0 Reimbursable obligations	10	10	10
99.9 Total new obligations	677	826	637

Employment Summary

Identification code 12-1500-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	212	249	249
Reimbursable:			
2001 Civilian full-time equivalent employment	6	9	9

BUILDINGS AND FACILITIES
Program and Financing (in millions of dollars)

Identification code 12-1501-0-1-352	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
Change in obligated balances:			
72.40 Obligated balance, start of year	4	4	4
74.40 Obligated balance, end of year	4	4	4
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

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 has been appropriated to this account since 1997.

EXTENSION ACTIVITIES

For payments to States, the District of Columbia, Puerto Rico, Guam, the Virgin Islands, Micronesia, the Northern Marianas, and American Samoa, **[\$474,250,000, of which \$9,388,000 shall be for the purposes, and in the amounts, specified in the table titled "Cooperative State Research, Education, and Extension Service, Extension Activities, Congressionally-designated Projects" in the explanatory statement described in section 4 (in the matter preceding division A of this consolidated Act), \$487,005,000, as follows:** payments for cooperative extension work under the Smith-Lever Act, 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, \$288,548,000; payments for extension work at the 1994 Institutions under the Smith-Lever Act (7 U.S.C. 343(b)(3)), **[\$3,321,000] \$4,321,000;** payments for the nutrition and family education program for low-income areas under section 3(d) of the Act, \$66,155,000; payments for the pest management program under section 3(d) of the Act, \$9,791,000; **[payments for the farm safety program under section 3(d) of the Act, \$4,863,000;]** payments for New Technologies for Ag Extension under section 3(d) of the Act, \$1,500,000; payments to upgrade research, extension, and teaching facilities at institutions eligible to receive funds under 7 U.S.C. 3221 and 3222, \$18,000,000, to remain available until expended; payments for youth-at-risk programs under section 3(d) of the Smith-Lever Act, \$8,182,000; for youth farm safety education and certification extension grants, to be awarded competitively under section 3(d) of the Act, \$479,000; payments for carrying out the provisions of the Renewable Resources Extension Act of 1978 (16 U.S.C. 1671 et seq.), \$4,008,000; payments for the federally-recognized Tribes Extension Program under section 3(d) of the Smith-Lever Act, \$3,000,000; payments for sustainable agriculture programs under section 3(d) of the Act, \$4,568,000; payments for rural health and safety education as authorized by section 502(i) of Public Law 92-419 (7 U.S.C. 2662(i)), \$1,738,000; *for improved rural quality of life grants, to be awarded competitively under section 3(d) of the Act, \$28,000,000;* payments for cooperative extension work by eligible institutions (7 U.S.C. 3221), \$40,150,000, provided that each institution receives no less than \$1,000,000; **[for grants to youth organizations pursuant to 7 U.S.C. 7630, \$1,767,000; payments to carry out the food animal residue avoidance database program as authorized by 7 U.S.C. 7642, \$806,000;]** and for necessary expenses of Extension Activities, **[\$17,374,000] \$8,565,000.** (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-0502-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Smith-Lever Act, 3(b) and 3(c)	275	289	289
00.02 Youth at risk	8	8	8
00.04 Expanded food and nutrition education program (EFNEP)	66	66	66
00.05 Pest management	10	10	10
00.06 Farm Safety	5	5	
00.09 Federally Recognized Tribes Extension Program	3	3	3
00.13 Payments to 1890 colleges and Tuskegee Univ. and West Virginia State University	36	40	40
00.15 Renewable resources extension act	4	4	4
00.16 Federal administration	17	17	9
00.19 1890 facilities (section 1447)	17	18	18
00.21 Sustainable agriculture	5	4	4
00.22 1994 institutions activities	3	3	4
00.24 Rural health and safety education	2	2	2
00.25 Grants to youth serving organizations	2	2	
00.26 Risk management education	5	5	5
00.27 New technologies for ag. extension	1	2	2
00.28 Healthy Urban Enterprise Development		1	1
00.29 Beginning Farmers and Ranchers Development Program		18	19
00.30 Food Animal Residue Avoidance Database		1	
00.31 Improved Rural Quality of Life			28
09.00 Reimbursable program	41	16	16
10.00 Total new obligations	500	514	528
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	500	514	528
23.95 Total new obligations	-500	-514	-528
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	456	474	487
40.35 Appropriation permanently reduced	-3		
43.00 Appropriation (total discretionary)	453	474	487
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	12	16	16
58.10 Change in uncollected customer payments from Federal sources (unexpired)	30		
58.90 Spending authority from offsetting collections (total discretionary)	42	16	16
Mandatory:			
60.00 Appropriation		1	1
62.00 Transferred from other accounts	5	23	24
62.50 Appropriation (total mandatory)	5	24	25
70.00 Total new budget authority (gross)	500	514	528
Change in obligated balances:			
72.40 Obligated balance, start of year	390	425	464
73.10 Total new obligations	500	514	528
73.20 Total outlays (gross)	-464	-475	-563
73.40 Adjustments in expired accounts (net)	4		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-30		
74.10 Change in uncollected customer payments from Federal sources (expired)	25		
74.40 Obligated balance, end of year	425	464	429
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	261	300	308
86.93 Outlays from discretionary balances	199	165	235
86.97 Outlays from new mandatory authority		5	5
86.98 Outlays from mandatory balances	4	5	15
87.00 Total outlays (gross)	464	475	563
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-42	-16	-16
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-30		
88.96 Portion of offsetting collections (cash) credited to expired accounts	30		
Net budget authority and outlays:			
89.00 Budget authority	458	498	512

EXTENSION ACTIVITIES—Continued
Program and Financing —Continued

Identification code 12-0502-0-1-352	2008 actual	2009 est.	2010 est.
90.00 Outlays	422	459	547

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 National Institute of Food and Agriculture 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.

Programs supported with 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. These 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. Smith-Lever 3(b) and (c) funds and payments to the 1890 colleges and Tuskegee University and West Virginia State University provide funds to support the Extension's infrastructure. Funding for these programs is included in the 2010 Budget request.

Funds for designated programs, funded by Smith-Lever 3(d) such as Youth-At-Risk and Expanded Food and Nutrition Education Program (EFNEP), provide support for the Cooperative Extension System to address identified priority issues.

In 2010, funding has been requested for the EFNEP, pest management, children, youth and families at risk, a youth farm safety education and certification project, improved rural quality of life, Federally-recognized Tribes extension, sustainable agriculture, new technologies for Agricultural Extension, Renewable Resources Extension Act, 1994 (Native American) institutions, rural health and safety, and 1890 colleges and Tuskegee University and West Virginia State University facilities.

Beginning Farmer and Rancher Development Program.— This mandatory program, authorized by section 7410 of the Food, Conservation, and Energy Act of 2008 (FCEA), 2008 Farm Bill, provides funding to support the development of education, outreach, curricula, workshops, educational teams, training, and technical assistance programs to assist beginning farmers and ranchers in the United States and its territories in entering, building, and managing successful farm and ranch enterprises. This program also will provide support for an online electronic and library clearinghouse to provide associated support to individually funded projects, and the overall program.

Healthy Urban Food Enterprise Development.— This mandatory program, authorized by section 4402 of the FCEA provides funding to be used to increase access to healthy affordable foods, including locally produced agricultural products, to underserved communities.

The 2010 Budget includes an additional \$70 million to help revitalize the rural economy through enhancements to research, education and extension programs. Of that increase, \$29 million is included in this account, and \$41 million in the "Research and Education Activities" account. In addition, total funding for NIFA reflects a reduction of \$128 million in earmarks, with \$17 million of the reduction included in this account and \$111 million of the reduction included in the "Research and Education Activities" account.

Object Classification (in millions of dollars)

Identification code 12-0502-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	11	11	12
12.1 Civilian personnel benefits	3	3	3
21.0 Travel and transportation of persons	1	1	1
25.2 Other services	2	2	2
25.5 Research and development contracts	3	3	3
41.0 Grants, subsidies, and contributions	439	478	491
99.0 Direct obligations	459	498	512
99.0 Reimbursable obligations	41	16	16
99.9 Total new obligations	500	514	528

Employment Summary

Identification code 12-0502-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	154	174	174

OUTREACH FOR SOCIALLY DISADVANTAGED FARMERS

Program and Financing (in millions of dollars)

Identification code 12-0601-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 2008 Farm Bill (Section 14004)		15	20
00.10 Outreach for socially disadvantaged farmers	5	1	
10.00 Total new obligations (object class 41.0)	5	16	20
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		1	
22.00 New budget authority (gross)	6	15	20
23.90 Total budgetary resources available for obligation	6	16	20
23.95 Total new obligations	-5	-16	-20
24.40 Unobligated balance carried forward, end of year	1		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	6		
Mandatory:			
62.00 Transferred from other accounts		15	20
70.00 Total new budget authority (gross)	6	15	20
Change in obligated balances:			
72.40 Obligated balance, start of year	12	11	23
73.10 Total new obligations	5	16	20
73.20 Total outlays (gross)	-6	-4	-12
74.40 Obligated balance, end of year	11	23	31
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	2		
86.93 Outlays from discretionary balances	4	2	3
86.97 Outlays from new mandatory authority		2	2

86.98	Outlays from mandatory balances			7
87.00	Total outlays (gross)	6	4	12
Net budget authority and outlays:				
89.00	Budget authority	6	15	20
90.00	Outlays	6	4	12

Outreach for Socially Disadvantaged Farmers Grants.—Section 14004 of the Food, Conservation, and Energy Act of 2008, eliminates the discretionary authorization for appropriations and provides mandatory funds beginning in 2009 for the Outreach and Technical Assistance for Socially Disadvantaged Farmers or Ranchers program. This competitive program is authorized under section 2501 of Title XXV of the Food, Agriculture, Conservation, and Trade Act of 1990. The Secretary of Agriculture is authorized to make grants to eligible institutions and organizations so that they may provide outreach and technical assistance to encourage and assist socially disadvantaged farmers and ranchers to own and operate farms and ranches and to participate in agricultural programs.

Employment Summary

Identification code 12-0601-0-1-351	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	2		

ANIMAL AND PLANT HEALTH INSPECTION SERVICE

Federal Funds

SALARIES AND EXPENSES

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Animal and Plant Health Inspection Service, including up to \$30,000 for representation allowances and for expenses pursuant to the Foreign Service Act of 1980 (22 U.S.C. 4085), **[\$876,675,000, of which \$23,494,000 shall be for the purposes, and in the amounts, specified in the table titled "Animal and Plant Health Inspection Service, Congressionally-designated Projects" in the explanatory statement described in section 4 (in the matter preceding division A of this consolidated Act)] \$872,423,000, of which [\$2,025,000] \$2,058,000 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; of which [\$29,590,000] \$25,047,000 shall be used for the cotton pests program for cost share purposes or for debt retirement for active eradication zones; of which [\$14,500,000] \$14,607,000 shall be for a National Animal Identification program, of which \$3,500,000 is for information technology infrastructure and services, and \$9,395,000 is for field implementation, and \$1,605,000 is for program administration; of which [\$60,594,000] \$60,243,000 shall be used to prevent and control avian influenza and shall remain available until expended; of which \$1,015,000 of the plum pox program shall remain available until September 30, 2010; *Provided*, That funds provided for the contingency fund to meet emergency conditions, information technology infrastructure, fruit fly program, emerging plant pests, cotton pests program, grasshopper and mormon cricket program, *the plum pox program*, the National Veterinary Stockpile, [up to \$12,895,000 in animal health monitoring and surveillance for the animal identification system] *the National Animal Identification System*, up to \$1,500,000 in the scrapie program for indemnities, up to \$1,000,000 for wildlife services methods development, up to \$1,000,000 of the wildlife services operations program for aviation safety, and up to 25 percent of the screwworm program shall remain available until expended: *Provided further*, That no funds shall be used to formulate 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 the operation and mainten-**

ance 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 may be deemed 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 sections 10411 and 10417 of the Animal Health Protection Act (7 U.S.C. 8310 and 8316) and sections 431 and 442 of the Plant Protection Act (7 U.S.C. 7751 and 7772), and any unexpended balances of funds transferred for such emergency purposes in the 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.

In fiscal year **[2009] 2010**, 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. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-1600-0-1-352	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year	5		
Adjustments:			
01.91 Adjustment (for amounts previously reported in the expenditure account as offsetting collections)	-5		
01.99 Balance, start of year			
Receipts:			
02.00 1990 Food, Agricultural Quarantine Inspection Fees	541	484	488
02.20 Fees, Animal and Plant Health Inspection User Fee Account - legislative proposal subject to PAYGO			20
02.99 Total receipts and collections	541	484	508
04.00 Total: Balances and collections	541	484	508
Appropriations:			
05.00 Salaries and Expenses	-541	-484	-488
07.99 Balance, end of year			20

Program and Financing (in millions of dollars)

Identification code 12-1600-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Pest and disease exclusion	161	165	164
00.02 Plant and animal health monitoring	248	269	254
00.03 Pest and disease management programs	350	351	345
00.04 Animal care	21	22	22
00.05 Scientific and technical services	83	84	82
00.06 Contingencies	1	2	3
00.07 Emergency program funding	115	81	16
00.08 Information technology infrastructure	5	5	4
00.10 Physical/operational security	4	6	6
00.12 Agricultural Quarantine Inspection User Fees	208	211	183
00.13 VHS Supplemental		1	4
00.15 2008 Farm Bill, Sections 10201 and 10202		15	17
01.00 Total direct program	1,196	1,212	1,100
09.01 Reimbursable program	104	105	105
10.00 Total new obligations	1,300	1,317	1,205
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	305	313	163
22.00 New budget authority (gross)	1,277	1,167	1,158
22.10 Resources available from recoveries of prior year obligations	32		
23.90 Total budgetary resources available for obligation	1,614	1,480	1,321
23.95 Total new obligations	-1,300	-1,317	-1,205

SALARIES AND EXPENSES—Continued
Program and Financing —Continued

Identification code 12-1600-0-1-352	2008 actual	2009 est.	2010 est.
23.98 Unobligated balance expiring or withdrawn	-1		
24.40 Unobligated balance carried forward, end of year	313	163	116
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	879	877	872
40.35 Appropriation permanently reduced	-6		-35
42.00 Transferred from other accounts	96	29	
43.00 Appropriation (total discretionary)	969	906	837
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	105	107	108
58.10 Change in uncollected customer payments from Federal sources (unexpired)	1		
58.90 Spending authority from offsetting collections (total discretionary)	106	107	108
Mandatory:			
60.20 Appropriation (special fund)	541	484	488
61.00 Transferred to other accounts	-321	-347	-325
62.00 Transferred from other accounts		17	50
62.50 Appropriation (total mandatory)	220	154	213
69.00 Offsetting collections (cash)	-18		
70.00 Total new budget authority (gross)	1,277	1,167	1,158
Change in obligated balances:			
72.40 Obligated balance, start of year	395	380	517
73.10 Total new obligations	1,300	1,317	1,205
73.20 Total outlays (gross)	-1,274	-1,180	-1,180
73.40 Adjustments in expired accounts (net)	-18		
73.45 Recoveries of prior year obligations	-32		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-1		
74.10 Change in uncollected customer payments from Federal sources (expired)	10		
74.40 Obligated balance, end of year	380	517	542
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	810	878	837
86.93 Outlays from discretionary balances	261	155	152
86.97 Outlays from new mandatory authority	182	136	173
86.98 Outlays from mandatory balances	21	11	18
87.00 Total outlays (gross)	1,274	1,180	1,180
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-17	-30	-31
88.40 Non-Federal sources	-81	-77	-77
88.90 Total, offsetting collections (cash)	-98	-107	-108
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-1		
88.96 Portion of offsetting collections (cash) credited to expired accounts	11		
Net budget authority and outlays:			
89.00 Budget authority	1,189	1,060	1,050
90.00 Outlays	1,176	1,073	1,072

The major objective of the Animal and Plant Health Inspection Service (APHIS) is to protect the health and value of American agriculture and natural resources against a variety of threats. To achieve this mission, APHIS has developed a protection system that is based on a strategic premise that safeguarding the health of animals, plants, and ecosystems makes possible safe agricultural trade and reduces losses to agricultural and natural resources. This mission is carried out under the five major areas of activity, as follows:

Pest and disease exclusion.—APHIS develops protocols for trade and travel to prevent the entry of plant or animal pests and diseases into the United States and conducts quarantines and

treatments of regulated products. 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 species.

Plant and animal health monitoring.—APHIS 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. APHIS 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.—APHIS 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. The budget for a number of programs is based on cost-share criteria for Federal and non-Federal partners to respond to a plant and animal infestation.

Animal care.—APHIS conducts regulatory activities that ensure the humane care and handling of animals used in research, exhibition, or the wholesale pet trade. APHIS 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. APHIS 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 to support programs of APHIS and its cooperators at the State, national, and international levels.

The 2010 Budget includes an additional \$10.575 million for pay costs, increases totalling \$13.291 million for the miscellaneous plant pests, cattle fever ticks and overseas technical and trade operations programs, a reduction of \$4.624 million in the cotton pests program, and the elimination of \$23.494 million in prior year earmarks.

Object Classification (in millions of dollars)

Identification code 12-1600-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	421	438	423
11.3 Other than full-time permanent	5	6	6
11.5 Other personnel compensation	5	6	6
11.9 Total personnel compensation	431	450	435
12.1 Civilian personnel benefits	126	126	124
13.0 Benefits for former personnel	1	1	1
21.0 Travel and transportation of persons	42	44	38
22.0 Transportation of things	7	12	7
23.1 Rent, Communications, and Utilities	39	42	37

24.0	Printing and reproduction	2	2	2
25.2	Other services	382	406	340
26.0	Supplies and materials	76	65	61
31.0	Equipment	31	30	29
41.0	Other grants, subsidies, and contributions	22	22	18
42.0	Other insurance claims and indemnities	36	11	7
43.0	Interest and dividends	1	1	1
99.0	Direct obligations	1,196	1,212	1,100
99.0	Reimbursable obligations	104	105	105
99.9	Total new obligations	1,300	1,317	1,205

Employment Summary

Identification code 12-1600-0-1-352		2008 actual	2009 est.	2010 est.
Direct:				
1001	Civilian full-time equivalent employment	6,532	6,653	6,244
Reimbursable:				
2001	Civilian full-time equivalent employment	1,061	1,061	1,061

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, \$4,712,000, to remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1601-0-1-352		2008 actual	2009 est.	2010 est.
Obligations by program activity:				
00.01	Buildings and facilities	3	3	4
10.00	Total new obligations	3	3	4
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	10	7	9
22.00	New budget authority (gross)	5	5	5
23.90	Total budgetary resources available for obligation	10	12	14
23.95	Total new obligations	-3	-3	-4
24.40	Unobligated balance carried forward, end of year	7	9	10
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	5	5	5
Change in obligated balances:				
72.40	Obligated balance, start of year	8	7	6
73.10	Total new obligations	3	3	4
73.20	Total outlays (gross)	-4	-4	-5
74.40	Obligated balance, end of year	7	6	5
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	1	1	1
86.93	Outlays from discretionary balances	4	3	4
87.00	Total outlays (gross)	4	4	5
Net budget authority and outlays:				
89.00	Budget authority	5	5	5
90.00	Outlays	4	4	5

The buildings and facilities account provides for construction, repairs, preventive maintenance, and alterations, as needed, for Animal and Plant Health Inspection Service (APHIS) operated facilities, which include animal quarantine stations, border inspection stations, sterile insect rearing facilities, and laboratories.

The 2010 Budget proposes \$4.712 million for this program, which consists of repairs, alterations, preventive maintenance,

and renovations for currently owned APHIS facilities, including additional funding to address safety issues with several facilities.

Object Classification (in millions of dollars)

Identification code 12-1601-0-1-352		2008 actual	2009 est.	2010 est.
Direct obligations:				
25.2	Other services	2	3	4
41.0	Grants, subsidies, and contributions	1	1	1
99.9	Total new obligations	3	3	4

Trust Funds

MISCELLANEOUS TRUST FUNDS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-9971-0-7-352		2008 actual	2009 est.	2010 est.
01.00	Balance, start of year			
01.99	Balance, start of year			
Receipts:				
02.20	Deposits of Miscellaneous Contributed Funds, APHIS	17	14	14
04.00	Total: Balances and collections	17	14	14
Appropriations:				
05.00	Miscellaneous Trust Funds	-17	-14	-14
07.99	Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-9971-0-7-352		2008 actual	2009 est.	2010 est.
Obligations by program activity:				
00.01	Miscellaneous trust funds	17	17	17
10.00	Total new obligations	17	17	17
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	15	16	13
22.00	New budget authority (gross)	17	14	14
22.10	Resources available from recoveries of prior year obligations	1	1	1
23.90	Total budgetary resources available for obligation	33	30	27
23.95	Total new obligations	-17	-17	-17
24.40	Unobligated balance carried forward, end of year	16	13	10
New budget authority (gross), detail:				
Mandatory:				
60.26	Appropriation (trust fund)	17	14	14
Change in obligated balances:				
72.40	Obligated balance, start of year	2	2	5
73.10	Total new obligations	17	17	17
73.20	Total outlays (gross)	-16	-14	-15
73.45	Recoveries of prior year obligations	-1	1	1
74.40	Obligated balance, end of year	2	5	7
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	12	12	13
86.98	Outlays from mandatory balances	4	2	2
87.00	Total outlays (gross)	16	14	15
Net budget authority and outlays:				
89.00	Budget authority	17	14	14
90.00	Outlays	16	14	15

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

Miscellaneous contributed funds.—Funds are received from States, local organizations, individuals, and others and are available for plant and animal quarantine inspection and cooperative plant and animal disease and pest control activities (7

MISCELLANEOUS TRUST FUNDS—Continued

U.S.C. 450b, 2220). Commencing in 1979, fees were collected for the importation of commercial birds.

Object Classification (in millions of dollars)

Identification code 12-9971-0-7-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	8	8	8
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	8	9	9
12.1 Civilian personnel benefits	2	1	1
21.0 Travel and transportation of persons	3	3	3
25.2 Other services	1	1	1
26.0 Supplies and materials	3	2	2
31.0 Equipment	1	1	1
99.9 Total new obligations	17	17	17

Employment Summary

Identification code 12-9971-0-7-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	150	150	150

FOOD SAFETY AND INSPECTION SERVICE

Federal Funds

FOOD SAFETY AND INSPECTION SERVICE

For necessary expenses to carry out services authorized by the Federal Meat Inspection Act, the Poultry Products Inspection Act, and the Egg Products Inspection Act, including not to exceed \$50,000 for representation allowances and for expenses pursuant to section 8 of the Act approved August 3, 1956 (7 U.S.C. 1766), **[\$971,566,000]** \$1,018,520,000; 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 1327 of the Food, Agriculture, Conservation and Trade Act of 1990 (7 U.S.C. 138f): *Provided*, That no fewer than 120 full-time equivalent positions shall be employed during fiscal year **[2009]** 2010 for purposes dedicated solely to inspections and enforcement related to the Humane Methods of Slaughter Act: **[Provided further**, That of the amount available under this heading, \$3,000,000 shall be obligated to maintain the Humane Animal Tracking System as part of the Public Health Data Communication Infrastructure System: **]** *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, 2009.)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-3700-0-1-554	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.20 Fees, Food Safety Inspection User Fee Account - legislative proposal subject to PAYGO			4
04.00 Total: Balances and collections			4
07.99 Balance, end of year			4

Program and Financing (in millions of dollars)

Identification code 12-3700-0-1-554	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Salaries and expenses	938	976	1,019
09.01 Reimbursable program	165	140	143
10.00 Total new obligations	1,103	1,116	1,162
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	24	7	3
22.00 New budget authority (gross)	1,081	1,112	1,162
22.10 Resources available from recoveries of prior year obligations ...	5		
23.90 Total budgetary resources available for obligation	1,110	1,119	1,165
23.95 Total new obligations	-1,103	-1,116	-1,162
24.40 Unobligated balance carried forward, end of year	7	3	3
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	930	972	1,019
41.00 Transferred to other accounts	-17		
42.00 Transferred from other accounts	15		
43.00 Appropriation (total discretionary)	928	972	1,019
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	147	140	143
58.10 Change in uncollected customer payments from Federal sources (unexpired)	6		
58.90 Spending authority from offsetting collections (total discretionary)	153	140	143
70.00 Total new budget authority (gross)	1,081	1,112	1,162
Change in obligated balances:			
72.40 Obligated balance, start of year	138	164	215
73.10 Total new obligations	1,103	1,116	1,162
73.20 Total outlays (gross)	-1,058	-1,065	-1,135
73.40 Adjustments in expired accounts (net)	-11		
73.45 Recoveries of prior year obligations	-5		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-6		
74.10 Change in uncollected customer payments from Federal sources (expired)	3		
74.40 Obligated balance, end of year	164	215	242
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	943	940	957
86.93 Outlays from discretionary balances	115	125	178
87.00 Total outlays (gross)	1,058	1,065	1,135
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-3	-2	-2
88.40 Non-Federal sources	-147	-138	-141
88.90 Total, offsetting collections (cash)	-150	-140	-143
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-6		
88.96 Portion of offsetting collections (cash) credited to expired accounts	3		
Net budget authority and outlays:			
89.00 Budget authority	928	972	1,019
90.00 Outlays	908	925	992

The primary objectives of the Food Safety and Inspection Service (FSIS) 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, the Poultry Products Inspection Act, and the Egg Products Inspection Act. In carrying out this mission, FSIS oversight responsibility covers a significant percentage of American spending on food. Providing adequate resources for Federal food safety agencies is a priority of the Administration, and the 2010 Budget proposes a \$47 million increase from the 2009 enacted funding level for inspection of

meat, poultry, and egg products. The increase for 2010 will cover the pay cost increases for agency employees, upgrades to the agency's information system infrastructure, and additional food safety assessments to protect public health. In addition, legislation will be submitted for a performance-based user fee which will be charged to plants that have sample failures or require additional inspection activities due to a pattern of regulatory non-compliance.

FEDERALLY FUNDED INSPECTION ACTIVITIES

	2008 actual	2009 est.	2010 est.
Federally inspected establishments:			
Slaughter plants	124	122	119
Processing plants	3,948	3,899	3,821
Combination slaughter and processing plants	882	871	853
Talmadge-Aiken plants	382	377	369
Import establishments	132	145	153
Egg plants	78	77	75
Other plants	711	705	690
Federally inspected and passed production (millions of pounds):			
Meat slaughter	50,266	51,000	52,000
Poultry slaughter	59,531	60,000	61,000
Egg products	4,540	4,650	4,650
Import/export activity (millions of pounds):			
Meat and poultry imported	3,279	3,279	3,500
Meat and poultry exported	15,875	15,016	14,334
States and territories with cooperative programs: ¹			
Intrastate inspection	27	27	27
Talmadge-Aiken inspection	9	9	9
Number of slaughter and/or processing plants (excludes exempt plants)	1,773	1,744	1,709
Pounds inspected slaughter (millions)	1,027	972	1,007
Compliance activities:²			
Corrective action reviews	17,173	17,173	17,173
Corrective actions completed	1,150	1,150	1,150
Product Testing (samples analyzed):			
Food chemistry			
Food microbiology	277	300	300
Food microbiology	89,612	95,000	95,000
Chemical residues	35,684	37,000	37,000
Antibiotic residues	176,783	186,000	186,000
Pathology samples	5,701	5,750	5,750
Egg Products:			
Food microbiology	1,651	1,700	1,700
Consumer Education and public outreach:			
Meat and poultry hotline calls received	77,576	75,000	73,000
Website visits	12,782,686	14,042,686	15,302,686
Electronic messages received	11,457	13,414	13,414
Publications distributed	1,000,000	1,030,000	1,060,000
E-mail alert service subscribers	48,625	50,000	52,000
Epidemiological Investigations:			
Cooperative efforts with State and public health offices	54	54	54
Illnesses reported and treated ³	2,066	2,200	2,200

¹States with cooperative agreements which are operating programs.

²Number decreased due to re-allocation of resources to Food Safety outbreak investigation and Export Certification Investigation.

³Data must be collected over a number of years to chart national trends and estimate the incidence of foodborne illness and treatment.

Object Classification (in millions of dollars)

Identification code 12-3700-0-1-554	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	484	526	542
11.3 Other than full-time permanent	12	13	14
11.5 Other personnel compensation	21	22	23
11.9 Total personnel compensation	517	561	579
12.1 Civilian personnel benefits	175	190	196
13.0 Benefits for former personnel	1	1	1
21.0 Travel and transportation of persons	38	33	34
22.0 Transportation of things	4	3	4
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	13	12	19
24.0 Printing and reproduction	1	1	1
25.1 Advisory and assistance services	4	3	3
25.2 Other services	65	57	62
25.3 Other purchases of goods and services from Government accounts	36	32	37
25.4 Operation and maintenance of facilities	3	3	2
25.7 Operation and maintenance of equipment	1	1	1

26.0	Supplies and materials	13	12	12
31.0	Equipment	15	13	14
32.0	Land and structures	1	1	1
41.0	Grants, subsidies, and contributions	49	50	50
42.0	Insurance claims and indemnities .....	.....	1	1
99.0	Direct obligations	938	976	1,019
99.0	Reimbursable obligations	165	140	143
99.9	Total new obligations	1,103	1,116	1,162

Employment Summary

Identification code 12-3700-0-1-554	2008 actual	2009 est.	2010 est.	
Direct:				
1001	Civilian full-time equivalent employment	9,352	9,563	9,587
Reimbursable:				
2001	Civilian full-time equivalent employment	49	42	43

Trust Funds

EXPENSES AND REFUNDS, INSPECTION AND GRADING OF FARM PRODUCTS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8137-0-7-352	2008 actual	2009 est.	2010 est.	
01.00	Balance, start of year .....	.....	.....
01.99	Balance, start of year .....	.....	.....
Receipts:				
02.20	Deposits of Fees, Inspection and Grading of Farm Products, Food Safety and Quality Service	10	9	9
04.00	Total: Balances and collections	10	9	9
Appropriations:				
05.00	Expenses and Refunds, Inspection and Grading of Farm Products	-10	-9	-9
05.99	Total appropriations	-10	-9	-9
07.99	Balance, end of year .....	.....	.....

Program and Financing (in millions of dollars)

Identification code 12-8137-0-7-352	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	Expenses and refunds, inspection and grading of farm products	12	9	9
10.00	Total new obligations	12	9	9
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	2	.....	.....
22.00	New budget authority (gross)	10	9	9
23.90	Total budgetary resources available for obligation	12	9	9
23.95	Total new obligations	-12	-9	-9

New budget authority (gross), detail:

Mandatory:				
60.26	Appropriation (trust fund)	10	9	9

Change in obligated balances:

72.40	Obligated balance, start of year	1	.....	.....
73.10	Total new obligations	12	9	9
73.20	Total outlays (gross)	-13	-9	-9
74.40	Obligated balance, end of year .....	.....	.....	.....

Outlays (gross), detail:

86.97	Outlays from new mandatory authority	10	9	9
86.98	Outlays from mandatory balances	3	.....	.....
87.00	Total outlays (gross)	13	9	9

Net budget authority and outlays:

89.00	Budget authority	10	9	9
90.00	Outlays	13	9	9

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

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	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	6	4	4
11.5 Other personnel compensation	3	3	3
11.9 Total personnel compensation	9	7	7
12.1 Civilian personnel benefits	2	2	2
99.0 Direct obligations	11	9	9
99.5 Below reporting threshold	1		
99.9 Total new obligations	12	9	9

Employment Summary

Identification code 12-8137-0-7-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	73	66	66

GRAIN INSPECTION, PACKERS AND STOCKYARDS ADMINISTRATION

Federal Funds

SALARIES AND EXPENSES

For necessary expenses of the Grain Inspection, Packers and Stockyards Administration, **[\$40,342,000] \$41,964,000: 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, 2009.)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-2400-0-1-352	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.20 Fees, Grain Inspection, Packers and Stockyards User Fee Account - legislative proposal subject to PAYGO			27
04.00 Total: Balances and collections			27
07.99 Balance, end of year			27

Program and Financing (in millions of dollars)

Identification code 12-2400-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Standardization	4	4	4
00.02 Compliance	7	7	7
00.03 Methods development	6	7	7
00.04 Packers and stockyards program	21	22	24
09.01 Reimbursable program	1	1	1
10.00 Total new obligations	39	41	43

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		1	1
22.00 New budget authority (gross)	40	41	43
23.90 Total budgetary resources available for obligation	40	42	44
23.95 Total new obligations	-39	-41	-43
24.40 Unobligated balance carried forward, end of year		1	1

New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	39	40	42
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	1	1	1
70.00 Total new budget authority (gross)	40	41	43

Change in obligated balances:			
72.40 Obligated balance, start of year	6	7	7
73.10 Total new obligations	39	41	43
73.20 Total outlays (gross)	-38	-41	-43
74.40 Obligated balance, end of year	7	7	7

Outlays (gross), detail:			
86.90 Outlays from new discretionary authority		34	36
86.93 Outlays from discretionary balances	6	7	7
87.00 Total outlays (gross)	38	41	43

Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-1	-1	-1

Net budget authority and outlays:			
89.00 Budget authority	39	40	42
90.00 Outlays	37	40	42

The Grain Inspection, Packers and Stockyards Administration's (GIPSA) Grain Regulatory Program promotes and enforces the accurate and uniform application of the United States Grain Standards Act (USGSA) and applicable provisions of the Agricultural Marketing Act of 1946. GIPSA identifies, evaluates, and implements new or improved techniques for measuring grain quality. GIPSA also establishes and updates testing and grading standards to facilitate the marketing of U.S. grain, oilseeds, and related products. GIPSA 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.

GIPSA's Packers and Stockyards Program is responsible for administering the Packers and Stockyards Act of 1921 (P&S Act), which prohibits unfair, deceptive, and fraudulent practices by market agencies, dealers, packers, swine contractors, and live poultry dealers in the livestock, poultry, and meatpacking industries. The P&S Act makes it unlawful for a regulated entity to engage in unfair, unjustly discriminatory, or deceptive practices. Packers, live poultry dealers, and swine contractors are also prohibited from engaging in specific anti-competitive practices. GIPSA conducts two broad types of activities, regulatory and investigative, in its administration and enforcement of the P&S Act. GIPSA activities cover two general areas: Business Practices and Financial Protection. Business Practices are further divided into Competition and Trade Practices. GIPSA 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.

MAIN WORKLOAD FACTORS

	2008 actual	2009 est.	2010 est.
Grain Regulatory Program			
U.S. standards and factors (attribute tests) in effect at end of year	135	135	135
Standards reviews and factors in progress	9	6	6
Standards reviews and factors completed	2	2	2
On-site investigations	15	15	15
Designations renewed	19	17	17
Registration certificates issued	149	135	135
Packers and Stockyards Program			
Investigations	1,715	1,766	1,819
Regulatory Activities	1,312	1,351	1,392
Livestock market agencies/dealers registered	6,007	5,647	5,477
Stockyards posted	1,392	1,390	1,362
Slaughtering and processing packers subject to the Act (estimated)	4,800	4,704	4,610
Meat distributors, brokers, and dealers subject to the Act (estimated)	3,600	3,564	3,493
Poultry operations subject to the Act	126	125	125

Object Classification (in millions of dollars)

Identification code 12-2400-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	23	24	25
12.1 Civilian personnel benefits	7	6	7
21.0 Travel and transportation of persons	2	2	2
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	3	5	5
26.0 Supplies and materials	1	1	1
31.0 Equipment	1	1	1
99.0 Direct obligations	38	40	42
99.0 Reimbursable obligations	1	1	1
99.9 Total new obligations	39	41	43

Employment Summary

Identification code 12-2400-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	253	263	270
Reimbursable:			
2001 Civilian full-time equivalent employment	4	4	4

LIMITATION ON INSPECTION AND WEIGHING SERVICES EXPENSES

Not to exceed \$42,463,000 (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 Committees on Appropriations of both Houses of Congress. (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, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-4050-0-3-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
09.00 Limitation on inspection and weighing services expenses	42	42	42
10.00 Total new obligations	42	42	42
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	6	10	10
22.00 New budget authority (gross)	46	42	42
23.90 Total budgetary resources available for obligation	52	52	52
23.95 Total new obligations	-42	-42	-42
24.40 Unobligated balance carried forward, end of year	10	10	10

New budget authority (gross), detail:

Mandatory:			
69.00 Offsetting collections (cash)	46	42	42

Change in obligated balances:

72.40 Obligated balance, start of year	-2	-1	-1
73.10 Total new obligations	42	42	42

73.20 Total outlays (gross)	-41	-42	-42
74.40 Obligated balance, end of year	-1	-1	-1
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	39	42	42
86.98 Outlays from mandatory balances	2		
87.00 Total outlays (gross)	41	42	42
Offsets:			
88.40 Against gross budget authority and outlays: Offsetting collections (cash) from: Non-Federal sources	-46	-42	-42
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	-5		

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.

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. GIPSA supervises the inspection and weighing activities performed by its own employees. GIPSA also oversees the inspection and weighing of grain performed by employees of 6 delegated States and 55 designated State and private agencies. GIPSA 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, GIPSA provides grading services, on request, for rice and grain related products under the authority of the Agricultural Marketing Act of 1946.

	2008 actual	2009 est.	2010 est.
Export grain inspected and/or weighed (million metric tons):			
By Federal personnel	81.4	67.8	72.3
By delegated States	32.2	17.9	19.1
Quantity of grain inspected (official inspections) domestically (million metric tons)	181.3	166.7	181.0
Number of grain official inspections and reinspections:			
By Federal personnel	90,000	96,709	97,837
By delegated state/official agency licenses	3,200,000	3,473,431	3,673,190
Number of appeals (Grain, Rice, and Pulses)	5,300	3,739	3,750
Number of appeals to the Board of Appeals and Review (Grain, Rice, and Pulses)	463	466	426
Quantity of rice inspected (million metric tons)	1.9	2.3	2.4
Quantity of rice exports (million metric tons)	3.8	3.4	4.1

Object Classification (in millions of dollars)

Identification code 12-4050-0-3-352	2008 actual	2009 est.	2010 est.
Reimbursable obligations:			
Personnel compensation:			
11.1 Full-time permanent	30	30	30
11.3 Other than full-time permanent	1	1	1
11.9 Total personnel compensation	31	31	31
12.1 Civilian personnel benefits	4	5	5
21.0 Travel and transportation of persons	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	4	3	3
26.0 Supplies and materials	1	1	1
99.9 Total new obligations	42	42	42

Employment Summary

Identification code 12-4050-0-3-352	2008 actual	2009 est.	2010 est.
Reimbursable:			
2001 Civilian full-time equivalent employment	390	390	390

AGRICULTURAL MARKETING SERVICE**Federal Funds**

MARKETING SERVICES

For necessary expenses of the Agricultural Marketing Service, **[\$86,711,000] \$90,848,000: 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.

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. 91-99, 136i-136l, 138-138l, 291-292, 415b-415d, 471-476, 501-508, 581-599, 951-957, 1031-1056, 1291, 1551-56, 1621-27, 2204(b)(c), 4401-06, 6501-22; 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; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

LIMITATION ON ADMINISTRATIVE EXPENSES

Not to exceed **[\$62,888,000] \$64,583,000** (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 Committees on Appropriations of both Houses of Congress. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-2500-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Market news service	33	33	34
00.02 Inspection and standardization	7	8	8
00.03 Market protection and promotion	33	45	48
00.04 Wholesale market development	4	3	3
00.05 Transportation services	3	3	3
09.01 Reimbursable program	54	66	68
10.00 Total new obligations	134	158	164
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	27	32	33
22.00 New budget authority (gross)	138	159	165
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	166	191	198
23.95 Total new obligations	-134	-158	-164
24.40 Unobligated balance carried forward, end of year	32	33	34
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	77	87	91
40.35 Appropriation permanently reduced	-1		
43.00 Appropriation (total discretionary)	76	87	91
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	56	66	68
58.00 Offsetting collections (cash) interest earned		1	1
58.90 Spending authority from offsetting collections (total discretionary)	56	67	69
Mandatory:			
62.00 Transferred from other accounts	6	5	5
70.00 Total new budget authority (gross)	138	159	165
Change in obligated balances:			
72.40 Obligated balance, start of year	30	21	23
73.10 Total new obligations	134	158	164
73.20 Total outlays (gross)	-142	-156	-165
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	21	23	22
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	120	145	149
86.93 Outlays from discretionary balances	22		11
86.97 Outlays from new mandatory authority		5	5
86.98 Outlays from mandatory balances		6	

87.00	Total outlays (gross)	142	156	165
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-3	-3	-3
88.20	Interest on Federal securities		-1	-1
88.40	Non-Federal sources	-54	-63	-65
88.90	Total, offsetting collections (cash)	-57	-67	-69
Against gross budget authority only:				
88.96	Portion of offsetting collections (cash) credited to expired accounts	1		
Net budget authority and outlays:				
89.00	Budget authority	82	92	96
90.00	Outlays	85	89	96

Agricultural Marketing Service activities assist producers and handlers of agricultural commodities by providing a variety of marketing-related 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 Marketing Services 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 700 commodities on domestic and foreign markets.

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 on request for cotton and 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

	2008 actual	2009 est.	2010 est.
Percentage of reports released on time	96.2%	95%	95%

COTTON AND TOBACCO USER FEE PROGRAM

	2008 actual	2009 est.	2010 est.
Cotton classed (bales in millions)	18	13	14
Domestic tobacco graded (million pounds)	12	11	11
Imported tobacco inspected (million kilograms)	159	160	160

FEDERALLY FUNDED INSPECTION AND MARKETING ACTIVITIES

	2008 actual	2009 est.	2010 est.
States and Commonwealths with cooperative agreements	52	52	52
Percentage of noncomplying shell egg lots that are reprocessed or diverted	100%	100%	100%

STANDARDIZATION ACTIVITIES

	2008 actual	2009 est.	2010 est.
International and U.S. standards in effect, end of fiscal year	512	515	527
Number of commodities covered	227	228	239

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, popcorn, blueberries, avocados, lamb, mangos and peanuts; (2) the Federal Seed

Act; and (3) the administration of the Capper-Volstead Act and the Agricultural Fair Practices Act.

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.

The national organic program certifies that organically produced food products meet national standards.

MARKET PROTECTION AND PROMOTION ACTIVITIES

	2008 actual	2009 est.	2010 est.
Pesticide data program (PDP):			
Number of children's food commodities included in PDP	47	47	48
Number of compounds reported by PDP labs	427	388	391
Pesticide recordkeeping:			
Number of State/Federal Inspections conducted	4222	4,000	4,000
Percentage of sampling goal attained	105%	100%	100%
Seed Act:			
Interstate investigations:			
Completed	351	350	350
Pending	386	375	375
Seed samples tested	1326	1400	1400
Percentage of cases submitted that are completed	100%	100%	100%
Plant Variety Protection Act:			
Number of applications received	412	212	212
Certificates of protection issued and abandoned	454	350	400
Research and promotion collections (dollars in millions)	524	524	524
Percentage of board budgets and marketing plans approved within time frame goal	100%	100%	100%

Wholesale market development.—This program is designed to enhance the marketing of domestic agricultural commodities by conducting research into more efficient marketing methods 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

	2008 actual	2009 est.	2010 est.
Number of projects completed	21	12	12

TRANSPORTATION SERVICES ACTIVITIES

	2008 actual	2009 est.	2010 est.
Number of projects completed	12	11	11

Object Classification (in millions of dollars)

Identification code 12-2500-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	31	31	34
11.3 Other than full-time permanent	3	3	3
11.9 Total personnel compensation	34	34	37
12.1 Civilian personnel benefits	9	10	10
21.0 Travel and transportation of persons	2	2	3
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	2	3	2
25.2 Other services	22	32	33
25.3 Other purchases of goods and services from Government accounts	8	8	8
26.0 Supplies and materials	1	1	1
31.0 Equipment	1	1	1

99.0 Direct obligations	80	92	96
99.0 Reimbursable obligations	54	66	68
99.9 Total new obligations	134	158	164

Employment Summary

Identification code 12-2500-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	430	452	464
Reimbursable:			
2001 Civilian full-time equivalent employment	566	555	555

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)), \$1,334,000. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-2501-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Payments to States and possessions	21	60	56
10.00 Total new obligations (object class 41.0)	21	60	56
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	8	9	.....
22.00 New budget authority (gross)	22	51	56
23.90 Total budgetary resources available for obligation	30	60	56
23.95 Total new obligations	-21	-60	-56
24.40 Unobligated balance carried forward, end of year	9	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	12	2	1
Mandatory:			
62.00 Transferred from other accounts	10	49	55
70.00 Total new budget authority (gross)	22	51	56
Change in obligated balances:			
72.40 Obligated balance, start of year	5	15	62
73.10 Total new obligations	21	60	56
73.20 Total outlays (gross)	-11	-13	-20
74.40 Obligated balance, end of year	15	62	98
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	3	1	.....
86.93 Outlays from discretionary balances	8	9	1
86.98 Outlays from mandatory balances .....	.....	3	19
87.00 Total outlays (gross)	11	13	20
Net budget authority and outlays:			
89.00 Budget authority	22	51	56
90.00 Outlays	11	13	20

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.

PAYMENTS TO STATES AND POSSESSIONS—Continued
Employment Summary

Identification code 12-2501-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	1	4	4

PERISHABLE AGRICULTURAL COMMODITIES ACT FUND
Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-5070-0-2-352	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.00 License Fees and Defaults, Perishable Agricultural Commodities Act Fund	6	7	7
Adjustments:			
02.91 Adjustment for total FY08 collections recorded in both receipt accounts	1		
02.99 Total receipts and collections	7	7	7
04.00 Total: Balances and collections	7	7	7
Appropriations:			
05.00 Perishable Agricultural Commodities Act Fund	-7	-7	-7
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-5070-0-2-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Perishable Agricultural Commodities Act	10	10	11
10.00 Total new obligations	10	10	11
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	15	12	9
22.00 New budget authority (gross)	7	7	7
23.90 Total budgetary resources available for obligation	22	19	16
23.95 Total new obligations	-10	-10	-11
24.40 Unobligated balance carried forward, end of year	12	9	5
New budget authority (gross), detail:			
Mandatory:			
60.20 Appropriation (special fund)	7	7	7
Change in obligated balances:			
72.40 Obligated balance, start of year	2	1	1
73.10 Total new obligations	10	10	11
73.20 Total outlays (gross)	-11	-10	-11
74.40 Obligated balance, end of year	1	1	1
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	7	7	7
86.98 Outlays from mandatory balances	4	3	4
87.00 Total outlays (gross)	11	10	11
Net budget authority and outlays:			
89.00 Budget authority	7	7	7
90.00 Outlays	11	10	11

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.

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. 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) increased the license fee and phased out fees for wholesale grocers and retailers by 1999; (2) provided permanent authority to the Secretary of Agriculture to set license and reparation complaint filing fees; and (3) repealed the 25 percent maximum funding reserve cap.

PERISHABLE AGRICULTURAL COMMODITIES ACT ACTIVITIES

	2008 actual	2009 est.	2010 est.
Percentage of informal reparation complaints completed within time frame goal	89%	85%	85%

Object Classification (in millions of dollars)

Identification code 12-5070-0-2-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	6	6	6
12.1 Civilian personnel benefits	2	2	2
21.0 Travel and transportation of persons	1		
25.3 Other purchases of goods and services from Government accounts	1	2	3
99.9 Total new obligations	10	10	11

Employment Summary

Identification code 12-5070-0-2-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	82	85	85

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, including not less than **[\$10,000,000]** \$20,000,000 for replacement of a system to support commodity purchases, 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 **[\$17,270,000]** \$20,056,000 for formulation and administration of marketing agreements and orders pursuant to the Agricultural Marketing Agreement Act of 1937 and the Agricultural Act of 1961. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-5209-0-2-605	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year	13,423	14,656	14,500
01.99 Balance, start of year	13,423	14,656	14,500
Receipts:			
02.00 30 Percent of Customs Duties, Funds for Strengthening Markets, Income and Supply (section 32)	8,113	7,185	7,399
02.40 General Fund Payment, Funds for Strengthening Markets, Income, and Supply (section 32)		1	1
02.99 Total receipts and collections	8,113	7,186	7,400
04.00 Total: Balances and collections	21,536	21,842	21,900

Appropriations:				
05.00	Funds for Strengthening Markets, Income, and Supply (section 32)	-7,564	-7,979	-8,061
05.01	Funds for Strengthening Markets, Income, and Supply (section 32)			-343
05.02	Funds for Strengthening Markets, Income, and Supply (section 32)	684	294	
05.03	Funds for Strengthening Markets, Income, and Supply (section 32)		343	
05.99	Total appropriations	-6,880	-7,342	-8,404
07.99	Balance, end of year	14,656	14,500	13,496

Program and Financing (in millions of dollars)

Identification code 12-5209-0-2-605	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	Child nutrition program purchases	465	569	641
00.02	Emergency surplus removal	53	145	193
00.04	State option contract		5	5
00.05	Removal of defective commodities	50	3	3
00.06	Disaster Relief	2	5	5
00.07	2008 Farm Bill Specialty Crop Purchases	181	193	199
00.08	2008 Farm Bill Whole Grain Products Study		4	
00.91	Subtotal, Commodity program payments	751	924	1,046
01.01	Administrative expenses	30	29	32
01.02	Replacement of computer system	20	10	20
01.91	Direct Program by Activities - Subtotal (1 level)	50	39	52
01.92	Total direct program	801	963	1,098
09.11	Reimbursable program	1	1	1
10.00	Total new obligations	802	964	1,099

Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	500	293	
22.00	New budget authority (gross)	595	671	1,399
23.90	Total budgetary resources available for obligation	1,095	964	1,399
23.95	Total new obligations	-802	-964	-1,099
24.40	Unobligated balance carried forward, end of year	293		300

New budget authority (gross), detail:				
Discretionary:				
40.36	Unobligated balance permanently reduced			-43
Mandatory:				
60.20	Appropriation (special fund)	7,564	7,979	8,061
60.28	Appropriation (previously unavailable)			343
60.38	Unobligated balance temporarily reduced	-684	-294	
60.45	Portion precluded from obligation		-343	
61.00	Transferred to other accounts	-6,339	-6,672	-6,963
62.50	Appropriation (total mandatory)	541	670	1,441
69.00	Offsetting collections (cash)	54	1	1
70.00	Total new budget authority (gross)	595	671	1,399

Change in obligated balances:				
72.40	Obligated balance, start of year	60	68	361
73.10	Total new obligations	802	964	1,099
73.20	Total outlays (gross)	-794	-671	-1,399
74.40	Obligated balance, end of year	68	361	61

Outlays (gross), detail:				
86.90	Outlays from new discretionary authority			-43
86.97	Outlays from new mandatory authority	234	671	1,442
86.98	Outlays from mandatory balances	560		
87.00	Total outlays (gross)	794	671	1,399

Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-54	-1	-1

Net budget authority and outlays:				
89.00	Budget authority	541	670	1,398
90.00	Outlays	740	670	1,398

The Agriculture Appropriations Act of 1935 established the Section 32 program (7 U.S.C. 612c) which provides that 30 percent

of U.S. Customs receipts for each calendar year are transferred to this account within the Department of Agriculture. The purpose of the Section 32 program is three-fold: to encourage the exportation of agricultural commodities and products, to encourage domestic consumption of agricultural products by diverting them, and to reestablish farmers' purchasing power by making payments in connection with the normal production of any agricultural commodity for domestic consumption. There is also a requirement that the funds available under Section 32 shall be principally devoted to perishable agricultural commodities (e.g., fruits and vegetables). Program funds are used for a variety of purposes in support of the three primary purposes specified in the program's authorizing legislation. Funds may be used to stabilize market conditions through purchasing surplus commodities which are in turn, distributed to nutrition assistance programs. Program funds are also used to purchase commodities that are distributed to schools as part of Child Nutrition Programs entitlements. Furthermore, funds are transferred to the Food and Nutrition Service for commodity purchases under section 6 of the National School Lunch Act and other authorities specified in the Child Nutrition Programs appropriation. In recent years, program funds have also been used to provide specialty crop, livestock, sheep and lamb producers with disaster assistance in the form of direct payments and commodities.

Object Classification (in millions of dollars)

Identification code 12-5209-0-2-605	2008 actual	2009 est.	2010 est.	
Direct obligations:				
11.1	Personnel compensation: Full-time permanent	13	13	13
12.1	Civilian personnel benefits	4	4	4
21.0	Travel and transportation of persons	1	1	1
22.0	Transportation of things	1	1	2
23.3	Communications, utilities, and miscellaneous charges	1	1	2
24.0	Printing and reproduction		1	2
25.2	Other services	78	90	90
25.3	Other purchases of goods and services from Government accounts	5	10	20
25.7	Operation and maintenance of equipment		1	1
26.0	Supplies and materials: Grants of commodities to States	697	840	962
31.0	Equipment	1	1	1
99.0	Direct obligations	801	963	1,098
99.0	Reimbursable obligations	1	1	1
99.9	Total new obligations	802	964	1,099

Employment Summary

Identification code 12-5209-0-2-605	2008 actual	2009 est.	2010 est.	
Direct:				
1001	Civilian full-time equivalent employment	115	117	126
Reimbursable:				
2001	Civilian full-time equivalent employment	7	8	8

Trust Funds

EXPENSES AND REFUNDS, INSPECTION AND GRADING OF FARM PRODUCTS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8015-0-7-352	2008 actual	2009 est.	2010 est.	
01.00	Balance, start of year	3	3	8
01.99	Balance, start of year	3	3	8
Receipts:				
02.20	Deposits of Fees, Inspection and Grading of Farm Products, AMS	182	140	144
02.40	Interest on Investments in Public Debt Securities, AMS	1	1	1
02.41	Payments from General Fund, Wool Research, Development, and Promotion Trust Fund	2	2	2
02.99	Total receipts and collections	185	143	147

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

Special and Trust Fund Receipts—Continued

Identification code 12-8015-0-7-352	2008 actual	2009 est.	2010 est.
04.00 Total: Balances and collections	188	146	155
Appropriations:			
05.00 Expenses and Refunds, Inspection and Grading of Farm Products	-185	-138	-142
05.99 Total appropriations	-185	-138	-142
07.99 Balance, end of year	3	8	13

Program and Financing (in millions of dollars)

Identification code 12-8015-0-7-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Dairy products	5	6	6
00.02 Fruits and vegetables	59	66	66
00.03 Meat grading	28	29	29
00.04 Poultry products	37	34	34
00.05 Miscellaneous agricultural commodities	47	5	9
10.00 Total new obligations	176	140	144
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	45	79	79
22.00 New budget authority (gross)	210	140	143
23.90 Total budgetary resources available for obligation	255	219	222
23.95 Total new obligations	-176	-140	-144
24.40 Unobligated balance carried forward, end of year	79	79	78

New budget authority (gross), detail:

Discretionary:			
40.35 Appropriation permanently reduced			-1
Mandatory:			
60.26 Appropriation (trust fund and wool trust)	185	138	142
62.00 Transferred from other accounts	25	2	2
62.50 Appropriation (total mandatory)	210	140	144
70.00 Total new budget authority (gross)	210	140	143

Change in obligated balances:

72.40 Obligated balance, start of year	17	16	16
73.10 Total new obligations	176	140	144
73.20 Total outlays (gross)	-177	-140	-143
74.40 Obligated balance, end of year	16	16	17

Outlays (gross), detail:

86.90 Outlays from new discretionary authority			-1
86.97 Outlays from new mandatory authority	160	134	138
86.98 Outlays from mandatory balances	17	6	6
87.00 Total outlays (gross)	177	140	143

Net budget authority and outlays:

89.00 Budget authority	210	140	143
90.00 Outlays	177	140	143

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

Weighted average cost per cwt. (1990 index)	2008 actual \$0.20	2009 est. \$0.21	2010 est. \$0.21
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Object Classification (in millions of dollars)

Identification code 12-8015-0-7-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	72	74	77
11.3 Other than full-time permanent	5	6	6
11.5 Other personnel compensation	11	11	11
11.9 Total personnel compensation	88	91	94
12.1 Civilian personnel benefits	25	26	28
13.0 Benefits for former personnel	1	1	
21.0 Travel and transportation of persons	8	4	4
23.2 Rental payments to others	3	1	1
23.3 Communications, utilities, and miscellaneous charges	1	4	4
25.2 Other services	13	6	6
25.3 Other purchases of goods and services from Government accounts	33		
26.0 Supplies and materials	1	2	2
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	2	4	4
99.9 Total new obligations	176	140	144

Employment Summary

Identification code 12-8015-0-7-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	1,451	1,473	1,473

MILK MARKET ORDERS ASSESSMENT FUND

Program and Financing (in millions of dollars)

Identification code 12-8412-0-8-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
09.01 Administration	44	46	50
09.02 Marketing service	7	8	8
10.00 Total new obligations	51	54	58
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	51	54	58
23.95 Total new obligations	-51	-54	-58

New budget authority (gross), detail:

Mandatory:			
69.00 Offsetting collections (cash)	51	54	58

Change in obligated balances:

73.10 Total new obligations	51	54	58
73.20 Total outlays (gross)	-51	-54	-58

Outlays (gross), detail:

86.97 Outlays from new mandatory authority	51	54	58
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Offsets:

Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-51	-54	-58

Net budget authority and outlays:

89.00 Budget authority			
90.00 Outlays			

Memorandum (non-add) entries:

92.03 Total investments, start of year: non-Federal securities: Market value	14		1
92.04 Total investments, end of year: non-Federal securities: Market value		1	1

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. There are currently 10 Federally-sanctioned milk market orders in operation.

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. The majority of these funds are collected and deposited in checking and savings accounts in local banks, and disbursed directly by the market administrator. A portion of the funds collected are invested in securities such as certificates of deposit.

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 six 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.

Object Classification (in millions of dollars)

Identification code 12-8412-0-8-351	2008 actual	2009 est.	2010 est.
Reimbursable obligations:			
11.1 Personnel compensation: Full-time permanent	31	33	36
12.1 Civilian personnel benefits	8	9	9
21.0 Travel and transportation of persons	3	3	3
23.2 Rental payments to others	4	4	4
23.3 Communications, utilities, and miscellaneous charges	2	2	2
25.2 Other services	1	1	1
26.0 Supplies and materials	1	1	2
31.0 Equipment	1	1	1
99.9 Total new obligations	51	54	58

Employment Summary

Identification code 12-8412-0-8-351	2008 actual	2009 est.	2010 est.
Reimbursable:			
2001 Civilian full-time equivalent employment	389	389	389

RISK MANAGEMENT AGENCY
Federal Funds

RISK MANAGEMENT AGENCY

For necessary expenses of the Risk Management Agency, **[\$77,177,000]** **[\$80,325,000: Provided,** That the funds made available under section 522(e) of the Federal Crop Insurance Act (7 U.S.C. 1522(e)) may be used for the Common Information Management System: *Provided further,* That not to exceed \$1,000 shall be available for official reception and representation expenses, as authorized by 7 U.S.C. 1506(i). (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-2707-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Administrative and operating expenses	75	77	80
10.00 Total new obligations	75	77	80
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	76	77	80
23.95 Total new obligations	-75	-77	-80
23.98 Unobligated balance expiring or withdrawn	-1		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	77	77	80
40.35 Appropriation permanently reduced	-1		
43.00 Appropriation (total discretionary)	76	77	80
Change in obligated balances:			
72.40 Obligated balance, start of year	16	14	17
73.10 Total new obligations	75	77	80
73.20 Total outlays (gross)	-76	-74	-79
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, end of year	14	17	18
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	64	62	64
86.93 Outlays from discretionary balances	12	12	15
87.00 Total outlays (gross)	76	74	79
Net budget authority and outlays:			
89.00 Budget authority	76	77	80
90.00 Outlays	76	74	79

This appropriation provides funding for the administrative and operating expenses of the Risk Management Agency (RMA). RMA manages the Federal crop insurance program, which is authorized in the Federal Crop Insurance Act. The Food, Conservation, and Energy Act of 2008 (2008 Farm Bill), amended the Federal Crop Insurance Act to authorize the use of existing mandatory funding for the modernization of the RMA information technology system and for the continuation of the RMA data mining operation. The data mining operation is a major component of RMA's efforts to safeguard taxpayer dollars by combating potential fraud and abuse. An additional tool that would help in that effort is the joint Farm Service Agency/RMA Common Information Management System (CIMS). Along with the request for funds to maintain RMA's ongoing operation and for adequate personnel to improve efforts to combat potential fraud and abuse, CIMS is proposed as an additional authorized use of the research and development funding in the Federal Crop Insurance Act.

The Federal Crop Insurance program is delivered through private insurance companies. Certain administrative expenses incurred by the companies are reimbursed through mandatory funding that is reflected in the account for the Federal Crop Insurance Fund.

Object Classification (in millions of dollars)

Identification code 12-2707-0-1-351	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	40	42	43
11.3 Other than full-time permanent	1	1	1
11.9 Total personnel compensation	41	43	44
12.1 Civilian personnel benefits	10	10	10
21.0 Travel and transportation of persons	2	2	2
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services	19	19	20
26.0 Supplies and materials			1

ADMINISTRATIVE AND OPERATING EXPENSES—Continued
Object Classification —Continued

Identification code 12-2707-0-1-351	2008 actual	2009 est.	2010 est.
31.0 Equipment	1	1	1
99.9 Total new obligations	75	77	80

Employment Summary

Identification code 12-2707-0-1-351	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	481	553	568

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 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, 2009.*)

FEDERAL CROP INSURANCE CORPORATION FUND

For payments as authorized by section 516 of the Federal Crop Insurance Act (7 U.S.C. 1516), such sums as may be necessary, to remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-4085-0-3-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Indemnities	2,310	3,776	5,882
00.02 A&O reimbursements	1,995	1,621	1,546
00.03 ARPA obligations	48	74	75
09.01 Reimbursable program - indemnities	2,068	3,117	2,955
10.00 Total new obligations	6,421	8,588	10,458
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2,259	2,052	640
22.00 New budget authority (gross)	6,214	7,176	10,456
23.90 Total budgetary resources available for obligation	8,473	9,228	11,096
23.95 Total new obligations	-6,421	-8,588	-10,458
24.40 Unobligated balance carried forward, end of year	2,052	640	638
New budget authority (gross), detail:			
Discretionary:			
40.35 Appropriation permanently reduced			-2
Mandatory:			
60.00 Appropriation	4,145	4,058	7,502
61.00 Transferred to other accounts	-5	-5	-5
62.00 Transferred from other accounts	6	6	6
62.50 Appropriation (total mandatory)	4,146	4,059	7,503
69.00 Offsetting collections (cash)	2,068	3,117	2,955
70.00 Total new budget authority (gross)	6,214	7,176	10,456
Change in obligated balances:			
72.40 Obligated balance, start of year	164	442	1,919
73.10 Total new obligations	6,421	8,588	10,458
73.20 Total outlays (gross)	-6,143	-7,111	-10,609
74.40 Obligated balance, end of year	442	1,919	1,768

Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	3,884	4,615	8,197
86.98	Outlays from mandatory balances	2,259	2,496	2,412
87.00	Total outlays (gross)	6,143	7,111	10,609

Offsets:				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal sources	-2,068	-3,117	-2,955

Net budget authority and outlays:				
89.00	Budget authority	4,146	4,059	7,501
90.00	Outlays	4,075	3,994	7,654

The Federal Crop Insurance Corporation (FCIC), a wholly-owned government corporation, provides multi-peril and catastrophic crop insurance protection against losses from unavoidable natural events. The crop insurance program is an integral part of the broad-based safety net and includes programs involving yield and revenue insurance, pasture, rangeland and forage, livestock, and other educational and risk mitigation initiatives/tools to manage risk. In crop year 2008, 272 million acres were insured, with an estimated \$9.5 billion in total premium income, of which \$5.69 billion was paid by the government in the form of premium subsidy.

Commercial insurance companies deliver crop insurance. For producers who obtain Catastrophic Crop Insurance (CAT), which compensates the farmer for losses exceeding 50 percent of the individual's average yield at 55 percent of the expected market price, the premium is entirely subsidized. The cost to the producer for this type of coverage is an annual administrative fee of \$300 per crop per county.

Additional coverage is available to producers and is commonly referred to as "buy-up" coverage. Policyholders can elect to be paid up to 100 percent of the market price established by FCIC for each unit of production their actual yield is less than the individual yield guarantee. Premium rates for additional coverage depend on the level of protection selected and vary from crop to crop and county to county. Producers are assessed a fee of \$30 per crop, per county, in addition to a share of the premium. The additional levels of insurance coverage are more attractive to farmers due to availability of optional units, other policy provisions not available with CAT coverage, and the ability to obtain a level of protection that permits them to use crop insurance as loan collateral and to achieve greater financial security.

Revenue protection for specified products is provided by extending traditional multi-peril crop insurance protection, based on actual production history, to include price variability based on futures market prices. Revenue insurance provides a dollar amount of coverage, thereby insuring against losses due to low yields, low prices, or a combination of the two.

FCIC is also piloting an Adjusted Gross Revenue (AGR) product, which provides protection against low revenue due to unavoidable natural disasters and market fluctuations that occur during the insurance year. Covered farm revenue consists of income from agricultural commodities, including incidental amounts of income from animals and animals products and aquacultural reared in a controlled environment. Insured liabilities is not to exceed \$6.5 million. The AGR concept uses a producer's 5-year historical farm average revenue ; provides insurance coverage for multiple agricultural commodities in one insurance product; establishes revenue as a common denominator for the production of all agricultural commodities; and reinforces program credibility by using IRS tax forms and regulations to alleviate compliance concerns. The Adjusted Gross Revenue-Lite program, a modification of AGR, provides whole-farm revenue protection for farms with an insurable liability of \$1 million or less, including most revenue

from animals and animal products. Coverage is available across 37 states.

For the 2007 crop year, Risk Management Agency (RMA) implemented two new insurance programs for pasture, rangeland and forage with coverage available in nine states. The two new programs are group risk policies that cover livestock grazing and forage land. They are based on one of two indices; a Rainfall Index or a Vegetation Index. In 2008, RMA expanded the pilot area to a total of 12 states. For 2009, the program is available in 18 states wherein, approximately 450 million acres of grazing and forage land are eligible for PRF coverage. For the 2008 insurance year there were over 9,000 policies earning premium covering more than 29 million acres and nearly 380 million dollars of liability. For the 2009 crop year, RMA implemented the new Actual Revenue History (ARH) plan of insurance. The plan provides for a revenue-based insurance option for crops lacking an independent third party price discovery mechanism. The ARH concept has many parallels to the widely-accepted Actual Production History Plan of Insurance, with the primary difference being that instead of insuring historical yields, this plan insures historical revenues. Like current revenue coverage plans, the ARH pilot program for cherries protects growers against losses from low yields, low prices, low quality or any combination of these events. For 2009, RMA awarded six research and development partnership agreements totaling nearly \$2 million to develop risk management decision support tools that assist producers with making better management decisions and appropriate crop insurance choices, as well as improvements and expansion to decision support tools for production practices to manage soybean rust and to help in the establishment of sentinel plots to assist in keeping the nation informed on the movement of the rust disease.

The Administration's 2010 Budget reflects specific legislative proposals to amend the crop insurance program through authorization language that will make the program more efficient and cost the taxpayers less. These include: reducing the premium subsidies paid on behalf of producers by the Federal government by 5 percentage points; reducing the premium for catastrophic (CAT) coverage by 25 percent to better reflect the loss history; adjusting the administrative fee for CAT to be equal to or the greater of \$300 or 25 percent of the (restated) CAT premium, subject to a maximum fee of \$5,000 per crop per county, to better reflect the value of coverage provided; and increasing the government's share on underwriting gains to 20 percent from five percent.

The following table compares the scope of the insurance operations planned for 2010. Amounts in the 2008 column are as of September 30, 2008, and pertain to the 2008 crop year.

	2008 CY est.	2009 CY est.	2010 CY est.
Number of States	50	50	50
Number of counties	3,066	3,066	3,066
Insurance in force (millions)	67,337	90,419	81,434
Insured acreage (millions)	272	281	286
Producer premium (millions) ¹	4,040	3,810	3,558
Premium subsidy (millions) ¹	5,527	5,236	4,892
Total premium (millions)¹	9,567	9,046	8,450
Indemnities (millions) ¹	5,871	9,046	8,450
Loss ratio .....	.60	1.040	1.040

¹Includes amounts that will appear on the books of the reinsured companies.

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, mainly come from premiums paid by farmers. The principal payments from this fund are for indemnities to insured farmers, and administrative expenses for approved insurance providers.

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

PREMIUM AND SUBSIDY

	[In millions of dollars]		
	FY 2008 actual	FY 2009 est.	FY 2010 est.
Premiums:			
Additional coverage premium subsidy	3,715	5,170	4,873
Catastrophic coverage—Reinsurance premium subsidy	279	328	328
Subtotal, premium subsidy	3,993	5,498	5,201
Producer premium	2,869	4,017	3,785
Total premiums	6,862	9,515	8,986
Indemnities:			
Additional coverage	4,225	6,653	8,514
Catastrophic coverage—Reinsurance	153	244	323
Total indemnities	4,378	6897	8,837

The following table summarizes the insurance operations for 2008, 2009, and 2010:

NET INCOME OR LOSS (-) ON INSURANCE OPERATIONS

	[In millions of dollars]		
	FY 2008 actual	FY 2009 est.	FY 2010 est.
Producer premium less indemnities	-2,310	-3,776	-5,882
Interest expense, net	0	0	0
Delivery expenses\1	-1,995	-1,621	-1,546
Other income or expense, net	43	88	85
ARPA costs	-48	-75	-75
Reinsurance underwriting gain (+) or loss (-)	-1,577	-967	-915
Net income or loss (-)	-5,887	-6,351	-8,333

¹Figures reflect delivery expenses borne by the Fund in accordance with the Agriculture Research, Extension and Education Reform Act of 1998, P.L. 105-185.

Balance Sheet (in millions of dollars)

Identification code 12-4085-0-3-351	2007 actual	2008 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	2,345	2,372
1206 Non-Federal assets: Receivables, net	2,458	3,736
Total assets	4,803	6,108
LIABILITIES:		
2105 Federal liabilities: Other	1	1
Non-Federal liabilities:		
2201 Accounts payable	17	244
2207 Other	5,178	8,073
Total liabilities	5,196	8,318
NET POSITION:		
3100 Appropriated capital	1,180	1,481
3300 Cumulative results of operations	-1,573	-3,691
Total net position	-393	-2,210
Total liabilities and net position	4,803	6,108

Object Classification (in millions of dollars)

Identification code 12-4085-0-3-351	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.2 Other services-ARPA requirements	48	74	75
25.2 Other services	1,995	1,621	1,546
42.0 Insurance claims and indemnities (reinsured buyup)	2,310	3,776	5,882

FEDERAL CROP INSURANCE CORPORATION FUND—Continued
Object Classification —Continued

Identification code 12-4085-0-3-351	2008 actual	2009 est.	2010 est.
99.0 Direct obligations	4,353	5,471	7,503
42.0 Reimbursable obligations: Insurance claims and indemnities	2,068	3,117	2,955
99.9 Total new obligations	6,421	8,588	10,458

FARM SERVICE AGENCY
Federal Funds

SALARIES AND EXPENSES
(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Farm Service Agency, **[\$1,170,273,000]** \$1,253,777,000: *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. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-0600-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Conservation	300	308	316
00.02 Income support	848	868	889
00.05 Commodity operations	61	61	62
03.00 Subtotal, direct program	1,209	1,237	1,267
09.01 Farm loans	301	309	318
09.02 Other programs	108	94	97
09.99 Subtotal, reimbursable program	409	403	415
10.00 Total new obligations	1,618	1,640	1,682
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	81	30	13
22.00 New budget authority (gross)	1,555	1,623	1,669
22.10 Resources available from recoveries of prior year obligations	6		
22.30 Expired unobligated balance transfer to unexpired account	10		
23.90 Total budgetary resources available for obligation	1,652	1,653	1,682
23.95 Total new obligations	-1,618	-1,640	-1,682
23.98 Unobligated balance expiring or withdrawn	-4		
24.40 Unobligated balance carried forward, end of year	30	13	
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	1,154	1,170	1,254
40.01 Appropriation, Recovery Act		50	
40.35 Appropriation permanently reduced	-8		
43.00 Appropriation (total discretionary)	1,146	1,220	1,254
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	401	403	415
58.10 Change in uncollected customer payments from Federal sources (unexpired)	8		
58.90 Spending authority from offsetting collections (total discretionary)	409	403	415
70.00 Total new budget authority (gross)	1,555	1,623	1,669
Change in obligated balances:			
72.40 Obligated balance, start of year	167	223	158
73.10 Total new obligations	1,618	1,640	1,682
73.20 Total outlays (gross)	-1,547	-1,705	-1,724
73.40 Adjustments in expired accounts (net)	-14		
73.45 Recoveries of prior year obligations	-6		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-8		
74.10 Change in uncollected customer payments from Federal sources (expired)	13		

74.40 Obligated balance, end of year	223	158	116
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	1,351	1,468	1,540
86.93 Outlays from discretionary balances	196	237	184
87.00 Total outlays (gross)	1,547	1,705	1,724
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-414	-403	-415
88.40 Non-Federal sources	-3		
88.90 Total, offsetting collections (cash)	-417	-403	-415
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-8		
88.96 Portion of offsetting collections (cash) credited to expired accounts	16		
Net budget authority and outlays:			
89.00 Budget authority	1,146	1,220	1,254
90.00 Outlays	1,130	1,302	1,309

The Farm Service Agency (FSA) was established October 3, 1994, pursuant to the Federal Crop Insurance Reform and Department of Agriculture Reorganization Act of 1994, P.L. 103-354. The Department of Agriculture Reorganization Act of 1994 was amended on April 4, 1996, by the Federal Agriculture Improvement and Reform Act of 1996 (1996 Act), P.L. 104-127. The FSA administers a variety of activities, such as farm income support programs through various loans and payments; the Conservation Reserve Program (CRP); the Emergency Conservation Program; the Hazardous Waste Management Program; the Commodity Operation Programs including the warehouse examination function; farm ownership, farm operating, emergency disaster, and other loan programs; and the Noninsured Crop Disaster Assistance Program (NAP), which provides crop loss protection for growers of many crops for which crop insurance is not available. FSA also assists in the administration of several conservation cost-share programs financed by the Commodity Credit Corporation (CCC), including the Grasslands Reserve Program (GRP). In addition, FSA currently provides certain administrative support services to the Foreign Agricultural Service (FAS) and to the Risk Management Agency (RMA).

This consolidated administrative expenses account includes funds to cover expenses of programs administered by, and functions assigned to, FSA. 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.

USDA's FSA, Natural Resources Conservation Service, and Rural Development offices act as separate franchises, with offices often located adjacent to each other. Prior efforts to improve the efficiency of USDA's county-based offices have resulted in significant co-location, and introduction of new information technology to simplify customer transactions.

Farm programs.—These programs provide an economic safety net through farm income support to eligible producers, cooperatives, and associations to help improve the economic stability and viability of the agricultural sector and to ensure the production of an adequate and reasonably priced supply of food and fiber. Objectives of the Agency include providing direct and counter-cyclical payments, providing marketing assistance loans and loan deficiency payments enabling recipients to continue farming operations without marketing their product immediately after harvest, and providing a financial assistance safety net to eligible producers when natural disasters result in a catastrophic loss of

production or prevent planting of noninsured crops, and timely approval of crop prices, average yields, and payment factors for the NAP.

Farm program activities include the following functions dealing with the administration of programs carried out through the farmer committee system of the FSA: (a) developing program regulations and procedures; (b) collecting and compiling basic data for individual farms; (c) establishing individual farm allotments for farm planting history; (d) notifying producers of established allotments and farm planting histories; (e) conducting referendums and certifying results; (f) accepting farmer certifications and checking compliance for specific purposes; (g) processing commodity loan documents and issuing checks; (h) processing direct and counter-cyclical payments and issuing checks; (i) certifying payment eligibility and monitoring payment limitations; and (j) processing farm storage facility loans and issuing checks.

Conservation and environment.—These programs assist agricultural producers and landowners in implementing practices to conserve soil, water, air, and wildlife resources on America's farmland and ranches to help protect the human and natural environment. Objectives of the Agency include improving environmental quality, protecting natural resources, and enhancing habitat for fish and wildlife, including threatened and endangered species; providing Emergency Conservation Program funding for farmers and ranchers to rehabilitate damaged farmland and for carrying out emergency conservation measures during periods of severe drought or flooding; protecting the public health of communities through implementation of the Hazardous Waste Management Program; and implementing contracting, financial reporting, and other administrative operations processes. These activities include: (a) processing producer requests for conservation cost-sharing and issuing conservation reserve rental payments; and (b) transferring funds to the Natural Resources Conservation Service and other agencies for other conservation programs.

Commodity operations.—This activity includes: (a) overall management of CCC-owned commodities; (b) purchasing commodities; (c) donating commodities; (d) selling commodities; (e) accounting for loans and commodities; and (f) commercial warehouse activities, which include improving the effectiveness and efficiency of FSA's commodity acquisition, procurement, storage, and distribution activities to support domestic and international food assistance programs and administering the U.S. Warehouse Act (USWA). FSA provides for the examination of warehouses licensed under the USWA 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 USWA and any CCC storage agreements.

Farm loans (reimbursable).—Provides for administering the direct and guaranteed loan programs covered under the Agricultural Credit Insurance Fund (ACIF). Objectives of the Agency include improving the economic viability of farmers and ranchers, reducing losses in direct loan programs, responding to loan making and servicing requests, and maximizing financial and technical assistance to under-served groups. Activities include reviewing applications, servicing the loan portfolio, and providing technical assistance and guidance to borrowers. Funding for farm loan administrative expenses is 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.—FSA collects a fee or is reimbursed for performing a variety of services for other Federal agencies, CCC, industry, and others, including certain administrative support services for the Risk Management Agency and the Foreign Agricultural Service, and for county office services provided to Federal and non-Federal entities, including a variety of services to producers.

Object Classification (in millions of dollars)

Identification code 12-0600-0-1-351	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	152	141	143
11.3 Other than full-time permanent	16	2	2
11.5 Other personnel compensation	4	2	2
11.9 Total personnel compensation	172	145	147
12.1 Civilian personnel benefits	40	65	65
21.0 Travel and transportation of persons	11		
22.0 Transportation of things	3		
23.3 Communications, utilities, and miscellaneous charges	9	58	58
24.0 Printing and reproduction	1		
25.2 Other services	256	267	312
26.0 Supplies and materials	5		
31.0 Equipment	2		
41.0 Grants, subsidies, and contributions	710	702	685
99.0 Direct obligations	1,209	1,237	1,267
99.0 Reimbursable obligations	409	403	415
99.9 Total new obligations	1,618	1,640	1,682

Employment Summary

Identification code 12-0600-0-1-351	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	1,969	2,070	2,070
Reimbursable:			
2001 Civilian full-time equivalent employment	3,125	3,189	3,189

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), \$4,369,000. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-0170-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 State mediation grants	4	4	4
10.00 Total new obligations (object class 41.0)	4	4	4
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	4	4	4
23.95 Total new obligations	-4	-4	-4
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	4	4	4
Change in obligated balances:			
72.40 Obligated balance, start of year	3	3	3
73.10 Total new obligations	4	4	4
73.20 Total outlays (gross)	-4	-4	-5
74.40 Obligated balance, end of year	3	3	2
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	2	2	2
86.93 Outlays from discretionary balances	2	2	3
87.00 Total outlays (gross)	4	4	5

STATE MEDIATION GRANTS—Continued
Program and Financing —Continued

Identification code 12-0170-0-1-351	2008 actual	2009 est.	2010 est.
Net budget authority and outlays:			
89.00 Budget authority	4	4	4
90.00 Outlays	4	4	5

This grant program is authorized by Title V of the Agricultural Credit Act of 1987, P.L. 100-233, as amended. Originally designed to address agricultural credit disputes, the program was expanded by the Federal Crop Insurance Reform and Department of Agriculture Reorganization Act of 1994 (P.L. 103-354) to include other agricultural issues such as wetland determinations, conservation compliance, rural water loan programs, grazing on National Forest System lands, and pesticide use. Grants are made to States whose agricultural mediation programs have been certified by the Farm Service Agency. A grant will not exceed 70 percent of the total fiscal year funds that a qualifying State requires to operate and administer its agricultural mediation program. In no case will the total amount of a grant exceed \$500,000 annually.

GRANT OBLIGATIONS

	2008 actual	2009 est.	2010 est.
Number of States receiving grants	34	36	36
Amount of grants (in millions of dollars)	4	4	4

USDA DISASTER ASSISTANCE
Program and Financing (in millions of dollars)

Identification code 12-2701-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Disaster payments	2,542		
10.00 Total new obligations (object class 41.0)	2,542		
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2,800	860	957
22.00 New budget authority (gross)	602		
22.10 Resources available from recoveries of prior year obligations		97	
23.90 Total budgetary resources available for obligation	3,402	957	957
23.95 Total new obligations	-2,542		
24.40 Unobligated balance carried forward, end of year	860	957	957
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	602		
Change in obligated balances:			
72.40 Obligated balance, start of year		226	
73.10 Total new obligations	2,542		
73.20 Total outlays (gross)	-2,316	-129	
73.45 Recoveries of prior year obligations		-97	
74.40 Obligated balance, end of year	226		
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	2,316	129	
Net budget authority and outlays:			
89.00 Budget authority	602		
90.00 Outlays	2,316	129	

On May 25, 2007, the President signed into law the "U.S. Troop Readiness, Veterans' Care, Katrina Recovery, and Iraq Accountability Appropriations Act, 2007" (2007 Act), P.L. 110-28. The 2007 Act provided \$2.8 billion in agricultural disaster aid for America's farmers and ranchers. Specifically, the 2007 Act provides funds for a Crop Disaster Program, Livestock Compensation Program, Livestock Indemnity Program, and Dairy Disaster

Assistance Program. The USDA Farm Service Agency (FSA) issued regulations to govern the programs for publication in the Federal Register. In addition, FSA designed and developed software for sign-up and payment processes. The 2008 Consolidated Appropriations Act, P.L. 110-161, provided an additional \$602 million under Sec. 743, which extends the period of loss eligibility for disaster assistance from February 28, 2007 to December 31, 2007. Outlays were first made in 2008 and are continuing into 2009.

The following table shows outlays for 2008 by program.

USDA Disaster Assistance Program

Programs	Outlays
Crop Disaster Assistance	1,910
Livestock Compensation Program	337
Catfish Grants	19
Livestock Indemnity	38
Dairy Disaster Assistance	12
Total	2,316

AQUACULTURE ASSISTANCE, RECOVERY ACT

Program and Financing (in millions of dollars)

Identification code 12-3317-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Aquaculture grants		50	
10.00 Total new obligations (object class 41.0)		50	
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		50	
23.95 Total new obligations		-50	
New budget authority (gross), detail:			
Mandatory:			
62.00 Transferred from other accounts		50	
Change in obligated balances:			
73.10 Total new obligations		50	
73.20 Total outlays (gross)		-50	
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority		50	
Net budget authority and outlays:			
89.00 Budget authority		50	
90.00 Outlays		50	

The American Recovery and Reinvestment Act of 2009 authorizes \$50 million of Commodity Credit Corporation (CCC) funds for grants to States that agree to provide assistance to eligible aquaculture producers for losses associated with high feed input costs during the 2008 calendar year. Eligible applicants are limited to State Departments of Agriculture or similar state government entities in each State. Grants to States will be made on a pro rata basis based on the amount of aquaculture feed used in each State during the 2007 calendar year, as determined by CCC.

REFORESTATION PILOT PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-3305-0-1-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Reforestation pilot program	1	1	
10.00 Total new obligations (object class 41.0)	1	1	

Budgetary resources available for obligation:			
22.00	New budget authority (gross)	1	1
23.95	Total new obligations	-1	-1
New budget authority (gross), detail:			
Discretionary:			
40.00	Appropriation	1	1
Change in obligated balances:			
73.10	Total new obligations	1	1
73.20	Total outlays (gross)	-1	-1
Outlays (gross), detail:			
86.90	Outlays from new discretionary authority	1	1
Net budget authority and outlays:			
89.00	Budget authority	1	1
90.00	Outlays	1	1

These funds were appropriated by section 728 of P.L. 111-8 for the Farm Service Agency to carry out a reforestation pilot program. The program's purpose is to demonstrate the use of new technologies that increase the rate of growth of re-forested hardwood trees on private non-industrial forest lands, enrolling lands on the coast of the Gulf of Mexico that were damaged by Hurricane Katrina in 2005. The Budget does not request any 2010 funding for this program.

AGRICULTURAL CONSERVATION PROGRAM

This program was terminated at the beginning of 1997 in accordance with the Federal Agriculture Improvement and Reform Act of 1996. The objectives of the Agricultural Conservation Program were incorporated into the Environmental Quality Incentives Program which is funded by the Commodity Credit Corporation and administered under the lead of the Natural Resources Conservation Service.

The primary objective of the program was to conserve soil and water resources. Along with annual agreements, cost sharing was authorized for long-term agreements of 3-10 years. In 2008 a transfer of \$22,739 in unobligated funds was made to the USDA Working Capital Fund as authorized in Section 703 of the Consolidated Appropriations Act, 2008 P.L. 110-161. No outlays occurred during 2008.

EMERGENCY CONSERVATION PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-3316-0-1-453	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	Emergency conservation program	35	100	95
10.00	Total new obligations (object class 41.0)	35	100	95
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	128	285	185
22.00	New budget authority (gross)	204		
22.21	Unobligated balance transferred to other accounts	-12		
23.90	Total budgetary resources available for obligation	320	285	185
23.95	Total new obligations	-35	-100	-95
24.40	Unobligated balance carried forward, end of year	285	185	90
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	204		
Change in obligated balances:				
72.40	Obligated balance, start of year	28	35	95
73.10	Total new obligations	35	100	95

73.20	Total outlays (gross)	-28	-40	-90
74.40	Obligated balance, end of year	35	95	100
Outlays (gross), detail:				
86.93	Outlays from discretionary balances	28	40	90
Net budget authority and outlays:				
89.00	Budget authority	204		
90.00	Outlays	28	40	90

The Emergency Conservation Program (ECP) 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.

For 2008, there were two Emergency Supplemental Appropriations for ECP totaling \$204.413 million. The Act making appropriations for Military Construction, the Department of Veterans Affairs, and Related Agencies, 2008, P.L. 110-252, provided \$89.413 million and the Consolidated Security, Disaster Assistance, and Continuing Appropriations Act, 2009, P.L. 110-329, provided \$115 million. These funds are available until expended.

Under the 2008 program, cost-sharing and technical assistance were provided in 39 States to treat farmlands damaged by drought, floods, ice storms, tornadoes, wildfires and other natural disasters. Outlays to States in 2008 totaled \$27,729,774.

The 2010 Budget proposes no funding for this program.

GRASSROOTS SOURCE WATER PROTECTION PROGRAM

For necessary expenses to carry out wellhead or groundwater protection activities under section 12400 of the Food Security Act of 1985 (16 U.S.C. 3839bb-2), \$5,000,000, to remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-3304-0-1-302	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	Grassroots source water payments	4	5	5
10.00	Total new obligations (object class 41.0)	4	5	5
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	4	5	5
23.95	Total new obligations	-4	-5	-5
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	4	5	5
Change in obligated balances:				
73.10	Total new obligations	4	5	5
73.20	Total outlays (gross)	-4	-5	-5
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	4	5	5
Net budget authority and outlays:				
89.00	Budget authority	4	5	5
90.00	Outlays	4	5	5

The Grassroots Source Water Protection Program (GSWPP) is a joint project by USDA's Farm Service Agency and the nonprofit National Rural Water Association. It is designed to help prevent source water pollution in States through voluntary practices installed by producers at the local level. GSWPP uses onsite technical assistance capabilities of each State rural water association that operates a wellhead or groundwater protection program in

GRASSROOTS SOURCE WATER PROTECTION PROGRAM—Continued

the State. State rural water associations can deliver assistance in developing source water protection plans within priority watersheds for the common goal of preventing the contamination of drinking water supplies. The 2008 Farm Bill authorizes this program to continue through 2012.

AGRICULTURAL CREDIT INSURANCE FUND PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For gross obligations for the principal amount of direct and guaranteed farm ownership (7 U.S.C. 1922 et seq.) and operating (7 U.S.C. 1941 et seq.) loans, Indian tribe land acquisition loans (25 U.S.C. 488), [and] boll weevil loans (7 U.S.C. 1989), *direct and guaranteed conservation loans (7 U.S.C. 1924 et seq.), Indian highly fractionated land loans (25 U.S.C. 488) and individual development account grants (7 U.S.C. 1981-2008r)*, to be available from funds in the Agricultural Credit Insurance Fund, as follows: farm ownership loans, [\$1,461,066,000] \$1,892,990,000, of which [\$1,238,768,000] \$1,500,000,000 shall be for unsubsidized guaranteed loans and [\$222,298,000] \$392,990,000 shall be for direct loans; operating loans, [\$1,862,578,000] \$1,994,467,000, of which [\$1,017,497,000] \$1,150,000,000 shall be for unsubsidized guaranteed loans, [\$269,986,000] \$144,467,000 shall be for subsidized guaranteed loans and [\$575,095,000] \$700,000,000 shall be for direct loans; Indian tribe land acquisition loans, [\$3,940,000] \$2,000,000; *conservation loans, \$150,000,000, of which \$75,000,000 shall be for guaranteed loans and \$75,000,000 shall be for direct loans; Indian highly fractionated land loans, \$10,000,000; and for boll weevil eradication program loans, [\$100,000,000] \$60,000,000: Provided, That the Secretary shall deem the pink bollworm to be a boll weevil for the purpose of boll weevil eradication program loans.*

For the cost of direct and guaranteed loans and grants, including the cost of modifying loans as defined in section 502 of the Congressional Budget Act of 1974, as follows: farm ownership loans, [\$16,803,000] \$21,584,000, of which [\$4,088,000] \$5,550,000 shall be for unsubsidized guaranteed loans, and [\$12,715,000] \$16,034,000 shall be for direct loans; operating loans, [\$130,371,000] \$80,402,000, of which [\$25,336,000] \$26,910,000 shall be for unsubsidized guaranteed loans, [\$37,231,000] \$20,312,000 shall be for subsidized guaranteed loans, and [\$67,804,000] \$33,180,000 shall be for direct loans; *conservation loans, \$1,343,000, of which \$278,000 shall be for guaranteed loans, and \$1,065,000 shall be for direct loans; and Indian [tribe land acquisition loans, \$248,000] highly fractionated land loans, \$793,000; and for individual development account grants, \$5,000,000.*

In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, [\$317,323,000] \$326,093,000, of which [\$309,403,000] \$318,173,000 shall be [transferred] paid to and merged with the appropriation for "Farm Service Agency, Salaries and Expenses".

Funds appropriated by this Act to the Agricultural Credit Insurance Program Account for farm ownership, [and] operating and conservation direct loans and guaranteed loans may be transferred among these programs: *Provided, That the Committees on Appropriations of both Houses of Congress are notified at least 15 days in advance of any transfer.*

DAIRY INDEMNITY PROGRAM

(INCLUDING TRANSFER OF FUNDS)

For necessary expenses involved in making indemnity payments to dairy farmers and manufacturers of dairy products under a dairy indemnity program, such sums as may be necessary, to remain available until expended: *Provided, That such program is carried out by the Secretary in the same manner as the dairy indemnity program described in the Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2001 (Public Law 106-387, 114 Stat. 1549A-12). (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)*

Program and Financing (in millions of dollars)

Identification code 12-1140-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loan subsidy	102	108	53
00.02 Guaranteed loan subsidy	46	67	53
00.03 Individual Development Accounts - Grants			5
00.05 Reestimates of direct loan subsidy	49	117	
00.06 Interest on reestimates of direct loan subsidy	47	81	
00.07 Reestimates of guaranteed loan subsidy	28	23	
00.08 Interest on reestimate of guaranteed loan subsidy	22	15	
00.09 Administrative expenses - salaries and expenses	303	309	318
00.10 Administrative expenses - PLCE	5	8	8
00.11 Dairy Indemnity Program		1	1
10.00 Total new obligations	602	729	438
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	7	13	6
22.00 New budget authority (gross)	604	722	436
22.22 Unobligated balance transferred from other accounts	12		
23.90 Total budgetary resources available for obligation	623	735	442
23.95 Total new obligations	-602	-729	-438
23.98 Unobligated balance expiring or withdrawn	-8		
24.40 Unobligated balance carried forward, end of year	13	6	4
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	461	466	436
40.01 Appropriation, Recovery Act		20	
40.35 Appropriation permanently reduced	-3		
43.00 Appropriation (total discretionary)	458	486	436
Mandatory:			
60.00 Appropriation	146	236	
70.00 Total new budget authority (gross)	604	722	436
Change in obligated balances:			
72.40 Obligated balance, start of year	16	14	23
73.10 Total new obligations	602	729	438
73.20 Total outlays (gross)	-600	-720	-440
73.40 Adjustments in expired accounts (net)	-4		
74.40 Obligated balance, end of year	14	23	21
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	443	478	429
86.93 Outlays from discretionary balances	11	6	11
86.97 Outlays from new mandatory authority	146	236	
87.00 Total outlays (gross)	600	720	440
Net budget authority and outlays:			
89.00 Budget authority	604	722	436
90.00 Outlays	600	720	440

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

Identification code 12-1140-0-1-351	2008 actual	2009 est.	2010 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Farm Ownership	382	200	393
115002 Farm Operating	631	576	700
115003 Emergency Disaster	45	50	50
115004 IndianTribe Land Acquisition	4	4	2
115005 Boll Weevil Eradication	100	100	60
115010 Indian Highly Fractionated Land			10
115011 Conservation - Direct			75
115012 Farm Operating - ARRA		173	
115999 Total direct loan levels	1,162	1,103	1,290
Direct loan subsidy (in percent):			
132001 Farm Ownership	4.45	6.35	4.08
132002 Farm Operating	12.69	11.79	4.74
132003 Emergency Disaster	11.15	14.22	3.69
132004 IndianTribe Land Acquisition	3.15	6.29	-37.37
132005 Boll Weevil Eradication	-0.27	-0.56	-1.14
132010 Indian Highly Fractionated Land	0.00	0.00	7.93
132011 Conservation - Direct	0.00	0.00	1.42
132012 Farm Operating - ARRA	0.00	11.79	0.00
132999 Weighted average subsidy rate	8.77	9.77	3.99
Direct loan subsidy budget authority:			

133001	Farm Ownership	17	13	16
133002	Farm Operating	80	68	33
133003	Emergency Disaster	5	7	2
133004	IndianTribes Land Acquisition			-1
133005	Boll Weevil Eradication		-1	-1
133010	Indian Highly Fractionated Land			1
133011	Conservation - Direct			1
133012	Farm Operating - ARRA		20	
133999	Total subsidy budget authority	102	108	51
Direct loan subsidy outlays:				
134001	Farm Ownership	19	14	16
134002	Farm Operating	77	68	35
134003	Emergency Disaster	5	5	3
134004	IndianTribes Land Acquisition			-1
134005	Boll Weevil Eradication		-1	-1
134010	Indian Highly Fractionated Land			1
134011	Conservation - Direct			1
134012	Farm Operating - ARRA		19	1
134999	Total subsidy outlays	101	105	55
Direct loan upward reestimates:				
135001	Farm Ownership	5	12	
135002	Farm Operating	52		
135003	Emergency Disaster		154	
135005	Boll Weevil Eradication	19	32	
135008	Credit Sales of Acquired Property	20		
135999	Total upward reestimate budget authority	96	198	
Direct loan downward reestimates:				
137001	Farm Ownership	-101	-146	
137002	Farm Operating	-185	-570	
137003	Emergency Disaster	-178	-7	
137004	IndianTribes Land Acquisition	-1	-1	
137005	Boll Weevil Eradication	-16	-49	
137008	Credit Sales of Acquired Property		-78	
137009	Indian Land, Credit Sales, Seed, Soil & Water	-1		
137999	Total downward reestimate budget authority	-482	-851	
Guaranteed loan levels supportable by subsidy budget authority:				
215001	Farm Ownership—Unsubsidized	1,171	1,274	1,500
215002	Farm Operating—Unsubsidized	946	1,043	1,150
215003	Farm Operating—Subsidized	135	270	144
215005	Conservation - Guaranteed			75
215999	Total loan guarantee levels	2,252	2,587	2,869
Guaranteed loan subsidy (in percent):				
232001	Farm Ownership—Unsubsidized	0.40	0.33	0.37
232002	Farm Operating—Unsubsidized	2.42	2.49	2.34
232003	Farm Operating—Subsidized	13.34	13.79	14.06
232005	Conservation - Guaranteed	0.00	0.00	0.37
232999	Weighted average subsidy rate	2.02	2.61	1.85
Guaranteed loan subsidy budget authority:				
233001	Farm Ownership—Unsubsidized	5	4	6
233002	Farm Operating—Unsubsidized	23	26	27
233003	Farm Operating—Subsidized	18	37	20
233999	Total subsidy budget authority	46	67	53
Guaranteed loan subsidy outlays:				
234001	Farm Ownership—Unsubsidized	4	4	6
234002	Farm Operating—Unsubsidized	23	24	27
234003	Farm Operating—Subsidized	18	34	19
234999	Total subsidy outlays	45	62	52
Guaranteed loan upward reestimates:				
235001	Farm Ownership—Unsubsidized	6	3	
235002	Farm Operating—Unsubsidized	21	27	
235003	Farm Operating—Subsidized	23	7	
235999	Total upward reestimate budget authority	50	37	
Guaranteed loan downward reestimates:				
237001	Farm Ownership—Unsubsidized	-24	-25	
237002	Farm Operating—Unsubsidized	-47	-42	
237003	Farm Operating—Subsidized	-28	-34	
237999	Total downward reestimate subsidy budget authority	-99	-101	
Administrative expense data:				
3510	Budget authority	311	317	326
3590	Outlays from new authority	308	317	326

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, and emergency loans to individuals. Indian tribes and tribal corpora-

tions are eligible for Indian land acquisition loans. Boll weevil eradication loans are available to eliminate the cotton boll weevil pest from infested areas. The Food, Conservation, and Energy Act of 2008 provided authority for direct and guaranteed conservation loans and for the purchase of highly fractionated Indian land to individuals, and for a pilot program of individual development account grants for beginning farmers and ranchers.

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.

Under the Dairy Indemnity Program, payments are made to farmers and manufacturers of dairy products 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 by the Federal Government, other chemicals, nuclear radiation, or nuclear fallout. Indemnification may also be paid for cows producing such milk. In 2008, \$144,388 was paid to producers who filed claims under the program and the 2010 Budget requests such sums as may be necessary, which are estimated to be \$930,000 for this program.

Object Classification (in millions of dollars)

Identification code 12-1140-0-1-351	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts			
41.0 Grants, subsidies, and contributions	308	311	328
	294	418	110
99.9 Total new obligations	602	729	438

AGRICULTURAL CREDIT INSURANCE FUND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4212-0-3-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loan obligations	1,161	1,103	1,290
00.02 Payments of interest to Treasury	299	257	250
00.03 Capitalized costs		4	4
00.04 Advances on behalf of borrowers	3	4	3
00.91 Direct program by activities - subtotal (1 level)	1,463	1,368	1,547
08.01 Transfer of negative subsidy to receipt account		1	2
08.02 Downward reestimate	300	595	
08.04 Interest on downward reestimate	182	256	
08.91 Direct program by activities - Subtotal (1 level)	482	852	2
10.00 Total new obligations	1,945	2,220	1,549
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1,515	692	1,566
22.00 New financing authority (gross)	2,630	3,094	1,778
22.10 Resources available from recoveries of prior year obligations	30		
22.60 Portion applied to repay debt	-1,515		
22.70 Balance of authority to borrow withdrawn	-23		
23.90 Total budgetary resources available for obligation	2,637	3,786	3,344
23.95 Total new obligations	-1,945	-2,220	-1,549
24.40 Unobligated balance carried forward, end of year	692	1,566	1,795

New financing authority (gross), detail:

Mandatory:			
67.10 Authority to borrow	1,667	2,145	1,447
69.00 Offsetting collections (cash)	1,373	1,449	1,281
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-2		
69.47 Portion applied to repay debt	-408	-500	-950

**AGRICULTURAL CREDIT INSURANCE FUND DIRECT LOAN FINANCING
ACCOUNT—Continued
Program and Financing —Continued**

Identification code 12-4212-0-3-351	2008 actual	2009 est.	2010 est.
69.90 Spending authority from offsetting collections (total mandatory)	963	949	331
70.00 Total new financing authority (gross)	2,630	3,094	1,778
Change in obligated balances:			
72.40 Obligated balance, start of year	188	138	102
73.10 Total new obligations	1,945	2,220	1,549
73.20 Total financing disbursements (gross)	-1,967	-2,256	-1,466
73.45 Recoveries of prior year obligations	-30		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	2		
74.40 Obligated balance, end of year	138	102	185
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	1,967	2,256	1,466
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal Sources: Reestimate payment from program account	-96	-198	
88.00 Federal Sources: Subsidy payment from program account	-101	-105	-56
88.25 Federal Sources: Interest on uninvested funds	-88	-88	-88
88.40 Repayments of principal	-853	-747	-826
88.40 Repayments of interest	-191	-311	-311
88.40 Non-Federal sources	-44		
88.90 Total, offsetting collections (cash)	-1,373	-1,449	-1,281
Against gross financing authority only:			
88.95 Change in receivables from program accounts	2		
Net financing authority and financing disbursements:			
89.00 Financing authority	1,259	1,645	497
90.00 Financing disbursements	594	807	185

Status of Direct Loans (in millions of dollars)

Identification code 12-4212-0-3-351	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans	1,199	1,053	1,340
1121 Limitation available from carry-forward	49	87	37
1143 Unobligated limitation carried forward (PL 106-113) (-)	-87	-37	-87
1150 Total direct loan obligations	1,161	1,103	1,290
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	4,563	4,830	5,123
1231 Disbursements: Direct loan disbursements	1,152	1,090	1,275
1251 Repayments: Repayments and prepayments	-853	-747	-922
1261 Adjustments: Capitalized interest			
Write-offs for default:			
1263 Direct loans	-32	-50	-50
1264 Other adjustments, net (+ or -)			
1290 Outstanding, end of year	4,830	5,123	5,426

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, Indian land acquisition, Indian highly fractionated land, boll weevil eradication, conservation, and credit sales of acquired property.

Balance Sheet (in millions of dollars)

Identification code 12-4212-0-3-351	2007 actual	2008 actual
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ASSETS:

Federal assets:		
1101 Fund balances with Treasury	1,515	692
Investments in US securities:		
1106 Receivables, net	104	204
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	4,563	4,830
1402 Interest receivable	134	192
1403 Accounts receivable from foreclosed property	4	3
1405 Allowance for subsidy cost (-)	-343	266
1405 Allowance for Interest Receivable (-)		-63
1499 Net present value of assets related to direct loans	4,358	5,228
1999 Total assets	5,977	6,124
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	5,504	5,275
2207 Non-Federal liabilities: Other	473	849
2999 Total liabilities	5,977	6,124
4999 Total liabilities and net position	5,977	6,124

**AGRICULTURAL CREDIT INSURANCE FUND GUARANTEED LOAN FINANCING
ACCOUNT
Program and Financing (in millions of dollars)**

Identification code 12-4213-0-3-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Default claims	25	47	26
00.02 Payment of Interest to Treasury	4	8	8
00.04 Interest assistance	32	30	30
00.91 Direct program by activities - subtotal (1 level)	61	85	64
08.02 Downward reestimate of subsidy	64	70	
08.04 Downward reestimate of subsidy-interest	34	30	
08.91 Subtotal, reestimates	98	100	
10.00 Total new obligations	159	185	64
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	307	177	172
22.00 New financing authority (gross)	127	120	82
22.10 Resources available from recoveries of prior year obligations	50	60	60
22.60 Portion applied to repay debt	-148		
23.90 Total budgetary resources available for obligation	336	357	314
23.95 Total new obligations	-159	-185	-64
24.40 Unobligated balance carried forward, end of year	177	172	250
New financing authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	127	120	82
Change in obligated balances:			
72.40 Obligated balance, start of year	244	192	154
73.10 Total new obligations	159	185	64
73.20 Total financing disbursements (gross)	-161	-163	-64
73.45 Recoveries of prior year obligations	-50	-60	-60
74.40 Obligated balance, end of year	192	154	94
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	161	163	64
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payments from program account upward reestimate	-50	-37	
88.00 Payments from program account subsidy	-45	-62	-52
88.25 Interest on uninvested funds	-17	-8	-13
88.40 Fees and premiums	-15	-11	-15
88.40 Loss recoveries and repayments		-1	-1
88.40 Miscellaneous		-1	-1
88.90 Total, offsetting collections (cash)	-127	-120	-82
Net financing authority and financing disbursements:			
89.00 Financing authority			
90.00 Financing disbursements	34	43	-18

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4213-0-3-351	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders	2,277	2,481	2,869
2121 Limitation available from carry-forward	81	106	
2143 Uncommitted limitation carried forward	-106		
2150 Total guaranteed loan commitments	2,252	2,587	2,869
2199 Guaranteed amount of guaranteed loan commitments	2,026	2,305	2,583
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	10,045	10,064	10,209
2231 Disbursements of new guaranteed loans	2,162	2,013	2,042
2251 Repayments and prepayments	-2,087	-1,812	-1,838
Adjustments:			
2261 Terminations for default that result in loans receivable	-50	-50	-51
2263 Terminations for default that result in claim payments	-6	-6	-6
2264 Other adjustments, net			
2290 Outstanding, end of year	10,064	10,209	10,356
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	9,060	9,188	9,321
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	45	56	55
2331 Disbursements for guaranteed loan claims	18	6	5
2351 Repayments of loans receivable	-1	-1	-1
2361 Write-offs of loans receivable	-6	-6	-6
2390 Outstanding, end of year	56	55	53

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, operating, and conservation guaranteed loan programs.

Balance Sheet (in millions of dollars)

Identification code 12-4213-0-3-351	2007 actual	2008 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	551	369
1206 Non-Federal assets: Receivables, net	50	37
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1501 Defaulted guaranteed loans receivable, gross	49	58
1502 Interest receivable	1	1
1505 Allowance for subsidy cost (-)	-32	-56
1599 Net present value of assets related to defaulted guaranteed loans	18	3
1999 Total assets	619	409
LIABILITIES:		
Federal liabilities:		
2104 Resources payable to Treasury	150	2
2105 Other	99	101
Non-Federal liabilities:		
2201 Accounts payable	244	192
2204 Liabilities for loan guarantees	126	114
2999 Total liabilities	619	409
4999 Total liabilities and net position	619	409

AGRICULTURAL CREDIT INSURANCE FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4140-0-3-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.08 Loan recoverable costs	2	5	4

00.09 Minor capital improvements	1	1	1
00.91 Direct program by activities - subtotal (1 level)	3	6	5
01.08 Administrative expenses - Department of Justice fees	1	1	1
01.09 Costs incidental to acquisition of real property		2	1
01.18 Civil rights settlements		1	1
01.91 Total operating expenses	1	4	3
10.00 Total new obligations (object class 25.2)	4	10	8

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	14	46	
22.00 New budget authority (gross)	49	10	8
22.10 Resources available from recoveries of prior year obligations	1		
22.40 Capital transfer to general fund	-14	-46	
23.90 Total budgetary resources available for obligation	50	10	8
23.95 Total new obligations	-4	-10	-8
24.40 Unobligated balance carried forward, end of year	46		

New budget authority (gross), detail:

Mandatory:			
69.00 Offsetting collections (cash)	374	317	270
69.27 Capital transfer to general fund	-325	-307	-262
69.90 Spending authority from offsetting collections (total mandatory)	49	10	8

Change in obligated balances:

72.40 Obligated balance, start of year	2	1	1
73.10 Total new obligations	4	10	8
73.20 Total outlays (gross)	-4	-10	-8
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	1	1	1

Outlays (gross), detail:

86.97 Outlays from new mandatory authority	2	10	8
86.98 Outlays from mandatory balances	2		
87.00 Total outlays (gross)	4	10	8

Offsets:

Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.40 Interest on loans	-95	-85	-73
88.40 Miscellaneous undistributed receipts		-1	-1
88.40 Interest on judgments	-3	-2	-1
88.40 Repayments on loans - principal	-238	-212	-181
88.40 Judgments - principal	-7	-7	-6
88.40 Shared appreciation recapture		-5	-4
88.40 Sale of acquired property/chattels		-4	-3
88.40 Write-offs	-31	-1	-1
88.90 Total, offsetting collections (cash)	-374	-317	-270

Net budget authority and outlays:

89.00 Budget authority	-325	-307	-262
90.00 Outlays	-370	-307	-262

Status of Direct Loans (in millions of dollars)

Identification code 12-4140-0-3-351	2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	1,687	1,406	1,181
1251 Repayments: Repayments and prepayments	-248	-208	-168
1261 Adjustments: Capitalized interest	3	5	5
Write-offs for default:			
1263 Direct loans	-31	-22	-17
1264 Other adjustments, net (+ or -)	-5		
1290 Outstanding, end of year	1,406	1,181	1,001

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4140-0-3-351	2008 actual	2009 est.	2010 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	66	43	31
2251 Repayments and prepayments	-21	-11	-7
2263 Adjustments: Terminations for default that result in claim payments	-2	-1	-1

AGRICULTURAL CREDIT INSURANCE FUND LIQUIDATING ACCOUNT—Continued
Status of Guaranteed Loans —Continued

Identification code 12-4140-0-3-351	2008 actual	2009 est.	2010 est.
2290 Outstanding, end of year	43	31	23
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	43	28	21
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	7	5	4
2351 Repayments of loans receivable	-2	-1	-1
2361 Write-offs of loans receivable			
2390 Outstanding, end of year	5	4	3

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 made 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. Payments to settle certain discrimination claims against USDA may also be made from this account.

Balance Sheet (in millions of dollars)

Identification code 12-4140-0-3-351	2007 actual	2008 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	16	47
1601 Loans Receivable	1,687	1,406
1602 Interest receivable	299	239
1603 Allowance for estimated uncollectible loans and interest (-)	-318	-143
1604 Direct loans and interest receivable, net	1,668	1,502
1605 Accounts receivable/judgments receivable	2	2
1606 Foreclosed property	4	12
1699 Value of assets related to direct loans	1,674	1,516
1701 Defaulted guaranteed loans, gross	8	7
1999 Total assets	1,698	1,570
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	1,692	1,500
Non-Federal liabilities:		
2201 Accounts payable	1	1
2204 Liabilities for loan guarantees	1	1
2207 Other	4	68
2999 Total liabilities	1,698	1,570
4999 Total liabilities and net position	1,698	1,570

COMMODITY CREDIT CORPORATION FUND
REIMBURSEMENT FOR NET REALIZED LOSSES
(INCLUDING TRANSFERS OF FUNDS)

For the current fiscal year, such sums as may be necessary to reimburse the Commodity Credit Corporation for net realized losses sustained, but not previously reimbursed, pursuant to section 2 of the Act of August 17, 1961 (15 U.S.C. 713a-11): *Provided*, That of the funds available to the Commodity Credit Corporation under section 11 of the Commodity Credit Corporation Charter Act (15 U.S.C. 714i) for the conduct of its business with the Foreign Agricultural Service, up to \$5,000,000 may be transferred to and used by the Foreign Agricultural Service for information resource management activities of the Foreign Agricultural Service that are not related to Commodity Credit Corporation business.

HAZARDOUS WASTE MANAGEMENT
(LIMITATION ON EXPENSES)

For the current fiscal year, the Commodity Credit Corporation shall not expend more than \$5,000,000 for site investigation and cleanup expenses, and operations and maintenance expenses to comply with the requirement of section 107(g) of the Comprehensive Environmental Response, Compensation, and Liability Act (42 U.S.C. 9607(g)), and section 6001 of the Resource Conservation and Recovery Act (42 U.S.C. 6961). (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-4336-0-3-999	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Commodity purchases and related inventory transactions	1,165	3,584	2,906
00.02 Storage, transportation and other obligations	132	193	154
00.03 Dairy export incentive program		100	25
00.04 Market access program	179	212	200
00.07 Foreign market development cooperative	33	35	35
00.08 Quality samples program	1	2	2
00.09 Pilot program for regional food aid		3	15
00.10 Feed grains	2,379	2,481	2,207
00.11 Wheat	1,130	1,021	1,010
00.12 Rice	428	390	405
00.13 Cotton	1,498	1,590	2,440
00.14 Dairy program	1	600	282
00.15 Tobacco program	955	960	960
00.16 Peanut program	162	89	104
00.17 Wool and Mohair program	6	8	8
00.23 Non-Insured assistance program	74	275	275
00.24 Oilseeds payment program	614	861	557
00.25 Marketing loan writeoffs		53	49
00.27 Crop disaster program	1		
00.28 Biomass Crop Assistance Program		2	15
00.34 Tree Assistance Program	1		
00.35 Other Market Loss		15	
00.36 Conservation reserve program (CRP)	1,923	1,867	1,852
00.37 Emergency Forestry Conservation Reserve Program	7	20	15
00.38 Voluntary Public Access & Habitat Incentives			17
00.47 Reimbursable agreement/transfers to State and Federal Agencies	54	48	48
00.48 Treasury	104	55	85
00.49 Other Interest	2	3	2
00.52 Conservation Reserve Program Technical assistance	67	80	84
00.53 Emergency Forestry Conservation Reserve Program Technical Assistance	3	1	
00.57 BEHT Non-Commodity Costs	210	140	140
00.58 Section 416b/FFP/ocean transportation	29	78	58
01.92 Total support and related programs	11,158	14,766	13,950
09.01 Commodity loans	9,291	9,015	8,824
09.02 Commodities procured - PL480 Titles II / III Commodity costs	911	714	500
09.04 P. L. 480 ocean transportation	345	986	694
09.09 Subtotal, reimbursable programs	10,547	10,715	10,018
10.00 Total new obligations	21,705	25,481	23,968
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1,039	1,048	1,231
21.45 Adjustments to unobligated balance carried forward, start of year		183	
22.00 New budget authority (gross)	20,904	25,481	23,968
22.10 Resources available from recoveries of prior year obligations	1,019		
22.21 Unobligated balance transferred to other accounts	-183		
22.60 Portion applied to repay debt	-26		
23.90 Total budgetary resources available for obligation	22,753	26,712	25,199
23.95 Total new obligations	-21,705	-25,481	-23,968
24.40 Unobligated balance carried forward, end of year	1,048	1,231	1,231
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	12,667	12,085	13,878
60.47 Portion applied to repay debt	-10,046	-9,091	-9,846
61.00 Transferred to other accounts	-2,621	-2,994	-4,032
62.50 Appropriation (total mandatory)			
67.10 Authority to borrow	20,721	11,505	10,603
69.00 Offsetting collections (cash)	13,392	13,966	13,355
69.00 MARAD Cargo Preference Reimbursements	12	10	10

69.10	Change in uncollected customer payments from Federal sources (unexpired)	-54		
69.47	Portion applied to repay debt	-13,167		
69.90	Spending authority from offsetting collections (total mandatory)	183	13,976	13,365
70.00	Total new budget authority (gross)	20,904	25,481	23,968
Change in obligated balances:				
72.40	Obligated balance, start of year	7,302	6,662	5,872
72.45	Adjustment to obligated balance, start of year		-183	
73.10	Total new obligations	21,705	25,481	23,968
73.20	Total outlays (gross)	-21,563	-26,088	-24,126
73.32	Obligated balance transferred from other accounts	183		
73.45	Recoveries of prior year obligations	-1,019		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	54		
74.40	Obligated balance, end of year	6,662	5,872	5,714
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	20,720	25,156	23,849
86.98	Outlays from mandatory balances	843	932	277
87.00	Total outlays (gross)	21,563	26,088	24,126
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Sales to special activities	-911	-714	-500
88.00	Advances from Foreign Assistance Programs (P.L. 480)	-1,644	-1,621	-1,238
88.00	Other Revenue			
88.00	Tobacco Trust Fund	-960	-960	-960
88.00	MARAD Reimbursements	-12	-10	-10
88.40	Sales and other proceeds	-599	-35	-37
88.40	Interest Revenue	-191	-44	-59
88.40	Loans Repaid	-9,066	-8,685	-8,837
88.40	Commodity Certificates Redeemed		-1,907	-1,724
88.40	Export Credit Sales Program Repayments	-21		
88.90	Total, offsetting collections (cash)	-13,404	-13,976	-13,365
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	54		
Net budget authority and outlays:				
89.00	Budget authority	7,554	11,505	10,603
90.00	Outlays	8,159	12,112	10,761

Summary of Budget Authority and Outlays (in millions of dollars)

	2008 actual	2009 est.	2010 est.
Enacted/requested:			
Budget Authority	7,554	11,505	10,603
Outlays	8,159	12,112	10,761
Legislative proposal, subject to PAYGO:			
Budget Authority			-199
Outlays			-199
Total:			
Budget Authority	7,554	11,505	10,404
Outlays	8,159	12,112	10,562

Status of Direct Loans (in millions of dollars)

Identification code 12-4336-0-3-999	2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	21		
1251 Repayments: Repayments and prepayments	-21		
1290 Outstanding, end of year			
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	9,509	9,015	8,824
1150 Total direct loan obligations	9,509	9,015	8,824
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	744	630	943
1231 Disbursements: Direct loan disbursements	9,509	9,015	8,824
1251 Repayments: Repayments and prepayments	-9,066	-8,685	-8,836
1264 Write-offs for default: Other adjustments, net (+ or -)	-557	-17	-3

1290	Outstanding, end of year	630	943	928
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¹\$3 million of loan collateral acquired

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 2009 and 2010 budget estimates: (a) national income will rise both in 2009 and 2010 from the present level; (b) 2009 crop production will increase from 2008 crop levels for some commodities; (c) generally, exports of agricultural commodities in 2010 are expected to be higher than 2009 levels; and (d) yields for the 2009 crops are based on recent averages adjusted for trends.

It is difficult to accurately forecast requirements for the year ending September 30, 2010, 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, food, and energy needs here and overseas, and available dollar exchange.

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

USDA has incorporated stochastic price and production variability into its 10-year budget baseline process starting with the 2007 President's Budget. For the 2009-2018 crops, Commodity Credit Corporation outlay projections for counter-cyclical payments, Average Crop Revenue Election (ACRE) payments, marketing loan benefits, and Milk Income Loss Contract payments are based on price probability distributions and flexibilities generated by the Economic Research Service's Food and Agricultural Policy Simulation model. This approach was used for feed grains (corn, barley, sorghum, oats), wheat, rice, upland cotton, soybeans, sugar, and dairy.

2010 ESTIMATE

(In millions of dollars)

Program	Gross obligations	Net outlays	Net realized loss for year
Farm income, marketing assistance loans, and price support:			
Commodity loans	8,824	2,158	0
Feed grain payments	2,207	2,207	2,207
Wheat payments	1,010	1,010	1,010
Rice payments	405	405	405
Cotton payments	2,440	2,440	2,440
Other support and related	5,623	237	3,065
Other items not distributed by program:			
Interest	87	25	29
All other	69	310	69
Total, farm income, marketing assistance loans, and price-support programs			
	20,665	8,792	9,225
Conservation programs:			
Conservation reserve program	1,936	1,936	1,936
Emergency forestry conservation reserve program	16	16	16
Voluntary Public Access	17	17	17
Conservation Program Transfers to NRCS	0	0	3,389
Total, conservation programs	1,969	1,969	5,358
Total, Commodity Credit Corporation	22,634	10,761	14,583

COMMODITY CREDIT CORPORATION FUND—Continued

PROGRAMS OF THE CORPORATION

Price support, marketing assistance loans, 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 (1949 Act), as amended, the Farm Security and Rural Investment Act of 2002 (2002 Farm Bill), and the Food, Conservation and Energy Act of 2008 (2008 Farm Bill).

Price support is mandatory for sugar and dairy products. Marketing assistance loans are mandatory for wheat, feed grains, oilseeds, upland cotton, peanuts, rice, and pulse crops. Loans are also required to be made for sugar, honey, wool, mohair, and extra long staple cotton.

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 may be 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.

Direct Payments and Counter-Cyclical Payments.—The 2002 Farm Bill established direct payments and counter-cyclical payments for May 2002 through 2007. The payments were extended through the 2012 crop year by the 2008 Farm Bill. The eligible commodities for both direct payments and counter-cyclical payments are wheat, corn, grain sorghum, barley, oats, upland cotton, rice, soybeans, other oilseeds, and peanuts. The 2008 Farm Bill adds the following as eligible commodities: long grain and medium grain rice and pulse crops, expanded to include large chickpeas.

Direct Payments are payments to producers for which payment yields and base acres are established. The commodity payment amount is calculated as follows: Payment Amount = specified rate x payment acres x payment yield. At the option of the producer, the producer can choose to receive advance payments (up to 22 percent) during the producer's selected month. The month selected may be any month during the period beginning on December 1 of the calendar year before the calendar year in which the crop of the covered commodity is harvested through the month within which the direct payment would otherwise be made. The direct payment rates established in the 2008 Farm Bill are the same as those in the 2002 Farm Bill; however, payment acres decrease from 85 percent to 83.3 percent of base acres for 2009-2011 crops, and no advance payments are available for the 2012 and subsequent crops.

Counter-Cyclical Payments are payments to producers for which payment yields and base acres are established for eligible commodities if it is determined that the effective commodity price is less than the target commodity price. Counter-cyclical payments will be made for the crop as soon as practicable after the end of the 12-month marketing year for the eligible commodity. If, before the end of the 12-month marketing year it is determined that counter-cyclical payments will be required for the eligible commodity, producers will be provided the option to receive partial payment of the projected counter-cyclical payment. Partial counter-cyclical payments are limited to 40 percent of the projected rate, are available for the 2008-2010 crops only, and are

payable after completion of the first 180 days of the marketing year.

Average Crop Revenue Election (ACRE) Payments.—The 2008 Farm Bill adds the ACRE program for the 2009-2012 crop years. Producers who elect to enroll a farm in ACRE are eligible for ACRE payments in lieu of counter-cyclical payments on the farm and in exchange for a 20 percent reduction in direct payments on the farm and a 30 percent reduction in the marketing assistance loan rates for all commodities produced on the farm except that the loan rate for seed cotton loans will not be so reduced. The election to enroll a farm in ACRE may be made for any of the crop years 2009-2012, but once the election is made, it is irrevocable through the 2012 crop.

Marketing assistance loans.—The 2002 Farm Bill authorized producers of eligible crops to receive non-recourse marketing assistance loans from the government for any quantity of a loan commodity produced on the farm by pledging their production as loan collateral. This loan shall have a term of 9 months beginning on the first day of the first month after the month in which the loan is made. The loan cannot be extended. As a condition of the receipt of a marketing assistance loan, the producer shall comply with applicable conservation requirements under subtitle B of title XII of the Food Security Act of 1985 and applicable wetland protection requirements under subtitle C of title XII of the Act during the term of the loan. Producers of eligible commodities can repay a marketing assistance loan at a rate that is the lesser of (1) the loan rate established for the commodity plus interest; or (2) a rate that the Secretary determines. Special rules apply to upland cotton, rice, and extra long staple cotton. Crops eligible for marketing assistance loans include wheat, corn, barley, oats, grain sorghum, rice, upland cotton, soybeans, extra long staple cotton, other oilseeds, dry peas, lentils, small chickpeas, honey, wool, and mohair. The 2008 Farm Bill establishes specific loan rates for long grain and medium grain rice and restricts loan rate adjustments to grade and quality factors. Also, large chickpeas are added as a new marketing assistance loan commodity with a higher loan rate than small chickpeas.

Marketing loss assistance for asparagus producers.—The 2008 Farm Bill authorizes the use of \$15 million to make payments to 2007 crop asparagus producers. Of the total, \$7.5 million will be available to fresh market asparagus producers and \$7.5 million will be available to frozen market asparagus producers.

Peanut price support program.—Under the 2008 Farm Bill, peanuts qualify for ACRE or direct payments, counter-cyclical payments, marketing assistance loans and loan deficiency payments for the 2009 through 2012 crops.

The 2002 Farm Bill terminated the marketing quota programs and repealed price support programs. The prior quota programs stayed in effect for the 2001 crop only, with quota buyout compensation payments being made during 2002 through 2006. The prior price support programs remained in effect for the 2002 crop only, notwithstanding any other provision of law or crop insurance policy.

The 2002 Farm Bill established marketing assistance loans for the 2002 through 2007 crops, with the loan rate for peanuts of \$355 per ton. The 2008 Farm Bill continues this rate. The payment rate shall be the amount by which the established loan rate exceeds the rate at which a loan may be repaid.

Tobacco program.—The American Jobs Creation Act of 2004, P.L. 108-357, eliminated the program effective with the 2005 crop. In return for losing the program, growers and quota holders will receive a buyout. The owners of quota will be paid \$7 per pound for the quota they hold. The actual producers will be paid \$3 per pound for the quota they produced. The legislation elimin-

ates all geographic and poundage restrictions on tobacco production as well as price support. The buyout will be funded by assessments on the tobacco product manufacturers and importers. The program will cost \$10.14 billion, and the growers and quota holders will be paid over a 10-year period.

Sugar program.—Sugar qualifies for price support. The 2002 Farm Bill extended the national average sugar loan rates to cover through the 2007 crops at 18 cents per pound for raw cane sugar and 22.9 cents per pound for refined beet sugar. The 2008 Farm Bill provides for escalating rates through crop year 2012. For raw cane sugar, the rate increases to 18.25 cents per pound for 2009, 18.5 cents per pound for 2010 and 18.75 cents per pound for 2011-2012. For refined beet sugar, the rates for crop year 2009-2012 are the raw cane sugar rate times 1.285. Loans are available to processors of domestically grown sugarcane and sugar beets for a term of nine months that does not begin or extend beyond the end/beginning of a fiscal year. The non-recourse loans are extended through the 2007 crop for processors of domestically produced sugar beets and sugarcane including for in-process sugar. Loans for in-process sugar have a loan rate of 80 percent of the loan rate for raw cane sugar or refined beet sugar (based on the source material used). If forfeitures occur, the processor shall convert the in-process into final product at no cost to the CCC. Upon transfer, the processor will receive payment based on the loan rate less 80 percent of raw cane or refined beet sugar rate times the quantity of sugar transferred. The loan program will continue through the 2012 crop. The 2002 Farm Bill did not resume the sugar marketing assessment collections but authorized marketing allotments. The 2002 Act provided assistance for sugar donations in the amount of 10,000 tons to compensate sugar producers who suffer losses incurred beyond existing CCC administered programs. This assistance was a one-time occurrence.

The 2008 Farm Bill extends the marketing allotment provisions of the 2002 Act, except they are now permanent and cannot be set at a level less than 85 percent of estimated sugar deliveries for human consumption. The 2008 Farm Bill introduces the Feedstock Flexibility Program, which requires the diversion of sugar from food use to ethanol producers, if needed, to keep sugar prices above levels at which sugar processors might otherwise forfeit sugar under loan to the CCC.

Dairy program.—The 2002 Farm Bill extended the Dairy Price Support Program from June 1, 2002 through December 31, 2007 at a rate of \$9.90 per hundredweight for milk containing 3.7percent butterfat. The support program is carried out through the purchase of butter, nonfat dry milk, and cheese at prices that enable processors to pay dairy farmers, on average, the support price for milk. As under previous law, the Secretary may allocate the rate of price support between the purchase prices for nonfat dry milk and butter in a manner that minimizes CCC expenditures or other objectives, as the Secretary considers appropriate. Cash CCC inventory sales (with some exceptions) shall be at any price that the Secretary determines will maximize CCC returns. The 2002 Farm Bill repealed all legislative authority for the Dairy Recourse Loan Program but established a new Milk Income Loss Contract Program (MILC), under which the Secretary may contract with eligible producers to make monthly payments when milk prices fall below specified levels. The U.S. Troop Readiness, Veterans' Care, Katrina Recovery, and Iraq Accountability Appropriations Act, 2007 (P.L. 110-28) extended the MILC program through September 2007.

The 2008 Farm Bill replaces the price support program of the 2002 Farm Bill with the Dairy Product Price Support Program, which is effective for calendar years 2008-2012. It requires the

Secretary to support the price of cheddar cheese, butter and nonfat dry milk through purchases of such products at prices not less than \$1.13 per pound for cheddar cheese in blocks, not less than \$1.10 per pound for cheddar cheese in barrels, not less than \$1.05 per pound for butter, and not less than \$0.80 per pound for nonfat dry milk. Purchase prices for milk products may be adjusted lower based on preset levels of product net removals. The 2008 Farm Bill extends the MILC program through September 30, 2012. The payment calculation percentage is raised from 34 percent to 45 percent and the payment quantity is raised from 2,400,000 to 2,985,000 million pounds per fiscal year effective October 1, 2008 through August 31, 2012. A feed cost adjuster is added that raises the \$16.94 base price when the national average ration cost exceeds \$7.35 per hundredweight for a given month.

Payment Limitations.—In general, the 2002 Farm Bill revised the Food Security Act of 1985 (7 U.S.C. 1308) for payment limitations. The total amount of direct payments made to a person during any crop year for one or more covered commodities may not exceed \$40,000. The 2008 Farm Bill rescinds the three entity rule for payment limitation purposes for the 2009-2012 crops. Instead, payments are tracked as received directly or indirectly by an individual person or legal entity (otherwise termed direct attribution). Except for participants who elect to receive ACRE payments, the direct payment limitation remains at \$40,000 for covered commodities in the 2008 Farm Bill, with a separate \$40,000 payment limitation for peanut direct payments. The payment limitation on counter-cyclical payments made to a person during any crop year for one or more covered commodities continues at \$65,000 in the 2008 Farm Bill, except for participants who elect to receive ACRE payments. For counter-cyclical payments, there is a separate \$65,000 payment limitation for peanut counter-cyclical payments. For producers that receive ACRE payments, the payment limit is \$65,000 plus the amount their direct payments are reduced due to their participation in ACRE. The total amount of gains and payments that a person may receive during any crop year under marketing assistance loan and loan deficiency payment provisions may not exceed \$75,000 for crop years 2002-2008. The 2008 Farm Bill rescinds the payment limitation for both marketing loan gains and loan deficiency payments beginning with the 2009 crop. Notwithstanding any other provision of law, an individual or entity shall not be eligible to receive any benefit described above if the average adjusted annual gross income of the individual or entity exceeds \$2,500,000, unless not less than 75 percent of the average adjusted gross income of the individual or entity is derived from farming, ranching, or forestry operations, as determined by the Secretary. The 2008 Farm Bill extends these provisions through the 2008 crop year, but makes commodity program payments subject to farm and nonfarm adjusted gross income (AGI) limits for 2009-2012 crop years. The AGI attributable to farming activities is adjusted farm gross income (AFGI), and the AGI attributable to other activities is adjusted nonfarm gross income (ANGI). If AFGI exceeds \$750,000, the person or entity is ineligible to receive commodity program payments, and if ANGI exceeds \$500,000, the person or entity is ineligible to receive payments. Commodity program payments include direct, counter-cyclical, ACRE, loan deficiency, marketing loan gain, NAP, supplemental crop disaster assistance, MILC, and trade adjustment assistance payments.

Disaster Payments.—The Agricultural Disaster Assistance Act of 2006, P.L. 109-234, authorized almost \$500 million in financial relief for farmers, ranchers, foresters, and other agricultural producers who incurred losses due to hurricanes. Approximately

COMMODITY CREDIT CORPORATION FUND—Continued

\$125 million was spent for these disaster programs in 2006-2008. The U.S. Troop Readiness, Veterans' Care, Katrina Recovery, and Iraq Accountability Appropriations Act, 2007, P.L. 110-28, appropriated \$2.8 billion in agricultural disaster aid for America's farmers and ranchers. The 2008 Consolidated Appropriations Act, P.L. 110-161, provided an additional \$602 million under Sec. 743, which extends the period of loss eligibility for disaster assistance from February 28, 2007 to December 31, 2007. Unlike previous disaster supplemental Appropriations Acts, funding is through USDA Disaster Assistance rather than CCC.

Noninsured Assistance Program.—The Agricultural Risk Protection Act of 2000 eliminated the area loss requirement for triggers and made other changes. It also included a provision that all types or varieties of a crop or commodity may be considered to be a single eligible crop for NAP assistance and provided additional funding in 2002 with annual increases through 2010. The 2008 Farm Bill amended the payment limitation provisions to conform with direct attribution of payments to a person of legal entity.

Dairy Export Incentive Program (DEIP).—DEIP provides cash bonus payments to exporters to facilitate commercial sales of U.S. dairy products in overseas markets. Estimates of the quantity of dairy products to be exported under DEIP and associated expenditures were formulated within the maximum allowable expenditure and quantity levels specified in conjunction with provisions of the Uruguay Round Agreement. Consequently, current baseline projections assume that DEIP will not exceed \$116.6 million annually during 2002-2012. Actual DEIP subsidies are further limited on a product-by-product basis under the Uruguay Round.

Export Enhancement Program (EEP).—The 2008 Farm Bill eliminated authority for the program.

Market Access Program (MAP).—Under the MAP, CCC Funds are used to reimburse participating organizations for a portion of the costs of carrying out overseas marketing and promotional activities. The 2008 Farm Bill continued the authority for the MAP program and as follows: \$100 million for 2002, \$110 million for 2003, \$125 million for 2004, \$140 million for 2005, and continued funding at \$200 million for 2008-2012. The budget proposes to reduce the annual funding level for MAP by \$40 million to \$160 million in order to reduce spending and the size of the Federal deficit. Under the proposal, greater emphasis will be placed on promoting generic American products overseas.

Foreign Market Development Cooperator Program (FMD) and Quality Samples Program.—Under the FMD program, cost-share assistance is provided to nonprofit commodity and agricultural trade associations to support overseas market development activities that are designed to remove long-term impediments to increased U.S. trade. The 2002 Farm Bill increased the available funds for this program to \$34.5 million for 2002 through 2007 and the 2008 Farm Bill continues this funding level for 2008-2012.

CCC will fund the Quality Samples Program at an authorized annual level of \$2.5 million. Under this initiative, samples of U.S. agricultural products will be provided to foreign importers to promote a better understanding and appreciation for the high quality of U.S. products.

Commodity Donations.—The 2008 Farm Bill authorizes the donation of surplus commodity inventory to domestic nutrition programs. The Corporation may also donate commodities under the authority of section 416(b) of the Agricultural Act of 1949 to carry out programs of assistance in developing countries and friendly countries and pay costs associated with making the

commodities available. Commodities that are acquired by CCC in the normal course of its domestic support operations will be available for donation. The Corporation may also use its funds to furnish commodities overseas under the authority of the Food for Progress Act of 1985; however, not more than \$55 million of the funds of the Corporation (exclusive of the costs of commodities) may be used for each fiscal year.

The Bill Emerson Humanitarian Trust.—The Bill Emerson Humanitarian Trust (BEHT) is a commodity and/or monetary reserve designed to ensure that the United States can meet its international food aid commitments. Assets of the Trust can be released any time the Administrator of the U.S. Agency for International Development determines that P.L. 480 Title II funding for emergency needs is inadequate to meet those needs in any fiscal year. When a release from the Trust is authorized, the Trust's assets cover all commodity costs associated with the release. All non-commodity costs, including ocean freight charges; internal transportation, handling, and storage overseas; and certain administrative costs are paid by CCC. The 2008 Farm Bill extended the authorization to replenish the BEHT through 2012.

Conservation Programs.—Conservation programs administered by the Farm Service Agency and the Natural Resources Conservation Service are funded through the Commodity Credit Corporation. These programs help farmers adopt and maintain conservation systems that protect water quality, reduce soil erosion, protect and enhance wildlife habitat and wetlands, conserve water, and sequester carbon.

Conservation Reserve Program (CRP).—Administered by FSA, the CRP is USDA's largest conservation/environmental program. The purpose of CRP is to cost-effectively assist farm owners and operators in conserving and improving soil, water, air, and wildlife resources by converting highly erodible and other environmentally sensitive acreage normally devoted to the production of agricultural commodities to a long-term resource-conserving cover. CRP participants enroll contracts for periods from 10 to 15 years in exchange for annual rental payments and cost-share and technical assistance for installing approved conservation practices.

The CRP is authorized in all 50 States, Puerto Rico, and the Virgin Islands, on all highly erodible cropland, other environmentally sensitive cropland, and certain marginal pastureland meeting the eligibility criteria. 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 cropland contributing to water quality problems, and other lands posing environmental threats. Also eligible for the CRP are water quality or wildlife habitat 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.

CRP was established by the 1985 Food Security Act and amended and extended under subsequent farm bills. Most recently, the 2008 Farm Bill (P.L. 110-246) re-authorized CRP enrollment through December 31, 2012, decreased maximum CRP enrollment at any one time to 32 million acres beginning October 1, 2009, expanded Farmable Wetlands Program (FWP) eligibility, and included provisions for funding a tree thinning cost-share program and program transitioning expiring CRP lands from retiring producers to beginning and socially disadvantaged farmers.

In addition to FWP, CRP also enrolls land through general signups, Conservation Reserve Enhancement Program (CREP) signups, and non-CREP continuous signups. FWP operates on a

continuous basis. Under general signup provisions, producers compete nationally during specified enrollment periods for acceptance based on an environmental benefits index. Under continuous signup provisions, producers enroll specified high-environmental value lands such as wetlands, riparian buffers, and various types of habitat at any time during the year without competition. Total CRP enrollment at the end of 2008 was 34.7 million acres. It is projected to decline to below 32 million acres for 2010, and to remain between 30 million and 32 million acres through 2012. Neither a general signup nor contract extension in 2009 has been scheduled. The Budget also eliminates an incentive payment for landowners to enroll their CRP lands in state public access programs for hunting and fishing, as such state programs are already supported through the Voluntary Public Access and Habitat Incentive Program (see below).

For those conservation programs administered by the Natural Resources Conservation Service (NRCS), funding is transferred from CCC to NRCS's Farm Security and Rural Investment Programs account (see the NRCS section). Specifically, these programs include: the Environmental Quality Incentives Program; the Wetlands Reserve Program; the Wildlife Habitat Incentives program; the Farmland Protection Program; the Conservation Security Program; the Conservation Stewardship Program; the Chesapeake Bay Watershed Program; the Agriculture Water Enhancement Program; the Healthy Forest Reserve Program; and the Grassland Reserve Program. NRCS also receives funding from the CCC to carry out technical assistance for the Conservation Reserve Program and to carry out part of the Agricultural Management Assistance Program (see below).

Voluntary Public Access and Habitat Incentive Program.—The 2008 Farm Bill authorizes this program to encourage farmers and ranchers to allow public access on their lands. It provides up to \$50 million of CCC funding through 2012 as grants to States or Tribes that have public access programs. Outlays are estimated at \$16.67 million per year for the period 2010-2012.

Biomass Crop Assistance Program (BCAP).—The 2008 Farm Bill amends the 2002 Farm Bill to authorize this program to support the establishment and production of eligible crops for conversion to bioenergy in selected BCAP project areas; and to assist agricultural and forest land owners and operators with the collection, harvest, storage, and transportation of eligible material for use in a biomass conversion facility. BCAP is scheduled for implementation in 2010.

Agricultural Management Assistance Program.—The Agricultural Risk Protection Act of 2000 authorized CCC funding of \$10 million for 2001 and subsequent years for the Agricultural Management Assistance Program (AMAP). AMAP provides cost-share assistance to producers in states in which Federal Crop Insurance Program participation is historically low as determined by the Secretary of Agriculture. The Secretary delegated authority to implement this program to the Natural Resources Conservation Service, Risk Management Agency, and the Agricultural Marketing Service. The 2008 Farm Bill increased funding to \$15 million for 2008-2012 and increased to 16 the number of States eligible to participate.

Emergency Forestry Conservation Reserve Program.—The Department of Defense, Emergency Supplemental Appropriations to Address Hurricanes in the Gulf of Mexico, and Pandemic Influenza Act of 2006, P.L. 109-148, as amended by P.L. 109-234 and P.L. 110-28, mandates that the Secretary shall carry out an emergency pilot program in States that the Secretary determines have suffered damage to merchantable timber in counties affected by hurricanes during the 2005 calendar year. The Act provided \$404.1 million for this program, called the Emergency Forestry

Conservation Reserve Program (EFCRP). P.L. 109-234 increased funding for EFCRP by \$100 million, to \$504.1 million. P.L. 110-28 lifted a restriction limiting the program to calendar year 2006. EFCRP enrollment during calendar year 2006 was 180,175 acres. Signup ended on December 31, 2006 and resumed in August 2007. An additional 73,000 acres were enrolled through the end of 2008.

Loan operations.—The following table reflects commodity loan operations of the Corporation:

[In millions of dollars]			
Item	2008 actual	2009 est.	2010 est.
Loans outstanding, gross, start of year:			
Commodity Credit Corporation	744	630	943
Additional loans made	9,509	9,015	8,824
Deduct:			
Loans repaid	-9,066	-8,686	-8,836
Acquisition of loan collateral	-8	-16	-3
Write-offs	-549	0	0
Total loans outstanding, gross, end of year	630	943	928

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

AGRICULTURAL COMMODITIES

[In millions of dollars]			
Item	2008 actual	2009 est.	2010 est.
On hand, start of year, gross	185	11	175
Acquisitions:			
Forfeiture of loan collateral	8	16	3
Excess of collateral acquired over loans canceled	1	0	0
Purchases	1,117	3,574	2,791
Transfers and exchanges	48	5	0
Carrying charges:			
Charges to inventory	0	5	3
Storage and handling (non-add)	7	16	22
Transportation (non-add)	1	18	9
Total acquisitions	1,174	3,600	2,797
Dispositions:			
Domestic donations to:			
Families	89	40	8
Institutions	11	131	75
Total domestic donations	100	171	83
Export donations	199	151	90
Sales and transfers:			
Special programs: Title II, Public Law 480	911	714	500
Other sales	256	1,914	1,732
Net loss or gain (-) on sales and transfers	-118	486	405
Total sales and transfers	1,049	3,114	2,637
Total dispositions	1,348	3,436	2,810
On hand, end of year, gross	11	175	162

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

DATA ON SUPPORT AND RELATED PROGRAMS

[In millions of dollars]			
Item	2008 actual	2009 est.	2010 est.
Loans made	9,509	9,015	8,824
Loans repaid	9,066	8,686	8,836
Loan collateral forfeited	8	16	3
Loans outstanding, end of year	630	943	928
Acquisitions	1,174	3,600	2,797
Cost of commodities sold	1,049	3,114	2,637
Cost of commodities donated	299	322	173
Inventory, end of year	11	175	162
Investment in loans and inventory, end of year	640	1,118	1,090
Direct producer payments	10,502	10,272	9,339
Net expenditures	8,159	12,112	10,761

COMMODITY CREDIT CORPORATION FUND—Continued
DATA ON SUPPORT AND RELATED PROGRAMS—Continued

Item	2008 actual	2009 est.	2010 est.
Realized losses	12,085	13,878	14,583

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; the Natural Resources Conservation Service; the Risk Management Agency; other agencies of the Department engaged in the Corporation's activities; and the Office of the Inspector General for audit functions. 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."

Section 161 of the 1996 Act amended Section 11 of the CCC Charter Act to limit the use of CCC funds for the transfer and allotment of funds to State and Federal agencies. The Section 11 cap of \$56 million including FSA loan service fees remains at \$56 million in 2009.

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. The Corporation receives reimbursement for the commodity costs and other costs, including administrative costs, for commodities supplied to domestic nutrition programs and international food aid programs.

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 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	2008 actual	2009 est.	2010 est.
Statutory borrowing authority	30,000	30,000	30,000
Deduct: Borrowings from Treasury	2,608	5,357	6,185
Net statutory borrowing authority available	27,392	24,643	23,815

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 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]	
Realized losses, 1933 to 2008, inclusive	2008 actual 466,194
Reimbursements by the Treasury:	
Reimbursements of realized losses:	
Appropriations (69 times)	450,951
Note cancellations (6 times)	2,698
Less dividends paid to Treasury (4 times)	-138
Total reimbursements for net realized losses	453,511
Other reimbursements:	
Appropriations (2 times)	542
Note cancellation (1 time)	56
Total other reimbursements	598
Total	454,109
Realized deficit as of September 30, 2008, support and related programs	12,085

Commodity Certificates.—Subtitle B of the 2000 Act allows for the use of commodity certificates. In making in-kind payments, CCC may (a) "acquire and use commodities that have been pledged to the Commodity Credit Corporation as collateral for loans made by the Corporation;" (b) "use other commodities owned by the Commodity Credit Corporation;" and (c) "redeem negotiable marketing certificates for cash under terms and conditions established. Commodity certificates discourage producers from forfeiting commodities pledged as collateral for CCC commodity loans. Certificates are used to repay marketing assistance loans when the adjusted world price (for rice and upland cotton) or the posted county price (for wheat, feed grains, soybeans, wool, mohair, honey, peanuts, dry peas, lentils, small chickpeas, and designated

minor oilseeds) is lower than the applicable loan rate. The 2008 Farm Bill amended the 1996 Farm Bill to terminate the use of commodity certificates at the end of the 2009 crop year.

Balance Sheet (in millions of dollars)

Identification code 12-4336-0-3-999	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	-3,262	-1,465
Investments in US securities:		
1106 Receivables, net	758	699
Non-Federal assets:		
1206 Receivables, net	69	61
1207 Advances and prepayments	32	36
1601 Direct loans, gross	765	630
1602 Interest receivable	19	15
1603 Allowance for estimated uncollectible loans and interest (-)	-3	
1604 Direct loans and interest receivable, net	781	645
1699 Value of assets related to direct loans	781	645
Other Federal assets:		
1801 Cash and other monetary assets		92
1802 Inventories and related properties	185	15
1803 Property, plant and equipment, net	55	50
1999 Total assets	-1,382	133
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	1	1
2102 Interest payable	62	11
2103 Debt	3,493	2,955
2105 Other	853	934
Non-Federal liabilities:		
2201 Accounts payable	1	1
2207 Other	6,362	7,077
2999 Total liabilities	10,772	10,979
NET POSITION:		
3100 Appropriated capital	-11	-11
3300 Cumulative results of operations	-12,143	-10,835
3999 Total net position	-12,154	-10,846
4999 Total liabilities and net position	-1,382	133

Object Classification (in millions of dollars)

Identification code 12-4336-0-3-999	2008 actual	2009 est.	2010 est.
Direct obligations:			
22.0 Transportation of things	240	236	207
25.2 Other services	124	371	313
25.2 Other services: Storage and handling	7	16	22
26.0 Supplies and materials: Costs of commodities sold or donated	1,165	3,584	2,906
41.0 Grants, subsidies, and contributions	9,516	10,501	10,414
43.0 Interest and dividends	106	58	88
99.0 Direct obligations	11,158	14,766	13,950
Reimbursable obligations:			
22.0 Transportation of things: P. L. 480 ocean transportation	345	986	693
26.0 Supplies and materials - Cost of Commodities Procured/Donated - PL 480	911	714	500
33.0 Investments and loans	9,291	9,015	8,825
99.0 Reimbursable obligations	10,547	10,715	10,018
99.9 Total new obligations	21,705	25,481	23,968

COMMODITY CREDIT CORPORATION FUND
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12-4336-4-3-999	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Farm Bill proposal			-199
01.92 Total support and related programs			-199
10.00 Total new obligations (object class 41.0)			-199

Budgetary resources available for obligation:

22.00 New budget authority (gross)	-199
23.95 Total new obligations	199

New budget authority (gross), detail:

Mandatory:	
60.00 Appropriation	-199

Change in obligated balances:

73.10 Total new obligations	-199
73.20 Total outlays (gross)	199

Outlays (gross), detail:

86.97 Outlays from new mandatory authority	-199
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Net budget authority and outlays:

89.00 Budget authority	-199
90.00 Outlays	-199

As part of the President's commitment to fiscal responsibility, the Budget includes several significant offsets. The proposals include programmatic changes that:

1. *Reduce Direct Payments.* As part of an effort to transition large farms from direct payments provided to owners of base acres to increased income from revenue derived from emerging markets for environmental services, the President's Budget phases out direct payments over three years to farmers with sales revenue of more than \$500,000 annually. Presently, direct payments are made to even large producers regardless of crop prices, losses, or whether the land is still under production. The program was introduced in the 1996 Farm Bill as a temporary payment scheduled to expire, but was included in the 2002 and 2008 Farm Bills. The President wants to maintain a strong safety net for farm families and beginning farmers while encouraging fiscal responsibility. Large farmers are well positioned to replace those payments with alternate sources of income from emerging markets for environmental services, such as carbon sequestration, renewable energy production, and providing clean air, clean water, and wildlife habitat. USDA will increase its research and analytical capabilities and conduct Government-wide coordination activities to encourage the establishment of markets for these ecosystem services.

2. *Eliminate Cotton Storage Credits.* The President's Budget proposes to eliminate the requirement for the Government to pay the storage costs of cotton that is put under loan with USDA. Cotton is the only commodity for which this assistance is regularly provided. Storage credits for cotton have been found to have a negative impact on the amount of cotton on the market. Because cotton storage is covered by the Government, producers may store their cotton for longer than necessary.

3. *Reform the Market Access Program (MAP).* The Budget reforms MAP by reducing program funding for overseas brand promotion and minimizes the benefits that large for-profit entities indirectly gain as members of trade associations who also participate in MAP. An annual funding reduction of 20 percent will reduce Federal spending and place a greater emphasis on promoting generic American products overseas.

4. *Amend Commodity Payment Limitation.* The Budget caps crop program payments at \$250,000 per producer by capping marketing loan benefits at \$145,000. This payment limit will help ensure that payments are made to those who most need them.

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, **[\$5,333,000]** \$6,820,000; 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 **[\$4,985,000]** \$6,465,000 shall be **[transferred] paid to [and merged with]** the appropriation for "Foreign Agricultural Service, Salaries and Expenses", and of which **[\$348,000]** \$355,000 shall be **[transferred] paid to [and merged with]** the appropriation for "Farm Service Agency, Salaries and Expenses". (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1336-0-1-351	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.02	Guaranteed loan subsidy	87	50	11
00.07	Reestimates of subsidy	32	15	.....
00.08	Interest on reestimates	33	7	.....
00.09	Administrative expenses	5	5	7
10.00	Total new obligations	157	77	18
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	183	277	267
22.00	New budget authority (gross)	110	67	18
22.10	Resources available from recoveries of prior year obligations	141	.....	.....
23.90	Total budgetary resources available for obligation	434	344	285
23.95	Total new obligations	-157	-77	-18
24.40	Unobligated balance carried forward, end of year	277	267	267
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	5	5	7
Mandatory:				
60.00	Appropriation - Subsidy	39	40	11
60.00	Appropriation - upward reestimate	66	22	.....
62.50	Appropriation (total mandatory)	105	62	11
70.00	Total new budget authority (gross)	110	67	18
Change in obligated balances:				
72.40	Obligated balance, start of year	166	63	30
73.10	Total new obligations	157	77	18
73.20	Total outlays (gross)	-119	-110	-43
73.45	Recoveries of prior year obligations	-141	.....	.....
74.40	Obligated balance, end of year	63	30	5
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	5	5	7
86.97	Outlays from new mandatory authority	105	43	6
86.98	Outlays from mandatory balances	9	62	30
87.00	Total outlays (gross)	119	110	43
Net budget authority and outlays:				
89.00	Budget authority	110	67	18
90.00	GSM 103 [12-4337]	119	110	43

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

Identification code 12-1336-0-1-351	2008 actual	2009 est.	2010 est.	
Guaranteed loan levels supportable by subsidy budget authority:				
215001	GSM 102	2,854	5,400	5,400
215003	Export guarantee program—Facilities .....	.....	75	100
215999	Total loan guarantee levels	2,854	5,475	5,500
Guaranteed loan subsidy (in percent):				
232001	GSM 102	3.05	0.87	-1.21
232003	Export guarantee program—Facilities	-0.05	4.04	11.13
232999	Weighted average subsidy rate	3.05	0.91	-0.99
Guaranteed loan subsidy budget authority:				
233001	GSM 102	87	47	-65

233003	Export guarantee program—Facilities .....	.....	3	11
233999	Total subsidy budget authority	87	50	-54
Guaranteed loan subsidy outlays:				
234001	GSM 102	-35	83	-29
234003	Export guarantee program—Facilities .....	.....	.....	6
234004	GSM 103	-7	.....	.....
234999	Total subsidy outlays	-42	83	-23
Guaranteed loan upward reestimates:				
235001	GSM 102	58	13	.....
235002	Supplier Credit	4	8	.....
235004	GSM 103	4	1	.....
235999	Total upward reestimate budget authority	66	22	.....
Guaranteed loan downward reestimates:				
237001	GSM 102	-265	-59	.....
237002	Supplier Credit	-55	-5	.....
237004	GSM 103	-1	.....	.....
237999	Total downward reestimate subsidy budget authority	-321	-64	.....

Administrative expense data:

3510	Budget authority	5	5	7
3590	Outlays from new authority	5	5	7

This is the program account for the GSM-102 CCC Export Credit Guarantee Program. The GSM-102 Export Credit Guarantee Program covers credit terms of up to three years. Under this program, CCC does not provide financing, but guarantees payments due from foreign banks and buyers. Because payment is guaranteed, financial institutions in the United States can offer competitive credit terms to foreign banks, usually with interest rates based on the London Inter-Bank Offered Rate (LIBOR). If the foreign bank fails to make any payment as agreed, the exporter or assignee must submit a notice of default to the CCC. A claim for loss must be filed, and the CCC will promptly pay claims found to be in good order. CCC usually guarantees 98 percent of the principal payment due and interest based on a percentage of the one-year Treasury rate.

A portion of the GSM-102 guarantees is also made available as Facilities Guarantees. Under this activity, CCC guarantees export financing for capital goods and services to improve handling, marketing, processing, storage, or distribution of imported agricultural commodities and products.

The subsidy estimates for the GSM-102 program is determined in large part by the obligor's sovereign or non-sovereign country risk grade. These grades are developed annually by the International Credit Risk Assessment System Committee (ICRAS). In unusual circumstances, an ICRAS grade for a country may change during the fiscal year. The default estimates for GSM-102 guarantees still use the ICRAS grades but are now based on programmatic experience and assumptions rather than the government-wide risk premia used previously.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the credit guarantees committed in 1992 and beyond (including modifications of credit 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. The 2010 Budget displays the GSM loan guarantee volume, the subsidy level that can be justified by forecast economic conditions, and the expected supply/demand conditions of countries requesting GSM loan guarantees.

Object Classification (in millions of dollars)

Identification code 12-1336-0-1-351	2008 actual	2009 est.	2010 est.	
Direct obligations:				
25.3	Other purchases of goods and services from Government accounts	5	5	7
41.0	Grants, subsidies, and contributions	152	72	11

99.9	Total new obligations	157	77	18
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COMMODITY CREDIT CORPORATION EXPORT GUARANTEE FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4337-0-3-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01	Default claims	22	27
00.02	Interest on debt to Treasury	53	51
00.03	Modification savings	89	
00.91	Subtotal	142	78
08.01	Negative Subsidy		65
08.02	Reestimates of guaranteed loan subsidy	257	53
08.04	Interest on reestimates of guaranteed loan subsidy	63	11
08.91	Subtotal, reestimates	320	65
10.00	Total new obligations	462	137
Budgetary resources available for obligation:			
21.40	Unobligated balance carried forward, start of year	1,215	873
22.00	New financing authority (gross)	358	242
22.60	Portion applied to repay debt	-238	-16
23.90	Total budgetary resources available for obligation	1,335	1,099
23.95	Total new obligations	-462	-137
24.40	Unobligated balance carried forward, end of year	873	962

New financing authority (gross), detail:			
Mandatory:			
67.10	Authority to borrow	130	
69.00	Offsetting collections (cash)	210	242
69.10	Receivable from Federal sources	21	
69.27	Capital transfer to general fund	-3	
69.90	Spending authority from offsetting collections (total mandatory)	228	242
70.00	Total new financing authority (gross)	358	242

Change in obligated balances:			
72.40	Obligated balance, start of year	-129	-150
73.10	Total new obligations	462	137
73.20	Total financing disbursements (gross)	-462	-137
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-21	
74.40	Obligated balance, end of year	-150	-150

Outlays (gross), detail:			
87.00	Total financing disbursements (gross)	462	137

Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00	Payments from program account subsidy	-113	-83
88.00	Payments from Program Account Upward Reestimate		-22
88.25	Interest on uninvested funds	-41	-41
88.40	Loan origination fee	-23	-68
88.40	Principal collections	-9	-8
88.40	Interest collections	-23	-20
88.40	Other actual collections Non-Federal sources	-1	
88.90	Total, offsetting collections (cash)	-210	-242
Against gross financing authority only:			
88.95	Change in receivables from program accounts	-21	

Net financing authority and financing disbursements:			
89.00	Financing authority	127	
90.00	Financing disbursements	252	-105

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4337-0-3-351	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on commitments:			
2111	Limitation on guaranteed loans made by private lenders		
2131	Guaranteed loan commitments exempt from limitation	2,854	5,475

2150	Total guaranteed loan commitments	2,854	5,475	5,500
2199	Guaranteed amount of guaranteed loan commitments	2,797	5,363	5,387
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	3,379	3,613	6,628
2231	Disbursements of new guaranteed loans	1,525	5,162	5,493
2251	Repayments and prepayments	-1,250	-2,125	-2,150
2263	Adjustments: Terminations for default that result in claim payments	-41	-22	-27
2290	Outstanding, end of year	3,613	6,628	9,944

Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year			
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	630	615	608
2331	Disbursements for guaranteed loan claims	26	22	27
2351	Repayments of loans receivable	-41	-29	-29
2364	Other adjustments, net			
2390	Outstanding, end of year	615	608	606

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.

Balance Sheet (in millions of dollars)

Identification code 12-4337-0-3-351	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101	Fund balances with Treasury	1,085
1101	Accounts Receivable, net	143
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1501	Defaulted guaranteed loans receivable, gross	630
1502	Interest receivable	19
1505	Allowance for subsidy cost (-)	-114
1599	Net present value of assets related to defaulted guaranteed loans	535
1999	Total assets	1,763
LIABILITIES:		
Federal liabilities:		
2101	Accounts payable	540
2104	Resources payable to Treasury	1,039
2204	Non-Federal liabilities: Liabilities for loan guarantees	184
2999	Total liabilities	1,763
4999	Total liabilities and net position	1,763

COMMODITY CREDIT CORPORATION GUARANTEED LOANS LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4338-0-3-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01	Operating expenses	1	1
10.00	Total new obligations (object class 25.3)	1	1
Budgetary resources available for obligation:			
21.40	Unobligated balance carried forward, start of year	5	24
22.00	New budget authority (gross)	24	1
22.40	Capital transfer to general fund	-5	-24
23.90	Total budgetary resources available for obligation	24	1
23.95	Total new obligations	-1	-1
24.40	Unobligated balance carried forward, end of year	24	
New budget authority (gross), detail:			
Mandatory:			
69.00	Offsetting collections (cash)	224	4

COMMODITY CREDIT CORPORATION GUARANTEED LOANS LIQUIDATING
ACCOUNT—Continued
Program and Financing —Continued

Identification code 12-4338-0-3-351	2008 actual	2009 est.	2010 est.
69.27 Capital transfer to general fund	-200	-3	-4
69.90 Spending authority from offsetting collections (total mandatory)	24	1	1
Change in obligated balances:			
72.40 Obligated balance, start of year	5	5	2
73.10 Total new obligations		1	1
73.20 Total outlays (gross)		-4	-3
74.40 Obligated balance, end of year	5	2	
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority		1	1
86.98 Outlays from mandatory balances		3	2
87.00 Total outlays (gross)		4	3
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.40 Repayments of principal	-215	-1	-2
88.40 Interest received on loans	-9	-3	-3
88.40 Other Interest			
88.90 Total, offsetting collections (cash)	-224	-4	-5
Net budget authority and outlays:			
89.00 Budget authority	-200	-3	-4
90.00 Outlays	-224		-2

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4338-0-3-351	2008 actual	2009 est.	2010 est.
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	350	136	135
2351 Repayments of loans receivable	-214	-1	-1
2364 Other adjustments, net			
2390 Outstanding, end of year	136	135	134

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

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.

Balance Sheet (in millions of dollars)

Identification code 12-4338-0-3-351	2007 actual	2008 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	9	28
1701 Defaulted guaranteed loans, gross	350	136
1702 Interest receivable	195	192
1703 Allowance for estimated uncollectible loans and interest (-)	-114	-90
1799 Value of assets related to loan guarantees	431	238
1999 Total assets	440	266
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	3	
2104 Resources payable to Treasury	246	71
2207 Non-Federal liabilities: Other	191	195
2999 Total liabilities	440	266

4999 Total liabilities and net position	440	266
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FARM STORAGE FACILITY LOANS PROGRAM ACCOUNT
Program and Financing (in millions of dollars)

Identification code 12-3301-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loan subsidy	1	9	
00.05 Upward Reestimate	51	2	
00.06 Interest on Upward Reestimate	10		
10.00 Total new obligations (object class 41.0)	62	11	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
22.00 New budget authority (gross)	62	11	
23.90 Total budgetary resources available for obligation	63	12	1
23.95 Total new obligations	-62	-11	
24.40 Unobligated balance carried forward, end of year	1	1	1
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	62	11	
Change in obligated balances:			
72.40 Obligated balance, start of year	1	1	6
73.10 Total new obligations	62	11	
73.20 Total outlays (gross)	-62	-6	-5
74.40 Obligated balance, end of year	1	6	1
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	62	6	
86.98 Outlays from mandatory balances			5
87.00 Total outlays (gross)	62	6	5
Net budget authority and outlays:			
89.00 Budget authority	62	11	
90.00 Outlays	62	6	5

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

Identification code 12-3301-0-1-351	2008 actual	2009 est.	2010 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Farm Storage Facility Loans	148	150	150
115002 Sugar Storage Facility Loans		3	3
115999 Total direct loan levels	148	153	153
Direct loan subsidy (in percent):			
132001 Farm Storage Facility Loans	1.01	6.25	-1.01
132002 Sugar Storage Facility Loans	0.98	-1.08	0.61
132999 Weighted average subsidy rate	1.01	6.11	-0.98
Direct loan subsidy budget authority:			
133001 Farm Storage Facility Loans	1	9	-2
133999 Total subsidy budget authority	1	9	-1
Direct loan subsidy outlays:			
134001 Farm Storage Facility Loans	1	4	3
134999 Total subsidy outlays	1	4	3
Direct loan upward reestimates:			
135001 Farm Storage Facility Loans	61	2	
135999 Total upward reestimate budget authority	61	2	
Direct loan downward reestimates:			
137001 Farm Storage Facility Loans	-1	-61	
137999 Total downward reestimate budget authority	-1	-61	

Farm Storage Facility Loan (FSFL) Program.—The FSFL program was established by CCC in 1949 to offer low-cost financing to producers for the construction or upgrade of on-farm storage facilities—the program was discontinued in the early 1980's when studies showed sufficient storage space was available. The FSFL was re-established in 2000 due to a severe shortage of sufficient

available storage. The program was implemented in 2000 by CCC under Section 504(c) of the Federal Credit Reform Act of 1990. The Food, Conservation and Energy Act of 2008 expanded the loan limits, term limits and eligible commodities for which facilities can be financed by the program. The program now provides producers financing with seven, ten or twelve-year repayment terms and low interest rates. The program gives producers greater marketing flexibility when farm storage is limited and/or transportation difficulties cause storage problems, allows farmers to benefit from new marketing and technological advances, and maximizes their returns through identity-preserved marketing.

Sugar Storage Facility Loans. The 2002 Farm Bill directs that the CCC establish a sugar storage facility loan program to provide financing for processors of domestically produced sugarcane and sugar beets to construct or upgrade storage and handling facilities for raw sugars and refined sugars. The loan term is a minimum of seven years with the amount and terms being determined as any other commercial loan.

As required by the Federal Credit Reform Act of 1990, this account records 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.

FARM STORAGE FACILITY DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4158-0-3-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loans	148	153	153
00.02 Payment of interest to Treasury	23	20	20
00.91 Obligations associated with loans	171	173	173
08.01 Negative Subsidy Payment to Receipt Account			2
08.02 Downward reestimates paid to receipt accounts	1	49	
08.04 Interest on Downward Reestimate		13	
08.91 Direct Program by Activities - Subtotal (1 level)	1	62	2
10.00 Total new obligations	172	235	175
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	44	116	111
22.00 New financing authority (gross)	245	284	298
22.10 Resources available from recoveries of prior year obligations ...	25		
22.60 Portion applied to repay debt	-26	-54	-106
23.90 Total budgetary resources available for obligation	288	346	303
23.95 Total new obligations	-172	-235	-175
24.40 Unobligated balance carried forward, end of year	116	111	128
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	155	162	162
69.00 Payments from program account	61	6	5
69.00 Principal	76	95	105
69.00 Interest collections (cash)	14	15	20
69.00 Interest on Uninvested Funds	12	6	6
69.47 Portion applied to repay debt	-73		
69.90 Spending authority from offsetting collections (total mandatory)	90	122	136
70.00 Total new financing authority (gross)	245	284	298
Change in obligated balances:			
72.40 Obligated balance, start of year	119	107	110
73.10 Total new obligations	172	235	175
73.20 Total financing disbursements (gross)	-159	-232	-170
73.45 Recoveries of prior year obligations	-25		
74.40 Obligated balance, end of year	107	110	115

Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	159	232	170
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payments from Program Account	-61	-6	-5
88.25 Interest on uninvested funds	-12	-6	-6
88.40 Principal collections	-76	-95	-105
88.40 Interest collections	-14	-15	-20
88.90 Total, offsetting collections (cash)	-163	-122	-136
Net financing authority and financing disbursements:			
89.00 Financing authority	82	162	162
90.00 Financing disbursements	-4	110	34

Status of Direct Loans (in millions of dollars)

Identification code 12-4158-0-3-351	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	148	153	153
1150 Total direct loan obligations	148	153	153
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	304	363	418
1231 Disbursements: Direct loan disbursements	135	150	150
1251 Repayments: Repayments and prepayments	-76	-95	-105
1290 Outstanding, end of year	363	418	463

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 12-4158-0-3-351	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	163	223
Investments in US securities:		
1106 Receivables, net	61	1
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	304	363
1402 Interest receivable	27	30
1405 Allowance for subsidy cost (-)	-87	-32
1499 Net present value of assets related to direct loans	244	361
1999 Total assets	468	585
LIABILITIES:		
Federal liabilities:		
2103 Debt payable to Treasury	467	523
2105 Other Federal Liabilities	1	62
2999 Total liabilities	468	585
4999 Total liabilities and net position	468	585

EMERGENCY BOLL WEEVIL LOAN PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-3303-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.05 Upward reestimate Apple and Emergency Boll Weevil	1	1	
10.00 Total new obligations (object class 41.0)	1	1	
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	1	1	
23.95 Total new obligations	-1	-1	

EMERGENCY BOLL WEEVIL LOAN PROGRAM ACCOUNT—Continued
Program and Financing —Continued

Identification code 12-3303-0-1-351	2008 actual	2009 est.	2010 est.
New budget authority (gross), detail:			
Mandatory:			
60.00	Appropriation	1	1
Change in obligated balances:			
73.10	Total new obligations	1	1
73.20	Total outlays (gross)	-1	-1
Outlays (gross), detail:			
86.97	Outlays from new mandatory authority	1	1
Net budget authority and outlays:			
89.00	Budget authority	1	1
90.00	Outlays	1	1

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

Identification code 12-3303-0-1-351	2008 actual	2009 est.	2010 est.
Direct loan upward reestimates:			
135001	Emergency Boll Weevil and Apple Loans	1	1
135999	Total upward reestimate budget authority	1	1
Direct loan downward reestimates:			
137001	Emergency Boll Weevil and Apple Loans		-1
137999	Total downward reestimate budget authority		-1

APPLE LOANS PROGRAM ACCOUNT

The Agricultural Risk Protection Act of 2000 authorized up to \$5 million for the cost to provide loans to producers of apples for economic losses as the result of low prices. Although the program is funded through the Commodity Credit Corporation, program management is performed through farm loan programs. No further funding is requested for this program.

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 (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.

EMERGENCY BOLL WEEVIL DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4221-0-3-351	2008 actual ¹	2009 est.	2010 est.
Obligations by program activity:			
08.02	Downward reestimate Apple Loans		1
10.00	Total new obligations		1
Budgetary resources available for obligation:			
21.40	Unobligated balance carried forward, start of year	4	
22.00	New financing authority (gross)		1
22.60	Portion applied to repay debt	-4	
23.90	Total budgetary resources available for obligation		1
23.95	Total new obligations		-1
New financing authority (gross), detail:			
Mandatory:			
69.00	Offsetting collections (cash)	1	1
69.47	Portion applied to repay debt	-1	

69.90	Spending authority from offsetting collections (total mandatory)		1
Change in obligated balances:			
73.10	Total new obligations		1
Offsets:			
Against gross financing authority and financing disbursements:			
88.00	Offsetting collections (cash) from: Federal sources —		
	Reestimate payment from program account	-1	-1
Net financing authority and financing disbursements:			
89.00	Financing authority		-1
90.00	Financing disbursements		-1

¹The values for Lines 2260 through 8895 that appear as zeroes range between 22,301 and 311,587.

Status of Direct Loans (in millions of dollars)

Identification code 12-4221-0-3-351	2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	10	10
1290	Outstanding, end of year	10	10

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 12-4221-0-3-351	2007 actual	2008 actual
ASSETS:		
1101	Federal assets: Fund balances with Treasury	4
	Net value of assets related to post-1991 direct loans receivable:	
1401	Direct loans receivable, gross	10
1405	Allowance for subsidy cost (-)	-10
1499	Net present value of assets related to direct loans	
1999	Total assets	4
LIABILITIES:		
2103	Federal liabilities: Debt	4
2999	Total liabilities	4
4999	Total liabilities and net position	4

AGRICULTURAL DISASTER RELIEF FUND

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-5531-0-2-351	2008 actual	2009 est.	2010 est.
01.00	Balance, start of year		
01.99	Balance, start of year		
Receipts:			
02.00	3.08 Percent of Customs Duties, Agricultural Disaster Relief Fund	833	738
04.00	Total: Balances and collections	833	738
Appropriations:			
05.00	Agricultural Disaster Relief Fund	-833	-738
07.99	Balance, end of year		

Program and Financing (in millions of dollars)

Identification code 12-5531-0-2-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01	Disaster payments	266	1,433
00.02	Recovery Act transition disaster payments		674

10.00	Total new obligations (object class 41.0)	266	2,107
Budgetary resources available for obligation:			
21.40	Unobligated balance carried forward, start of year	833	1,979
22.00	New budget authority (gross)	833	1,412
23.90	Total budgetary resources available for obligation	833	2,245
23.95	Total new obligations	-266	-2,107
24.40	Unobligated balance carried forward, end of year	833	1,979
New budget authority (gross), detail:			
Mandatory:			
60.20	Appropriation (special fund)	833	738
67.10	Authority to borrow		674
67.10	Authority to borrow		
67.90	Authority to borrow (total mandatory)		674
70.00	Total new budget authority (gross)	833	1,412
Change in obligated balances:			
73.10	Total new obligations	266	2,107
73.20	Total outlays (gross)	-266	-2,107
Outlays (gross), detail:			
86.97	Outlays from new mandatory authority		128
86.98	Outlays from mandatory balances	266	1,979
87.00	Total outlays (gross)	266	2,107
Net budget authority and outlays:			
89.00	Budget authority	833	1,412
90.00	Outlays	266	2,107

The Food, Conservation, and Energy Act of 2008 (2008 Farm Bill), P.L. 110-246, provides for Supplemental Agricultural Disaster Assistance under Sec. 15101. This includes the Agricultural Disaster Relief Trust Fund, which is composed of amounts equivalent to 3.1 percent of the amounts received in the general fund of the U.S. Treasury during 2008-2011 attributable to the duties collected on articles entered, or withdrawn from warehouse, for consumption under the Harmonized Tariff Schedule of the United States. The fund has authority to borrow and repayable advances that are such sums as may be necessary make up the funds budget authority. Advances to the fund must be repaid with interest to the general fund of the U.S. Treasury when the Secretary of the Treasury determines that funds are available in the trust fund.

No obligations were incurred or outlays made during 2008. The budget authority in the fund totaled \$832,951,063 in 2008 which is the amount of customs receipts which were credited to the Agricultural Disaster Relief Trust Fund receipt account. This amount was carried forward into 2009 as unobligated balances.

Funds from the trust fund may be used to make payments to farmers and ranchers under the following five new disaster assistance programs: Supplemental Revenue Assistance Payments (SURE) Program; Livestock Forage Disaster Program (LFP); Livestock Indemnity Program (LIP); Tree Assistance Program (TAP); and Emergency Assistance for Livestock, Honey Bees, and Farm-Raised Fish Program. P.L. 110-246 provides that participants in the new disaster assistance programs are required to have crop insurance or non-insured crop disaster assistance, or to pay a fee if they are otherwise ineligible.

The American Recovery and Reinvestment Act of 2009 (ARRA) amended the 2008 Farm Bill and the SURE Program to modify the payment formulas for 2008 crops. The ARRA also provided an additional 90 day window for 2008 crops for those producers who did not obtain a policy or plan of insurance or NAP coverage or elect to buy in by September 16, 2008 as authorized under the 2008 Farm Bill.

Trust Funds

TOBACCO TRUST FUND

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8161-0-7-351	2008 actual	2009 est.	2010 est.
01.00	Balance, start of year		
01.99	Balance, start of year		
Receipts:			
02.00	Excise Taxes for Tobacco Assessments, Tobacco Trust Fund	1,140	960
04.00	Total: Balances and collections	1,140	960
Appropriations:			
05.00	Tobacco Trust Fund	-1,140	-960
05.99	Total appropriations	-1,140	-960
07.99	Balance, end of year		

Program and Financing (in millions of dollars)

Identification code 12-8161-0-7-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
09.01	Tobacco buyout cost reimbursement to CCC	960	1,140
10.00	Total new obligations (object class 41.0)	960	1,140

Budgetary resources available for obligation:			
21.40	Unobligated balance carried forward, start of year		180
22.00	New budget authority (gross)	1,140	960
23.90	Total budgetary resources available for obligation	1,140	1,140
23.95	Total new obligations	-960	-1,140
24.40	Unobligated balance carried forward, end of year	180	

New budget authority (gross), detail:			
Mandatory:			
60.26	Appropriation (trust fund)	1,140	960

Change in obligated balances:			
73.10	Total new obligations	960	1,140
73.20	Total outlays (gross)	-960	-1,140

Outlays (gross), detail:			
86.97	Outlays from new mandatory authority	960	960
86.98	Outlays from mandatory balances		180
87.00	Total outlays (gross)	960	1,140

Net budget authority and outlays:			
89.00	Budget authority	1,140	960
90.00	Outlays	960	1,140

NATURAL RESOURCES CONSERVATION SERVICE

Federal Funds

CONSERVATION OPERATIONS

For necessary expenses for carrying out the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), 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, **[\$853,400,000]** *\$867,197,000*, to remain available until **[September 30, 2010]**, of which **\$31,650,000** shall be for the purposes, and in the amounts, specified in the table titled "Natural Resources Conservation Service, Conservation Operations Congressionally-designated Projects" in the explanatory statement described in section

CONSERVATION OPERATIONS—Continued

4 (in the matter preceding division A of this consolidated Act) March 30, 2011: 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. (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, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-1000-0-1-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Technical assistance	734	754	751
00.02 Soil surveys	90	94	94
00.03 Snow survey and water forecasting	11	11	11
00.04 Plant materials centers	11	11	11
09.00 Reimbursable program	42	44	44
10.00 Total new obligations	888	914	911
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	27	44	27
22.00 New budget authority (gross)	901	897	911
22.10 Resources available from recoveries of prior year obligations	9		
23.90 Total budgetary resources available for obligation	937	941	938
23.95 Total new obligations	-888	-914	-911
23.98 Unobligated balance expiring or withdrawn	-5		
24.40 Unobligated balance carried forward, end of year	44	27	27
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	840	853	867
40.35 Appropriation permanently reduced	-6		
43.00 Appropriation (total discretionary)	834	853	867
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	43	44	44
58.10 Change in uncollected customer payments from Federal sources (unexpired)	24		
58.90 Spending authority from offsetting collections (total discretionary)	67	44	44
70.00 Total new budget authority (gross)	901	897	911
Change in obligated balances:			
72.40 Obligated balance, start of year	214	206	216
73.10 Total new obligations	888	914	911
73.20 Total outlays (gross)	-868	-904	-906
73.40 Adjustments in expired accounts (net)	4		
73.45 Recoveries of prior year obligations	-9		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-24		
74.10 Change in uncollected customer payments from Federal sources (expired)	1		
74.40 Obligated balance, end of year	206	216	221
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	726	735	746
86.93 Outlays from discretionary balances	142	169	160
87.00 Total outlays (gross)	868	904	906
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-36	-35	-35
88.40 Non-Federal sources	-9	-9	-9
88.90 Total, offsetting collections (cash)	-45	-44	-44
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-24		
88.96 Portion of offsetting collections (cash) credited to expired accounts	2		

Net budget authority and outlays:				
89.00	Budget authority	834	853	867
90.00	Outlays	823	860	862

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

MAIN WORKLOAD FACTORS

	2008 actual	2009 est.	2010 est.
Customers receiving technical assistance for planning & application, number	156,400	140,000	140,000
Conservation systems planned, million acres	39.7	40	40
Cropland with conservation applied to improve soil quality, million acres	8.3	7.5	7.5
Grazing land with conservation applied to protect the resource base, million acres	15.3	13	13

Inventory and monitoring, resource appraisal, and program development activities are also funded through this account. 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 data for periodic reports to the public and Congress as required by the Soil and Water Resources Conservation Act of 1977 as amended.

Soil surveys.—Soil surveys and investigations are made on the soil resources of the Nation's private lands. Natural Resources Conservation Service (NRCS) provides this information on the web soil survey and in printed publications for use by the public and Federal, State and local agencies for conservation planning and in making land-use and land management decisions. NRCS uses the information for program development, conservation planning, and design of planned practices. NRCS provides national leadership for the National Cooperative Soil Survey in conjunction with Federal, States and local agencies and other users of soil survey data.

MAIN WORKLOAD FACTORS

	2008 actual	2009 est.	2010 est.
Acres mapped annually (millions)	35.2	34	36
New or updated Web Soil Surveys published, number	66	20	20

Snow survey and water supply 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 management, recreation, power generation, municipal and industrial water supply administration, emergency management, and water quality management.

Operation of plant materials centers.—The selection, evaluation and release of plant materials are made at 27 plant materials centers through field trials to determine their suitability for erosion control, improved water quality and quantity, range and pasture management, biofuel and biomass production, air quality protection, wildlife management, and other environmental improvements. Plant science technology is also documented in fact sheets, technical notes, and the Field Office Technical Guide.

Object Classification (in millions of dollars)

Identification code 12-1000-0-1-302	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	416	420	422
11.3 Other than full-time permanent	7	7	7
11.5 Other personnel compensation	7	7	7

11.9	Total personnel compensation	430	434	436
12.1	Civilian personnel benefits	131	132	133
21.0	Travel and transportation of persons	16	16	16
22.0	Transportation of things	4	4	4
23.2	Rental payments to others	26	25	25
23.3	Communications, utilities, and miscellaneous charges	30	29	29
24.0	Printing and reproduction	1	1	1
25.2	Other services	171	171	167
26.0	Supplies and materials	17	17	16
31.0	Equipment	19	39	39
32.0	Land and structures	1	1	1
43.0	Interest and dividends .....	.....	1	.....
99.0	Direct obligations	846	870	867
99.0	Reimbursable obligations	41	44	43
99.5	Below reporting threshold	1	.....	1
99.9	Total new obligations	888	914	911

86.97	Outlays from new mandatory authority	885	1,146	1,457
86.98	Outlays from mandatory balances	885	446	849
87.00	Total outlays (gross)	1,770	1,592	2,202
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-9	-56	-65
88.40	Non-Federal sources	-54	.....	.....
88.90	Total, offsetting collections (cash)	-63	-56	-65
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-11	.....	.....
88.96	Portion of offsetting collections (cash) credited to expired accounts	8	.....	.....

Employment Summary

Identification code 12-1000-0-1-302	2008 actual	2009 est.	2010 est.	
Direct:				
1001	Civilian full-time equivalent employment	6,473	6,323	6,197
Reimbursable:				
2001	Civilian full-time equivalent employment	204	201	201

FARM SECURITY AND RURAL INVESTMENT PROGRAMS

Program and Financing (in millions of dollars)

Identification code 12-1004-0-1-302	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	Wetlands Reserve program	183	418	391
00.02	Environmental Quality Incentives program	1,193	1,067	1,200
00.03	Ground and Surface Water Conservation	59	.....	.....
00.04	Agricultural Water Enhancement Program .....	.....	73	73
00.05	Wildlife Habitat Incentives program	84	85	42
00.06	Farm and Ranch Lands Protection program	96	121	120
00.07	Conservation Security program	317	283	234
00.08	Grassland Reserve program	3	48	54
00.09	Conservation Stewardship Program .....	.....	230	447
00.10	Agricultural Management Assistance program	7	7	5
00.11	Chesapeake Bay Watershed Initiative .....	.....	23	43
00.12	Healthy Forests Reserve Program .....	.....	10	5
09.00	Reimbursable program-CRP	63	56	65
10.00	Total new obligations	2,005	2,421	2,679

Budgetary resources available for obligation:				
22.00	New budget authority (gross)	2,022	2,421	2,679
23.95	Total new obligations	-2,005	-2,421	-2,679
23.98	Unobligated balance expiring or withdrawn	-17	.....	.....

New budget authority (gross), detail:				
Discretionary:				
40.35	Appropriation permanently reduced .....	.....	.....	-610
Mandatory:				
62.00	Transferred from other accounts	1,956	2,365	3,224
69.00	Offsetting collections (cash)	55	56	65
69.10	Change in uncollected customer payments from Federal sources (unexpired)	11	.....	.....
69.90	Spending authority from offsetting collections (total mandatory)	66	56	65
70.00	Total new budget authority (gross)	2,022	2,421	2,679

Change in obligated balances:				
72.40	Obligated balance, start of year	2,637	2,548	3,377
73.10	Total new obligations	2,005	2,421	2,679
73.20	Total outlays (gross)	-1,770	-1,592	-2,202
73.40	Adjustments in expired accounts (net)	-322	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-11	.....	.....
74.10	Change in uncollected customer payments from Federal sources (expired)	9	.....	.....
74.40	Obligated balance, end of year	2,548	3,377	3,854

Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	-104

Net budget authority and outlays:				
89.00	Budget authority	1,956	2,365	2,614
90.00	Outlays	1,707	1,536	2,137

The Food, Conservation, and Energy Act of 2008 (P.L. 110-246), which amended Title XII of the Food Security Act of 1985, reauthorized a number of USDA's conservation programs. Natural Resources Conservation Service (NRCS) is responsible for implementing many of these programs. For conservation programs where NRCS is the lead implementation agency, funds are transferred from the Commodity Credit Corporation (CCC) to the Farm Security and Rural Investment Programs account. This account funds the cost-share, monitoring, easement, financial assistance and technical assistance costs necessary for delivering the following programs:

Wetlands Reserve Program (WRP): This program is authorized under Section 1237 of the Food Security Act of 1985, as amended. The authority provides for a total acreage enrollment cap of 3,041,200 acres. The purpose of the WRP is to preserve, protect, and restore valuable wetlands. The 2010 Budget assumes \$391 million for this program to enroll 152,636 acres in 2010.

Environmental Quality Incentives Program (EQIP): This program is authorized under section 1240 of the Food Security Act of 1985, as amended. The purpose of the program is to promote agricultural production and environmental quality as compatible national goals. The 2010 Budget proposes \$1.2 billion for this program.

Agricultural Water Enhancement Program (AWEP): This program is authorized by Section 1240I of the Food Security Act of 1985, as amended. Under AWEP, NRCS enters into partnership agreements with eligible entities with a desire to promote ground and surface water conservation or improve water quality on agricultural lands. The 2010 Budget assumes \$73 million for this program. The program is a successor to the Ground and Surface Water Program, which was not reauthorized by the Food, Conservation, and Energy Act of 2008.

Conservation Stewardship Program (CSP): This program is authorized by Section 1238D of the Food Security Act of 1985, as amended. The program encourages producers to address resource concerns in a comprehensive manner by undertaking additional conservation activities and improving, maintaining and managing existing conservation activities. The authority provides for an annual enrollment of 12,769,000 acres. The 2010 Budget assumes \$447 million for this program. This program is the successor to the Conservation Security Program, which was not continued in the Food, Conservation and Energy Act of 2008 except as necessary to support contracts entered into before September 30, 2008. The 2010 Budget proposes \$234 million for this program.

Farmland Protection Program (FRPP): Authorized under Section 1238I of the Food Security Act of 1985, as amended, this program protects soil by limiting nonagricultural use of prime and unique

FARM SECURITY AND RURAL INVESTMENT PROGRAMS—Continued

farm and ranch land. The 2010 Budget proposes permanently cancelling mandatory funds in excess of \$120 million for this program.

Wildlife Habitat Incentives Program (WHIP): This program is authorized by Section 1240N of the Food Security Act of 1985, as amended. The program develops habitat for upland wildlife, wetland wildlife, threatened and endangered species, fish, and other wildlife. The 2010 Budget proposes a level of \$42 million for this program.

Grassland Reserve Program (GRP): This program is authorized by Section 1238N of the Food Security Act of 1985, as amended. The purpose of the program is to assist landowners in restoring and protecting grassland. The 2010 budget assumes \$54 million for this program.

Chesapeake Bay Watershed Program (CBWP): This program is authorized by Section 1240Q of the Food Security Act of 1985, as amended. It helps agricultural producers improve water quality and quantity and restore, enhance and preserve soil, air and related resources in the Chesapeake Bay Watershed through the implementation of conservation practices. The 2010 Budget assumes \$43 million for this program.

Conservation Reserve Program (CRP) Technical Assistance: The CRP is authorized by Sections 1231-1235A of the Food Security Act of 1985, as amended. Although CRP is administered by the Farm Service Agency, NRCS provides technical assistance to producers to implement conservation practices on CRP land. FSA provides funds to NRCS as offsetting collections for this purpose in this account. The 2010 budget assumes \$65 million for CRP technical assistance.

In addition to the programs authorized under the Food Security Act of 1985, NRCS implements the following conservation programs:

Agricultural Management Assistance Program (AMA): This program is authorized by Section 524(b) of the Federal Crop Insurance Act (7 U.S.C. 1524(b)), as amended. It authorizes \$15 million annually for fiscal years 2008 through 2012. Of this annual amount, 50 percent funds NRCS AMA activities in 16 states, as determined by the Secretary, in which participation in the Federal Crop Insurance Program is historically low. The program provides assistance to producers to mitigate financial risk by using conservation to reduce soil erosion and improve water quality. The Budget proposes limiting the overall AMA program to \$10 million in 2010, of which NRCS would receive \$5 million.

Healthy Forests Reserve Program (HFRP): This program is authorized by Section 502 of the Healthy Forests Restoration Act of 2003, as amended. The program assists landowners in restoring, enhancing and protecting forest ecosystems on private lands to promote the recovery of threatened and endangered species, improve biodiversity, and enhance carbon sequestration. The 2010 Budget proposes permanently cancelling mandatory funds in excess of \$4.75 million for this program.

NRCS works to deliver conservation programs using its technical field staff and by partnering with public and private entities through the Technical Service Provider (TSP) system. NRCS can contract with TSPs to help deliver the Farm Bill programs, or agricultural producers may select TSPs to help plan and implement conservation practices on their operations.

Object Classification (in millions of dollars)

Identification code 12-1004-0-1-302		2008 actual	2009 est.	2010 est.
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	196	259	267
11.3	Other than full-time permanent	2	3	3

11.5	Other personnel compensation	6	6	7
11.9	Total personnel compensation	204	268	277
12.1	Civilian personnel benefits	62	81	83
21.0	Travel and transportation of persons	5	5	6
22.0	Transportation of things	1	1	1
23.2	Rental payments to others	10	9	9
23.3	Communications, utilities, and miscellaneous charges	7	6	6
25.2	Other services	105	123	130
26.0	Supplies and materials	7	6	8
31.0	Equipment	18	14	16
32.0	Land and structures	153	392	361
41.0	Grants, subsidies, and contributions	1,370	1,460	1,717
99.0	Direct obligations	1,942	2,365	2,614
99.0	Reimbursable obligations	63	56	65
99.9	Total new obligations	2,005	2,421	2,679

Employment Summary

Identification code 12-1004-0-1-302		2008 actual	2009 est.	2010 est.
Direct:				
1001	Civilian full-time equivalent employment	3,215	3,994	4,061
Reimbursable:				
2001	Civilian full-time equivalent employment	627	350	471

WATERSHED SURVEYS AND PLANNING

Program and Financing (in millions of dollars)

Identification code 12-1066-0-1-301		2008 actual	2009 est.	2010 est.
Change in obligated balances:				
72.40	Obligated balance, start of year	1		
73.20	Total outlays (gross)	-1		
Outlays (gross), detail:				
86.93	Outlays from discretionary balances	1		
Net budget authority and outlays:				
89.00	Budget authority			
90.00	Outlays	1		

Under the authorities of Public Law 83-566, watershed planning assistance is provided to States and communities to address specific resource problems on a watershed scale. The funds are used to cooperate with other agencies and the States in providing local decision makers with resource data, derived from cooperative river basin surveys and floodplain management studies, for use in decision making. Watershed plans are used to develop the small watershed projects.

Watershed work plans are prepared by sponsoring local organizations with the Department's assistance or through State and local resources. The 2010 Budget does not request funding for this program because the Budget is not proposing to fund additional watershed surveys, instead redirecting these resources to other higher priority programs within the Agency.

Employment Summary

Identification code 12-1066-0-1-301		2008 actual	2009 est.	2010 est.
Direct:				
1001	Civilian full-time equivalent employment	5		

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, in accordance with the Watershed Protection and Flood Prevention Act (16 U.S.C. 1001-1005 and 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, \$24,289,000, to remain available until expended, of which \$23,643,000 shall be for the purposes, and in the amounts, specified in the table titled "Natural Resources Conservation Service, Watershed and Flood Prevention Operations Congressionally-designated Projects" in the explanatory statement described in section 4 (in the matter preceding division A of this consolidated Act): *Provided*, That not to exceed \$15,000,000 of this appropriation shall be available for technical assistance. (7 U.S.C. 2209b, 2225; 16 U.S.C. 1001-1005, 1007-1009; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-1072-0-1-301		2008 actual	2009 est.	2010 est.
Obligations by program activity:				
00.01	Watershed operations (P.L. 534)	5	4	.....
00.03	Emergency watershed protection operations	175	290	237
00.04	Small watershed operations (P.L. 566)	32	20	.....
00.05	Appropriation, Recovery Act .....	.....	180	110
09.01	Reimbursable program	9	30	.....
10.00	Total new obligations	221	524	347
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	181	562	376
22.00	New budget authority (gross)	550	338	.....
22.10	Resources available from recoveries of prior year obligations	52	.....	1
23.90	Total budgetary resources available for obligation	783	900	377
23.95	Total new obligations	-221	-524	-347
24.40	Unobligated balance carried forward, end of year	562	376	30
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	520	24	.....
40.01	Appropriation, Recovery Act .....	.....	290	.....
43.00	Appropriation (total discretionary)	520	314	.....
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	37	24	.....
58.10	Change in uncollected customer payments from Federal sources (unexpired)	-7	.....	.....
58.90	Spending authority from offsetting collections (total discretionary)	30	24	.....
70.00	Total new budget authority (gross)	550	338	.....
Change in obligated balances:				
72.40	Obligated balance, start of year	246	195	485
73.10	Total new obligations	221	524	347
73.20	Total outlays (gross)	-227	-234	-293
73.45	Recoveries of prior year obligations	-52	.....	-1
74.00	Change in uncollected customer payments from Federal sources (unexpired)	7	.....	.....
74.40	Obligated balance, end of year	195	485	538
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	23	93	.....
86.93	Outlays from discretionary balances	204	141	293
87.00	Total outlays (gross)	227	234	293
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-29	-24	.....
88.40	Non-Federal sources	-8	.....	.....
88.90	Total, offsetting collections (cash)	-37	-24	.....
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	7	.....	.....
Net budget authority and outlays:				
89.00	Budget authority	520	314	.....
90.00	Outlays	190	210	293

These programs provide for cooperative actions 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 and Flood Prevention Operations can be used for either flood prevention projects or flood damage rehabilitation efforts, depending upon the needs and opportunities. In order to improve the environmental and economic benefits of these projects, NRCS intends to focus on developing and funding non-structural flood prevention measures. The 2010 Budget does not request funding for the watershed operations programs and instead redirects their resources to other priority programs within the agency.

Emergency watershed protection.—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, drought or other natural causes 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. Funding for the emergency watershed protection program is typically provided through emergency supplemental appropriations.

Watershed operations authorized by Public Law 78-534.—The Department cooperates with soil conservation districts and other local organizations in planning and installing flood prevention improvements in 11 watersheds authorized by the Flood Control Act of 1944. The Federal Government shares the cost of improvements for flood prevention, agricultural water management, recreation, and fish and wildlife development.

Small watershed operations authorized by Public Law 83-566.—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. At least 60 percent of the funding provided is used for financial assistance.

Loans through the Agricultural Credit Insurance Fund have been made in previous years to the local sponsors in order to fund the local cost of Public Law 83-566 or 78-534 projects. No funding for these loans is assumed in 2010.

American Recovery and Reinvestment Act funding.—These programs received \$290 million in Recovery Act funding. Those funds included \$145 million to purchase and restore floodplain easements, and \$145 million for projects to improve water quality, increase water supply, decrease soil erosion, and improve fish and wildlife habitat in rural communities. The funds will also create needed jobs to help revitalize rural economies. As of the date of publication of this document, a sign-up has been held for the \$145 million in floodplain easements, and NRCS is evaluating those applications. Of the remaining funds, \$84.8 million has been awarded to over 50 projects in 20 states and territories, with the remaining funding still being allocated.

Status of annually funded Public Law 83-566 projects: The following tabulation shows the status of Public Law 83-566 projects

WATERSHED AND FLOOD PREVENTION OPERATIONS—Continued
funded with annual appropriations (not including projects funded under the Recovery Act):

MAIN WORKLOAD FACTORS

	2008 actual	2009 est.	2010 est.
Status of operational projects:			
Projects receiving land treatment	94	91	
Structural projects	146	146	
Land treatment and structural	60	60	
Subtotal active projects	300	297	
Projects continuing post-installation assistance	1048	1061	
Inactive projects	196	182	
Project life completed	42	46	
Deauthorized projects	158	158	
Total operational projects	1744	1744	
New projects approved during year	0	0	

Object Classification (in millions of dollars)

Identification code 12-1072-0-1-301	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	28	50	29
11.5 Other personnel compensation	2	12	7
11.9 Total personnel compensation	30	62	36
12.1 Civilian personnel benefits	5	4	3
21.0 Travel and transportation of persons	2	2	2
23.2 Rental payments to others	2	2	2
23.3 Communications, utilities, and miscellaneous charges	5	5	5
25.2 Other services	51	42	10
25.2 Other services	32	190	159
26.0 Supplies and materials	1	2	1
31.0 Equipment	1	4	1
41.0 Grants, subsidies, and contributions	83	181	128
99.0 Direct obligations	212	494	347
99.0 Reimbursable obligations	9	30	
99.9 Total new obligations	221	524	347

Employment Summary

Identification code 12-1072-0-1-301	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	280	524	347
Reimbursable:			
2001 Civilian full-time equivalent employment	25	25	

WATERSHED REHABILITATION PROGRAM

For necessary expenses to carry out rehabilitation of structural measures, in accordance with section 14 of the Watershed Protection and Flood Prevention Act (16 U.S.C. 1012), and in accordance with the provisions of laws relating to the activities of the Department, **[\$40,000,000]** \$40,161,000, to remain available until expended. (16 U.S.C. 1001 et seq.; Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-1002-0-1-301	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Watershed rehabilitation program	21	40	40
00.02 Appropriation, Recovery Act		38	12
00.03 Watershed rehabilitation Mandatory			54
10.00 Total new obligations	21	78	106
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	5	16

21.45 Adjustments to unobligated balance carried forward, start of year		-1	
22.00 New budget authority (gross)	20	90	175
22.10 Resources available from recoveries of prior year obligations	4		
23.90 Total budgetary resources available for obligation	26	94	191
23.95 Total new obligations	-21	-78	-106
24.40 Unobligated balance carried forward, end of year	5	16	85

New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation	20	40	40
40.01 Appropriation, Recovery Act		50	
40.35 Appropriation permanently reduced			-30
43.00 Appropriation (total discretionary)	20	90	10
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	1		
58.10 Change in uncollected customer payments from Federal sources (unexpired)	-1		
58.90 Spending authority from offsetting collections (total discretionary)			
Mandatory:			
62.00 Transferred from other accounts			165
70.00 Total new budget authority (gross)	20	90	175

Change in obligated balances:

72.40 Obligated balance, start of year	58	44	91
72.45 Adjustment to obligated balance, start of year		1	
73.10 Total new obligations	21	78	106
73.20 Total outlays (gross)	-32	-32	-119
73.45 Recoveries of prior year obligations	-4		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	1		
74.40 Obligated balance, end of year	44	91	78

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	20	26	6
86.93 Outlays from discretionary balances	12	6	47
86.97 Outlays from new mandatory authority			66
87.00 Total outlays (gross)	32	32	119

Offsets:

Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-1		
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	1		

Net budget authority and outlays:

89.00 Budget authority	20	90	175
90.00 Outlays	31	32	119

Under the authorities of section 14 of the Watershed Protection and Flood Prevention Act, assistance is provided to communities to address concerns about local aging dams. The 2010 Budget request will support rehabilitation of the highest priority dam projects that have reached the end of their design life. NRCS may provide technical and financial assistance for the planning, design, and implementation of rehabilitation projects that may include upgrading or removing the dams.

This account received \$50 million in discretionary funding from the American Recovery and Reinvestment Act of 2009 (P.L. 111-5). These funds will be used to rehabilitate aging flood control structures nationwide, revitalizing dams and rural economies by creating jobs and supporting local businesses that supply needed products and services.

As part of the President's commitment to fiscal responsibility, the 2010 budget proposes to limit mandatory funding for this program to \$135 million in 2010. Funds exceeding this amount would be permanently cancelled (see proposed general provisions for the Department of Agriculture).

Object Classification (in millions of dollars)

Identification code 12-1002-0-1-301	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	4	9	23
12.1 Civilian personnel benefits	1	2	6
25.2 Other services	4	27	23
41.0 Grants, subsidies, and contributions	11	40	54
99.0 Direct obligations	20	78	106
99.0 Reimbursable obligations	1		
99.9 Total new obligations	21	78	106

Employment Summary

Identification code 12-1002-0-1-301	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	65	249	312

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 sections 31 and 32 of the Bankhead-Jones Farm Tenant Act (7 U.S.C. 1010-1011; 76 Stat. 607); the Act of April 27, 1935 (16 U.S.C. 590a-f); and subtitle H of title XV of the Agriculture and Food Act of 1981 (16 U.S.C. 3451-3461), \$50,730,000: *Provided*, That not to exceed \$3,073,000 shall be available for national headquarters activities.] (7 U.S.C. 2225; *Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1010-0-1-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.02 Technical assistance	50	51	
09.01 Reimbursable program		1	
10.00 Total new obligations	50	52	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	3	2
22.00 New budget authority (gross)	51	51	
23.90 Total budgetary resources available for obligation	53	54	2
23.95 Total new obligations	-50	-52	
24.40 Unobligated balance carried forward, end of year	3	2	2
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	51	51	
Change in obligated balances:			
72.40 Obligated balance, start of year	9	7	6
73.10 Total new obligations	50	52	
73.20 Total outlays (gross)	-52	-53	-3
74.40 Obligated balance, end of year	7	6	3
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	45	46	
86.93 Outlays from discretionary balances	7	7	3
87.00 Total outlays (gross)	52	53	3
Net budget authority and outlays:			
89.00 Budget authority	51	51	
90.00 Outlays	52	53	3

The Resource Conservation and Development (RC&D) Program was developed under the Soil Conservation and Domestic Allotment Act, (16 U.S.C 590a-590f), the Bankhead-Jones Farm Tenant Act, (16 U.S.C. 1010 and 1011), and the Food and Agricultural Act of 1962 (P.L. 87-703) and is authorized under subtitle H, title

XV of the Agricultural and Food Act of 1981, (16 U.S.C. 3451-3461), as amended. The program was permanently authorized by the Food Security and Rural Investment Act of 2002 and further amended by the Food, Conservation, and Energy Act of 2008 (P.L. 110-246). The Natural Resources Conservation Service (NRCS) administers the program. In 1981, sections 1528-1538 of the Agriculture and Food Act authorized a program to encourage and improve the capability of State and local units of government and local nonprofit organizations in rural areas to plan, develop, and implement programs for resource conservation and development. Through the program, RC&D areas establish or improve coordination systems in rural communities and build rural community leadership skills to use Federal, State and local programs for the communities' benefit. The program also assists local communities to develop strategic plans addressing locally identified natural resource and economic development concerns.

NRCS provides program administration and assistance to RC&D areas by providing coordinators to volunteer non-profit RC&D Councils. Other USDA agencies with conservation or development activities provide input for program policy and guidance and are members of the USDA RC&D Policy Advisory Board and Working Group. In addition, these agencies provide limited technical and financial assistance to RC&D Councils. Councils also obtain the assistance from other local, State, and Federal agencies, private organizations, and foundations to carry out their specific projects.

The 2010 Budget does not request funding for the RC&D program. After decades of Federal assistance, these councils have developed sufficiently strong State and local ties that the Administration believes it is no longer necessary to fund Federal council coordinators, as the councils are now able to secure funding for their continued operation without Federal assistance.

The following tabulation shows the status of RC&D areas authorized to receive technical and financial assistance.

MAIN WORKLOAD FACTORS

	2008 actual	2009 est.	2010 est.
Areas funded at beginning of year	375	375	
Areas funded at end of year	375	375	
Project plans adopted	4,344	4,000	
Projects completed	4,495	4,200	

Object Classification (in millions of dollars)

Identification code 12-1010-0-1-302	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	29	31	
11.3 Other than full-time permanent	1	1	
11.9 Total personnel compensation	30	32	
12.1 Civilian personnel benefits	8	8	
21.0 Travel and transportation of persons	1	1	
23.2 Rental payments to others	2	2	
23.3 Communications, utilities, and miscellaneous charges	1	1	
25.2 Other services	5	5	
26.0 Supplies and materials	1	1	
31.0 Equipment	1	1	
99.0 Direct obligations	49	51	
99.0 Reimbursable obligations	1	1	
99.9 Total new obligations	50	52	

Employment Summary

Identification code 12-1010-0-1-302	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	440	451	

HEALTHY FORESTS RESERVE PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-1090-0-1-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Healthy forests reserve program	1		
10.00 Total new obligations (object class 32.0)	1		
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		1	1
22.00 New budget authority (gross)	2		
23.90 Total budgetary resources available for obligation	2	1	1
23.95 Total new obligations	-1		
24.40 Unobligated balance carried forward, end of year	1	1	1
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	2		
Change in obligated balances:			
72.40 Obligated balance, start of year	5	4	4
73.10 Total new obligations	1		
73.20 Total outlays (gross)	-1		
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, end of year	4	4	4
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	1		
Net budget authority and outlays:			
89.00 Budget authority	2		
90.00 Outlays	1		

Title V of the Healthy Forests Restoration Act of 2003 (Public Law 108-148) authorizes the establishment of the Healthy Forests Reserve Program (HFRP). The purpose of this program is to assist landowners in restoring, enhancing and protecting forest ecosystems to 1) promote the recovery of threatened and endangered species, 2) improve biodiversity, and 3) enhance carbon sequestration. HFRP supports the Natural Resources Conservation Service (NRCS) mission goal of Healthy Plant and Animal Communities.

NRCS implements this voluntary program. At the state level, the NRCS State Conservationist determines how best to deliver HFRP and implement national policies in an efficient manner based on the national priorities identified in each sign-up announcement. Only privately held land is eligible for enrollment into HFRP. Land enrolled in the HFRP must have a restoration plan that includes practices necessary to restore and enhance habitat for species listed as threatened or endangered or candidates for the threatened or endangered species list. Technical assistance will be provided by USDA to assist owners in complying with the terms of restoration plans under the HFRP.

The 2010 Budget does not request discretionary funding for the Healthy Forests Reserve Program. The Food, Conservation and Energy Act of 2008 (P.L. 110-234) authorizes new mandatory funding for the Healthy Forests Reserve Program of \$9.75 million annually from 2009-2012. This funding is included in the 2010 Budget in the Farm Security and Rural Investment Programs account.

Employment Summary

Identification code 12-1090-0-1-302	2008 actual	2009 est.	2010 est.
Direct:			

1001 Civilian full-time equivalent employment	2		
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GREAT PLAINS CONSERVATION PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-2268-0-1-302	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

The 1996 Farm Bill combined the authority for this and several other conservation programs into the Environmental Quality Incentives Program. Prior-year account balances are maintained in this account until expended. The program provides cost-share assistance to participating landowners and operators in ten Great Plains states to develop and install long-term conservation plans and practices on their lands.

FORESTRY INCENTIVES PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-3336-0-1-302	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	6	6	6
24.40 Unobligated balance carried forward, end of year	6	6	6
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

No funds are proposed for the Forestry Incentives Program (FIP). The FIP has not been reauthorized. Prior-year account balances are maintained in this account until expended. FIP shares up to 65 percent of the cost of tree planting and timber stand improvement in designated counties. Technical assistance is provided by the Forest Service.

WATER BANK PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-3320-0-1-302	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

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. Funding for the expiring 1985 Water Bank agreements was transferred from the 1995 Wetlands Reserve Program appropriation to this account as au-

thorized under the Water Bank Extension Act of 1994. The 2010 Budget does not request program funding.

COLORADO RIVER BASIN SALINITY CONTROL PROGRAM

The Colorado River Basin Salinity Control Program (CRBSC), was authorized under section 202(c) of Title II of the Colorado River Basin Salinity Control Act, as amended by section 334, subtitle D, Title III of the Federal Agriculture Improvement Act (FAIR Act) of 1996. The FAIR Act combined the authorities of the Agricultural Conservation Program, Water Quality Incentive Program, Great Plains Conservation Program, and the Colorado River Basin Salinity Control Program, into the Environmental Quality Incentives Program. The FAIR Act also repealed CRBSC authority, while maintaining program account balances until expended.

Beginning in 1996, EQIP was implemented on an interim program level for CRBSC, providing cost-share assistance to landowners and others in Colorado, Utah, and Wyoming to enhance the supply and quality of water in the Colorado River for delivery to downstream users in the U.S. and Mexico.

WETLANDS RESERVE PROGRAM
Program and Financing (in millions of dollars)

Identification code 12-1080-0-1-302	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	3	3
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	3	3	3
24.40 Unobligated balance carried forward, end of year	3	3	3
Change in obligated balances:			
72.40 Obligated balance, start of year	2	1	1
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

Section 1237 of the Food Security Act of 1985, as amended, authorizes the Wetlands Reserve Program (WRP) as a voluntary approach to preserving, protecting, and restoring valuable wetlands. The Natural Resources Conservation Service (NRCS) provides program administration for WRP. Funding for WRP is now provided through NRCS' Farm Security and Rural Investment Account. Information displayed in this section represents unobligated balances from the non-Commodity Credit Corporation account in which WRP was funded prior to the 1996 Farm Bill.

WILDLIFE HABITAT INCENTIVES PROGRAM
Program and Financing (in millions of dollars)

Identification code 12-3322-0-1-302	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	9	10	10
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	10	10	10
24.40 Unobligated balance carried forward, end of year	10	10	10
Change in obligated balances:			
72.40 Obligated balance, start of year	2	1	1

73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

Section 1240N of the Food Security Act of 1985, as amended, authorizes the Wildlife Habitat Incentives Program (WHIP) as a voluntary approach to improving wildlife habitat in our Nation. The Natural Resources Conservation Service (NRCS) provides program administration for WHIP. Funding for WHIP is now provided through NRCS's Farm Security and Rural Investment Account. Information displayed in this section represents unobligated balances remaining from the 1996 Farm Bill only.

Trust Funds

MISCELLANEOUS CONTRIBUTED FUNDS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8210-0-7-302	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year	4		1
Adjustments:			
01.90 Adjustment for prior appropriations	-4		
01.99 Balance, start of year			1
Receipts:			
02.20 Miscellaneous Contributed Funds		1	1
04.00 Total: Balances and collections		1	2
07.99 Balance, end of year		1	2

Program and Financing (in millions of dollars)

Identification code 12-8210-0-7-302	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	3	3
24.40 Unobligated balance carried forward, end of year	3	3	3
Change in obligated balances:			
72.40 Obligated balance, start of year	1		
73.20 Total outlays (gross)	-1		
Outlays (gross), detail:			
86.98 Outlays from mandatory balances	1		
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	1		

Funds received in this account from State, local, and other organizations are available for work under cooperative agreements for soil survey, watershed protection, and resource conservation and development activities.

Employment Summary

Identification code 12-8210-0-7-302	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	1	1	1

RURAL DEVELOPMENT

Federal Funds

RURAL DEVELOPMENT SALARIES AND EXPENSES

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses for carrying out the administration and implementation of programs in the Rural Development mission area, including activities with institutions concerning the development and operation of agricultural cooperatives; and for cooperative agreements; **[\$192,484,000]** *Provided, That* **notwithstanding any other provision of law, funds appropriated under this section may be used for advertising and promotional activities that support the Rural Development mission area: *Provided further, That*** not more than \$10,000 may be expended to provide modest nonmonetary awards to non-USDA employees: *Provided further, That* any balances available from prior years for the Rural Utilities Service, Rural Housing Service, and the Rural Business-Cooperative Service salaries and expenses accounts shall be transferred to and merged with this appropriation. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-0403-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Salaries and expenses	170	192	196
09.01 Reimbursable program	512	585	571
10.00 Total new obligations	682	777	767
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	5	3	58
22.00 New budget authority (gross)	679	832	709
22.10 Resources available from recoveries of prior year obligations	1		
23.90 Total budgetary resources available for obligation	685	835	767
23.95 Total new obligations	-682	-777	-767
24.40 Unobligated balance carried forward, end of year	3	58	
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	170	192	196
40.35 Appropriation permanently reduced	-1		
43.00 Appropriation (total discretionary)	169	192	196
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	510	640	513
70.00 Total new budget authority (gross)	679	832	709
Change in obligated balances:			
72.40 Obligated balance, start of year	124	114	100
73.10 Total new obligations	682	777	767
73.20 Total outlays (gross)	-682	-791	-721
73.40 Adjustments in expired accounts (net)	-10		
73.45 Recoveries of prior year obligations	-1		
74.10 Change in uncollected customer payments from Federal sources (expired)	1		
74.40 Obligated balance, end of year	114	100	146
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	605	707	603
86.93 Outlays from discretionary balances	77	84	118
87.00 Total outlays (gross)	682	791	721
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-511	-640	-513
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	1		
Net budget authority and outlays:			
89.00 Budget authority	169	192	196
90.00 Outlays	171	151	208

The Rural Development Salaries and Expenses account is a consolidated account to administer all Rural Development pro-

grams, including programs administered by the Rural Utilities Service (RUS), the Rural Housing Service (RHS), and the Rural Business-Cooperative Service (RBS).

RUS provides grants, direct loans and loan guarantees to suppliers of electric, telecommunications (for general purpose and for distance learning/telemedicine), and water and wastewater services in rural areas. Through the water and wastewater program, RUS also provides technical assistance. Most of the programs are administered in Washington, DC. The Rural Development field office staff performs the services related to the water and wastewater grant and loan programs. For the electric and telecommunication loans, general field representatives visit borrowers periodically and maintain liaisons between the borrowers and headquarters.

RHS delivers rural housing and community facility programs through a system of State, area, and local offices.

RBS delivers direct loans, loan guarantees and grant programs, as well as technical assistance, to cooperatives and rural businesses.

Object Classification (in millions of dollars)

Identification code 12-0403-0-1-452	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	97	102	108
11.3 Other than full-time permanent		1	1
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	98	104	110
12.1 Civilian personnel benefits	26	27	29
21.0 Travel and transportation of persons	4	4	5
23.2 Rental payments to others		1	1
23.3 Communications, utilities, and miscellaneous charges	7	6	7
24.0 Printing and reproduction	1	1	1
25.1 Advisory and assistance services	1	18	22
25.2 Other services	8	11	1
25.4 Operation and maintenance of facilities	1	1	1
25.5 Research and development contracts	21	15	15
25.7 Operation and maintenance of equipment	1	1	1
26.0 Supplies and materials	1	2	2
31.0 Equipment	1	1	1
99.0 Direct obligations	170	192	196
99.0 Reimbursable obligations	512	585	571
99.9 Total new obligations	682	777	767

Employment Summary

Identification code 12-0403-0-1-452	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	1,491	1,534	1,534
Reimbursable:			
2001 Civilian full-time equivalent employment	4,415	4,566	4,566

RURAL DEVELOPMENT DISASTER ASSISTANCE FUND

Program and Financing (in millions of dollars)

Identification code 12-0405-0-1-453	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		188	
22.00 New budget authority (gross)	188		
22.21 Unobligated balance transferred to other accounts		-188	
23.90 Total budgetary resources available for obligation	188		
24.40 Unobligated balance carried forward, end of year	188		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	188		

Net budget authority and outlays:			
89.00	Budget authority	188	.....
90.00	Outlays .....		.....

The Consolidated Security, Disaster Assistance, and Continuing Appropriations Act, 2009, newly created the Disaster Assistance Fund and provided \$188 million in funds for Rural Development programs to address specific disasters. \$150 million of the funds were for the areas affected by hurricanes, floods, and other natural disasters occurring during 2008. The additional \$38 million in funds was for single and multi-family housing activities in areas affected by Hurricanes Katrina and Rita. Funding was provided generally to various Rural Development programs and has been appropriately transferred to relevant programs in the Rural Utilities Service, the Rural Housing Service, and the Rural Business and Cooperative Service.

RURAL COMMUNITY ADVANCEMENT PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-0400-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.10 Rural Community Development Initiative Grants	5	.....	.....
10.00 Total new obligations (object class 41.0)	5	.....	.....
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	142	1	1
22.21 Unobligated balance transferred to other accounts	-136	.....	.....
23.90 Total budgetary resources available for obligation	6	1	1
23.95 Total new obligations	-5	.....	.....
24.40 Unobligated balance carried forward, end of year	1	1	1
Change in obligated balances:			
72.40 Obligated balance, start of year	2,358	.....	.....
73.10 Total new obligations	5	.....	.....
73.20 Total outlays (gross)	-5	.....	.....
73.31 Obligated balance transferred to other accounts	-2,358	.....	.....
74.40 Obligated balance, end of year			
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	5	.....	.....
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	5	.....	.....

Until 2008, this account was used to consolidate under the Rural Community Advancement Program (RCAP) funding for the direct and guaranteed water and waste disposal loans, water and waste disposal grants, emergency community water assistance grants, solid waste management grants, direct and guaranteed community facility loans, community facility grants, direct and guaranteed business and industry loans, rural business enterprise grants, and rural business opportunity grants. This was in accordance with the provisions set forth in the Federal Agriculture Improvement and Reform Act of 1996, as amended, Public Law 104-127 (the 1996 Act).

RCAP was composed of the following three funding streams: Rural Community Facilities, Rural Utilities, and Rural Business.

To continue what was proposed and passed in 2008, the 2010 Budget proposes no funding in the RCAP account and instead, each funding stream is being appropriated separately in a new account. The Water and Wastewater funding stream, which makes up the Rural Utilities stream, is in the Rural Utilities Service, the Rural Community Facilities funding stream is in the Rural Housing Service, and the Rural Business stream is in the

Rural Business Service. Specific descriptions of each program funded in the streams appear with the new accounts.

RURAL HOUSING SERVICE

Federal Funds

RURAL HOUSING ASSISTANCE GRANTS

(INCLUDING TRANSFER OF FUNDS)

For grants and contracts for very low-income housing repair, supervisory and technical assistance, compensation for construction defects, and rural housing preservation made by the Rural Housing Service, as authorized by 42 U.S.C. 1474, 1479(c), 1490e, and 1490m, \$41,500,000, to remain available until expended: *Provided*, That of the total amount appropriated, \$1,200,000 shall be available through June 30, [2009] 2010, for authorized empowerment zones and enterprise communities and communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones: *Provided further*, That any balances to carry out a housing demonstration program to provide revolving loans for the preservation of low-income multi-family housing projects as authorized in Public Law 108-447 and Public Law 109-97 shall be transferred to and merged with the "Rural Housing Service, Multi-family Housing Revitalization Program Account". (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1953-0-1-604	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.10 Low-income migrant and seasonal farmworkers	11	5	.....
00.12 Very Low-Income Housing Repair Grants	30	33	32
00.13 Very Low-Income Housing Repair Natural Disaster Grants	7	15	.....
00.14 Farm Labor Natural Disaster grants		1	.....
00.15 Processing Workers Housing Grants	2	3	.....
00.16 Rural Housing Preservation Grants	10	10	9
00.17 Very Low-Income Housing Repair 2008 Disaster		5	.....
00.18 Compensation for Construction Defects		1	1
10.00 Total new obligations (object class 41.0)	60	73	42
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	37	13	.....
21.45 Adjustments to unobligated balance carried forward, start of year		-2	.....
22.00 New budget authority (gross)	39	42	42
22.10 Resources available from recoveries of prior year obligations ...	1	.....	.....
22.21 Unobligated balance transferred to other accounts	-4	.....	.....
22.22 Unobligated balance transferred from other accounts		20	.....
23.90 Total budgetary resources available for obligation	73	73	42
23.95 Total new obligations	-60	-73	-42
24.40 Unobligated balance carried forward, end of year	13	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	39	42	42
Change in obligated balances:			
72.40 Obligated balance, start of year	36	39	42
73.10 Total new obligations	60	73	42
73.20 Total outlays (gross)	-51	-70	-53
73.31 Obligated balance transferred to other accounts	-5	.....	.....
73.45 Recoveries of prior year obligations	-1	.....	.....
74.40 Obligated balance, end of year	39	42	31
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	29	30	29
86.93 Outlays from discretionary balances	22	40	24
87.00 Total outlays (gross)	51	70	53
Net budget authority and outlays:			
89.00 Budget authority	39	42	42
90.00 Outlays	51	70	53

RURAL HOUSING ASSISTANCE GRANTS—Continued

The very low-income housing repair grant 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. The Budget provides \$31.6 million for this program in 2010.

The Budget proposes \$500 thousand for compensation for construction defects. The supervisory and technical assistance grant program is carried out under the provisions of section 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 targeted 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. The Budget provides no funding for this program in 2010.

The rural housing preservation grant program is authorized under section 533 of the Housing Act of 1949, as amended. Grants are made to eligible 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. \$9.4 million is provided for this program in 2010.

73.10	Total new obligations	25	29	17
73.20	Total outlays (gross)	-21	-48	-41
73.45	Recoveries of prior year obligations	-10	.....	.....
74.40	Obligated balance, end of year	130	111	87
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	1	1	.....
86.93	Outlays from discretionary balances	20	47	41
87.00	Total outlays (gross)	21	48	41
Net budget authority and outlays:				
89.00	Budget authority	20	18	17
90.00	Outlays	21	48	41

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

Identification code 12-1954-0-1-604	2008 actual	2009 est.	2010 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Section 514 Farm Labor Housing	31	32	22
115999 Total direct loan levels	31	32	22
Direct loan subsidy (in percent):			
132001 Section 514 Farm Labor Housing	43.26	42.14	36.14
132999 Weighted average subsidy rate	43.26	42.14	36.14
Direct loan subsidy budget authority:			
133001 Section 514 Farm Labor Housing	13	14	8
133999 Total subsidy budget authority	13	14	8
Direct loan subsidy outlays:			
134001 Section 514 Farm Labor Housing	12	20	20
134999 Total subsidy outlays	12	20	20
Direct loan downward reestimates:			
137001 Section 514 Farm Labor Housing .....	.....	-12	.....
137999 Total downward reestimate budget authority .....	.....	-12	.....

The direct farm labor loan program is authorized under section 514 and the rural housing for domestic farm labor grant program is authorized under section 516 of the Housing Act of 1949, as amended. The loans, grants, and contracts are made to public and private nonprofit organizations for low-rent housing and related facilities for domestic farm labor. Grants assistance may not exceed 90 percent of the cost of a project. Loans and grants 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. The Budget proposes \$17 million in 2010.

FARM LABOR PROGRAM ACCOUNT

For the cost of direct loans, grants, and contracts, as authorized by 42 U.S.C. 1484 and 1486, **[\$18,269,000] \$16,968,000**, to remain available until expended, for direct farm labor housing loans and domestic farm labor housing grants and contracts. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1954-0-1-604	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loan subsidy	13	13	8
00.11 Farm labor housing grants	12	16	9
10.00 Total new obligations (object class 41.0)	25	29	17
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	14	11	.....
22.00 New budget authority (gross)	20	18	17
22.10 Resources available from recoveries of prior year obligations	10	.....	.....
22.21 Unobligated balance transferred to other accounts	-8	.....	.....
23.90 Total budgetary resources available for obligation	36	29	17
23.95 Total new obligations	-25	-29	-17
24.40 Unobligated balance carried forward, end of year	11	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	22	18	17
41.00 Transferred to other accounts	-2	.....	.....
43.00 Appropriation (total discretionary)	20	18	17
Change in obligated balances:			
72.40 Obligated balance, start of year	136	130	111

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, **[\$902,500,000, to remain available through September 30, 2010] \$1,091,430,000**; 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, up to \$5,958,000 **[shall]** may 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 \$50,000 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 of this amount not less than \$2,030,000 is available for newly constructed units financed by section 515 of the Housing Act of 1949, and not less than \$3,400,000 is for newly constructed units financed under sections 514 and 516 of the Housing Act of 1949: *Provided further*, That rental assistance agreements entered into or renewed during the current fiscal year shall be funded for a one-year period: *Provided further*, That any unexpended balances remaining at the end of such one-year agreements may be transferred

and used for the purposes of any debt reduction; maintenance, repair, or rehabilitation of any existing projects; preservation; and rental assistance activities authorized under title V of the Act: *Provided further*, That rental assistance provided under agreements entered into prior to fiscal year [2009] 2010 for a farm labor multi-family housing project financed under section 514 or 516 of the Act may not be recaptured for use in another project until such assistance has remained unused for a period of 12 consecutive months, if such project has a waiting list of tenants seeking such assistance or the project has rental assistance eligible tenants who are not receiving such assistance: *Provided further*, That such recaptured rental assistance shall, to the extent practicable, be applied to another farm labor multi-family housing project financed under section 514 or 516 of the Act. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-0137-0-1-604	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Rental assistance program	479	903	1,091
10.00 Total new obligations (object class 41.0)	479	903	1,091
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	479	903	1,091
23.95 Total new obligations	-479	-903	-1,091
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	482	903	1,091
40.00 Appropriation	47	45	40
40.35 Appropriation permanently reduced	-3		
40.53 Portion substituted for borrowing authority	-47	-45	-40
43.00 Appropriation (total discretionary)	479	903	1,091
Change in obligated balances:			
72.40 Unpaid obligations, appropriation, start of year	1,882	1,433	1,265
73.10 Total new obligations	479	903	1,091
73.20 Total outlays (gross)	-927	-1,071	-1,147
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, appropriation, end of year	1,433	1,265	1,209
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	100	226	273
86.93 Outlays from discretionary balances	827	845	874
87.00 Total outlays (gross)	927	1,071	1,147
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-1		
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	1		
Net budget authority and outlays:			
89.00 Budget authority	479	903	1,091
90.00 Outlays	926	1,071	1,147

The rental assistance program is authorized under section 521(a)(2) of the Housing Act of 1949, as amended, and is designed to reduce rent expenses for 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 and assistance for newly constructed units financed by the section 515 loan program and the 514/516 farm labor housing loan and grant programs. At USDA's discretion, some funds may also be used for additional servicing assistance for existing projects. For 2010, the request for rental assistance grants is for one year contracts with one-year availability, with a total funding level of \$1.091 billion.

From 1978 through 1991, the rental assistance program was funded under the Rural Housing Insurance Fund. Beginning in

1992, pursuant to Credit Reform, a separate grant account was established for this program.

MULTI-FAMILY HOUSING REVITALIZATION PROGRAM ACCOUNT

For the rural housing voucher program as authorized under section 542 of the Housing Act of 1949, but notwithstanding subsection (b) of such section, for the cost to conduct a housing demonstration program to provide revolving loans for the preservation of low-income multi-family housing projects, and for additional costs to conduct a demonstration program for the preservation and revitalization of multi-family rental housing properties described in this paragraph, [\$27,714,000] \$26,616,000, to remain available until expended: *Provided*, That of the funds made available under this heading, \$4,965,000 shall be available for rural housing vouchers to any low-income household (including those not receiving rental assistance) residing in a property financed with a section 515 loan which has been prepaid after September 30, 2005: *Provided further*, That the amount of such voucher shall be the difference between comparable market rent for the section 515 unit and the tenant paid rent for such unit: *Provided further*, That funds made available for such vouchers shall be subject to the availability of annual appropriations: *Provided further*, That the Secretary shall, to the maximum extent practicable, administer such vouchers with current regulations and administrative guidance applicable to section 8 housing vouchers administered by the Secretary of the Department of Housing and Urban Development (including the ability to pay administrative costs related to delivery of the voucher funds): *Provided further*, That if the Secretary determines that the amount made available for vouchers in this or any other Act is not needed for vouchers, the Secretary may use such funds for the demonstration programs for the preservation and revitalization of multi-family rental housing properties described in this paragraph: *Provided further*, That of the funds made available under this heading, [\$2,889,000] \$1,791,000 shall be available for the cost of loans to private non-profit organizations, or such non-profit organizations' affiliate loan funds and State and local housing finance agencies, to carry out a housing demonstration program to provide revolving loans for the preservation of low-income multi-family housing projects: *Provided further*, That loans under such demonstration program shall have an interest rate of not more than 1 percent direct loan to the recipient: *Provided further*, That the Secretary may defer the interest and principal payment to the Rural Housing Service for up to 3 years and the term of such loans shall not exceed 30 years: *Provided further*, That of the funds made available under this heading, \$19,860,000 shall be available for a demonstration program for the preservation and revitalization of the section 514, 515, and 516 multi-family rental housing properties to restructure existing USDA multi-family housing loans, as the Secretary deems appropriate, expressly for the purposes of ensuring the project has sufficient resources to preserve the project for the purpose of providing safe and affordable housing for low-income residents and farm laborers including reducing or eliminating interest; deferring loan payments, subordinating, reducing or reamortizing loan debt; and other financial assistance including advances, payments and incentives (including the ability of owners to obtain reasonable returns on investment) required by the Secretary: *Provided further*, That the Secretary shall as part of the preservation and revitalization agreement obtain a restrictive use agreement consistent with the terms of the restructuring: *Provided further*, That if the Secretary determines that additional funds for vouchers described in this paragraph are needed, funds for the preservation and revitalization demonstration program may be used for such vouchers: *Provided further*, That the Secretary may use any unobligated funds appropriated for the rural housing voucher program in a prior fiscal year to support information technology activities of the Rural Housing Service to the extent the Secretary determines that additional funds are not needed for this fiscal year to provide vouchers described in this paragraph: *Provided further*, That if Congress enacts legislation to permanently authorize a section 515 multi-family rental housing loan restructuring program similar to the demonstration program described herein, the Secretary may use funds made available for the demonstration program under this heading to carry out such legislation with the prior [approval] notification of the Committees on Appropriations of both Houses of Congress. (*Agriculture, Rural Development,*

MULTIFAMILY HOUSING REVITALIZATION PROGRAM ACCOUNT—Continued
Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-2002-0-1-604	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct Subsidy	19	25	2
00.03 Subsidy for modifications of direct loans	12	8	
00.05 Reestimates of direct loan subsidy		1	
00.09 Administrative expenses	3	7	
00.10 Grants	7	11	25
10.00 Total new obligations	41	52	27
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	25	16	1
22.00 New budget authority (gross)	28	29	27
22.10 Resources available from recoveries of prior year obligations ...	1		
22.22 Unobligated balance transferred from other accounts	3	8	
23.90 Total budgetary resources available for obligation	57	53	28
23.95 Total new obligations	-41	-52	-27
24.40 Unobligated balance carried forward, end of year	16	1	1
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	28	28	27
Mandatory:			
60.00 Appropriation		1	
70.00 Total new budget authority (gross)	28	29	27
Change in obligated balances:			
72.40 Obligated balance, start of year	5	44	68
73.10 Total new obligations	41	52	27
73.20 Total outlays (gross)	-6	-35	-35
73.32 Obligated balance transferred from other accounts	5	7	
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	44	68	60
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	2	2	1
86.93 Outlays from discretionary balances	4	32	34
86.97 Outlays from new mandatory authority		1	
87.00 Total outlays (gross)	6	35	35
Net budget authority and outlays:			
89.00 Budget authority	28	29	27
90.00 Outlays	6	35	35

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

Identification code 12-2002-0-1-604	2008 actual	2009 est.	2010 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Multi-Family Housing Relending Demo	5	15	6
115002 Multi-Family Housing Revitalization Seconds	13	6	
115003 Multi-Family Revitalization Zero	13	15	
115004 Multi-Family Housing Revitalization Seconds Disasters		3	
115005 Multi-Family Housing Revitalization Zero Disasters		2	
115999 Total direct loan levels	31	41	6
Direct loan subsidy (in percent):			
132001 Multi-Family Housing Relending Demo	46.39	44.98	27.89
132002 Multi-Family Housing Revitalization Seconds	86.17	85.51	0.00
132003 Multi-Family Revitalization Zero	51.26	60.59	0.00
132004 Multi-Family Housing Revitalization Seconds Disasters	0.00	85.51	0.00
132005 Multi-Family Housing Revitalization Zero Disasters	0.00	60.59	0.00
132999 Weighted average subsidy rate	65.11	60.35	27.89
Direct loan subsidy budget authority:			
133001 Multi-Family Housing Relending Demo	2	7	2
133002 Multi-Family Housing Revitalization Seconds	11	5	
133003 Multi-Family Revitalization Zero	7	9	
133004 Multi-Family Housing Revitalization Seconds Disasters		3	
133005 Multi-Family Housing Revitalization Zero Disasters		1	
133999 Total subsidy budget authority	20	25	2
Direct loan subsidy outlays:			
134001 Multi-Family Housing Relending Demo	1	2	3

134002 Multi-Family Housing Revitalization Seconds	7		
134003 Multi-Family Revitalization Zero	4		6
134004 Multi-Family Housing Revitalization Seconds Disasters			3
134999 Total subsidy outlays	1	13	12
Direct loan upward reestimates:			
135001 Multi-Family Housing Relending Demo	1		
135999 Total upward reestimate budget authority	1		
Direct loan downward reestimates:			
137001 Multi-Family Housing Relending Demo		-1	
137002 Multi-Family Housing Revitalization Seconds		-2	
137999 Total downward reestimate budget authority		-3	

USDA's portfolio of multifamily housing projects provides housing for nearly half a million low-income families, many of whom are elderly. Recent Federal court rulings allow projects that received their financing prior to 1989 to prepay and leave the program. Current law allows USDA to assist families displaced by sponsors' prepayments by providing them with letters of priority and vouchers, which were newly funded in 2006. The Budget proposes \$5 million in 2010 for housing vouchers for residents of projects whose sponsors prepay their outstanding indebtedness on USDA loans and leave the program. In addition, as a result of a capital needs assessment, it became clear that USDA's multifamily housing portfolio needed to be overhauled and upgraded. To facilitate this, the Budget proposes another year of a demonstration program at \$20 million for the preservation and revitalization of section 515 properties. The budget also proposes \$2 million for another year of the multifamily housing preservation demonstration revolving fund, which provides loans to intermediaries that establish a revolving loan program for the preservation and revitalization of the section 515 multifamily housing as affordable housing.

Prior year obligated balances reflect funding for rental assistance for newly constructed units provided in limited amounts in 1984 and 1985. From 1986 through 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 1992, pursuant to Credit Reform, a separate grant account was established for the rental assistance program.

Object Classification (in millions of dollars)

Identification code 12-2002-0-1-604	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.1 Advisory and assistance services	3	7	
41.0 Grants, subsidies, and contributions	38	45	27
99.9 Total new obligations	41	52	27

MULTIFAMILY HOUSING REVITALIZATION DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4269-0-3-604	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loan obligations	31	41	6
00.02 Interest on Treasury Borrowing	3	4	5
00.91 Direct Program by Activities - Subtotal (1 level)	34	45	11
08.02 Downward subsidy reestimate paid to receipt account		2	
08.03 Adjusting payments to liquidating accounts	105	16	
08.91 Direct Program by Activities - Subtotal (1 level)	105	18	
10.00 Total new obligations	139	63	11
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		2	
22.00 New financing authority (gross)	135	63	11

22.10	Resources available from recoveries of prior year obligations	10		
22.60	Portion applied to repay debt		-2	
22.70	Balance of authority to borrow withdrawn	-4		
23.90	Total budgetary resources available for obligation	141	63	11
23.95	Total new obligations	-139	-63	-11
24.40	Unobligated balance carried forward, end of year	2		

New financing authority (gross), detail:

Mandatory:				
67.10	Authority to borrow	99	27	14
69.00	Offsetting collections (cash)	29	21	20
69.10	Change in uncollected customer payments from Federal sources (unexpired)	23	16	-20
69.47	Portion applied to repay debt	-16	-1	-3
69.90	Spending authority from offsetting collections (total mandatory)	36	36	-3
70.00	Total new financing authority (gross)	135	63	11

Change in obligated balances:

72.40	Obligated balance, start of year	89	139	97
73.10	Total new obligations	139	63	11
73.20	Total financing disbursements (gross)	-56	-89	-76
73.45	Recoveries of prior year obligations	-10		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-23	-16	20
74.40	Obligated balance, end of year	139	97	52

Outlays (gross), detail:

87.00	Total financing disbursements (gross)	56	89	76
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Offsets:

Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources - subsidy outlays from program account	-8	-14	-12
88.00	Federal sources - refunds from liquidating account	-19		
88.25	Interest on uninvested funds	-2	-2	-2
88.40	Repayments of Principal		-4	-5
88.40	Interest received on loans		-1	-1
88.90	Total, offsetting collections (cash)	-29	-21	-20
Against gross financing authority only:				
88.95	Change in receivables from program accounts	-23	-16	20

Net financing authority and financing disbursements:

89.00	Financing authority	83	26	11
90.00	Financing disbursements	27	68	56

Status of Direct Loans (in millions of dollars)

Identification code 12-4269-0-3-604				
		2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans			
1131	Direct loan obligations exempt from limitation	31	41	6
1150	Total direct loan obligations	31	41	6
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	17	70	159
Disbursements:				
1231	Direct loan disbursements	6	21	22
1233	Purchase of loans assets from a liquidating account	47	72	56
1251	Repayments: Repayments and prepayments		-4	-4
1290	Outstanding, end of year	70	159	233

Balance Sheet (in millions of dollars)

Identification code 12-4269-0-3-604			
		2007 actual	2008 actual
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury		7
Investments in US securities:			
1106	Receivables, net		2
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	16	70
1405	Allowance for subsidy cost (-)	-8	-37
1499	Net present value of assets related to direct loans	8	33

1999	Total assets	8	42
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	8	42
2999	Total liabilities	8	42
4999	Total liabilities and net position	8	42

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), \$38,727,000, to remain available until expended: *Provided*, That of the total amount appropriated, \$1,000,000 shall be available through June 30, [2009] 2010, for authorized empowerment zones and enterprise communities and communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-2006-0-1-604				
		2008 actual	2009 est.	2010 est.
Obligations by program activity:				
00.01	Mutual and self-help housing grants	38	43	39
10.00	Total new obligations (object class 41.0)	38	43	39
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	2	4	
22.00	New budget authority (gross)	39	39	39
22.10	Resources available from recoveries of prior year obligations	1		
23.90	Total budgetary resources available for obligation	42	43	39
23.95	Total new obligations	-38	-43	-39
24.40	Unobligated balance carried forward, end of year	4		
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	39	39	39
Change in obligated balances:				
72.40	Obligated balance, start of year	53	59	63
73.10	Total new obligations	38	43	39
73.20	Total outlays (gross)	-31	-39	-39
73.45	Recoveries of prior year obligations	-1		
74.40	Obligated balance, end of year	59	63	63
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	3	7	7
86.93	Outlays from discretionary balances	28	32	32
87.00	Total outlays (gross)	31	39	39
Net budget authority and outlays:				
89.00	Budget authority	39	39	39
90.00	Outlays	31	39	39

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. \$38.7 million is proposed in 2010.

RURAL COMMUNITY FACILITIES PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For the cost of direct loans, loan guarantees, and grants for rural community facilities programs as authorized by section 306 and described in section 381E(d)(1) of the Consolidated Farm and Rural Development Act, [\$63,830,000] \$54,993,000, to remain available until expended: *Provided*, That \$6,256,000 of the amount appropriated under this heading

RURAL COMMUNITY FACILITIES PROGRAM ACCOUNT—Continued

shall be available for a Rural Community Development Initiative: *Provided further*, That such funds shall be used solely to develop the capacity and ability of private, nonprofit community-based housing and community development organizations, low-income rural communities, and Federally Recognized Native American Tribes to undertake projects to improve housing, community facilities, community and economic development projects in rural areas: *Provided further*, That such funds shall be made available to qualified private, nonprofit and public intermediary organizations proposing to carry out a program of financial and technical assistance: *Provided further*, That such intermediary organizations shall provide matching funds from other sources, including Federal funds for related activities, in an amount not less than funds provided: *Provided further*, That **[\$10,000,000]** \$13,902,000 of the amount appropriated under this heading shall be to provide grants for facilities in rural communities with extreme unemployment and severe economic depression (Public Law 106-387), with up to 5 percent for administration and capacity building in the State rural development offices: *Provided further*, That \$3,972,000 of the amount appropriated under this heading shall be available for community facilities grants to tribal colleges, as authorized by section 306(a)(19) of such Act: *Provided further*, That not to exceed \$1,000,000 of the amount appropriated under this heading shall be available through June 30, **[2009]** 2010, for authorized empowerment zones and enterprise communities and communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones for the rural community programs described in section 381E(d)(1) of the Consolidated Farm and Rural Development Act: *Provided further*, That sections 381E-H and 381N of the Consolidated Farm and Rural Development Act are not applicable to the funds made available under this heading: *Provided further*, That any prior balances in the Rural Development, Rural Community Advancement Program account for programs authorized by section 306 and described in section 381E(d)(1) of such Act be transferred and merged with this account and any other prior balances from the Rural Development, Rural Community Advancement Program account that the Secretary determines is appropriate to transfer. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1951-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct Loan Subsidy	21	94	4
00.02 Guaranteed Loan Subsidy	9	12	7
00.05 Reestimate of Direct Loan Subsidy	12	78	
00.06 Interest on Reestimates of Direct Loan Subsidy	3	47	
00.07 Reestimates of Guaranteed Loan Subsidy	4	15	
00.08 Interest on Reestimates of Guaranteed Loan Subsidy	1	5	
00.09 Administrative Expenses - ARRA		4	
00.10 CF Grants	25	26	24
00.11 CF Emergency Supplemental Grants	5	41	
00.12 Rural Community Development Initiative Grants	8	11	6
00.13 Economic Impact Initiative Grants	16	12	14
00.14 CF Grants - ARRA		61	
00.15 Administrative Expenses - 2008 Disasters		1	
10.00 Total new obligations	104	407	55
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		16	
21.45 Adjustments to unobligated balance carried forward, start of year		12	
22.00 New budget authority (gross)	89	339	55
22.10 Resources available from recoveries of prior year obligations	9		
22.22 Unobligated balance transferred from other accounts	22	40	
23.90 Total budgetary resources available for obligation	120	407	55
23.95 Total new obligations	-104	-407	-55
24.40 Unobligated balance carried forward, end of year	16		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	68	64	55
40.01 Appropriation, Recovery Act		130	
43.00 Appropriation (total discretionary)	68	194	55
Mandatory:			

60.00 Appropriation	21	145	
70.00 Total new budget authority (gross)	89	339	55
Change in obligated balances:			
72.40 Obligated balance, start of year		168	312
73.10 Total new obligations	104	407	55
73.20 Total outlays (gross)	-109	-263	-130
73.32 Obligated balance transferred from other accounts	182		
73.45 Recoveries of prior year obligations	-9		
74.40 Obligated balance, end of year	168	312	237
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	18	33	7
86.93 Outlays from discretionary balances	70	85	123
86.97 Outlays from new mandatory authority	21	145	
87.00 Total outlays (gross)	109	263	130
Net budget authority and outlays:			
89.00 Budget authority	89	339	55
90.00 Outlays	109	263	130

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

Identification code 12-1951-0-1-452	2008 actual	2009 est.	2010 est.
Direct loan levels supportable by subsidy budget authority:			
115002 Community Facility Loans	386	301	295
115003 Community Facility Emergency Supplemental Loans		202	
115004 Community Facility Loans - ARRA		1,136	
115999 Total direct loan levels	386	1,639	295
Direct loan subsidy (in percent):			
132002 Community Facility Loans	5.55	5.72	1.31
132003 Community Facility Emergency Supplemental Loans	0.00	5.72	0.00
132004 Community Facility Loans - ARRA	0.00	5.72	0.00
132999 Weighted average subsidy rate	5.55	5.72	1.31
Direct loan subsidy budget authority:			
133002 Community Facility Loans	21	17	4
133003 Community Facility Emergency Supplemental Loans		12	
133004 Community Facility Loans - ARRA		65	
133999 Total subsidy budget authority	21	94	4
Direct loan subsidy outlays:			
134002 Community Facility Loans	18	20	17
134003 Community Facility Emergency Supplemental Loans		4	5
134004 Community Facility Loans - ARRA		8	21
134999 Total subsidy outlays	18	32	43
Direct loan upward reestimates:			
135002 Community Facility Loans	15	125	
135999 Total upward reestimate budget authority	15	125	
Direct loan downward reestimates:			
137002 Community Facility Loans	-14	-1	
137999 Total downward reestimate budget authority	-14	-1	
Guaranteed loan levels supportable by subsidy budget authority:			
215002 Community Facility Loan Guarantees	245	226	210
215003 Community Facility Emergency Supplemental Loan Guarantees		174	
215999 Total loan guarantee levels	245	400	210
Guaranteed loan subsidy (in percent):			
232002 Community Facility Loan Guarantees	3.68	3.08	3.21
232003 Community Facility Emergency Supplemental Loan Guarantees	0.00	3.08	0.00
232999 Weighted average subsidy rate	3.68	3.08	3.21
Guaranteed loan subsidy budget authority:			
233002 Community Facility Loan Guarantees	9	7	7
233003 Community Facility Emergency Supplemental Loan Guarantees		5	
233999 Total subsidy budget authority	9	12	7
Guaranteed loan subsidy outlays:			
234002 Community Facility Loan Guarantees	5	4	6
234003 Community Facility Emergency Supplemental Loan Guarantees		1	2
234999 Total subsidy outlays	5	5	8
Guaranteed loan upward reestimates:			
235002 Community Facility Loan Guarantees	5	20	
235999 Total upward reestimate budget authority	5	20	
Guaranteed loan downward reestimates:			

237002	Community Facility Loan Guarantees	-7	-2	.....
237999	Total downward reestimate subsidy budget authority	-7	-2	.....
Administrative expense data:				
3510	Budget authority		4	.....
3580	Outlays from balances		1	.....
3590	Outlays from new authority		4	.....

This account funds the direct and guaranteed community facility loans and community facility grants. Since the passage of the Federal Agriculture Improvement and Reform Act of 1996 through 2007, the funding for these programs was provided as part of the Rural Community Advancement Program (RCAP). To continue what was proposed and passed in 2008, the 2010 Budget proposes no funding in the RCAP account and instead, each funding stream is being appropriated separately in a new account. This is the new account for the Community programs funding stream. Community facility loans and grants are authorized under sections 306(a)(1) and 306(a)(19) of the Consolidated Farm and Rural Development Act, as amended. Loans are provided to local governments and nonprofit organizations for the construction and improvement of community facilities providing essential services in rural areas of not more than 20,000 population, such as hospitals and fire stations. Total program level in 2010 is projected to be \$546 million.

Object Classification (in millions of dollars)

Identification code 12-1951-0-1-452	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.3	Other purchases of goods and services from Government accounts		5
41.0	Grants, subsidies, and contributions	104	402
99.9	Total new obligations	104	407

RURAL COMMUNITY FACILITY DIRECT LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4225-0-3-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01	Direct loans	386	1,639
00.02	Interest on Treasury borrowing	143	152
00.91	Direct Program by Activities - Subtotal (1 level)	529	1,791
08.02	Downward reestimate paid to receipt account	8	1
08.04	Interest on Downward reestimate	5	
08.91	Direct Program by Activities - Subtotal (1 level)	13	1
10.00	Total new obligations	542	1,792
Budgetary resources available for obligation:			
21.40	Unobligated balance carried forward, start of year	33	87
22.00	New financing authority (gross)	629	1,792
22.10	Resources available from recoveries of prior year obligations	51	
22.60	Portion applied to repay debt	-33	-87
22.70	Balance of authority to borrow withdrawn	-51	
23.90	Total budgetary resources available for obligation	629	1,792
23.95	Total new obligations	-542	-1,792
24.40	Unobligated balance carried forward, end of year	87	
New financing authority (gross), detail:			
Mandatory:			
67.10	Authority to borrow	415	1,331
69.00	Offsetting collections (cash)	258	400
69.10	Change in uncollected customer payments from Federal sources (unexpired)	3	61
69.47	Portion applied to repay debt	-47	
69.90	Spending authority from offsetting collections (total mandatory)	214	461

70.00	Total new financing authority (gross)	629	1,792	457
Change in obligated balances:				
72.40	Obligated balance, start of year	1,016	914	1,873
73.10	Total new obligations	542	1,792	457
73.20	Total financing disbursements (gross)	-590	-772	-986
73.45	Recoveries of prior year obligations	-51		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-3	-61	40
74.40	Obligated balance, end of year	914	1,873	1,384
Outlays (gross), detail:				
87.00	Total financing disbursements (gross)	590	772	986
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources	-33	-157	-43
88.25	Interest on uninvested funds	-17	-29	-33
88.40	Repayment of principal	-107	-134	-158
88.40	Interest received on loans	-107	-80	-80
88.40	Non-Federal sources	6		
88.90	Total, offsetting collections (cash)	-258	-400	-314
Against gross financing authority only:				
88.95	Change in receivables from program accounts	-3	-61	40
Net financing authority and financing disbursements:				
89.00	Financing authority	368	1,331	183
90.00	Financing disbursements	332	372	672

Status of Direct Loans (in millions of dollars)

Identification code 12-4225-0-3-452	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on obligations:			
1111	Limitation on direct loans		
1131	Direct loan obligations exempt from limitation	386	1,639
1150	Total direct loan obligations	386	1,639
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	2,342	2,659
1231	Disbursements: Direct loan disbursements	434	620
1251	Repayments: Repayments and prepayments	-107	-133
Write-offs for default:			
1263	Direct loans	-13	
1264	Other adjustments, net (+ or -)	3	
1290	Outstanding, end of year	2,659	3,146

This account reflects the funding from direct community facility loans to non-profit organizations and local governments for the construction and improvement of community facilities providing essential services in rural areas, such as hospitals, child care centers and fire stations.

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 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4225-0-3-452	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101	Fund balances with Treasury	33
Investments in US securities:		
1106	Receivables, net	14
Net value of assets related to post-1991 direct loans receivable:		
1401	Direct loans receivable, gross	2,342
1402	Interest receivable	23
1405	Allowance for subsidy cost (-)	-83
1499	Net present value of assets related to direct loans	2,282
1999	Total assets	2,329

RURAL COMMUNITY FACILITY DIRECT LOANS FINANCING ACCOUNT—Continued
Balance Sheet —Continued

Identification code 12-4225-0-3-452	2007 actual	2008 actual
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	2,315	2,702
2105 Other	14	
2999 Total liabilities	2,329	2,702
4999 Total liabilities and net position	2,329	2,702

RURAL COMMUNITY FACILITY GUARANTEED LOANS FINANCING ACCOUNT
Program and Financing (in millions of dollars)

Identification code 12-4228-0-3-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Default claims	22	23	23
00.02 Interest to Treasury	1	1	1
00.91 Direct Program by Activities - Subtotal (1 level)	23	24	24
08.02 Downward reestimates paid to receipt accounts	5	2	
08.04 Interest on downward reestimates	2	1	
08.91 Direct Program by Activities - Subtotal (1 level)	7	3	
10.00 Total new obligations	30	27	24
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	40	38	
22.00 New financing authority (gross)	36	27	24
22.60 Portion applied to repay debt	-8	-38	
23.90 Total budgetary resources available for obligation	68	27	24
23.95 Total new obligations	-30	-27	-24
24.40 Unobligated balance carried forward, end of year	38		
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	22	5	13
69.00 Offsetting collections (cash)	14	28	11
69.47 Portion applied to repay debt		-6	
69.90 Spending authority from offsetting collections (total mandatory)	14	22	11
70.00 Total new financing authority (gross)	36	27	24
Change in obligated balances:			
73.10 Total new obligations	30	27	24
73.20 Total financing disbursements (gross)	-30	-27	-24
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	30	27	24
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-11	-25	-8
88.25 Interest on uninvested funds	-2	-1	-1
88.40 Non-Federal sources, Guarantee Fees	-1	-2	-2
88.90 Total, offsetting collections (cash)	-14	-28	-11
Net financing authority and financing disbursements:			
89.00 Financing authority	22	-1	13
90.00 Financing disbursements	16	-1	13

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4228-0-3-452	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation	245	400	210
2150 Total guaranteed loan commitments	245	400	210

2199	Guaranteed amount of guaranteed loan commitments	198	320	168
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	655	691	843
2231	Disbursements of new guaranteed loans	127	231	256
2251	Repayments and prepayments	-53	-55	-67
Adjustments:				
2261	Terminations for default that result in loans receivable	-20	-23	-23
2263	Terminations for default that result in claim payments	-2	-1	-1
2264	Other adjustments, net	-16		
2290	Outstanding, end of year	691	843	1,008
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	662	675	806
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2331	Disbursements for guaranteed loan claims			

This account finances loan guarantee commitments for essential community facilities in rural areas.

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 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4228-0-3-452	2007 actual	2008 actual	
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	41	41
Investments in US securities:			
1106	Receivables, net	5	5
1999	Total assets	46	46
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	8	8
2204	Non-Federal liabilities: Liabilities for loan guarantees	38	38
2999	Total liabilities	46	46
4999	Total liabilities and net position	46	46

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, to be available from funds in the rural housing insurance fund, as follows: **[\$7,345,347,000] \$7,325,932,000** for loans to section 502 borrowers, of which **\$1,121,488,000** shall be for direct loans, and of which **[\$6,223,859,000] \$6,204,444,000** shall be for unsubsidized guaranteed loans; **[\$34,410,000] \$34,412,000** for section 504 housing repair loans; **\$69,512,000** for section 515 rental housing; **\$129,090,000** for section 538 guaranteed multi-family housing loans; **\$5,045,000** for section 524 site loans; **[\$11,447,000] \$11,448,000** for credit sales of acquired property, of which up to **[\$1,447,000] \$1,448,000** may be for multi-family credit sales; and **\$4,970,000** 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, **[\$154,407,000] \$130,334,000**, of which **[\$75,364,000] \$40,710,000** shall be for direct loans, and of which **[\$79,043,000] \$89,624,000**, to remain available until expended, shall be for unsubsidized guaranteed loans; section 504 housing repair loans, **[\$9,246,000] \$4,422,000**; repair, rehabilitation, and new construction of section 515 rental housing, **[\$28,611,000] \$18,935,000**; section 538 multi-family housing guaranteed loans, **[\$8,082,000] \$1,485,000**; and

credit sales of acquired property, [\$523,000; and section 523 self-help housing and development loans, \$82,000] \$556,000: Provided, That of the total amount appropriated in this paragraph, \$2,500,000 shall be available through June 30, [2009] 2010, for authorized empowerment zones and enterprise communities and communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones: Provided further, That [, for applications received under the 2009 notice of funding availability,] section 538 multi-family housing guaranteed loans funded pursuant to this paragraph shall not be subject to a guarantee fee and the interest on such loans may not be subsidized: Provided further, That any balances for a demonstration program for the preservation and revitalization of the section 515 multi-family rental housing properties as authorized by Public Law 109-97 and Public Law 110-5 shall be transferred to and merged with the "Rural Housing Service, Multi-family Housing Revitalization Program Account".

In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, [\$460,217,000] \$468,593,000, which shall be [transferred] paid to [and merged with] the appropriation for "Rural Development, Salaries and Expenses". (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-2081-0-1-371	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loan subsidy	145	222	65
00.02 Guaranteed loan subsidy	96	249	91
00.05 Reestimate of direct loan subsidy	8	69	
00.06 Interest on direct loan subsidy reestimate	123	76	
00.07 Reestimate of loan guarantee subsidy	10	15	
00.08 Interest on guarantee subsidy reestimates	14	3	
00.09 Administrative expenses	450	460	469
00.10 Administrative Expenses - ARRA		6	
00.11 Administrative Expenses - 2008 Disasters		1	
10.00 Total new obligations	846	1,101	625
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	33	9	
21.45 Adjustments to unobligated balance carried forward, start of year		-1	
22.00 New budget authority (gross)	813	1,024	625
22.10 Resources available from recoveries of prior year obligations	1		
22.22 Unobligated balance transferred from other accounts	9	69	
23.90 Total budgetary resources available for obligation	856	1,101	625
23.95 Total new obligations	-846	-1,101	-625
23.98 Unobligated balance expiring or withdrawn	-1		
24.40 Unobligated balance carried forward, end of year	9		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	662	661	625
40.01 Appropriation, Recovery Act		200	
40.35 Appropriation permanently reduced	-5		
41.00 Transferred to other accounts	-1		
42.00 Transferred from other accounts	2		
43.00 Appropriation (total discretionary)	658	861	625
Mandatory:			
60.00 Appropriation	155	163	
70.00 Total new budget authority (gross)	813	1,024	625
Change in obligated balances:			
72.40 Obligated balance, start of year	173	152	210
73.10 Total new obligations	846	1,101	625
73.20 Total outlays (gross)	-856	-1,036	-703
73.31 Obligated balance transferred to other accounts		-7	
73.40 Adjustments in expired accounts (net)	-10		
73.45 Recoveries of prior year obligations	-1		
74.40 Obligated balance, end of year	152	210	132
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	607	754	580
86.93 Outlays from discretionary balances	94	119	123
86.97 Outlays from new mandatory authority	155	163	

87.00 Total outlays (gross)	856	1,036	703
Net budget authority and outlays:			
89.00 Budget authority	813	1,024	625
90.00 Outlays	856	1,036	703

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

Identification code 12-2081-0-1-371	2008 actual	2009 est.	2010 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Section 502 Single-Family Housing	1,100	1,121	1,121
115002 Section 502 Emergency Supplemental	39	557	
115004 Section 515 Multi-Family Housing	68	70	70
115007 Section 504 Housing Repair	29	34	34
115008 Section 504 Emergency Supplemental	1	20	
115011 Section 514 Farm Labor Housing Supp.		1	
115012 Section 524 Site Development	2	5	5
115013 Section 523 Self-Help Housing		5	5
115014 Single-Family Housing Credit Sales		10	10
115015 Multi-Family Housing Credit Sales	1	2	1
115019 Section 502 Single Family Housing - ARRA		967	
115999 Total direct loan levels	1,240	2,792	1,246
Direct loan subsidy (in percent):			
132001 Section 502 Single-Family Housing	9.37	6.72	3.63
132002 Section 502 Emergency Supplemental	9.37	6.72	3.63
132004 Section 515 Multi-Family Housing	42.61	41.16	27.24
132007 Section 504 Housing Repair	28.27	26.87	12.85
132008 Section 504 Emergency Supplemental	28.27	26.87	12.85
132011 Section 514 Farm Labor Housing Supp.	43.26	42.14	36.14
132012 Section 524 Site Development	-0.79	-1.84	-4.22
132013 Section 523 Self-Help Housing	2.84	1.65	-2.21
132014 Single-Family Housing Credit Sales	-1.15	-2.59	-15.63
132015 Multi-Family Housing Credit Sales	37.14	36.12	38.40
132019 Section 502 Single Family Housing - ARRA	0.00	6.72	0.00
132999 Weighted average subsidy rate	11.66	7.95	5.03
Direct loan subsidy budget authority:			
133001 Section 502 Single-Family Housing	103	75	41
133002 Section 502 Emergency Supplemental	4	37	
133004 Section 515 Multi-Family Housing	29	29	19
133007 Section 504 Housing Repair	8	9	4
133008 Section 504 Emergency Supplemental		5	
133014 Single-Family Housing Credit Sales			-2
133015 Multi-Family Housing Credit Sales		1	1
133019 Section 502 Single Family Housing - ARRA		65	
133999 Total subsidy budget authority	145	222	63
Direct loan subsidy outlays:			
134001 Section 502 Single-Family Housing	104	71	48
134002 Section 502 Emergency Supplemental	5	27	9
134004 Section 515 Multi-Family Housing	35	44	37
134007 Section 504 Housing Repair	8	9	5
134008 Section 504 Emergency Supplemental		4	1
134011 Section 514 Farm Labor Housing Supp.		1	
134015 Multi-Family Housing Credit Sales	1	1	1
134017 Multi-Family Housing Revitalization Seconds	2		
134019 Section 502 Single Family Housing - ARRA		47	15
134020 Multi-Family Housing Revitalization Zero	5		
134999 Total subsidy outlays	160	204	116
Direct loan upward reestimates:			
135001 Section 502 Single-Family Housing		90	
135004 Section 515 Multi-Family Housing	130	44	
135007 Section 504 Housing Repair		1	
135011 Section 514 Farm Labor Housing Supp.		5	
135015 Multi-Family Housing Credit Sales		5	
135999 Total upward reestimate budget authority	130	145	
Direct loan downward reestimates:			
137001 Section 502 Single-Family Housing		-422	
137004 Section 515 Multi-Family Housing	-21	-18	
137007 Section 504 Housing Repair		-41	
137011 Section 514 Farm Labor Housing Supp.		-11	
137014 Single-Family Housing Credit Sales		-111	
137015 Multi-Family Housing Credit Sales		-5	
137999 Total downward reestimate budget authority	-21	-608	
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Guaranteed 502 Single Family Housing, Purchase	6,221	6,201	6,104
215002 Guaranteed 502, Refinance	77	42	100
215003 Guaranteed 538 Multi-Family Housing	131	52	129
215004 Guaranteed 502 Emergency Supplemental	682	2,362	
215006 Guaranteed 538 Tornado Supplemental		12	
215009 Guaranteed Section 502 Single Family Housing, Purchase - ARRA		9,850	

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT—Continued
Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program —Continued

Identification code 12-2081-0-1-371	2008 actual	2009 est.	2010 est.
215010 Guaranteed Section 502 Single Family Housing, Refinance - ARRA		400	
215999 Total loan guarantee levels	7,111	18,919	6,333
Guaranteed loan subsidy (in percent):			
232001 Guaranteed 502 Single Family Housing, Purchase	1.20	1.27	1.44
232002 Guaranteed 502, Refinance	0.81	0.98	1.72
232003 Guaranteed 538 Multi-Family Housing	9.40	15.68	1.15
232004 Guaranteed 502 Emergency Supplemental	1.20	1.27	0.00
232006 Guaranteed 538 Tornado Supplemental	9.40	15.68	0.00
232009 Guaranteed Section 502 Single Family Housing, Purchase - ARRA	0.00	1.27	0.00
232010 Guaranteed Section 502 Single Family Housing, Refinance - ARRA	0.00	0.98	0.00
232999 Weighted average subsidy rate	1.35	1.31	1.44
Guaranteed loan subsidy budget authority:			
233001 Guaranteed 502 Single Family Housing, Purchase	75	79	88
233002 Guaranteed 502, Refinance	1		2
233003 Guaranteed 538 Multi-Family Housing	12	8	1
233004 Guaranteed 502 Emergency Supplemental	8	30	
233006 Guaranteed 538 Tornado Supplemental		2	
233009 Guaranteed Section 502 Single Family Housing, Purchase - ARRA		125	
233010 Guaranteed Section 502 Single Family Housing, Refinance - ARRA		4	
233999 Total subsidy budget authority	96	248	91
Guaranteed loan subsidy outlays:			
234001 Guaranteed 502 Single Family Housing, Purchase	73	65	87
234002 Guaranteed 502, Refinance	1		
234003 Guaranteed 538 Multi-Family Housing	9	5	3
234004 Guaranteed 502 Emergency Supplemental	8	23	5
234006 Guaranteed 538 Tornado Supplemental		1	1
234009 Guaranteed Section 502 Single Family Housing, Purchase - ARRA		102	21
234010 Guaranteed Section 502 Single Family Housing, Refinance - ARRA		3	1
234999 Total subsidy outlays	91	199	118
Guaranteed loan upward reestimates:			
235001 Guaranteed 502 Single Family Housing, Purchase	20	9	
235002 Guaranteed 502, Refinance	4		
235003 Guaranteed 538 Multi-Family Housing		9	
235999 Total upward reestimate budget authority	24	18	
Guaranteed loan downward reestimates:			
237001 Guaranteed 502 Single Family Housing, Purchase	-36	-40	
237002 Guaranteed 502, Refinance		-4	
237003 Guaranteed 538 Multi-Family Housing		-7	
237999 Total downward reestimate subsidy budget authority	-36	-51	
Administrative expense data:			
3510 Budget authority	450	467	469
3580 Outlays from balances		1	
3590 Outlays from new authority	450	466	469

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 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 515 rural rental housing loans; section 524 housing site loans, single family and multi-family housing credit sales of acquired property, and section 538 multi-family housing guarantees. Starting in 2001, section 514 domestic farm labor housing loans and grants are funded under the new Farm Labor Program Account in order to provide flexibility between loans and the farm labor housing grants. The section 523 self-help housing land development loan program is funded in this account as of 1997.

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 charac-

ter, 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 general, all the loan programs are continued at the 2009 loan level. In addition, for 538 guaranteed multifamily housing loans, the Budget continues the 2009 treatment that provides these loans with no fee as well as no subsidized interest.

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 12-2081-0-1-371	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	450	624	469
41.0 Grants, subsidies, and contributions	396	477	156
99.9 Total new obligations	846	1,101	625

RURAL HOUSING INSURANCE FUND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4215-0-3-371	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loans including upward adjustments of prior year obligations	1,277	2,825	1,268
00.02 Interest on Treasury Borrowing	672	690	708
00.05 Advances on behalf of borrowers	41	45	45
00.06 Other expenses	27	25	25
00.91 Direct Program by Activities - Subtotal (1 level)	2,017	3,585	2,046
08.01 Obligation of negative subsidy			2
08.02 Downward reestimate subsidy	21	473	
08.04 Interest on downward reestimate subsidy		146	
08.91 Direct Program by Activities - Subtotal (1 level)	21	619	2
10.00 Total new obligations	2,038	4,204	2,048
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	104	146	
22.00 New financing authority (gross)	2,166	4,204	2,048
22.10 Resources available from recoveries of prior year obligations	64		
22.60 Portion applied to repay debt	-104	-146	
22.70 Balance of authority to borrow withdrawn	-46		
23.90 Total budgetary resources available for obligation	2,184	4,204	2,048
23.95 Total new obligations	-2,038	-4,204	-2,048
24.40 Unobligated balance carried forward, end of year	146		
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	1,193	2,395	507
69.00 Offsetting collections (cash)	1,555	1,790	1,592
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-18	19	-51
69.47 Portion applied to repay debt	-564		
69.90 Spending authority from offsetting collections (total mandatory)	973	1,809	1,541
70.00 Total new financing authority (gross)	2,166	4,204	2,048
Change in obligated balances:			
72.40 Unpaid obligations, fund balance with Treasury, start of year	507	488	1,011
73.10 Total new obligations	2,038	4,204	2,048
73.20 Total financing disbursements (gross)	-2,011	-3,662	-2,401
73.45 Recoveries of prior year obligations	-64		

74.00	Change in uncollected customer payments from Federal sources (unexpired)	18	-19	51
74.40	Obligated balance, end of year	488	1,011	709
Outlays (gross), detail:				
87.00	Total financing disbursements (gross)	2,011	3,662	2,401
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources: payments from program account	-293	-369	-136
88.25	Interest on uninvested funds	-57	-160	-164
88.40	Non-Federal sources: Repayments of principal	-615	-620	-625
88.40	Interest received on loans	-528	-546	-572
88.40	Payments on judgments	-14	-14	-14
88.40	Proceeds on sale of acquired property	-19	-31	-31
88.40	Recaptured income	-31	-36	-36
88.40	Fees	-9	-7	-7
88.40	Miscellaneous collections	11	-7	-7
88.90	Total, offsetting collections (cash)	-1,555	-1,790	-1,592
Against gross financing authority only:				
88.95	Change in receivables from program accounts	18	-19	51
Net financing authority and financing disbursements:				
89.00	Financing authority	629	2,395	507
90.00	Financing disbursements	456	1,872	809

Status of Direct Loans (in millions of dollars)

Identification code 12-4215-0-3-371	2008 actual	2009 est.	2010 est.	
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans			
1131	Direct loan obligations exempt from limitation	1,277	2,825	1,268
1150	Total direct loan obligations	1,277	2,825	1,268
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	13,642	14,291	15,921
1231	Disbursements: Direct loan disbursements	1,328	2,293	1,621
1251	Repayments: Repayments and prepayments	-615	-620	-625
1261	Adjustments: Capitalized interest	15	25	25
Write-offs for default:				
1263	Direct loans	-37	-43	-47
1264	Other adjustments, net (+ or -)	-42	-25	-25
1290	Outstanding, end of year	14,291	15,921	16,870

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 self-help housing loans, and 524 site development loans; and single family and multi-family housing 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.

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. 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 12-4215-0-3-371	2007 actual	2008 actual	
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	116	191

Investments in US securities:			
1106	Receivables, net	223	134
1206	Non-Federal assets: Receivables, net	21	-72
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	13,642	14,291
1402	Interest receivable	122	146
1404	Foreclosed property	24	34
1405	Allowance for subsidy cost (-)	-2,062	-2,260
1499	Net present value of assets related to direct loans	11,726	12,211
1999	Total assets	12,086	12,464
LIABILITIES:			
Federal liabilities:			
2103	Debt	11,487	12,007
2105	Other	593	439
2207	Non-Federal liabilities: Other	6	18
2999	Total liabilities	12,086	12,464
4999	Total liabilities and net position	12,086	12,464

RURAL HOUSING INSURANCE FUND GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4216-0-3-371	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	Default claims	131	139	227
00.02	Interest on Treasury Borrowing	1		
00.03	Interest assistance paid to lenders	2	3	3
00.91	Direct Program by Activities - Subtotal (1 level)	134	142	230
08.02	Downward reestimate of subsidy	29	39	
08.04	Interest on downward reestimate	7	12	
08.91	Direct Program by Activities - Subtotal (1 level)	36	51	
10.00	Total new obligations	170	193	230
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	643	761	1,269
22.00	New financing authority (gross)	291	801	417
22.60	Portion applied to repay debt	-3	-100	-100
23.90	Total budgetary resources available for obligation	931	1,462	1,586
23.95	Total new obligations	-170	-193	-230
24.40	Unobligated balance carried forward, end of year	761	1,269	1,356
New financing authority (gross), detail:				
Mandatory:				
67.10	Authority to borrow	15	9	8
69.00	Offsetting collections (cash)	276	744	436
69.10	Change in uncollected customer payments from Federal sources (unexpired)		48	-27
69.90	Spending authority from offsetting collections (total mandatory)	276	792	409
70.00	Total new financing authority (gross)	291	801	417
Change in obligated balances:				
73.10	Total new obligations	170	193	230
73.20	Total financing disbursements (gross)	-170	-145	-257
74.00	Change in uncollected customer payments from Federal sources (unexpired)		-48	27
Outlays (gross), detail:				
87.00	Total financing disbursements (gross)	170	145	257
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources	-115	-217	-118
88.25	Interest on uninvested funds	-32	-36	-63
88.40	Non-Federal sources: guarantee fees	-124	-486	-250
88.40	Repayments of Principal	-5	-5	-5
88.90	Total, offsetting collections (cash)	-276	-744	-436
Against gross financing authority only:				
88.95	Change in receivables from program accounts		-48	27

RURAL HOUSING INSURANCE FUND GUARANTEED LOAN FINANCING
ACCOUNT—Continued
Program and Financing —Continued

Identification code 12-4216-0-3-371	2008 actual	2009 est.	2010 est.
Net financing authority and financing disbursements:			
89.00 Financing authority	15	9	8
90.00 Financing disbursements	-106	-599	-179

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4216-0-3-371	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation	7,111	18,919	6,333
2150 Total guaranteed loan commitments	7,111	18,919	6,333
2199 Guaranteed amount of guaranteed loan commitments	6,400	17,027	5,700
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	17,238	21,732	35,233
2231 Disbursements of new guaranteed loans	6,356	16,673	8,619
2251 Repayments and prepayments	-1,618	-3,032	-4,943
Adjustments:			
2261 Terminations for default that result in loans receivable	-25		
2263 Terminations for default that result in claim payments	-106	-140	-227
2264 Other adjustments, net	-113		
2290 Outstanding, end of year	21,732	35,233	38,682
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	17,569	31,438	34,531
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2331 Disbursements for guaranteed loan claims	25		

This account finances the guaranteed section 502 low-to-moderate-income home ownership loan program as well as the re-financings of those loans and the section 538 guaranteed multi-family housing loan program. The guaranteed programs enable the Rural Housing Service to utilize private sector resources for the making and servicing of loans while the Agency provides a financial guarantee to encourage private sector activity.

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 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 12-4216-0-3-371	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury		762
Investments in US securities:		
1106 Receivables, net		36
1999 Total assets		798
LIABILITIES:		
Federal liabilities:		
2103 Debt		16
2104 Resources payable to Treasury		40
2204 Non-Federal liabilities: Liabilities for loan guarantees		742
2999 Total liabilities		798
4999 Total liabilities and net position		798

RURAL HOUSING INSURANCE FUND LIQUIDATING ACCOUNT
Program and Financing (in millions of dollars)

Identification code 12-4141-0-3-371	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.02 Advances on behalf of borrowers	33	30	27
01.07 Other costs incident to loans	5	5	4
10.00 Total new obligations	38	35	31

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		1	
22.00 New budget authority (gross)	33	35	31
22.10 Resources available from recoveries of prior year obligations	6		
22.40 Capital transfer to general fund		-1	
23.90 Total budgetary resources available for obligation	39	35	31
23.95 Total new obligations	-38	-35	-31
24.40 Unobligated balance carried forward, end of year	1		

New budget authority (gross), detail:			
Discretionary:			
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	15	15	15
58.27 Capital transfer to general fund	-15	-15	-15
58.90 Spending authority from offsetting collections (total discretionary)			
Mandatory:			
69.00 Offsetting collections (cash)	913	878	819
69.27 Capital transfer to general fund	-880	-843	-788
69.90 Spending authority from offsetting collections (total mandatory)	33	35	31
70.00 Total new budget authority (gross)	33	35	31

Change in obligated balances:			
72.40 Unpaid fund balance with treasury, end of year	32	41	41
73.10 Total new obligations	38	35	31
73.20 Total outlays (gross)	-23	-35	-31
73.45 Recoveries of prior year obligations	-6		
74.40 Obligated balance, end of year	41	41	41

Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	23	24	23
86.98 Outlays from mandatory balances		11	8
87.00 Total outlays (gross)	23	35	31

Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-31	-15	-15
88.40 Repayments of loans and advances	-455	-434	-415
88.40 Proceeds from sale of acquired property	-9	-14	-17
88.40 Payments on judgments	-3	-2	-1
88.40 Interest payments from borrowers	-350	-272	-237
88.40 Recapture of subsidies	-47	-153	-148
88.40 Income from residual investment in loan asset sale	-5	-3	-1
88.40 Fees and other revenue	-28		
88.90 Total, offsetting collections (cash)	-928	-893	-834

Net budget authority and outlays:			
89.00 Budget authority	-895	-858	-803
90.00 Outlays	-905	-858	-803

Status of Direct Loans (in millions of dollars)

Identification code 12-4141-0-3-371	2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	10,845	10,321	9,831
1251 Repayments: Repayments and prepayments	-455	-450	-445
1261 Adjustments: Capitalized interest	7	10	10
Write-offs for default:			
1263 Direct loans	-18	-29	-29
1264 Other adjustments, net (+ or -)	-58	-21	-21
1290 Outstanding, end of year	10,321	9,831	9,346

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4141-0-3-371	2008 actual	2009 est.	2010 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	6	3	2
2251 Repayments and prepayments	-3	-1	-1
2290 Outstanding, end of year	3	2	1
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	3	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 and loan guarantees committed prior to 1992. New loan activity in 1992 and beyond is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-4141-0-3-371	2007 actual	2008 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	32	167
1601 Direct loans, gross	10,845	10,321
1602 Interest receivable	727	738
1603 Allowance for estimated uncollectible loans and interest (-)	-5,672	-5,495
1604 Direct loans and interest receivable, net	5,900	5,564
1606 Foreclosed property	21	33
1699 Value of assets related to direct loans	5,921	5,597
1901 Other Federal assets: Other assets	112	3
1999 Total assets	6,065	5,767
LIABILITIES:		
Federal liabilities:		
2102 Interest payable	1	1
2103 Debt	1	114
2104 Resources payable to Treasury	5,967	5,638
Non-Federal liabilities:		
2204 Liabilities for loan guarantees	1	
2207 Other	95	14
2999 Total liabilities	6,065	5,767
4999 Total liabilities and net position	6,065	5,767

Object Classification (in millions of dollars)

Identification code 12-4141-0-3-371	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.2 Other services	5	4	3
33.0 Investments and loans	33	31	28
99.9 Total new obligations	38	35	31

RURAL BUSINESS - COOPERATIVE SERVICE

Federal Funds

ENERGY ASSISTANCE PAYMENTS

Program and Financing (in millions of dollars)

Identification code 12-2073-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.10 Energy Assistance Payments		90	55
10.00 Total new obligations (object class 41.0)		90	55
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		90	55
23.95 Total new obligations		-90	-55
New budget authority (gross), detail:			
Mandatory:			

62.00 Transferred from other accounts		90	55
Change in obligated balances:			
72.40 Obligated balance, start of year			67
73.10 Total new obligations		90	55
73.20 Total outlays (gross)		-23	-81
74.40 Obligated balance, end of year		67	41
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority		23	14
86.98 Outlays from mandatory balances			67
87.00 Total outlays (gross)		23	81
Net budget authority and outlays:			
89.00 Budget authority		90	55
90.00 Outlays		23	81

The purpose of the program is to provide payments to eligible agricultural producers to support and ensure an expanding production of advanced biofuels. For 2010, the program will receive \$55,000,000 in mandatory funds. This program is authorized pursuant section 9005 of the Farm Security and Rural Investment Act of 2007, as amended by the Food, Conservation and Energy Act of 2008.

RURAL EMPOWERMENT ZONES AND ENTERPRISE COMMUNITIES GRANTS

For grants in connection with empowerment zones and enterprise communities, \$8,130,000, to remain available until expended, for designated rural empowerment zones and rural enterprise communities, as authorized by the Taxpayer Relief Act of 1997 and the Omnibus Consolidated and Emergency Supplemental Appropriations Act, 1999 (Public Law 105-277): *Provided*, That the funds provided under this paragraph shall be made available to empowerment zones and enterprise communities in a manner and with the same priorities such funds were made available during the 2007 fiscal year. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-0402-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Rural empowerment zones and enterprise community grants ...	9	10	
10.00 Total new obligations (object class 41.0)	9	10	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	2	
22.00 New budget authority (gross)	8	8	
23.90 Total budgetary resources available for obligation	11	10	
23.95 Total new obligations	-9	-10	
24.40 Unobligated balance carried forward, end of year	2		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	8	8	
Change in obligated balances:			
72.40 Obligated balance, start of year	24	21	16
73.10 Total new obligations	9	10	
73.20 Total outlays (gross)	-12	-15	-9
74.40 Obligated balance, end of year	21	16	7
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	1	1	
86.93 Outlays from discretionary balances	11	14	9
87.00 Total outlays (gross)	12	15	9
Net budget authority and outlays:			
89.00 Budget authority	8	8	

RURAL EMPOWERMENT ZONES AND ENTERPRISE COMMUNITIES
GRANTS—Continued
Program and Financing —Continued

Identification code 12-0402-0-1-452	2008 actual	2009 est.	2010 est.
90.00 Outlays	12	15	9

The goal of the Empowerment Zone/Enterprise Community (EZ/EC) initiative was to revitalize rural communities in a manner that attracts private sector investment and thereby provides self-sustaining community and economic development. No funding is requested in 2010 for EZ/EC grants since authorization for the program expires in December 2009.

RURAL COOPERATIVE DEVELOPMENT GRANTS

For rural cooperative development grants authorized under section 310B(e) of the Consolidated Farm and Rural Development Act (7 U.S.C. 1932), **[\$12,636,000]** \$38,636,000, of which \$300,000 shall be for a cooperative research agreement with a qualified academic institution to conduct research on the national economic impact of all types of cooperatives; and of which \$2,582,000 shall be for cooperative agreements for the appropriate technology transfer for rural areas program: *Provided*, That not to exceed **[\$1,463,000]** \$3,463,000 shall be for cooperatives or associations of cooperatives whose primary focus is to provide assistance to small, socially disadvantaged producers and whose governing board and/or membership is comprised of at least 75 percent socially disadvantaged members; and of which **[\$3,867,000]** \$21,867,000, to remain available until expended, shall be for value-added agricultural product market development grants, as authorized by section 231 of the Agricultural Risk Protection Act of 2000 (7 U.S.C. 1621 note). (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1900-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Rural Cooperative Development Grants	6	6	17
00.10 Value-added Agricultural Product Marketing (mandatory) .....	.....	16	.....
00.11 Value added Agricultural Product Marketing (discretionary)	20	4	22
00.12 Appropriate Technology Transfer for Rural Areas	3	3	.....
00.13 General Provision 732(1) .....	.....	2	.....
10.00 Total new obligations (object class 41.0)	29	31	39
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	2	1
22.00 New budget authority (gross)	28	30	39
22.10 Resources available from recoveries of prior year obligations ...	2	.....	.....
23.90 Total budgetary resources available for obligation	31	32	40
23.95 Total new obligations	-29	-31	-39
24.40 Unobligated balance carried forward, end of year	2	1	1
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	28	15	39
Mandatory:			
62.00 Transferred from other accounts .....	.....	15	.....
70.00 Total new budget authority (gross)	28	30	39
Change in obligated balances:			
72.40 Obligated balance, start of year	48	45	41
73.10 Total new obligations	29	31	39
73.20 Total outlays (gross)	-30	-35	-28
73.45 Recoveries of prior year obligations	-2	.....	.....
74.40 Obligated balance, end of year	45	41	52
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	2	3	4
86.93 Outlays from discretionary balances	26	27	16
86.97 Outlays from new mandatory authority .....	.....	3	.....

86.98 Outlays from mandatory balances	2	2	8
87.00 Total outlays (gross)	30	35	28
Net budget authority and outlays:			
89.00 Budget authority	28	30	39
90.00 Outlays	30	35	28

Grants for rural cooperative development were authorized under section 310B(e) of the Consolidated Farm and Rural Development Act by Public Law 104-127, April 4, 1996. These grants are made available to nonprofit corporations and institutions of higher education to fund the establishment and operation of centers for rural cooperative development.

In 2006, the Rural Business Service began a separate solicitation for the Small Minority Producer Grant. These grants provide assistance to small, minority producers through cooperatives and associations of cooperatives.

The Appropriate Technology Transfer to Rural Areas (ATTRA) program was first authorized by the Food Security Act of 1985. The program provides information and technical assistance to agricultural producers to adopt sustainable agricultural practices that are environmentally friendly and lower production costs.

Additionally, USDA provides Value Added Marketing Grants for producers of agricultural commodities. These grants can be used for planning activities and for working capital for marketing value-added agricultural products.

RURAL ECONOMIC DEVELOPMENT GRANTS

Program and Financing (in millions of dollars)

Identification code 12-3105-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Rural economic development grants	10	10	10
00.02 Subsidy	7	7	4
10.00 Total new obligations (object class 41.0)	17	17	14
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	42	52	76
22.00 New budget authority (gross)	26	41	18
22.10 Resources available from recoveries of prior year obligations ...	1	.....	.....
23.90 Total budgetary resources available for obligation	69	93	94
23.95 Total new obligations	-17	-17	-14
24.40 Unobligated balance carried forward, end of year	52	76	80
New budget authority (gross), detail:			
Discretionary:			
40.36 Unobligated balance permanently reduced .....	.....	.....	-43
Mandatory:			
60.36 Unobligated balance permanently reduced	-34	-20	.....
69.00 Offsetting collections (cash)	73	53	53
69.00 Offsetting collections (cash)	8	8	8
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-21	.....	.....
69.90 Spending authority from offsetting collections (total mandatory)	60	61	61
70.00 Total new budget authority (gross)	26	41	18
Change in obligated balances:			
72.40 Obligated balance, start of year	-13	6	9
73.10 Total new obligations	17	17	14
73.20 Total outlays (gross)	-18	-14	22
73.45 Recoveries of prior year obligations	-1	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	21	.....	.....
74.40 Obligated balance, end of year	6	9	45
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority .....	.....	.....	-43
86.98 Outlays from mandatory balances	18	14	21

87.00	Total outlays (gross)	18	14	-22
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-73	-53	-53
88.40	Non-Federal sources	-8	-8	-8
88.90	Total, offsetting collections (cash)	-81	-61	-61
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	21		
Net budget authority and outlays:				
89.00	Budget authority	-34	-20	-43
90.00	Outlays	-63	-47	-83

This grant program is authorized under section 313 of the Rural Electrification Act, as amended, 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.

Funding for this program is provided from the interest differential on Rural Utilities Service borrowers' "cushion of credit" accounts. The Budget proposes a cancellation of \$43 million, or all available balances, from the "cushion of credit" account in 2010; \$10 million is proposed for rural economic development grants.

RURAL MICROENTERPRISE INVESTMENT PROGRAM ACCOUNT

For the cost of loans and grants \$22,000,000 as authorized by Section 6022 of the Food, Conservation and Energy Act of 2008, Pub. L. No. 110-246: Provided, That such costs of loans, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: Provided further, That total loan principal subsidized by these amounts shall not exceed \$104,000,000.

Program and Financing (in millions of dollars)

Identification code 12-1955-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01	Direct Loan Subsidy	3	14
00.11	Grants	1	12
10.00	Total new obligations (object class 41.0)	4	26
Budgetary resources available for obligation:			
22.00	New budget authority (gross)	4	26
23.95	Total new obligations	-4	-26
New budget authority (gross), detail:			
Discretionary:			
40.00	Appropriation		22
Mandatory:			
62.00	Transferred from other accounts	4	4
70.00	Total new budget authority (gross)	4	26
Change in obligated balances:			
72.40	Obligated balance, start of year		4
73.10	Total new obligations	4	26
73.20	Total outlays (gross)		-3
74.40	Obligated balance, end of year	4	27
Outlays (gross), detail:			
86.90	Outlays from new discretionary authority		1
86.98	Outlays from mandatory balances		2
87.00	Total outlays (gross)		3
Net budget authority and outlays:			
89.00	Budget authority	4	26
90.00	Outlays		3

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

Identification code 12-1955-0-1-452	2008 actual	2009 est.	2010 est.
Direct loan levels supportable by subsidy budget authority:			
115001	Rural Microenterprise Direct Loans	9	66
115999	Total direct loan levels	9	66
Direct loan subsidy (in percent):			
132001	Rural Microenterprise Direct Loans	34.03	21.35
132999	Weighted average subsidy rate	34.03	21.35
Direct loan subsidy budget authority:			
133001	Rural Microenterprise Direct Loans	3	14
133999	Total subsidy budget authority	3	14
Direct loan subsidy outlays:			
134001	Rural Microenterprise Direct Loans		2
134999	Total subsidy outlays		2

This program provides microentrepreneurs with the skills necessary to establish new rural microenterprises, as well as support these types of businesses with technical and financial assistance. The program provides loans and grants to intermediaries that assist microentrepreneurs. For 2010, the program is funded at \$4,000,000 in mandatory funds and \$22,000,000 in discretionary funds. The program is authorized pursuant to section 6022 of Public Law 110-246.

RURAL MICROENTERPRISE INVESTMENT DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4354-0-3-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01	Direct loans	9	66
10.00	Total new obligations	9	66
Budgetary resources available for obligation:			
22.00	New financing authority (gross)	9	66
23.95	Total new obligations	-9	-66
24.40	Unobligated balance carried forward, end of year		
New financing authority (gross), detail:			
Mandatory:			
67.10	Authority to borrow	6	52
69.00	Offsetting collections (cash)		2
69.10	Change in uncollected customer payments from Federal sources (unexpired)	3	12
69.90	Spending authority from offsetting collections (total mandatory)	3	14
70.00	Total new financing authority (gross)	9	66
Change in obligated balances:			
72.40	Obligated balance, start of year		6
73.10	Total new obligations	9	66
73.20	Total financing disbursements (gross)		-8
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-3	-12
74.40	Obligated balance, end of year	6	52
Outlays (gross), detail:			
87.00	Total financing disbursements (gross)		8
Offsets:			
Against gross financing authority and financing disbursements:			
88.00	Offsetting collections (cash) from: Federal sources		-2
Against gross financing authority only:			
88.95	Change in receivables from program accounts	-3	-12
Net financing authority and financing disbursements:			
89.00	Financing authority	6	52
90.00	Financing disbursements		6

RURAL MICROENTERPRISE INVESTMENT DIRECT LOAN FINANCING
ACCOUNT—Continued

Status of Direct Loans (in millions of dollars)

Identification code 12-4354-0-3-452	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation		9	66
1150 Total direct loan obligations		9	66
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year			
1231 Disbursements: Direct loan disbursements			3
1251 Repayments: Repayments and prepayments			
1290 Outstanding, end of year			3

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 obligations. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of this program is funded through the Rural Microenterprise Investment Program Account.

RURAL BUSINESS PROGRAM ACCOUNT
(INCLUDING TRANSFERS OF FUNDS)

For the cost of loan guarantees and grants, for the rural business development programs authorized by sections 306 and 310B and described in sections 310B(f) and 381E(d)(3) of the Consolidated Farm and Rural Development Act, [\$87,385,000] \$97,116,000, to remain available until expended: *Provided*, That of the amount appropriated under this heading, not to exceed \$500,000 shall be made available for a grant to a qualified national organization to provide technical assistance for rural transportation in order to promote economic development and \$2,979,000 shall be for grants to the Delta Regional Authority (7 U.S.C. 1921 et seq.) for any Rural Community Advancement Program purpose as described in section 381E(d) of the Consolidated Farm and Rural Development Act, of which not more than 5 percent may be used for administrative expenses: *Provided further*, That \$4,000,000 of the amount appropriated under this heading shall be for business grants to benefit Federally Recognized Native American Tribes, including \$250,000 for a grant to a qualified national organization to provide technical assistance for rural transportation in order to promote economic development: *Provided further*, That not to exceed \$8,300,000 of the amount appropriated under this heading shall be available through June 30, [2009] 2010, for authorized empowerment zones and enterprise communities and communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones for the rural business and cooperative development programs described in section 381E(d)(3) of the Consolidated Farm and Rural Development Act: *Provided further*, That sections 381E-H and 381N of the Consolidated Farm and Rural Development Act are not applicable to funds made available under this heading: *Provided further*, That any prior balances in the Rural Development, Rural Community Advancement Program account for programs authorized by sections 306 and 310B and described in sections 310B(f) and 381E(d)(3) of such Act be transferred and merged with this account and any other prior balances from the Rural Development, Rural Community Advancement Program account that the Secretary determines is appropriate to transfer. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1902-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.02 Guaranteed loan subsidy	60	195	53
00.05 Reestimate of Direct Loan Subsidy	3	3	
00.06 Interest on Reestimate of Direct Loan Subsidy	3	1	
00.07 Reestimate of Guaranteed Loan Subsidy	8	17	
00.08 Interest on Reestimates of Guaranteed Loan Subsidy	9	14	

00.10 Rural Business Enterprise Grants	58	42	42
00.11 Rural Business Enterprise Emergency Supplemental Grants	2	5	
00.12 Rural Business Opportunity Grants	3	3	2
00.13 Rural Business Enterprise Grants - ARRA		19	
00.14 Administrative Expenses - ARRA		5	
00.15 Administrative Expenses - 2008 Disasters		1	
10.00 Total new obligations	146	305	97

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year		8	
22.00 New budget authority (gross)	110	272	97
22.10 Resources available from recoveries of prior year obligations	16		
22.22 Unobligated balance transferred from other accounts	28	25	
23.90 Total budgetary resources available for obligation	154	305	97
23.95 Total new obligations	-146	-305	-97
24.40 Unobligated balance carried forward, end of year	8		

New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation	88	87	97
40.01 Appropriation, Recovery Act		150	
40.35 Appropriation permanently reduced	-1		
43.00 Appropriation (total discretionary)	87	237	97
Mandatory:			
60.00 Appropriation	23	35	
70.00 Total new budget authority (gross)	110	272	97

Change in obligated balances:

72.40 Obligated balance, start of year		117	254
73.10 Total new obligations	146	305	97
73.20 Total outlays (gross)	-119	-168	-155
73.32 Obligated balance transferred from other accounts	106		
73.45 Recoveries of prior year obligations	-16		
74.40 Obligated balance, end of year	117	254	196

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	47	73	26
86.93 Outlays from discretionary balances	49	60	129
86.97 Outlays from new mandatory authority	23	35	
87.00 Total outlays (gross)	119	168	155

Net budget authority and outlays:

89.00 Budget authority	110	272	97
90.00 Outlays	119	168	155

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

Identification code 12-1902-0-1-452	2008 actual	2009 est.	2010 est.
Direct loan upward reestimates:			
135003 Business and Industry Loans	6	4	
135999 Total upward reestimate budget authority	6	4	
Direct loan downward reestimates:			
137003 Business and Industry Loans	-34	-15	
137999 Total downward reestimate budget authority	-34	-15	
Guaranteed loan levels supportable by subsidy budget authority:			
215003 Business and Industry Loan Guarantees	1,391	1,135	993
215004 Business and Industry Emergency Supplemental Loan Guarantees		446	
215005 North American Development Bank Loan Guarantees		3	
215006 Guaranteed Business and Industry Loans - ARRA		2,899	
215999 Total loan guarantee levels	1,391	4,483	993
Guaranteed loan subsidy (in percent):			
232003 Business and Industry Loan Guarantees	4.33	4.35	5.33
232004 Business and Industry Emergency Supplemental Loan Guarantees	0.00	4.35	0.00
232005 North American Development Bank Loan Guarantees	0.00	10.36	7.96
232006 Guaranteed Business and Industry Loans - ARRA	0.00	4.35	0.00
232999 Weighted average subsidy rate	4.33	4.35	5.33
Guaranteed loan subsidy budget authority:			
233003 Business and Industry Loan Guarantees	60	49	53
233004 Business and Industry Emergency Supplemental Loan Guarantees		19	
233006 Guaranteed Business and Industry Loans - ARRA		126	
233999 Total subsidy budget authority	60	195	53
Guaranteed loan subsidy outlays:			

234003	Business and Industry Loan Guarantees	48	20	41
234004	Business and Industry Emergency Supplemental Loan Guarantees		7	8
234006	Guaranteed Business and Industry Loans - ARRA		44	50
234999	Total subsidy outlays	48	71	99
Guaranteed loan upward reestimates:				
235003	Business and Industry Loan Guarantees	17	27	
235005	North American Development Bank Loan Guarantees		4	
235999	Total upward reestimate budget authority	17	31	
Guaranteed loan downward reestimates:				
237003	Business and Industry Loan Guarantees	-33	-27	
237004	Business and Industry Emergency Supplemental Loan Guarantees		-6	
237005	North American Development Bank Loan Guarantees		-3	
237999	Total downward reestimate subsidy budget authority	-33	-36	
Administrative expense data:				
3510	Budget authority		6	
3580	Outlays from balances		1	
3590	Outlays from new authority		5	

This account funds direct and guaranteed business and industry loans, rural business enterprise grants, and rural business opportunity grants. Business and industry guaranteed and direct loans are authorized under section 310B(a)(1) of the Consolidated Farm and Rural Development, as amended. These 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. For direct loans no funds were requested or provided since 2002, and no funds are requested in 2010. 2010 projections for loan guarantees are \$993 million. Funding provided in this account for the rural business enterprise grants is \$38.7 million and for rural business opportunity grants \$2.5 million.

Object Classification (in millions of dollars)

Identification code 12-1902-0-1-452	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.3	Other purchases of goods and services from Government accounts		6
41.0	Grants, subsidies, and contributions	146	299
99.9	Total new obligations	146	305

RURAL BUSINESS AND INDUSTRY DIRECT LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4223-0-3-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.02	Interest on Treasury borrowings	2	1
01.00	Direct Program by Activities - Subtotal (running)	2	1
08.02	Subsidy reestimate paid to receipt account	25	8
08.04	Interest on reestimate paid to receipt account	9	7
08.91	Direct Program by Activities - Subtotal (1 level)	34	15
10.00	Total new obligations	36	16
Budgetary resources available for obligation:			
21.40	Unobligated balance carried forward, start of year	17	22
22.00	New financing authority (gross)	48	
22.60	Portion applied to repay debt	-7	-6
23.90	Total budgetary resources available for obligation	58	16
23.95	Total new obligations	-36	-16
24.40	Unobligated balance carried forward, end of year	22	

New financing authority (gross), detail:

67.10	Authority to borrow	37	
69.00	Offsetting collections (cash)	11	10

69.27	Capital transfer to general fund		-10
69.90	Spending authority from offsetting collections (total mandatory)	11	5
70.00	Total new financing authority (gross)	48	5

Change in obligated balances:

72.40	Obligated balance, start of year		15
73.10	Total new obligations	36	16
73.20	Total financing disbursements (gross)	-36	-1
74.40	Obligated balance, end of year		15

Outlays (gross), detail:

87.00	Total financing disbursements (gross)	36	1
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Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00	Federal sources	-6	-4
88.25	Interest on uninvested funds	-1	-1
88.40	Repayments of principal	-3	-3
88.40	Interest received on loans	-1	-2
88.90	Total, offsetting collections (cash)	-11	-10

Net financing authority and financing disbursements:

89.00	Financing authority	37	-10
90.00	Financing disbursements	25	-9

Status of Direct Loans (in millions of dollars)

Identification code 12-4223-0-3-452	2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	51	35
1251	Repayments: Repayments and prepayments	-2	-3
1263	Write-offs for default: Direct loans	-14	-3
1290	Outstanding, end of year	35	29

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. The subsidy cost of this program is funded through the Rural Business and Industry Program Account. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4223-0-3-452	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101	Fund balances with Treasury	17
Investments in US securities:		
1106	Receivables, net	5
Net value of assets related to post-1991 direct loans receivable:		
1401	Direct loans receivable, gross	51
1402	Interest receivable	1
1405	Allowance for subsidy cost (-)	-38
1499	Net present value of assets related to direct loans	14
1999	Total assets	36
LIABILITIES:		
Federal liabilities:		
2104	Resources payable to Treasury	2
2105	Other	34
2999	Total liabilities	36
4999	Total liabilities and net position	36

RURAL BUSINESS AND INDUSTRY GUARANTEED LOANS FINANCING ACCOUNT
Program and Financing (in millions of dollars)

Identification code 12-4227-0-3-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Default claims	18	19	27
00.02 Interest to Treasury	5	5	5
00.05 Purchase from Secondary Market	37	37	54
00.06 Guaranteed Debt Offset	6		
00.91 Direct Program by Activities - Subtotal (1 level)	66	61	86
08.02 Subsidy reestimates paid to receipt account	21	28	
08.04 Interest on downward reestimates	12	7	
08.91 Direct Program by Activities - Subtotal (1 level)	33	35	
10.00 Total new obligations	99	96	86
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	248	254	
22.00 New financing authority (gross)	123	96	86
22.60 Portion applied to repay debt	-18	-254	
23.90 Total budgetary resources available for obligation	353	96	86
23.95 Total new obligations	-99	-96	-86
24.40 Unobligated balance carried forward, end of year	254		
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	16	17	74
69.00 Offsetting collections (cash)	107	159	162
69.27 Capital transfer to general fund		-80	-150
69.90 Spending authority from offsetting collections (total mandatory)	107	79	12
70.00 Total new financing authority (gross)	123	96	86
Change in obligated balances:			
73.10 Total new obligations	99	96	86
73.20 Total financing disbursements (gross)	-99	-96	-86
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	99	96	86
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-66	-102	-99
88.25 Interest on uninvested funds	-5	-11	-12
88.40 Interest and principal on purchased loans from secondary market	-22	-27	-32
88.40 Guarantee fees	-12	-19	-19
88.40 Other Actual Business-Type Collections, Non-Federal	-2		
88.90 Total, offsetting collections (cash)	-107	-159	-162
Net financing authority and financing disbursements:			
89.00 Financing authority	16	-63	-76
90.00 Financing disbursements	-8	-63	-76

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4227-0-3-452	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation	1,391	4,483	993
2150 Total guaranteed loan commitments	1,391	4,483	993
2199 Guaranteed amount of guaranteed loan commitments	1,112	3,586	794
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	3,655	3,750	5,371
2231 Disbursements of new guaranteed loans	773	2,361	2,488
2251 Repayments and prepayments	-593	-712	-1,020
Adjustments:			
2261 Terminations for default that result in loans receivable	-36		
2263 Terminations for default that result in claim payments	-23	-28	-32
2264 Other adjustments, net	-26		
2290 Outstanding, end of year	3,750	5,371	6,807

Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	3,000	4,270	5,445
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2331	Disbursements for guaranteed loan claims			

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. The subsidy cost of this program is funded through the Rural Business and Industry Program Account. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account. The account finances loan guarantee commitments for business development in rural areas.

Balance Sheet (in millions of dollars)

Identification code 12-4227-0-3-452	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	248	254
Investments in US securities:		
1106 Receivables, net	175	123
1999 Total assets	423	377
LIABILITIES:		
Federal liabilities:		
2104 Resources payable to Treasury	63	60
2105 Other	75	33
2204 Non-Federal liabilities: Liabilities for loan guarantees	285	284
2999 Total liabilities	423	377
4999 Total liabilities and net position	423	377

RURAL DEVELOPMENT LOAN FUND PROGRAM ACCOUNT

(INCLUDING TRANSFER OF FUNDS)

For the principal amount of direct loans, as authorized by the Rural Development Loan Fund (42 U.S.C. 9812(a)), \$33,536,000.

For the cost of direct loans, \$14,035,000, \$8,464,000, as authorized by the Rural Development Loan Fund (42 U.S.C. 9812(a)), of which \$1,724,000, \$1,035,000 shall be available through June 30, 2009, 2010, for Federally Recognized Native American Tribes and of which \$3,449,000, \$2,070,000 shall be available through June 30, 2009, 2010, for Mississippi Delta Region counties (as determined in accordance with Public Law 100-460): *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 of the total amount appropriated, \$880,000 shall be available through June 30, 2009, 2010, for the cost of direct loans for authorized empowerment zones and enterprise communities and communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones.

In addition, for administrative expenses to carry out the direct loan programs, \$4,853,000, \$4,941,000 shall be transferred to and merged with the appropriation for "Rural Development, Salaries and Expenses". (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-2069-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loan subsidy	14	14	8
00.05 Reestimates of direct loan subsidy	3	2	
00.06 Interest on reestimates of direct loan subsidy		2	
00.09 Administrative expense	5	5	5

10.00	Total new obligations	22	23	13
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	22	23	13
23.95	Total new obligations	-22	-23	-13
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	19	19	13
Mandatory:				
60.00	Appropriation	3	4	.....
70.00	Total new budget authority (gross)	22	23	13
Change in obligated balances:				
72.40	Obligated balance, start of year	38	38	34
73.10	Total new obligations	22	23	13
73.20	Total outlays (gross)	-21	-27	-21
73.40	Adjustments in expired accounts (net)	-1	.....	.....
74.40	Obligated balance, end of year	38	34	26
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	6	6	6
86.93	Outlays from discretionary balances	12	17	15
86.97	Outlays from new mandatory authority	3	4	.....
87.00	Total outlays (gross)	21	27	21
Net budget authority and outlays:				
89.00	Budget authority	22	23	13
90.00	Outlays	21	27	21

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

Identification code 12-2069-0-1-452	2008 actual	2009 est.	2010 est.	
Direct loan levels supportable by subsidy budget authority:				
115001	Intermediary Relending Program	34	34	34
115999	Total direct loan levels	34	34	34
Direct loan subsidy (in percent):				
132001	Intermediary Relending Program	42.89	41.85	25.24
132999	Weighted average subsidy rate	42.89	41.85	25.24
Direct loan subsidy budget authority:				
133001	Intermediary Relending Program	14	14	8
133999	Total subsidy budget authority	14	14	8
Direct loan subsidy outlays:				
134001	Intermediary Relending Program	13	18	16
134999	Total subsidy outlays	13	18	16
Direct loan upward reestimates:				
135001	Intermediary Relending Program	3	4	.....
135999	Total upward reestimate budget authority	3	4	.....
Direct loan downward reestimates:				
137001	Intermediary Relending Program	-3	-7	.....
137999	Total downward reestimate budget authority	-3	-7	.....
Administrative expense data:				
3510	Budget authority	5	5	5
3590	Outlays from new authority	5	5	5

This account finances loans to intermediary borrowers, who, in turn, re-lend the funds to small rural businesses, community development corporations, and other organizations for the purpose of improving economic opportunities in rural areas. Through the use of local intermediaries, this program serves small-scale enterprises and gives preference to those communities with the greatest need.

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 12-2069-0-1-452	2008 actual	2009 est.	2010 est.	
Direct obligations:				
25.3	Other purchases of goods and services from Government accounts	5	5	5
41.0	Grants, subsidies, and contributions	17	18	8
99.9	Total new obligations	22	23	13

RURAL DEVELOPMENT LOAN FUND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4219-0-3-452	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	Direct loans	34	34	34
00.02	Interest on Treasury Borrowing	16	17	18
00.91	Direct Program by Activities - Subtotal	50	51	52
08.02	Downward subsidy reestimate paid to receipt account	2	6	.....
08.04	Interest on downward subsidy reestimate paid to receipt account	1	1	.....
08.91	Direct Program by Activities - Subtotal	3	7	.....
10.00	Total new obligations	53	58	52
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year .....	.....	1	.....
22.00	New financing authority (gross)	53	58	52
22.10	Resources available from recoveries of prior year obligations ...	2	.....	.....
22.60	Portion applied to repay debt .....	.....	-1	.....
22.70	Balance of authority to borrow withdrawn	-1	.....	.....
23.90	Total budgetary resources available for obligation	54	58	52
23.95	Total new obligations	-53	-58	-52
24.40	Unobligated balance carried forward, end of year	1	.....	.....
New financing authority (gross), detail:				
Mandatory:				
67.10	Authority to borrow	23	21	22
69.00	Offsetting collections (cash)	40	45	38
69.47	Portion applied to repay debt	-10	-8	-8
69.90	Spending authority from offsetting collections (total mandatory)	30	37	30
70.00	Total new financing authority (gross)	53	58	52
Change in obligated balances:				
72.40	Obligated balance, start of year	46	48	42
73.10	Total new obligations	53	58	52
73.20	Total financing disbursements (gross)	-49	-64	-55
73.45	Recoveries of prior year obligations	-2	.....	.....
74.40	Obligated balance, end of year	48	42	39
Outlays (gross), detail:				
87.00	Total financing disbursements (gross)	49	64	55
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Payments from program account	-16	-22	-16
88.25	Interest on uninvested funds	-2	-1	-1
88.40	Non-Federal sources - repayment of principal	-19	-17	-16
88.40	Non-Federal sources - interest on loans	-3	-5	-5
88.90	Total, offsetting collections (cash)	-40	-45	-38
Net financing authority and financing disbursements:				
89.00	Financing authority	13	13	14
90.00	Financing disbursements	9	19	17

Status of Direct Loans (in millions of dollars)

Identification code 12-4219-0-3-452	2008 actual	2009 est.	2010 est.	
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans

RURAL DEVELOPMENT LOAN FUND DIRECT LOAN FINANCING
ACCOUNT—Continued
Status of Direct Loans —Continued

Identification code 12-4219-0-3-452	2008 actual	2009 est.	2010 est.
1131 Direct loan obligations exempt from limitation	34	34	34
1150 Total direct loan obligations	34	34	34
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	419	430	453
1231 Disbursements: Direct loan disbursements	30	40	37
1251 Repayments: Repayments and prepayments	-19	-17	-16
1290 Outstanding, end of year	430	453	474

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 12-4219-0-3-452	2007 actual	2008 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury		9
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	419	430
1402 Interest receivable	2	2
1405 Allowance for subsidy cost (-)	-154	-162
1499 Net present value of assets related to direct loans	267	270
1999 Total assets	267	279
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	267	279
2999 Total liabilities	267	279
4999 Total liabilities and net position	267	279

RURAL DEVELOPMENT LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4233-0-3-452	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1		
22.40 Capital transfer to general fund	-1		
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	4	4	4
69.27 Capital transfer to general fund	-4	-4	-4
69.90 Spending authority from offsetting collections (total mandatory)			
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Loan repayments	-4	-4	-4
Net budget authority and outlays:			
89.00 Budget authority	-4	-4	-4
90.00 Outlays	-4	-4	-4

Status of Direct Loans (in millions of dollars)

Identification code 12-4233-0-3-452	2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	41	38	35
1251 Repayments: Repayments and prepayments	-3	-3	-3
1290 Outstanding, end of year	38	35	32

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.

Balance Sheet (in millions of dollars)

Identification code 12-4233-0-3-452	2007 actual	2008 actual
ASSETS:		
1601 Direct loans, gross	41	38
1603 Allowance for estimated uncollectible loans and interest (-)	-20	-17
1604 Direct loans and interest receivable, net	21	21
1699 Value of assets related to direct loans	21	21
1999 Total assets	21	21
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	21	21
2999 Total liabilities	21	21
4999 Total liabilities and net position	21	21

RURAL ECONOMIC DEVELOPMENT LOANS PROGRAM ACCOUNT

(INCLUDING [RESCISSION] CANCELLATION 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, \$33,077,000.

Of the funds derived from interest on the cushion of credit payments, as authorized by section 313 of the Rural Electrification Act of 1936, [\$20,000,000] \$43,000,000 shall not be obligated and [\$20,000,000] \$43,000,000 are [rescinded] hereby permanently cancelled. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-3108-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loan subsidy	7	7	4
00.05 Reestimates of direct loan subsidy	4	1	
00.06 Interest on reestimates of direct loan subsidy	1	1	
10.00 Total new obligations (object class 41.0)	12	9	4
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	11	9	4
23.95 Total new obligations	-12	-9	-4
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	4	2	
69.00 Offsetting collections (cash)	7	7	4
70.00 Total new budget authority (gross)	11	9	4
Change in obligated balances:			
72.40 Obligated balance, start of year	6	8	8
73.10 Total new obligations	12	9	4
73.20 Total outlays (gross)	-10	-9	-6
74.40 Obligated balance, end of year	8	8	6
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	5	1	
86.97 Outlays from new mandatory authority	5	4	1
86.98 Outlays from mandatory balances		4	5
87.00 Total outlays (gross)	10	9	6
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-7	-7	-4

Net budget authority and outlays:			
89.00	Budget authority	4	2
90.00	Outlays	3	2

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

Identification code 12-3108-0-1-452	2008 actual	2009 est.	2010 est.	
Direct loan levels supportable by subsidy budget authority:				
115001	Rural Economic Development Loans	32	35	33
115999	Total direct loan levels	32	35	33
Direct loan subsidy (in percent):				
132001	Rural Economic Development Loans	22.59	20.88	13.05
132999	Weighted average subsidy rate	22.59	20.88	13.05
Direct loan subsidy budget authority:				
133001	Rural Economic Development Loans	7	7	4
133999	Total subsidy budget authority	7	7	4
Direct loan subsidy outlays:				
134001	Rural Economic Development Loans	5	4	6
134999	Total subsidy outlays	5	4	6
Direct loan upward reestimates:				
135001	Rural Economic Development Loans	4	2	.....
135999	Total upward reestimate budget authority	4	2	.....
Direct loan downward reestimates:				
137001	Rural Economic Development Loans	-2	-3	.....
137999	Total downward reestimate budget authority	-2	-3	.....

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. Program costs are derived from interest earnings on borrowers' "cushion of credit" loan prepayments. The Budget proposes a loan level of \$33 million for this program in 2010.

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. The subsidy amounts are estimated on a present value basis.

RURAL ECONOMIC DEVELOPMENT DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4176-0-3-452	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	Direct loans	32	35	33
00.02	Interest expense	5	5	6
00.91	Direct Program by Activities - Subtotal (1 level)	37	40	39
08.04	Direct downward reestimates	1	2	.....
08.05	Interest on Downward Reestimates	2	1	.....
08.91	Direct Program by Activities - Subtotal (1 level)	3	3	.....
10.00	Total new obligations	40	43	39
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	1	12	.....
22.00	New financing authority (gross)	52	43	39
22.10	Resources available from recoveries of prior year obligations	1	.....	.....
22.60	Portion applied to repay debt	-1	-12	.....
22.70	Balance of authority to borrow withdrawn	-1	.....	.....
23.90	Total budgetary resources available for obligation	52	43	39
23.95	Total new obligations	-40	-43	-39
24.40	Unobligated balance carried forward, end of year	12	.....	.....

New financing authority (gross), detail:

Mandatory:				
67.10	Authority to borrow	27	14	8
69.00	Offsetting collections (cash)	28	29	31
69.10	Change in uncollected customer payments from Federal sources (unexpired)	1	.....	.....
69.47	Portion applied to repay debt	-4	.....	.....

69.90	Spending authority from offsetting collections (total mandatory)	25	29	31
70.00	Total new financing authority (gross)	52	43	39

Change in obligated balances:

72.40	Obligated balance, start of year	21	26	34
73.10	Total new obligations	40	43	39
73.20	Total financing disbursements (gross)	-33	-35	-36
73.45	Recoveries of prior year obligations	-1	.....	.....
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-1	.....	.....
74.40	Obligated balance, end of year	26	34	37

Outlays (gross), detail:

87.00	Total financing disbursements (gross)	33	35	36
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Offsets:

Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal Funds: Program Account	-9	-6	-6
88.25	Interest on uninvested funds	-2	-4	-2
88.40	Non-Federal sources: Repayment of Principal	-17	-19	-23
88.90	Total, offsetting collections (cash)	-28	-29	-31
Against gross financing authority only:				
88.95	Change in receivables from program accounts	-1	.....	.....

Net financing authority and financing disbursements:

89.00	Financing authority	23	14	8
90.00	Financing disbursements	5	6	5

Status of Direct Loans (in millions of dollars)

Identification code 12-4176-0-3-452	2008 actual	2009 est.	2010 est.	
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans	32	35	33
1150	Total direct loan obligations	32	35	33
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	91	100	107
1231	Disbursements: Direct loan disbursements	26	26	31
1251	Repayments: Repayments and prepayments	-17	-19	-21
1290	Outstanding, end of year	100	107	117

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	2007 actual	2008 actual	
ASSETS:			
1101	Federal assets: Fund balances with Treasury	2	21
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	83	100
1405	Allowance for subsidy cost (-)	-2	-13
1499	Net present value of assets related to direct loans	81	87
1999	Total assets	83	108
LIABILITIES:			
Federal liabilities:			
2104	Resources payable to Treasury	82	108
2105	Other	1	.....
2999	Total liabilities	83	108
4999	Total liabilities and net position	83	108

RURAL BUSINESS INVESTMENT PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-1907-0-1-452	2008 actual	2009 est.	2010 est.	
Change in obligated balances:				
72.40	Obligated balance, start of year	4	4	3
73.20	Total outlays (gross)		-1	
74.40	Obligated balance, end of year	4	3	3
Outlays (gross), detail:				
86.98	Outlays from mandatory balances		1	
Net budget authority and outlays:				
89.00	Budget authority			
90.00	Outlays		1	

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

Identification code 12-1907-0-1-452	2008 actual	2009 est.	2010 est.	
Guaranteed loan levels supportable by subsidy budget authority:				
215001	Rural Business Investment Program		1	
215999	Total loan guarantee levels		1	

The Rural Business Investment Program was authorized and provided mandatory funding by section 6029 of the Farm Security and Rural Investment Act of 2002, Public Law 107-171. The Deficit Reduction Act rescinded the unobligated balance and no funds are requested for 2010.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the 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.

\$68,130,000: Provided, That the cost of loan guarantees, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-1908-0-1-451	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.02	Guaranteed loan subsidy	2	30	64
00.11	Grants	34	30	64
10.00	Total new obligations (object class 41.0)	36	60	128
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	36	60	128
23.95	Total new obligations	-36	-60	-128
24.40	Unobligated balance carried forward, end of year			
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	36	5	68
Mandatory:				
62.00	Transferred from other accounts		55	60
70.00	Total new budget authority (gross)	36	60	128
Change in obligated balances:				
72.40	Obligated balance, start of year	71	74	107
73.10	Total new obligations	36	60	128
73.20	Total outlays (gross)	-17	-27	-53
73.40	Adjustments in expired accounts (net)	-16		
74.40	Obligated balance, end of year	74	107	182
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	2		1
86.93	Outlays from discretionary balances	15	21	22
86.97	Outlays from new mandatory authority		6	8
86.98	Outlays from mandatory balances			22
87.00	Total outlays (gross)	17	27	53
Net budget authority and outlays:				
89.00	Budget authority	36	60	128
90.00	Outlays	17	27	53

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

Identification code 12-1908-0-1-451	2008 actual	2009 est.	2010 est.	
Guaranteed loan levels supportable by subsidy budget authority:				
215001	Renewable Energy Loan Guarantees	16	312	466
215999	Total loan guarantee levels	16	312	466
Guaranteed loan subsidy (in percent):				
232001	Renewable Energy Loan Guarantees	9.69	9.69	13.64
232999	Weighted average subsidy rate	9.69	9.69	13.64
Guaranteed loan subsidy budget authority:				
233001	Renewable Energy Loan Guarantees	2	30	64
233999	Total subsidy budget authority	2	30	64
Guaranteed loan subsidy outlays:				
234001	Renewable Energy Loan Guarantees		6	15
234999	Total subsidy outlays		6	15

The Rural Energy for American was formally the Renewable Energy Systems and Energy Efficiency Improvements, and is authorized under 7 U.S.C. 8106. This program provides loan guarantees, and grants to farmers, ranchers, and small rural businesses to purchase renewable energy systems and make energy efficiency improvements. \$68.1 million in discretionary funding is proposed in 2010 in addition to \$60 million in mandatory funds. This program is authorized pursuant to Section 9007

RURAL BUSINESS INVESTMENT PROGRAM GUARANTEE FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4033-0-3-452	2008 actual	2009 est.	2010 est.	
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	2	2	2
24.40	Unobligated balance carried forward, end of year	2	2	2
Change in obligated balances:				
72.40	Obligated balance, start of year	-2	-2	-2
74.40	Obligated balance, end of year	-2	-2	-2
Net financing authority and financing disbursements:				
89.00	Financing authority			
90.00	Financing disbursements			

Balance Sheet (in millions of dollars)

Identification code 12-4033-0-3-452	2007 actual	2008 actual	
ASSETS:			
Federal assets: Investments in US securities:			
1106	Receivables, net	2	2
LIABILITIES:			
2204	Non-Federal liabilities: Liabilities for loan guarantees	2	2

RURAL ENERGY FOR AMERICA PROGRAM

For the cost of a program of loan guarantees and grants, under the same terms and conditions as authorized by section 9007 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 8107), **[\$5,000,000]**

of the Farm Security and Rural Investment Act of 2007, as amended by the Food, Conservation and Energy Act of 2008.

Provided further, That these funds are available to subsidize total loan principal, any part of which is guaranteed, not to exceed \$50,000,000.

RENEWABLE ENERGY GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4267-0-3-451	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	6	6	12
22.00 New financing authority (gross)		6	15
23.90 Total budgetary resources available for obligation	6	12	27
24.40 Unobligated balance carried forward, end of year	6	12	27
New financing authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)		6	15
Offsets:			
Against gross financing authority and financing disbursements:			
88.00 Offsetting collections (cash) from: Federal sources		-6	-15
Net financing authority and financing disbursements:			
89.00 Financing authority			
90.00 Financing disbursements		-6	-15

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4267-0-3-451	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation	16	312	466
2150 Total guaranteed loan commitments	16	312	466
2199 Guaranteed amount of guaranteed loan commitments		265	396
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	6	8	32
2231 Disbursements of new guaranteed loans	8	37	173
2251 Repayments and prepayments	-6	-13	-51
2290 Outstanding, end of year	8	32	154
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	5	24	123

Balance Sheet (in millions of dollars)

Identification code 12-4267-0-3-451	2007 actual	2008 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	2	6
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	1	
1405 Allowance for subsidy cost (-)	-1	
1499 Net present value of assets related to direct loans		
1999 Total assets	2	6
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	2	
2204 Non-Federal liabilities: Non-Federal loan guarantee liability		6
2999 Total liabilities	2	6
4999 Total liabilities and net position	2	6

BIOREFINERY ASSISTANCE PROGRAM ACCOUNT

For the cost of guaranteed loans \$17,339,000, as authorized by Section 9003 of the Food, Conservation and Energy Act of 2008, P.L. 110-246: 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:

Program and Financing (in millions of dollars)

Identification code 12-3106-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.02 Guaranteed subsidy		75	262
10.00 Total new obligations (object class 41.0)		75	262
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		75	262
23.95 Total new obligations		-75	-262
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation			17
Mandatory:			
62.00 Transferred from other accounts		75	245
70.00 Total new budget authority (gross)		75	262
Change in obligated balances:			
72.40 Obligated balance, start of year			71
73.10 Total new obligations		75	262
73.20 Total outlays (gross)		-4	-51
74.40 Obligated balance, end of year		71	282
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority			1
86.97 Outlays from new mandatory authority		4	12
86.98 Outlays from mandatory balances			38
87.00 Total outlays (gross)		4	51
Net budget authority and outlays:			
89.00 Budget authority		75	262
90.00 Outlays		4	51
Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)			
Identification code 12-3106-0-1-452	2008 actual	2009 est.	2010 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Section 9003 Loan Guarantees		225	740
215999 Total loan guarantee levels		225	740
Guaranteed loan subsidy (in percent):			
232001 Section 9003 Loan Guarantees		33.34	35.47
232999 Weighted average subsidy rate		33.34	35.47
Guaranteed loan subsidy budget authority:			
233001 Section 9003 Loan Guarantees		75	262
233999 Total subsidy budget authority		75	262
Guaranteed loan subsidy outlays:			
234001 Section 9003 Loan Guarantees		4	50
234999 Total subsidy outlays		4	50

The Biorefinery Assistance Program provides loan guarantees to fund the development, construction, and retrofitting of commercial-scale advanced biorefineries. For 2010, the program is funded at \$245,000,000 in mandatory funds and \$17,339,000 in discretionary funds. The Biorefinery Assistance Program is authorized under section 9003 of the Farm Security and Rural Investment Act of 2007, as amended by the Food, Conservation and Energy Act of 2008.

BIOREFINERY ASSISTANCE GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4355-0-3-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Default claims			2

BIOREFINERY ASSISTANCE GUARANTEED LOAN FINANCING ACCOUNT—Continued
Program and Financing —Continued

Identification code 12-4355-0-3-452	2008 actual	2009 est.	2010 est.
10.00 Total new obligations			2
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year			4
22.00 New financing authority (gross)		4	52
23.90 Total budgetary resources available for obligation		4	56
23.95 Total new obligations			-2
24.40 Unobligated balance carried forward, end of year		4	54
New financing authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)		4	52
Change in obligated balances:			
73.10 Total new obligations			2
73.20 Total financing disbursements (gross)			-2
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)			2
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources		-4	-50
88.25 Interest on uninvested funds			-1
88.40 Guaranteed Fees			-1
88.90 Total, offsetting collections (cash)		-4	-52
Net financing authority and financing disbursements:			
89.00 Financing authority			
90.00 Financing disbursements		-4	-50

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4355-0-3-452	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation		225	740
2150 Total guaranteed loan commitments		225	740
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year			11
2231 Disbursements of new guaranteed loans		11	147
2251 Repayments and prepayments			-1
2261 Adjustments: Terminations for default that result in loans receivable			
2290 Outstanding, end of year		11	157
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year		9	126
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2331 Disbursements for guaranteed loan claims			

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. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of this program is funded through the Biorefinery Assistance Program Account.

ALTERNATIVE AGRICULTURAL RESEARCH AND COMMERCIALIZATION CORPORATION REVOLVING FUND
Program and Financing (in millions of dollars)

Identification code 12-4144-0-3-352	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	1	1
24.40 Unobligated balance carried forward, end of year	1	1	1
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays			

RURAL UTILITIES SERVICE
Federal Funds
HIGH ENERGY COST GRANTS
Program and Financing (in millions of dollars)

Identification code 12-2042-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 High energy cost grants	21	37	
10.00 Total new obligations (object class 41.0)	21	37	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	21	20	1
22.00 New budget authority (gross)	20	18	
23.90 Total budgetary resources available for obligation	41	38	1
23.95 Total new obligations	-21	-37	
24.40 Unobligated balance carried forward, end of year	20	1	1
New budget authority (gross), detail:			
Discretionary:			
42.00 Transferred from other accounts	20	18	
Change in obligated balances:			
72.40 Obligated balance, start of year	16	21	30
73.10 Total new obligations	21	37	
73.20 Total outlays (gross)	-16	-28	-16
74.40 Obligated balance, end of year	21	30	14
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	10	14	
86.93 Outlays from discretionary balances	6	14	16
87.00 Total outlays (gross)	16	28	16
Net budget authority and outlays:			
89.00 Budget authority	20	18	
90.00 Outlays	16	28	16

Funding has been provided since 2001 to support grants for areas that have high energy costs. These grants can be made to eligible entities or the Denali Commission to construct, extend, upgrade, and otherwise improve energy generation, transmission, or distribution facilities serving communities in which the average residential expenditure for home energy is at least 275 percent of the national average residential expenditure for home energy (as determined by the Energy Information Agency using the most recent data available). Grants are also available to establish and support a revolving fund to provide a more cost-effective means of purchasing fuel where the fuel cannot be shipped by means of surface transportation. The budget proposes no funding in 2010.

RURAL WATER AND WASTE DISPOSAL PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For the cost of direct loans, loan guarantees, and grants for the rural water, waste water, waste disposal, and solid waste management programs authorized by sections 306, 306A, 306C, 306D, and 310B and described in sections 306C(a)(2), 306D, and 381E(d)(2) of the Consolidated Farm and Rural Development Act, **[\$556,268,000]** *\$546,230,000*, to remain available until expended, of which not to exceed \$497,000 shall be available for the rural utilities program described in section 306(a)(2)(B) of such Act, and of which not to exceed \$993,000 shall be available for the rural utilities program described in section 306E of such Act: *Provided*, That \$65,000,000 of the amount appropriated under this heading shall be for loans and grants including water and waste disposal systems grants authorized by 306C(a)(2)(B) and 306D of the Consolidated Farm and Rural Development Act and for Federally-recognized Native American Tribes authorized by 306C(a)(1): *Provided further*, That not to exceed \$19,000,000 of the amount appropriated under this heading shall be for technical assistance grants for rural water and waste systems pursuant to section 306(a)(14) of such Act, unless the Secretary makes a determination of extreme need, of which \$5,600,000 shall be made available for a grant to a qualified non-profit multi-state regional technical assistance organization, with experience in working with small communities on water and waste water problems, the principal purpose of such grant shall be to assist rural communities with populations of 3,300 or less, in improving the planning, financing, development, operation, and management of water and waste water systems, and of which not less than \$800,000 shall be for a qualified national Native American organization to provide technical assistance for rural water systems for tribal communities: *Provided further*, That not to exceed \$14,000,000 of the amount appropriated under this heading shall be for contracting with qualified national organizations for a circuit rider program to provide technical assistance for rural water systems: *Provided further*, That not to exceed \$12,700,000 of the amount appropriated under this heading shall be available through June 30, **[2009]** *2010*, for authorized empowerment zones and enterprise communities and communities designated by the Secretary of Agriculture as Rural Economic Area Partnership Zones for the rural utilities programs described in section 381E(d)(2) of such Act: **[Provided further**, That \$17,500,000 of the amount appropriated under this heading shall be transferred to, and merged with, the Rural Utilities Service, High Energy Cost Grants Account to provide grants authorized under section 19 of the Rural Electrification Act of 1936 (7 U.S.C. 918a): *Provided further*, That any prior year balances for high cost energy grants authorized by section 19 of the Rural Electrification Act of 1936 (7 U.S.C. 901(19)) shall be transferred to and merged with the Rural Utilities Service, High Energy Costs Grants Account: **] Provided further**, That sections 381E-H and 381N of the Consolidated Farm and Rural Development Act are not applicable to the funds made available under this heading: *Provided further*, That any prior balances in the Rural Development, Rural Community Advancement Program account programs authorized by sections 306, 306A, 306C, 306D, and 310B and described in sections 306C(a)(2), 306D, and 381E(d)(2) of such Act be transferred to and merged with this account and any other prior balances from the Rural Development, Rural Community Advancement Program account that the Secretary determines is appropriate to transfer. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1980-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct Loan Subsidy	132	538	77
00.05 Reestimate of Direct Loan Subsidy	14	77	
00.06 Interest on Reestimate of Direct Loan Subsidy	5	85	
00.10 Water and waste disposal systems grants	524	485	466
00.11 Water and waste disposal systems emergency supplemental grants		35	
00.12 Solid waste management grants	3	4	3
00.13 Emergency Community Water Assistance Grants	7	13	
00.14 Water and waste disposal systems grants - ARRA		939	
00.15 Administrative Expenses - ARRA		41	
00.16 Administrative Expenses - 2008 Disasters		1	

10.00	Total new obligations	685	2,218	546
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year		111	
21.45	Adjustments to unobligated balance carried forward, start of year		1	
22.00	New budget authority (gross)	677	2,081	546
22.10	Resources available from recoveries of prior year obligations	33		
22.22	Unobligated balance transferred from other accounts	86	25	
23.90	Total budgetary resources available for obligation	796	2,218	546
23.95	Total new obligations	-685	-2,218	-546
24.40	Unobligated balance carried forward, end of year	111		
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	563	557	546
40.01	Appropriation, Recovery Act		1,380	
40.35	Appropriation permanently reduced	-4		
41.00	Transferred to other accounts	-20	-18	
43.00	Appropriation (total discretionary)	539	1,919	546
Mandatory:				
60.00	Appropriation	18	162	
62.00	Transferred from other accounts	120		
62.50	Appropriation (total mandatory)	138	162	
70.00	Total new budget authority (gross)	677	2,081	546
Change in obligated balances:				
72.40	Obligated balance, start of year		2,118	3,311
73.10	Total new obligations	685	2,218	546
73.20	Total outlays (gross)	-604	-1,025	-990
73.32	Obligated balance transferred from other accounts	2,070		
73.45	Recoveries of prior year obligations	-33		
74.40	Obligated balance, end of year	2,118	3,311	2,867
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	12	122	23
86.93	Outlays from discretionary balances	570	715	934
86.97	Outlays from new mandatory authority	22	162	
86.98	Outlays from mandatory balances		26	33
87.00	Total outlays (gross)	604	1,025	990
Net budget authority and outlays:				
89.00	Budget authority	677	2,081	546
90.00	Outlays	604	1,025	990

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

Identification code 12-1980-0-1-452	2008 actual	2009 est.	2010 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Water and Waste Disposal Loans	1,271	894	1,022
115002 Water and Waste Disposal Emergency Supplemental Loans		50	
115003 Water and Waste Disposal Loans - ARRA		2,734	
115999 Total direct loan levels	1,271	3,678	1,022
Direct loan subsidy (in percent):			
132001 Water and Waste Disposal Loans	10.42	14.62	7.54
132002 Water and Waste Disposal Emergency Supplemental Loans	0.00	14.62	0.00
132003 Water and Waste Disposal Loans - ARRA	0.00	14.62	0.00
132999 Weighted average subsidy rate	10.42	14.62	7.54
Direct loan subsidy budget authority:			
133001 Water and Waste Disposal Loans	132	131	77
133002 Water and Waste Disposal Emergency Supplemental Loans		7	
133003 Water and Waste Disposal Loans - ARRA		400	
133999 Total subsidy budget authority	132	538	77
Direct loan subsidy outlays:			
134001 Water and Waste Disposal Loans	82	113	123
134002 Water and Waste Disposal Emergency Supplemental Loans			2
134003 Water and Waste Disposal Loans - ARRA		20	100
134999 Total subsidy outlays	82	133	225
Direct loan upward reestimates:			
135001 Water and Waste Disposal Loans	18	162	
135999 Total upward reestimate budget authority	18	162	
Direct loan downward reestimates:			
137001 Water and Waste Disposal Loans	-39	-5	
137999 Total downward reestimate budget authority	-39	-5	

RURAL WATER AND WASTE DISPOSAL PROGRAM ACCOUNT—Continued
Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program —Continued

Identification code 12-1980-0-1-452	2008 actual	2009 est.	2010 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Water and Waste Disposal Loan Guarantees	18	75	75
215999 Total loan guarantee levels	18	75	75
Guaranteed loan subsidy (in percent):			
232001 Water and Waste Disposal Loan Guarantees	-0.82	-0.82	-0.82
232999 Weighted average subsidy rate	-0.82	-0.82	-0.82
Guaranteed loan subsidy budget authority:			
233001 Water and Waste Disposal Loan Guarantees		-1	-1
233999 Total subsidy budget authority		-1	-1
Administrative expense data:			
3510 Budget authority		42	
3580 Outlays from balances		1	
3590 Outlays from new authority		41	

This account funds the direct and guaranteed water and waste disposal loans, water and waste disposal grants, emergency community water assistance grants, and solid waste management grants. Since the passage of the Federal Agriculture Improvement and Reform Act of 1996 through 2007, the funding for these programs was provided as part of the Rural Community Advancement Program (RCAP). To continue what was proposed and passed in 2008, the 2010 Budget proposes no funding in the RCAP account and instead, each funding stream is being appropriated separately in new accounts. This is the new account for the Water and Wastewater funding stream, which is the Rural Utilities Stream from the RCAP account.

Water and waste disposal loans are authorized under 7 U.S.C. 1926. The program provides direct loans to municipalities, counties, special purpose districts, certain Indian Tribes, and non-profit corporations to develop water and waste disposal systems in rural areas and towns with populations of less than 10,000. The program also guarantees water and waste disposal loans made by banks and other eligible lenders. In 2010, the projected loan level is over \$1 billion for direct loans and \$75 million for guarantees.

Water and waste disposal grants are 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, municipalities, counties, public and quasi-public agencies, and certain Indian tribes. The grants can be used to finance development, storage, treatment, purification, or distribution of water or the collection, treatment, or disposal of waste in rural areas and cities or towns with populations of less than 10,000. The amount of any development grant may not exceed 75 percent of the eligible development cost of the project. \$464 million is projected for this program in 2010.

Emergency community water assistance grants are authorized under Section 306A of the Consolidated Farm and Rural Development Act, as amended. Grants are made to public bodies and nonprofit organizations for construction or extension of water lines, repair or maintenance of existing systems, replacement of equipment, and payment of costs to correct emergency situations. These grants are funded on an as needed basis using flexibility of funds authority. Solid waste management grants are authorized under Section 310B(b) of the Consolidated Farm and Rural Development Act, as amended. Grants are made to non-profit organizations to provide regional technical assistance to local and regional governments and related agencies for the purpose of reducing or eliminating pollution of water resources, and for improving the planning and management of solid waste disposal facilities. \$3.4 million is projected for this program in 2010.

Object Classification (in millions of dollars)

Identification code 12-1980-0-1-452	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts		42	
41.0 Grants, subsidies, and contributions	685	2,176	546
99.9 Total new obligations	685	2,218	546

RURAL WATER AND WASTE DISPOSAL DIRECT LOANS FINANCING ACCOUNT
Program and Financing (in millions of dollars)

Identification code 12-4226-0-3-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
Operating program:			
00.01 Direct loans	1,271	3,678	1,022
00.02 Interest on Treasury borrowing	449	492	527
00.91 Direct Program by Activities - Subtotal	1,720	4,170	1,549
08.02 Subsidy reestimate paid to receipt account	27	5	
08.04 Interest on reestimate paid to receipt account	12		
08.91 Direct Program by Activities - Subtotal (1 level)	39	5	
10.00 Total new obligations	1,759	4,175	1,549
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	11	72	
22.00 New financing authority (gross)	1,838	4,175	1,549
22.10 Resources available from recoveries of prior year obligations ...	68		
22.60 Portion applied to repay debt	-11	-72	
22.70 Balance of authority to borrow withdrawn	-75		
23.90 Total budgetary resources available for obligation	1,831	4,175	1,549
23.95 Total new obligations	-1,759	-4,175	-1,549
24.40 Unobligated balance carried forward, end of year	72		
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	1,264	2,495	527
69.00 Offsetting collections (cash)	758	1,511	1,398
69.10 Change in uncollected customer payments from Federal sources (unexpired)	47	404	-148
69.47 Portion applied to repay debt	-231	-235	-228
69.90 Spending authority from offsetting collections (total mandatory)	574	1,680	1,022
70.00 Total new financing authority (gross)	1,838	4,175	1,549
Change in obligated balances:			
72.40 Obligated balance, start of year	2,775	2,913	5,007
73.10 Total new obligations	1,759	4,175	1,549
73.20 Total financing disbursements (gross)	-1,506	-1,677	-1,641
73.45 Recoveries of prior year obligations	-68		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-47	-404	148
74.40 Obligated balance, end of year	2,913	5,007	5,063
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	1,506	1,677	1,641
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-102	-295	-225
88.25 Interest on uninvested funds	-39	-97	-94
88.40 Repayment of principal	-279	-491	-474
88.40 Interest Received on Loans	-358	-628	-605
88.40 Non-Federal sources	20		
88.90 Total, offsetting collections (cash)	-758	-1,511	-1,398
Against gross financing authority only:			
88.95 Change in receivables from program accounts	-47	-404	148
Net financing authority and financing disbursements:			
89.00 Financing authority	1,033	2,260	299
90.00 Financing disbursements	748	166	243

Status of Direct Loans (in millions of dollars)

Identification code 12-4226-0-3-452	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	1,271	3,678	1,022
1150 Total direct loan obligations	1,271	3,678	1,022
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	7,839	8,583	9,272
1231 Disbursements: Direct loan disbursements	1,018	1,180	1,125
1251 Repayments: Repayments and prepayments	-279	-491	-474
1264 Write-offs for default: Other adjustments, net (+ or -)	5		
1290 Outstanding, end of year	8,583	9,272	9,923

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. The subsidy cost of these loans is provided through the Rural Water and Waste Disposal Program Account. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

The water and waste disposal program makes loans and grants to finance water systems and waste disposal facilities in rural areas.

Balance Sheet (in millions of dollars)

Identification code 12-4226-0-3-452	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	43	72
Investments in US securities:		
1106 Receivables, net	17	162
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	7,839	8,583
1402 Interest receivable	71	87
1405 Allowance for subsidy cost (-)	-638	-828
1499 Net present value of assets related to direct loans	7,272	7,842
1999 Total assets	7,332	8,076
LIABILITIES:		
Federal liabilities:		
2103 Debt	7,293	8,071
2105 Other	39	5
2999 Total liabilities	7,332	8,076
4999 Total liabilities and net position	7,332	8,076

RURAL WATER AND WASTE WATER DISPOSAL GUARANTEED LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4218-0-3-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
08.01 Negative subsidy		1	1
10.00 Total new obligations		1	1
Budgetary resources available for obligation:			
22.00 New financing authority (gross)		1	1
23.95 Total new obligations		-1	-1
New financing authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)		1	1
Change in obligated balances:			
72.40 Obligated balance, start of year			1
73.10 Total new obligations		1	1

74.40	Obligated balance, end of year	1	2
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Offsets:

Against gross financing authority and financing disbursements:			
88.40	Offsetting collections (cash) from: Non-Federal sources	-1	-1

Net financing authority and financing disbursements:

89.00	Financing authority		
90.00	Financing disbursements	-1	-1

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4218-0-3-452	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders			
2131 Guaranteed loan commitments exempt from limitation	18	75	75
2150 Total guaranteed loan commitments	18	75	75
2199 Guaranteed amount of guaranteed loan commitments	15	60	60
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	36	68	79
2231 Disbursements of new guaranteed loans	40	20	32
2251 Repayments and prepayments	-8	-9	-10
2290 Outstanding, end of year	68	79	101
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	58	63	80

This account finances loan guarantee commitments for water systems, and waste disposal facilities in rural areas.

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 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS LOANS PROGRAM ACCOUNT

(INCLUDING TRANSFER OF FUNDS)

The principal amount of direct and guaranteed loans as authorized by section 305 of the Rural Electrification Act of 1936 (7 U.S.C. 935) shall be made as follows: 5 percent rural electrification loans, \$100,000,000; loans made pursuant to section 306 of that Act, rural electric, \$6,500,000,000; 5 percent rural telecommunications loans, \$145,000,000; cost of money rural telecommunications loans, \$250,000,000; and for loans made pursuant to section 306 of that Act, rural telecommunications loans, \$295,000,000.

For the cost, as defined in section 502 of the Congressional Budget Act of 1974, including the cost of modifying loans, of direct and guaranteed loans authorized by sections 305 and 306 of the Rural Electrification Act of 1936 (7 U.S.C. 935 and 936), as follows: the cost of telecommunications loans, \$525,000: *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, [\$39,245,000] \$39,959,000, which shall be transferred to and merged with paid to the appropriation for "Rural Development, Salaries and Expenses". (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1230-0-1-271	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01	Direct loan subsidy	4	1

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS LOANS PROGRAM
ACCOUNT—Continued
Program and Financing —Continued

Identification code 12-1230-0-1-271	2008 actual	2009 est.	2010 est.
00.03 Modifications of Direct Loan Subsidy		8	
00.05 Reestimate of direct loan subsidy	19	469	
00.06 Interest on reestimates of direct loan subsidy	19	291	
00.09 Administrative expenses subject to limitation	38	39	40
10.00 Total new obligations	80	808	40
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	7	7	
22.00 New budget authority (gross)	80	800	40
22.22 Unobligated balance transferred from other accounts		1	
23.90 Total budgetary resources available for obligation	87	808	40
23.95 Total new obligations	-80	-808	-40
24.40 Unobligated balance carried forward, end of year	7		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	42	40	40
Mandatory:			
60.00 Appropriation	38	760	
70.00 Total new budget authority (gross)	80	800	40
Change in obligated balances:			
72.40 Obligated balance, start of year	30	23	22
73.10 Total new obligations	80	808	40
73.20 Total outlays (gross)	-82	-809	-47
73.40 Adjustments in expired accounts (net)	-5		
74.40 Obligated balance, end of year	23	22	15
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	38	39	40
86.93 Outlays from discretionary balances	6	10	7
86.97 Outlays from new mandatory authority	38	760	
87.00 Total outlays (gross)	82	809	47
Net budget authority and outlays:			
89.00 Budget authority	80	800	40
90.00 Outlays	82	809	47

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

Identification code 12-1230-0-1-271	2008 actual	2009 est.	2010 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Electric Hardship Loans	99	100	100
115004 FFB Electric Loans	6,500	6,500	6,500
115005 Telecommunication Hardship Loans	144	145	145
115006 Treasury Telecommunications Loans	374	250	250
115007 FFB Telecommunications Loans	157	295	295
115008 FFB Guaranteed Underwriting	500		
115999 Total direct loan levels	7,774	7,290	7,290
Direct loan subsidy (in percent):			
132001 Electric Hardship Loans	0.12	-2.38	-27.73
132004 FFB Electric Loans	-0.70	-2.28	-0.47
132005 Telecommunication Hardship Loans	0.08	-1.76	-18.59
132006 Treasury Telecommunications Loans	0.67	0.21	-0.43
132007 FFB Telecommunications Loans	0.62	-0.94	-0.65
132008 FFB Guaranteed Underwriting	-0.94	0.00	0.00
132999 Weighted average subsidy rate	-0.60	-2.13	-1.21
Direct loan subsidy budget authority:			
133001 Electric Hardship Loans		-2	-28
133004 FFB Electric Loans	-45	-148	-31
133005 Telecommunication Hardship Loans		-3	-27
133006 Treasury Telecommunications Loans	3	1	-1
133007 FFB Telecommunications Loans	1	-3	-2
133008 FFB Guaranteed Underwriting	-5		
133999 Total subsidy budget authority	-46	-155	-88
Direct loan subsidy outlays:			
134001 Electric Hardship Loans	1	1	-1
134002 Municipal Electric Loans		2	1
134004 FFB Electric Loans	-17	-40	-61
134005 Telecommunication Hardship Loans	1	5	2
134006 Treasury Telecommunications Loans		1	1

134007 FFB Telecommunications Loans	-1	-1	-1
134008 FFB Guaranteed Underwriting	-5		
134009 Direct Electric Loans	-8		
134010 Direct Telecommunications Loans	-1		
134999 Total subsidy outlays	-30	-32	-59
Direct loan upward reestimates:			
135001 Electric Hardship Loans	8	76	
135002 Municipal Electric Loans	18	88	
135003 Treasury Electric Loans		105	
135004 FFB Electric Loans		61	
135005 Telecommunication Hardship Loans	2	50	
135006 Treasury Telecommunications Loans	10	138	
135007 FFB Telecommunications Loans		12	
135008 FFB Guaranteed Underwriting		230	
135999 Total upward reestimate budget authority	38	760	
Direct loan downward reestimates:			
137001 Electric Hardship Loans	-17	-10	
137002 Municipal Electric Loans	-48	-28	
137003 Treasury Electric Loans	-22		
137004 FFB Electric Loans		-339	
137005 Telecommunication Hardship Loans	-11	-5	
137006 Treasury Telecommunications Loans	-29	-1	
137007 FFB Telecommunications Loans		-36	
137008 FFB Guaranteed Underwriting	-95	-78	
137999 Total downward reestimate budget authority	-222	-497	
Administrative expense data:			
3510 Budget authority	38	39	40
3590 Outlays from new authority	38	39	40

The Rural Utilities Service (RUS) conducts the rural electrification and the rural telecommunications loan programs. The rural electrification loan program is financed through RUS direct and guaranteed 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, and operation of telecommunications lines and facilities or systems.

RUS will cancel loans obligated, but not disbursed, more than ten years ago. Most electric loans obligated more than ten years ago have either been disbursed or cancelled. However, current law prohibits the cancellation of telecommunications loans in most instances. This has resulted in many outstanding obligations that are older than ten years. Since loans are issued for specific projects, and technology is changing at a very fast pace, it is doubtful that the original project will be accomplished ten years after a loan is approved. Legislation will be proposed to allow the cancellation of all electric and telecommunications loan obligations that are more than ten years old.

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

Object Classification (in millions of dollars)

Identification code 12-1230-0-1-271	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	38	39	40
41.0 Grants, subsidies, and contributions	42	769	
99.9 Total new obligations	80	808	40

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4208-0-3-271	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loans	7,775	7,290	7,290
00.02 Interest on Treasury borrowing	1,568	2,052	2,366
00.91 Subtotal, Operating program	9,343	9,342	9,656
08.01 Negative subsidies obligated	50	156	88
08.02 Downward subsidy amount paid to receipt account	168	140	.....
08.04 Interest on downward subsidy paid to receipt account	54	357	.....
08.91 Direct Program by Activities - Subtotal (1 level)	272	653	88
10.00 Total new obligations	9,615	9,995	9,744
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	142	475	618
22.00 New financing authority (gross)	10,085	10,138	9,743
22.10 Resources available from recoveries of prior year obligations	508	.....	.....
22.60 Portion applied to repay debt	-142	.....	.....
22.70 Balance of authority to borrow withdrawn	-503	.....	.....
23.90 Total budgetary resources available for obligation	10,090	10,613	10,361
23.95 Total new obligations	-9,615	-9,995	-9,744
24.40 Unobligated balance carried forward, end of year	475	618	617
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	8,044	7,261	7,704
69.00 Offsetting collections (cash)	2,882	3,612	2,881
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-8	-9	-5
69.47 Portion applied to repay debt	-833	-726	-837
69.90 Spending authority from offsetting collections (total mandatory)	2,041	2,877	2,039
70.00 Total new financing authority (gross)	10,085	10,138	9,743
Change in obligated balances:			
72.40 Obligated balance, start of year	11,763	14,407	16,808
73.10 Total new obligations	9,615	9,995	9,744
73.20 Total financing disbursements (gross)	-6,471	-7,603	-8,263
73.45 Recoveries of prior year obligations	-508	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	8	9	5
74.40 Obligated balance, end of year	14,407	16,808	18,294
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	6,471	7,603	8,263
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payment from program account	-44	-770	-6
88.25 Interest on uninvested funds	-177	-158	-142
88.40 Repayment of principal	-1,074	-1,094	-1,114
88.40 Interest received on loans	-1,561	-1,590	-1,619
88.40 Other	-26	.....	.....
88.90 Total, offsetting collections (cash)	-2,882	-3,612	-2,881
Against gross financing authority only:			
88.95 Change in receivables from program accounts	8	9	5
Net financing authority and financing disbursements:			
89.00 Financing authority	7,211	6,535	6,867
90.00 Financing disbursements	3,589	3,991	5,382

Status of Direct Loans (in millions of dollars)

Identification code 12-4208-0-3-271	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans .....	.....	.....	.....
1131 Direct loan obligations exempt from limitation	7,790	7,290	7,290
1142 Unobligated direct loan limitation (-)	-15	.....	.....
1150 Total direct loan obligations	7,775	7,290	7,290
Cumulative balance of direct loans outstanding:			

1210 Outstanding, start of year	28,270	31,672	35,501
Disbursements:			
1231 Direct loan disbursements	4,475	5,011	5,831
1233 Purchase of loans assets from a liquidating account .....	.....	.....	.....
1251 Repayments: Repayments and prepayments	-1,074	-1,182	-1,300
1261 Adjustments: Capitalized interest	3	.....	.....
Write-offs for default:			
1263 Direct loans	-5	.....	.....
1264 Other adjustments, Reclassified, net	3	.....	.....
1290 Outstanding, end of year	31,672	35,501	40,032

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 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 12-4208-0-3-271	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	270	515
Investments in US securities:		
1106 Receivables, net	163	556
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	26,006	29,216
1402 Interest receivable	170	28
1405 Allowance for subsidy cost (-)	-95	-337
1499 Net present value of assets related to direct loans	26,081	28,907
1999 Total assets	26,514	29,978
LIABILITIES:		
Federal liabilities: Debt		
2103 Federal liabilities: Debt	25,908	29,502
Non-Federal liabilities:		
2202 Interest payable	189	24
2207 Other	417	452
2999 Total liabilities	26,514	29,978
4999 Total liabilities and net position	26,514	29,978
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	63	156
Investments in US securities:		
1106 Receivables, net	19	199
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	2,264	2,456
1402 Interest receivable	5	1
1405 Allowance for subsidy cost (-)	192	43
1499 Net present value of assets related to direct loans	2,461	2,500
1999 Total assets	2,543	2,855
LIABILITIES:		
Federal liabilities:		
2103 Debt	2,479	2,202
2104 Principal Payable to FFB .....	.....	611
Non-Federal liabilities:		
2202 Interest payable .....	.....	42
2207 Other	64	.....
2999 Total liabilities	2,543	2,855
4999 Total liabilities and net position	2,543	2,855

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS GUARANTEED LOANS FINANCING ACCOUNT

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4209-0-3-271	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders
Cumulative balance of guaranteed loans outstanding:			

**RURAL ELECTRIFICATION AND TELECOMMUNICATIONS GUARANTEED LOANS
FINANCING ACCOUNT—Continued
Status of Guaranteed Loans —Continued**

Identification code 12-4209-0-3-271	2008 actual	2009 est.	2010 est.
2210 Outstanding, start of year	218	214	212
2231 Disbursements of new guaranteed loans	2	2	2
2251 Repayments and prepayments	-4	-4	-4
2290 Outstanding, end of year	214	212	210
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	214	210	206

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.

**RURAL ELECTRIFICATION AND TELECOMMUNICATIONS LIQUIDATING ACCOUNT
Program and Financing (in millions of dollars)**

Identification code 12-4230-0-3-999	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Interest expense on certificates of beneficial ownership	336	311	257
00.02 Interest expense, FFB direct	314	301	282
00.03 Other interest expense	23	17	17
00.05 Other: cushion of credit	53	53	53
10.00 Total new obligations	726	682	609
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	699	1,252	1,005
22.00 New budget authority (gross)	2,169	695	1,000
22.10 Resources available from recoveries of prior year obligations	10		
22.40 Capital transfer to general fund	-16	-260	-391
22.60 Portion applied to repay debt	-884		
23.90 Total budgetary resources available for obligation	1,978	1,687	1,614
23.95 Total new obligations	-726	-682	-609
24.40 Unobligated balance carried forward, end of year	1,252	1,005	1,005
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	803		
60.47 Portion applied to repay debt	-284		
62.50 Appropriation (total mandatory)	519		
69.00 Offsetting collections (cash)	2,616	1,744	1,689
69.47 Portion applied to repay debt	-966	-1,049	-689
69.90 Spending authority from offsetting collections (total mandatory)	1,650	695	1,000
70.00 Total new budget authority (gross)	2,169	695	1,000
Change in obligated balances:			
72.40 Obligated balance, start of year	189	78	
73.10 Total new obligations	726	682	609
73.20 Total outlays (gross)	-827	-760	-609
73.45 Recoveries of prior year obligations	-10		
74.40 Obligated balance, end of year	78		
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	804	16	15
86.98 Outlays from mandatory balances	23	744	594
87.00 Total outlays (gross)	827	760	609
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.40 Loans repaid including Cushion of Credit of 282	-1,581	-1,268	-1,243
88.40 Interest repaid including Cushion of Credit of 308	-666	-469	-439
88.40 Fees - Electric Underwriter		-7	-7

88.40 Other Business Activity Fees	-369		
88.90 Total, offsetting collections (cash)	-2,616	-1,744	-1,689
Net budget authority and outlays:			
89.00 Budget authority	-447	-1,049	-689
90.00 Outlays	-1,789	-984	-1,080

Status of Direct Loans (in millions of dollars)

Identification code 12-4230-0-3-999	2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	11,092	9,166	7,961
1231 Disbursements: Direct loan disbursements	1	5	5
1251 Repayments: Repayments and prepayments	-1,991	-1,274	-1,240
1261 Adjustments: Capitalized interest	64	65	65
1264 Write-offs for default: Other adjustments, net (+ or -)		-1	-1
1290 Outstanding, end of year	9,166	7,961	6,790

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4230-0-3-999	2008 actual	2009 est.	2010 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	149	138	122
2251 Repayments and prepayments	-11	-16	-13
2290 Outstanding, end of year	138	122	109
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	138	122	109

STATUS OF AGENCY DEBT

[In millions of dollars]

	2008 actual	2009 est.	2010 est.
Agency debt held by FFB:			
Outstanding FFB direct, start of year	4,922	3,956	3,706
Outstanding Certificate of Beneficial Ownership (CBO's), start of year	3,917	3,633	3,047
New agency borrowing, FFB direct	0	0	0
Repayments and prepayments, FFB Direct	-966	-250	-234
Repayments, CBO's	-284	-586	-689
Outstanding FFB direct, end of year	3,956	3,706	3,472
Outstanding CBO's, end of year	3,633	3,047	2,358

The Rural Telephone Bank has dissolved. To accomplish this, the Rural Telephone Bank liquidating account loans were used to redeem a portion of the Government's stock. The Rural Telephone Bank liquidating account loans were transferred to the Rural Electrification and Telecommunications liquidating account in 2006.

The Rural Utilities Service (RUS) 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.

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 1992. All new activity in RETRF in 1992 and beyond is recorded in corresponding program and financing accounts.

The following tables reflect statistics on loans made through the liquidating account only. Since 1992 new electric and telephone loans have been made through a separate program account.

ELECTRIC PROGRAM STATISTICS

[dollars in millions]

	2008 actual	2009 est.	2010 est.
Cumulative RUS financed direct loans	21,832	21,851	21,851
Cumulative FFB financed direct loans	27,084	27,084	27,084

Cumulative RUS funds advanced	21,832	21,832	21,832
Unadvanced RUS funds, end of year	0	0	0
Cumulative RUS principal repaid	17,985	20,289	21,438
Cumulative RUS interest paid	12,849	13,690	14,062
Cumulative loan guarantee commitments\1	0	0	0
Number of borrowers	662	650	638

Rural telecommunications.—This loan program is financed through RUS direct loans for the construction, expansion, and operation of telecommunications lines and facilities or systems.

[dollars in millions]

	2008 actual	2009 est.	2010 est.
Cumulative RUS financed direct loans	5,961	5,962	5,968
Cumulative FFB financed direct loans	562	562	562
Cumulative RUS funds advanced	5,915	5,909	5,923
Unadvanced RUS funds, end of period	47	46	41
Cumulative RUS principal repaid	5,011	5,146	5,248
Cumulative RUS interest paid	3,294	3,329	3,354
Cumulative loan guarantee commitments\1	0	0	0
Number of borrowers	410	397	380

RURAL TELEPHONE BANK PROGRAM STATISTICS

[dollars in millions]

	2008 actual	2009 est.	2010 est.
Cumulative net loans	2,471	2,471	2,471
Cumulative loan funds, advanced	2,471	2,471	2,471
Unadvanced loan funds, end of year	0	0	0
Cumulative principal repaid	2,373	2,400	2,425
Cumulative interest paid	2,476	2,489	2,500
Number of borrowers	91	70	50

Balance Sheet (in millions of dollars)

Identification code 12-4230-0-3-999	2007 actual	2008 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	394	1,125
1601 Direct loans, gross	10,045	8,273
1602 Interest receivable	89	5
1603 Allowance for estimated uncollectible loans and interest (-)	-1,391	-1,689
1604 Direct loans and interest receivable, net	8,743	6,589
1699 Value of assets related to direct loans	8,743	6,589
1999 Total assets	9,137	7,714
LIABILITIES:		
Federal liabilities:		
2102 Interest payable	102	23
2103 Debt	10,768	8,821
2104 Resources payable to Treasury	-1,755	-1,134
2105 Other	22	4
2999 Total liabilities	9,137	7,714
4999 Total liabilities and net position	9,137	7,714
ASSETS:		
1101 Federal assets: Fund balances with Treasury	455	206
1601 Direct loans, gross	1,047	893
1602 Interest receivable	2	2
1603 Allowance for estimated uncollectible loans and interest (-)	-24	-54
1604 Direct loans and interest receivable, net	1,025	841
1699 Value of assets related to direct loans	1,025	841
1999 Total assets	1,480	1,047
LIABILITIES:		
Federal liabilities:		
2102 Interest payable	3	3
2103 Debt	1,185	998
2104 Resources payable to Treasury	282	35
2105 Other	4	1
2999 Total liabilities	1,471	1,037
NET POSITION:		
3300 Cumulative results of operations	9	10
3999 Total net position	9	10
4999 Total liabilities and net position	1,480	1,047

Object Classification (in millions of dollars)

Identification code 12-4230-0-3-999	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.2 Other services	76	53	53
33.0 Investments and loans		17	17
43.0 Interest and dividends	650	612	539
99.9 Total new obligations	726	682	609

RURAL TELEPHONE BANK PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-1231-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.05 Reestimates of direct loan subsidy		41	
00.06 Interest on reestimates of direct loan subsidy	1	58	
10.00 Total new obligations (object class 41.0)	1	99	
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	1	99	
23.95 Total new obligations	-1	-99	
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	1	99	
Change in obligated balances:			
72.40 Obligated balance, start of year	10	5	4
73.10 Total new obligations	1	99	
73.20 Total outlays (gross)	-2	-100	-1
73.40 Adjustments in expired accounts (net)	-4		
74.40 Obligated balance, end of year	5	4	3
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	1	1	1
86.97 Outlays from new mandatory authority	1	99	
87.00 Total outlays (gross)	2	100	1
Net budget authority and outlays:			
89.00 Budget authority	1	99	
90.00 Outlays	2	100	1

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

Identification code 12-1231-0-1-452	2008 actual	2009 est.	2010 est.
Direct loan subsidy outlays:			
134001 Rural Telephone Bank	1	1	1
134999 Total subsidy outlays	1	1	1
Direct loan upward reestimates:			
135001 Rural Telephone Bank	1	99	
135999 Total upward reestimate budget authority	1	99	
Direct loan downward reestimates:			
137001 Rural Telephone Bank	-40	-6	
137999 Total downward reestimate budget authority	-40	-6	

The Rural Telephone Bank completed dissolution in 2006, therefore no federally funded RTB loans are proposed.

As required by the Federal Credit Reform Act of 1990, this account records, for the RTB, the subsidy costs associated with the direct loans obligated in 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.

RURAL TELEPHONE BANK DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4210-0-3-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.02 Interest on Treasury borrowing	30	32	34
08.01 Negative subsidy paid to receipt account	1		
08.02 Downward reestimates paid to receipt accounts	22	5	
08.04 Interest on downward reestimate paid to receipt account	17	1	
08.91 Direct Program by Activities - Subtotal	40	6	
10.00 Total new obligations	70	38	34
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		27	130
22.00 New financing authority (gross)	97	141	51
22.10 Resources available from recoveries of prior year obligations	254		
22.60 Portion applied to repay debt	-5		
22.70 Balance of authority to borrow withdrawn	-249		
23.90 Total budgetary resources available for obligation	97	168	181
23.95 Total new obligations	-70	-38	-34
24.40 Unobligated balance carried forward, end of year	27	130	147
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	41	102	160
69.00 Offsetting collections (cash)	63	146	42
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-6	-1	-1
69.47 Portion applied to repay debt	-1	-106	-150
69.90 Spending authority from offsetting collections (total mandatory)	56	39	-109
70.00 Total new financing authority (gross)	97	141	51
Change in obligated balances:			
72.40 Obligated balance, start of year	711	410	319
73.10 Total new obligations	70	38	34
73.20 Total financing disbursements (gross)	-123	-130	-167
73.45 Recoveries of prior year obligations	-254		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	6	1	1
74.40 Obligated balance, end of year	410	319	187
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	123	130	167
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-2	-99	-1
88.25 Interest on uninvested funds	-3	-5	-4
88.40 Principal received on loans	-37	-30	-27
88.40 Interest received on loans	-21	-12	-10
88.90 Total, offsetting collections (cash)	-63	-146	-42
Against gross financing authority only:			
88.95 Change in receivables from program accounts	6	1	1
Net financing authority and financing disbursements:			
89.00 Financing authority	40	-4	10
90.00 Financing disbursements	60	-16	125

Status of Direct Loans (in millions of dollars)

Identification code 12-4210-0-3-452	2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	377	393	455
1231 Disbursements: Direct loan disbursements	53	92	134
1251 Repayments: Repayments and prepayments	-37	-30	-27
1290 Outstanding, end of year	393	455	562

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 12-4210-0-3-452	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury		34
Investments in US securities:		
1106 Receivables, net	1	1
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	377	393
1405 Allowance for subsidy cost (-)	124	129
1499 Net present value of assets related to direct loans	501	522
1999 Total assets	502	557
LIABILITIES:		
Federal liabilities:		
2103 Debt	462	557
2105 Other	40	
2999 Total liabilities	502	557
4999 Total liabilities and net position	502	557

DISTANCE LEARNING, TELEMEDICINE, AND BROADBAND PROGRAM

[(INCLUDING RESCISSION OF FUNDS)]

For the principal amount of broadband telecommunication loans, **[\$400,487,000] \$531,699,000.**

For grants for telemedicine and distance learning services in rural areas, as authorized by 7 U.S.C. 950aaa et seq., **[\$34,755,000] \$29,790,000**, to remain available until expended: *Provided*, That the Secretary may use funds under this heading for grants authorized by 379(g) of the Consolidated Farm and Rural Development Act: *Provided further*, That \$4,965,000 shall be made available to convert analog to digital operation those noncommercial educational television broadcast stations that serve rural areas and are qualified for Community Service Grants by the Corporation for Public Broadcasting under section 396(k) of the Communications Act of 1934, including associated translators and repeaters, regardless of the location of their main transmitter, studio-to-transmitter links, and equipment to allow local control over digital content and programming through the use of high-definition broadcast, multicasting and datacasting technologies].

For the cost of broadband loans, as authorized by section 601 of the Rural Electrification Act, **[\$15,619,000] \$38,495,000**, to remain available until expended: *Provided*, That the cost of direct loans shall be as defined in section 502 of the Congressional Budget Act of 1974: *Provided further*, That of the unobligated balances available for the cost of the broadband loans, \$6,404,000 are rescinded].

In addition, \$13,406,000, to remain available until expended, for a grant program to finance broadband transmission in rural areas eligible for Distance Learning and Telemedicine Program benefits authorized by 7 U.S.C. 950aaa. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1232-0-1-452	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Direct loan subsidy	10	55	485
00.05 Reestimate of Direct Loan Subsidy	7	10	
00.06 Interest on reestimate of direct loan subsidy	2	6	
00.10 Grants	50	51	44
00.11 Grants - ARRA		500	1,440
00.12 Administrative Expense - ARRA		75	
10.00 Total new obligations (object class 41.0)	69	697	1,969
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	15	10	1,887
22.00 New budget authority (gross)	64	2,574	82
22.10 Resources available from recoveries of prior year obligations	1		

22.21	Unobligated balance transferred to other accounts	-1		
23.90	Total budgetary resources available for obligation	79	2,584	1,969
23.95	Total new obligations	-69	-697	-1,969
24.40	Unobligated balance carried forward, end of year	10	1,887	

New budget authority (gross), detail:

Discretionary:				
40.00	Appropriation	55	64	82
40.01	Appropriation, Recovery Act		2,500	
40.36	Unobligated balance permanently reduced		-6	
43.00	Appropriation (total discretionary)	55	2,558	82
Mandatory:				
60.00	Appropriation	9	16	
70.00	Total new budget authority (gross)	64	2,574	82

Change in obligated balances:

72.40	Obligated balance, start of year	132	148	663
73.10	Total new obligations	69	697	1,969
73.20	Total outlays (gross)	-49	-182	-413
73.40	Adjustments in expired accounts (net)	-3		
73.45	Recoveries of prior year obligations	-1		
74.40	Obligated balance, end of year	148	663	2,219

Outlays (gross), detail:

86.90	Outlays from new discretionary authority		107	4
86.93	Outlays from discretionary balances	40	59	409
86.97	Outlays from new mandatory authority	9	16	
87.00	Total outlays (gross)	49	182	413

Net budget authority and outlays:

89.00	Budget authority	64	2,574	82
90.00	Outlays	49	182	413

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

Identification code 12-1232-0-1-452	2008 actual	2009 est.	2010 est.	
Direct loan levels supportable by subsidy budget authority:				
115001	Distance Learning and Telemedicine Loans	13	22	
115003	Broadband Treasury Rate Loans	439	406	532
115004	Broadband Treasury Rate Loans - ARRA		1,000	6,160
115999	Total direct loan levels	452	1,428	6,692
Direct loan subsidy (in percent):				
132001	Distance Learning and Telemedicine Loans	2.14	2.46	0.00
132003	Broadband Treasury Rate Loans	2.15	3.90	7.24
132004	Broadband Treasury Rate Loans - ARRA	0.00	3.90	7.24
132999	Weighted average subsidy rate	2.15	3.88	7.24
Direct loan subsidy budget authority:				
133001	Distance Learning and Telemedicine Loans		1	
133003	Broadband Treasury Rate Loans	10	16	39
133004	Broadband Treasury Rate Loans - ARRA		39	446
133999	Total subsidy budget authority	10	56	485
Direct loan subsidy outlays:				
134003	Broadband Treasury Rate Loans	1	10	10
134004	Broadband Treasury Rate Loans - ARRA		3	41
134999	Total subsidy outlays	1	13	51
Direct loan upward reestimates:				
135001	Distance Learning and Telemedicine Loans	4	4	
135003	Broadband Treasury Rate Loans	5	12	
135999	Total upward reestimate budget authority	9	16	
Direct loan downward reestimates:				
137001	Distance Learning and Telemedicine Loans	-5	-13	
137003	Broadband Treasury Rate Loans	-1	-2	
137999	Total downward reestimate budget authority	-6	-15	
Administrative expense data:				
3510	Budget authority		75	
3590	Outlays from new authority		75	

The loan and grant program provides access to advanced telecommunications services for improved education and health care in rural areas throughout the country. The loans and 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. The Budget provides discretionary funding for loans to finance installation of broadband transmission capacity.

Since there is little demand for the DLT loans, the Budget proposes to not provide any DLT loans in 2010.

DISTANCE LEARNING, TELEMEDICINE, AND BROADBAND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4146-0-3-452	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	Direct loans	452	1,428	6,692
00.02	Interest on Treasury borrowing	17	17	18
00.91	Direct Program by Activities - Subtotal (1 level)	469	1,445	6,710
08.02	Downward reestimates paid to receipt accounts	5	15	
10.00	Total new obligations	474	1,460	6,710
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year		24	9
22.00	New financing authority (gross)	495	1,469	6,720
22.10	Resources available from recoveries of prior year obligations ...	161		
22.60	Portion applied to repay debt		-24	
22.70	Balance of authority to borrow withdrawn	-158		
23.90	Total budgetary resources available for obligation	498	1,469	6,729
23.95	Total new obligations	-474	-1,460	-6,710
24.40	Unobligated balance carried forward, end of year	24	9	19

New financing authority (gross), detail:

Mandatory:				
67.10	Authority to borrow	448	1,478	6,986
69.00	Offsetting collections (cash)	83	101	193
69.10	Change in uncollected customer payments from Federal sources (unexpired)	5	-60	-438
69.47	Portion applied to repay debt	-41	-50	-21
69.90	Spending authority from offsetting collections (total mandatory)	47	-9	-266
70.00	Total new financing authority (gross)	495	1,469	6,720

Change in obligated balances:

72.40	Obligated balance, start of year	800	1,015	1,998
73.10	Total new obligations	474	1,460	6,710
73.20	Total financing disbursements (gross)	-93	-537	-1,121
73.45	Recoveries of prior year obligations	-161		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-5	60	438
74.40	Obligated balance, end of year	1,015	1,998	8,025

Outlays (gross), detail:

87.00	Total financing disbursements (gross)	93	537	1,121
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Offsets:

Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources	-10	-29	-51
88.25	Interest on uninvested funds	-4	-4	-6
88.40	Repayment of principal	-56	-59	-123
88.40	Interest received on loans	-13	-9	-13
88.90	Total, offsetting collections (cash)	-83	-101	-193
Against gross financing authority only:				
88.95	Change in receivables from program accounts	-5	60	438

Net financing authority and financing disbursements:

89.00	Financing authority	407	1,428	6,965
90.00	Financing disbursements	10	436	928

Status of Direct Loans (in millions of dollars)

Identification code 12-4146-0-3-452	2008 actual	2009 est.	2010 est.
Position with respect to appropriations act limitation on obligations:			
1111	Limitation on direct loans		

DISTANCE LEARNING, TELEMEDICINE, AND BROADBAND DIRECT LOAN
FINANCING ACCOUNT—Continued

Status of Direct Loans —Continued

Identification code 12-4146-0-3-452	2008 actual	2009 est.	2010 est.
1131 Direct loan obligations exempt from limitation	452	1,428	6,692
1150 Total direct loan obligations	452	1,428	6,692
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	295	302	747
1231 Disbursements: Direct loan disbursements	70	504	1,104
1251 Repayments: Repayments and prepayments	-56	-59	-123
1264 Write-offs for default: Charge Off - Misc and Assn Loans, net	-7		
1290 Outstanding, end of year	302	747	1,728

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 12-4146-0-3-452	2007 actual	2008 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	2	33
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	295	302
1402 Interest receivable	1	2
1405 Allowance for subsidy cost (-)	13	15
1499 Net present value of assets related to direct loans	309	319
1999 Total assets	311	352
LIABILITIES:		
2103 Federal liabilities: Debt	311	352
2999 Total liabilities	311	352
4999 Total liabilities and net position	311	352

RURAL DEVELOPMENT INSURANCE FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4155-0-3-452	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	26	5	
22.00 New budget authority (gross)	5		
22.40 Capital transfer to general fund	-26	-5	
23.90 Total budgetary resources available for obligation	5		
24.40 Unobligated balance carried forward, end of year	5		
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	225	201	183
69.27 Capital transfer to general fund	-220	-201	-183
69.90 Spending authority from offsetting collections (total mandatory)	5		
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.40 Non-Federal sources	-141	-126	-114
88.40 Interest revenue	-84	-75	-69
88.90 Total, offsetting collections (cash)	-225	-201	-183
Net budget authority and outlays:			
89.00 Budget authority	-220	-201	-183
90.00 Outlays	-225	-201	-183

Status of Direct Loans (in millions of dollars)

Identification code 12-4155-0-3-452	2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	1,608	1,470	1,344
1251 Repayments: Repayments and prepayments	-141	-125	-114
Write-offs for default:			
1263 Direct loans		-1	-1
1264 Other adjustments aje #1 Allocation, net	3		
1290 Outstanding, end of year	1,470	1,344	1,229

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4155-0-3-452	2008 actual	2009 est.	2010 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	17	16	13
2251 Repayments and prepayments	-1	-3	-3
2290 Outstanding, end of year	16	13	10
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	12	9	7

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 disposal grants.

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.

As required by the Federal Credit Reform Act of 1990, this account records, for these loan programs, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to 1992. All new activity in these programs is recorded in corresponding program accounts and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-4155-0-3-452	2007 actual	2008 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	26	5
1201 Non-Federal assets: Investments in non-Federal securities, net	34	34
1601 Direct loans, gross	1,610	1,470
1602 Interest receivable	15	16
1603 Allowance for estimated uncollectible loans and interest (-)	-196	-173
1604 Direct loans and interest receivable, net	1,429	1,313
1699 Value of assets related to direct loans	1,429	1,313
1901 Other Federal assets: Other assets	3	2
1999 Total assets	1,492	1,354
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	1,481	1,351
Non-Federal liabilities:		
2204 Liabilities for loan guarantees	1	1
2207 Other	10	2
2999 Total liabilities	1,492	1,354
4999 Total liabilities and net position	1,492	1,354

RURAL COMMUNICATION DEVELOPMENT FUND LIQUIDATING ACCOUNT
Program and Financing (in millions of dollars)

Identification code 12-4142-0-3-452	2008 actual	2009 est.	2010 est.
New budget authority (gross), detail:			
Mandatory:			
69.00		1	
69.27		-1	
69.90			
Spending authority from offsetting collections (total mandatory)			
Offsets:			
Against gross budget authority and outlays:			
88.40		-1	
Net budget authority and outlays:			
89.00		-1	
90.00		-1	

Status of Direct Loans (in millions of dollars)

Identification code 12-4142-0-3-452	2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:			
1210	3	3	2
1251		-1	
1290	3	2	2

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 1992.

Balance Sheet (in millions of dollars)

Identification code 12-4142-0-3-452	2007 actual	2008 actual
ASSETS:		
1601	3	3
1603		-1
1604	3	2
1699	3	2
1999	3	2
LIABILITIES:		
2104	3	2
2999	3	2
4999	3	2

FOREIGN AGRICULTURAL SERVICE
Federal Funds

SALARIES AND EXPENSES
(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Foreign Agricultural Service, including not to exceed \$158,000 for representation allowances and for expenses pursuant to section 8 of the Act approved August 3, 1956 (7 U.S.C. 1766), **[\$165,436,000] \$180,367,000: 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 agreements executed pursuant to the agricultural food production assistance programs (7 U.S.C. 1737) and the foreign assistance programs of the United States Agency for International Development [: **Provided further,** That funds made available for the cost of agreements under title I of the Agricultural Trade Development and Assistance Act of 1954 and for title I ocean freight differential may be used interchangeably between the two accounts with prior notice to the Committees on Appropriations of both Houses of Congress]. (*Agriculture, Rural Development,*

Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-2900-0-1-352	2008 actual	2009 est.	2010 est.
01.00			
01.99			
Receipts:			
02.20		1	1
04.00		1	1
Appropriations:			
05.00		-1	-1
07.99			

Program and Financing (in millions of dollars)

Identification code 12-2900-0-1-352	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01	56	58	64
00.02	53	54	57
00.03	31	32	34
00.04	24	26	31
09.00	111	121	121
10.00	275	291	307

Budgetary resources available for obligation:			
21.40	27	22	18
22.00	271	287	302
23.90	298	309	320
23.95	-275	-291	-307
23.98	-1		
24.40	22	18	13

New budget authority (gross), detail:			
Discretionary:			
40.00	159	165	180
40.35	-1		
42.00	2		
43.00	160	165	180
Spending authority from offsetting collections:			
58.00	53	121	121
58.10	58		
58.90	111	121	121
Mandatory:			
60.26		1	1
70.00	271	287	302

Change in obligated balances:			
72.40	3	7	12
73.10	275	291	307
73.20	-271	-286	-301
73.40	-20		
74.00	-58		
74.10	78		
74.40	7	12	18

Outlays (gross), detail:			
86.90	271	272	286
86.93		13	14
86.97		1	1
87.00	271	286	301

Offsets:			
Against gross budget authority and outlays:			
88.00	-131	-121	-121
Against gross budget authority only:			
88.95	-58		

SALARIES AND EXPENSES—Continued
Program and Financing —Continued

Identification code 12-2900-0-1-352		2008 actual	2009 est.	2010 est.
88.96	Portion of offsetting collections (cash) credited to expired accounts	78	.....	.....
Net budget authority and outlays:				
89.00	Budget authority	160	166	181
90.00	Outlays	140	165	180

The Foreign Agricultural Service's (FAS) mission is to create economic opportunity for American agriculture by expanding global markets. FAS serves U.S. agriculture's interests by expanding and maintaining international export opportunities for U.S. agricultural, fish, and forest products, supporting international economic development and trade capacity building, and improving the global Sanitary and Phytosanitary (SPS) system to facilitate agricultural trade. FAS' goals are three-fold: to level the playing field for U.S. agricultural producers and exporters in the global marketplace, to help developing and transitioning countries to expand their ability to sustain economic growth and trade capacity, and to make a concerted effort to reduce technical trade barriers and restrictive SPS measures. The outcomes envisioned are increased access to global markets for U.S. agricultural producers and exporters, improved ability in developing countries to sustain economic growth and benefit from international trade, and an improved global SPS system for facilitating agricultural trade. In addition to its Washington-based staff, the agency maintains a network of overseas offices that serve as first responders in cases of market disruption. The overseas offices also provide critical market and policy intelligence to support their strategic goals, and represent U.S. agriculture in consultations with foreign governments.

Market Access.—Agricultural trade is important to America's agricultural and food sector and contributes to the overall growth in the U.S. economy. As the global economy changes, expansion and creation of new foreign market opportunities is critical, as is maintaining existing market access for agricultural products. FAS monitors the enforcement of agricultural trade agreements to ensure that U.S. agriculture receives the full economic benefit of international trade agreements and trade rules. FAS also analyzes tariff and non-tariff barriers that continue to restrict trade, and works with other government agencies to open markets through the negotiation of trade agreements. FAS programs that contribute to market access include the: Market Access Program (MAP), Technical Assistance for Specialty Crops (TASC) Program, Emerging Markets Program (EMP), and the Cochran Fellowship Program (CFP).

Trade Development.—FAS supports U.S. private sector efforts to develop and expand commercial markets through trade-related programs which help U.S. producers and exporters realize the benefits that will flow from trade reform and the resulting global market expansion. FAS programs that contribute to trade development include the: MAP, TASC Program, EMP, Foreign Market Development (FMD) Program, and Quality Samples Program which are carried out chiefly in cooperation with non-profit agricultural trade associations and private firms. These programs provide matching funds to U.S. organizations to conduct a wide range of activities including market research, consumer promotion, trade servicing, capacity building, and market access support. The TASC Program provides grants to address sanitary, phytosanitary, or technical barriers that prohibit or threaten exports of U.S. specialty crops. Also, FAS administers price/credit and risk-mitigation assistance programs designed to

leverage overseas market expansion for U.S. exporters. These programs include the Commodity Credit Corporation Export Credit Guarantee Program and the Dairy Export Incentive Program. These programs allow U.S. exporters to compete with sales terms offered by foreign competitors.

Trade Related Technical Assistance.—U.S. agriculture benefits from growth in global trade and a trading system that adheres to international rules and norms. Two-thirds of World Trade Organization members are developing countries, many of which lack the knowledge, expertise, and regulatory and policy frameworks to participate in the global trading system. FAS provides trade-related technical assistance or trade and science capacity building focused on developing capacity within governments to implement open, market-based trade policies and to regulate trade in agricultural and food products on the basis of transparent, science-based requirements. Trade and science capacity building supports the free trade and open markets as a way to spread economic prosperity. Food assistance programs such as the P.L. 480 Title I Program, McGovern Dole Food for Education (FFE) and Child Nutrition Program, and Food for Progress (FFP) Program help developing countries with humanitarian crises, economic development, or transitioning from being food aid recipients to commercial markets. Programs that contribute to trade related technical assistance include the: MAP, TASC Program, EMP, CFP, Borlaug Fellowship Program (BFP), FFE Program, and FFP Program. The CFP provides short-term training in the United States for international participants who meet with U.S. agribusiness, attend food safety seminars, and receive technical training related to short- and long-term market development and trade capacity building. The BFP helps developing countries strengthen their agricultural practices through the transfer of new science and agricultural technologies, including those related to production, processing, and marketing. The program also addresses obstacles to the adoption of technology, such as ineffectual policies and regulations.

SPS Issues Resolution.—Agricultural trade is unique with respect to the risks associated with the transfer of pests and disease. Unnecessarily restrictive regulations to address human and animal health (sanitary) and plant health (phytosanitary) risks are major impediments to U.S. market access and the expansion of global agricultural trade. As tariff barriers have been reduced, there has been a dramatic increase in non-tariff barriers to trade, particularly in the SPS area. In spite of the SPS Agreement within the WTO, countries have relied increasingly on erecting SPS barriers as a means to protect domestic industries in the face of quickly growing global trade. Given the increasingly global interdependence in the flow of food and agricultural products, the ability and willingness of foreign countries to develop and implement sound science-based regulatory systems is also vital to the long-term safety of U.S. agriculture and our food supply. U.S. agriculture benefits greatly from the development of regulatory frameworks in other countries that can address SPS issues and technical barriers to trade in a transparent and scientifically based manner. FAS works on several fronts to reduce technical barriers to trade and restrictive SPS and TBT measures. These include enforcing international SPS rules, promoting two-way trade, encouraging adoption of international standards, and strengthening the global SPS regulatory framework. Programs that contribute to SPS issues resolution include the: MAP, TASC Program, and EMP.

Object Classification (in millions of dollars)

Identification code 12-2900-0-1-352	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	69	71	73
11.3 Other than full-time permanent	4	4	4
11.5 Other personnel compensation	2	2	2
11.8 Special personal services payments	3	3	3
11.9 Total personnel compensation	78	80	82
12.1 Civilian personnel benefits	21	21	21
21.0 Travel and transportation of persons	8	8	8
22.0 Transportation of things	1	1	1
23.2 Rental payments to others	7	7	7
23.3 Communications, utilities, and miscellaneous charges	2	2	2
24.0 Printing and reproduction	1	1	1
25.2 Other services	42	45	59
26.0 Supplies and materials	2	3	3
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	1	1	1
99.0 Direct obligations	164	170	186
99.0 Reimbursable obligations	111	121	121
99.9 Total new obligations	275	291	307

Employment Summary

Identification code 12-2900-0-1-352	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	808	809	811
Reimbursable:			
2001 Civilian full-time equivalent employment	155	195	195

TRADE ADJUSTMENT ASSISTANCE FOR FARMERS

Program and Financing (in millions of dollars)

Identification code 12-1406-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Trade Adjustment Assistance for Farmers		23	78
10.00 Total new obligations (object class 25.2)		23	78
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		90	90
23.95 Total new obligations		-23	-78
23.98 Unobligated balance expiring or withdrawn		-67	-12
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation		90	90
Change in obligated balances:			
72.40 Obligated balance, start of year	6	3	3
73.10 Total new obligations		23	78
73.20 Total outlays (gross)	6	-23	-78
73.40 Adjustments in expired accounts (net)	-9		
74.40 Obligated balance, end of year	3	3	3
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority		23	23
86.98 Outlays from mandatory balances	-6		55
87.00 Total outlays (gross)	-6	23	78
Net budget authority and outlays:			
89.00 Budget authority		90	90
90.00 Outlays	-6	23	78

Trade Adjustment Assistance (TAA) for farmers is authorized by Title II of the Trade Act of 1974 as amended by Subtitle C of Title I of the Trade Act of 2002 and the American Recovery and Reinvestment Act of 2009. The statute authorizes appropriations to the Department of Agriculture not to exceed \$90 million each

year for 2009 and for 2010 and \$22.5 million for the period beginning October 1, 2010 and ending December 31, 2010 to carry out the program.

The statute requires the Secretary of Agriculture to provide assistance to eligible producers of agricultural commodities and fishermen when production in the most recent marketing year yields less than 85 percent of the average national price, production quantity, value of production, or cash receipts for such commodity for the three preceding marketing years, and increases in imports contributed importantly to such declines, as determined by the President. TAA provides producers of raw agricultural commodities and fishermen, who have been adversely affected by import competition, free technical assistance, the reimbursement of certain travel and per diem costs associated with training, and cash benefits of up to \$12,000 for costs that are linked to the development and implementation of business adjustment plans. TAA covers farmers, livestock producers, fish farmers, and fishermen competing with like or directly competitive imported products.

FOREIGN ASSISTANCE PROGRAMS

USDA has multiple food aid programs that provide U.S. commodities, technical and financial assistance to address hunger and malnutrition needs worldwide. USDA, working with USAID, delivers food aid programs to meet emergency needs and fosters economic development activities to alleviate global food insecurity.

Included in this category are the following activities carried out under Food for Peace Act, also known as Public Law 480 (P.L. 480): Financing sales of agricultural commodities to developing countries for dollars on credit terms, or for local currencies 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. USDA also administers the McGovern-Dole International Food for Education and Child Nutrition Program authorized by the 2002 Farm Bill. USDA also has a commodity and cash reserve in the Bill Emerson Humanitarian Trust for unanticipated, emergency food aid needs.

SUMMARY OF FOOD ASSISTANCE PROGRAMMING

[In millions of dollars]

	2008 actual	2009 est.	2010 est.
McGovern-Dole International Food for Education and Child Nutrition (budget authority)	99	184	200
Public Law 480			
Title I Credit (budget authority)	0	0	0
Title II Grants (budget authority)	2,060	1,621 ¹	1,690
Food for Progress			
CCC Funded	155	206	146
P.L. 480 Title I Funded (budget authority)	13	0	0
Bill Emerson Humanitarian Trust	266	7 ²	3 ³
Local and Regional Food Aid Procurement Program	0	5	25

¹This is the enacted amount. In addition the Administration has requested \$300 million in the April 2009 supplemental.²Through March 17, 2009³Assets of the trust can be released any time the Administrator of the U.S. Agency for International Development determines that P.L. 480 Title II funding for emergency needs is inadequate to meet these needs in any fiscal year.

MCGOVERN-DOLE INTERNATIONAL FOOD FOR EDUCATION AND CHILD NUTRITION PROGRAM GRANTS

For necessary expenses to carry out the provisions of section 3107 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 1736o-1), **[\$100,000,000]** \$199,500,000, to remain available until expended: *Provided*, That the Commodity Credit Corporation is authorized to provide

McGOVERN-DOLE INTERNATIONAL FOOD FOR EDUCATION AND CHILD NUTRITION PROGRAM—Continued

the services, facilities, and authorities for the purpose of implementing such section, subject to reimbursement from amounts provided herein. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-2903-0-1-151	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 McGovern-Dole International Food for Education & Child Nutrition Program	99	187	200
09.00 Reimbursable program	9	6	6
10.00 Total new obligations	108	193	206
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	3	
22.00 New budget authority (gross)	109	190	206
23.90 Total budgetary resources available for obligation	111	193	206
23.95 Total new obligations	-108	-193	-206
24.40 Unobligated balance carried forward, end of year	3		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	100	100	200
40.35 Appropriation permanently reduced	-1		
43.00 Appropriation (total discretionary)	99	100	200
Mandatory:			
62.00 Transferred from other accounts		84	
69.00 Offsetting collections (cash)	10	6	6
70.00 Total new budget authority (gross)	109	190	206
Change in obligated balances:			
72.40 Obligated balance, start of year	1	10	3
73.10 Total new obligations	108	193	206
73.20 Total outlays (gross)	-99	-200	-206
74.40 Obligated balance, end of year	10	3	3
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	99	100	200
86.97 Outlays from new mandatory authority		90	6
86.98 Outlays from mandatory balances		10	
87.00 Total outlays (gross)	99	200	206
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-10	-6	-6
Net budget authority and outlays:			
89.00 Budget authority	99	184	200
90.00 Outlays	89	194	200

The Farm Security and Rural Investment Act of 2002 (Public Law 107-171), as amended, authorizes the McGovern-Dole International Food for Education and Child Nutrition Program. The program provides for the donation of U.S. agricultural commodities and associated technical and financial assistance to carry out preschool and school feeding programs in foreign countries in order to improve food security, reduce the incidence of hunger and malnutrition, and improve literacy and primary education. Maternal, infant, and child nutrition programs also are authorized.

Object Classification (in millions of dollars)

Identification code 12-2903-0-1-151	2008 actual	2009 est.	2010 est.
41.0 Direct obligations: Grants, subsidies, and contributions	99	187	200
99.0 Reimbursable obligations: reimbursable obligations	9	6	6
99.9 Total new obligations	108	193	206

PUBLIC LAW 480 TITLE I OCEAN FREIGHT DIFFERENTIAL GRANTS

Program and Financing (in millions of dollars)

Identification code 12-2271-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
09.01 Reimbursable program	1	5	
10.00 Total new obligations (object class 41.0)	1	5	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	20	19	
22.00 New budget authority (gross)	6		
22.10 Resources available from recoveries of prior year obligations	4		
22.21 Unobligated balance transferred to other accounts	-10	-14	
23.90 Total budgetary resources available for obligation	20	5	
23.95 Total new obligations	-1	-5	
24.40 Unobligated balance carried forward, end of year	19		
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	6		
Change in obligated balances:			
72.40 Obligated balance, start of year	8	1	1
73.10 Total new obligations	1	5	
73.20 Total outlays (gross)	-4	-5	
73.45 Recoveries of prior year obligations	-4		
74.40 Obligated balance, end of year	1	1	1
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	4		
86.98 Outlays from mandatory balances		5	
87.00 Total outlays (gross)	4	5	
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-6		
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	-2	5	

This account funds the title I ocean freight differential program. No funding is requested for 2010.

PUBLIC LAW 480 TITLE II GRANTS

For expenses during the current fiscal year, not otherwise recoverable, and unrecovered prior years' costs, including interest thereon, under the Food for Peace Act (*Pub. L. No. 83-480, as amended*), for commodities supplied in connection with dispositions abroad under title II of said Act, including up to \$6,500,000 for costs for services provided by the Farm Service Agency, which shall be available in addition to other funds available for such purpose, **[\$1,225,900,000]** \$1,690,000,000, to remain available until expended. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

【For an additional amount for "Public Law 480 Title II Grants", \$395,000,000, to become available on October 1, 2008, and to remain available until expended.**】** (*Supplemental Appropriations Act, 2008.*)

Program and Financing (in millions of dollars)

Identification code 12-2278-0-1-151	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.02 Title II	2,567	1,621	1,690
09.01 Reimbursable program	379	94	100
10.00 Total new obligations	2,946	1,715	1,790
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	270	356	173
21.45 Adjustments to unobligated balance carried forward, start of year		-183	
22.00 New budget authority (gross)	2,817	1,715	1,790
22.10 Resources available from recoveries of prior year obligations	32		
22.22 Unobligated balance transferred from other accounts	183		
23.90 Total budgetary resources available for obligation	3,302	1,888	1,963
23.95 Total new obligations	-2,946	-1,715	-1,790
24.40 Unobligated balance carried forward, end of year	356	173	173
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	2,069	1,621	1,690
40.35 Appropriation permanently reduced	-9		
43.00 Appropriation (total discretionary)	2,060	1,621	1,690
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	613		
Mandatory:			
69.00 Offsetting collections (cash)	80	94	100
69.10 Change in uncollected customer payments from Federal sources (unexpired)	64		
69.90 Spending authority from offsetting collections (total mandatory)	144	94	100
70.00 Total new budget authority (gross)	2,817	1,715	1,790
Change in obligated balances:			
72.40 Obligated balance, start of year	163	877	794
72.45 Adjustment to obligated balance, start of year		183	
73.10 Total new obligations	2,946	1,715	1,790
73.20 Total outlays (gross)	-1,953	-1,981	-1,706
73.31 Obligated balance transferred to other accounts	-183		
73.45 Recoveries of prior year obligations	-32		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-64		
74.40 Obligated balance, end of year	877	794	878
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	679	851	891
86.93 Outlays from discretionary balances	1,274	1,018	709
86.97 Outlays from new mandatory authority		94	100
86.98 Outlays from mandatory balances		18	6
87.00 Total outlays (gross)	1,953	1,981	1,706
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-598	-94	-100
88.40 Non-Federal sources	-95		
88.90 Total, offsetting collections (cash)	-693	-94	-100
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-64		
Net budget authority and outlays:			
89.00 Budget authority	2,060	1,621	1,690
90.00 Outlays	1,260	1,887	1,606

Summary of Budget Authority and Outlays (in millions of dollars)

	2008 actual	2009 est.	2010 est.
Enacted/requested:			
Budget Authority	2,060	1,621	1,690
Outlays	1,260	1,887	1,606
Supplemental proposal:			
Budget Authority		300	
Outlays		158	92
Total:			

Budget Authority	2,060	1,921	1,690
Outlays	1,260	2,045	1,698

This account funds the grant component of Public Law 480. Under Title II, agricultural commodities are furnished to meet emergency relief needs and address the underlying causes of food insecurity through non-emergency programs.

The Commodity Credit Corporation (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 under this title for non-emergency assistance for least-developed countries and for urgent and extraordinary relief.

The program is administered by the U.S. Agency for International Development.

Object Classification (in millions of dollars)

Identification code 12-2278-0-1-151	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.2 Other services	1,197		7
41.0 Grants, subsidies, and contributions	1,370	1,621	1,683
99.0 Direct obligations	2,567	1,621	1,690
99.0 Reimbursable obligations	379	94	100
99.9 Total new obligations	2,946	1,715	1,790

PUBLIC LAW 480 TITLE I DIRECT CREDIT AND FOOD FOR PROGRESS PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For administrative expenses to carry out the credit program of title I, Public Law 83-480 and the Food for Progress Act of 1985, **[\$2,736,000]** **\$2,812,000**, **[to]** shall be **[transferred]** **paid to** **[and merged with]** the appropriation for "Farm Service Agency, Salaries and Expenses": *Provided, That funds made available for the cost of agreements under title I of the Agricultural Trade Development and Assistance Act of 1954 and for title I ocean freight differential may be used interchangeably between the two accounts with prior notice to the Committees on Appropriations of both Houses of Congress. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)*

Program and Financing (in millions of dollars)

Identification code 12-2277-0-1-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.05 Re-estimates of subsidy	58	3	
00.06 Interest on re-estimates	44	1	
00.09 Administrative expenses	3	3	3
00.10 Food for Progress grants	25	30	7
10.00 Total new obligations	130	37	10
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	12	47	31
22.00 New budget authority (gross)	105	7	3
22.10 Resources available from recoveries of prior year obligations	50		
22.22 Unobligated balance transferred from other accounts	10	14	
23.90 Total budgetary resources available for obligation	177	68	34

PUBLIC LAW 480 TITLE I DIRECT CREDIT AND FOOD FOR PROGRESS PROGRAM
ACCOUNT—Continued

Program and Financing —Continued

Identification code 12-2277-0-1-351	2008 actual	2009 est.	2010 est.
23.95 Total new obligations	-130	-37	-10
24.40 Unobligated balance carried forward, end of year	47	31	24
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	3	3	3
Mandatory:			
60.00 Appropriation	102	4	
70.00 Total new budget authority (gross)	105	7	3
Change in obligated balances:			
72.40 Obligated balance, start of year	92	38	68
73.10 Total new obligations	130	37	10
73.20 Total outlays (gross)	-134	-7	-3
73.45 Recoveries of prior year obligations	-50		
74.40 Obligated balance, end of year	38	68	75
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority		3	3
86.93 Outlays from discretionary balances	32		
86.97 Outlays from new mandatory authority	102	4	
87.00 Total outlays (gross)	134	7	3
Net budget authority and outlays:			
89.00 Budget authority	105	7	3
90.00 Outlays	134	7	3

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

Identification code 12-2277-0-1-351	2008 actual	2009 est.	2010 est.
Direct loan subsidy outlays:			
134001 P. L. 480 title I loans	11		
134999 Total subsidy outlays	11		
Direct loan upward reestimates:			
135001 P. L. 480 title I loans	102	4	
135999 Total upward reestimate budget authority	102	4	
Direct loan downward reestimates:			
137001 P. L. 480 title I loans	-32	-348	
137999 Total downward reestimate budget authority	-32	-348	
Administrative expense data:			
3510 Budget authority	3	3	3
3590 Outlays from new authority	3	3	3

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 credit obligated in 1992 and beyond (including modifications of direct credit agreements 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 and grants are estimated on a cash basis. The current balance of Title I debt owed to USDA is \$7.1 billion. No additional funding is requested for new Title I credit financing in 2010. Food for Progress grants will continue to be funded from the Commodity Credit Corporation.

Object Classification (in millions of dollars)

Identification code 12-2277-0-1-351	2008 actual	2009 est.	2010 est.
Direct obligations:			
25.3 Other purchases of goods and services from Government accounts	3	3	3
41.0 Grants, subsidies, and contributions	127	34	7

99.9 Total new obligations	130	37	10
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P.L. 480 DIRECT CREDIT FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4049-0-3-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.02 Payment of Interest to Treasury	76	50	23
00.09 Other adjustments	20		
00.91 Direct Program by Activities - Subtotal (1 level)	96	50	23
08.02 Payment of downward reestimate to receipt account	14	166	
08.04 Payment of interest on downward reestimate to receipt account	18	182	
08.91 Direct Program by Activities - Subtotal (1 level)	32	348	
10.00 Total new obligations	128	398	23
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	773	1,372	507
22.00 New financing authority (gross)	725	233	179
22.10 Resources available from recoveries of prior year obligations ...	2		
22.60 Portion applied to repay debt		-700	-193
23.90 Total budgetary resources available for obligation	1,500	905	493
23.95 Total new obligations	-128	-398	-23
24.40 Unobligated balance carried forward, end of year	1,372	507	470
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	5	50	50
69.00 Offsetting collections (cash)	724	183	129
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-4		
69.90 Spending authority from offsetting collections (total mandatory)	720	183	129
70.00 Total new financing authority (gross)	725	233	179
Change in obligated balances:			
72.40 Obligated balance, start of year	-45	-43	-43
73.10 Total new obligations	128	398	23
73.20 Total financing disbursements (gross)	-128	-398	-29
73.45 Recoveries of prior year obligations	-2		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	4		
74.40 Obligated balance, end of year	-43	-43	-49
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	128	398	29
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Payments from program account	-113	-4	
88.25 Interest on uninvested funds	-37	-27	-25
88.40 Interest received on loans	-44	-30	-24
88.40 Principal received on loans	-530	-122	-80
88.90 Total, offsetting collections (cash)	-724	-183	-129
Against gross financing authority only:			
88.95 Change in receivables from program accounts	4		
Net financing authority and financing disbursements:			
89.00 Financing authority	5	50	50
90.00 Financing disbursements	-596	215	-100

Status of Direct Loans (in millions of dollars)

Identification code 12-4049-0-3-351	2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	1,986	1,479	1,357
1231 Disbursements: Direct loan disbursements			
1251 Repayments: Repayments and prepayments	-507	-122	-80
1264 Write-offs for default: Other adjustments, net (+ or -)			

1290	Outstanding, end of year	1,479	1,357	1,277
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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 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 12-4049-0-3-351	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	177	778
Investments in US securities:		
1106 Receivables, net	63	
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	1,986	1,479
1402 Interest receivable	65	55
1405 Allowance for subsidy cost (-)	-908	-713
1499 Net present value of assets related to direct loans	1,143	821
1999 Total assets	1,383	1,599
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	99	1
2102 Interest payable	31	34
2103 Debt	1,210	1,215
2104 Resources payable to Treasury	43	349
2999 Total liabilities	1,383	1,599
4999 Total liabilities and net position	1,383	1,599

DEBT REDUCTION-

Program and Financing (in millions of dollars)

Identification code 12-4143-0-3-351	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.02 Interest to Treasury	12	15	15
08.03 Payments to liquidating/financing accounts for Debt Reduction		12	18
10.00 Total new obligations	12	27	33
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	104	155	197
22.00 New financing authority (gross)	63	69	56
23.90 Total budgetary resources available for obligation	167	224	253
23.95 Total new obligations	-12	-27	-33
24.40 Unobligated balance carried forward, end of year	155	197	220
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	3	15	15
69.00 Offsetting collections (cash)	60	54	41
70.00 Total new financing authority (gross)	63	69	56
Change in obligated balances:			
72.40 Obligated balance, start of year	2		
73.10 Total new obligations	12	27	33
73.20 Total financing disbursements (gross)	-14	-27	-33
74.40 Obligated balance, end of year			
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	14	27	33
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources - Payment from Debt Reduction Program Account		-38	-25
88.25 Interest on uninvested funds	-5	-2	-2

88.40	Loan Repayments - Principal	-54	-10	-10
88.40	Loan Repayments- Interest	-1	-4	-4
88.90	Total, offsetting collections (cash)	-60	-54	-41
Net financing authority and financing disbursements:				
89.00	Financing authority	3	15	15
90.00	Negative subsidy BA total [11-0091]	-46	-27	-8

Status of Direct Loans (in millions of dollars)

Identification code 12-4143-0-3-351	2008 actual	2009 est.	2010 est.	
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	428	358	360
1233	Disbursements: Purchase of loans assets from a liquidating account		12	18
1251	Repayments: Repayments and prepayments	-54	-10	-10
1261	Adjustments: Capitalized interest	-16		
1290	Outstanding, end of year	358	360	368

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 12-4143-0-3-351	2007 actual	2008 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	85	134
Investments in US securities:		
1106 Receivables, net	8	
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	428	358
1402 Interest receivable	20	79
1405 Allowance for subsidy cost (-)	-284	-317
1499 Net present value of assets related to direct loans	164	120
1999 Total assets	257	254
LIABILITIES:		
Federal liabilities:		
2102 Interest payable	17	
2104 Resources payable to Treasury	238	241
2105 Other	2	13
2999 Total liabilities	257	254
4999 Total liabilities and net position	257	254

EXPENSES, PUBLIC LAW 480, FOREIGN ASSISTANCE PROGRAMS, AGRICULTURE LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-2274-0-1-151	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Expenses, Public Law 480, Foreign Assistance Programs	1	2	2
10.00 Total new obligations (object class 41.0)	1	2	2
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	75	146	
22.00 New budget authority (gross)	147	2	2
22.40 Capital transfer to general fund	-75	-146	
23.90 Total budgetary resources available for obligation	147	2	2
23.95 Total new obligations	-1	-2	-2
24.40 Unobligated balance carried forward, end of year	146		
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash) (Principal and interest)	447	431	344

EXPENSES, PUBLIC LAW 480, FOREIGN ASSISTANCE PROGRAMS, AGRICULTURE
LIQUIDATING ACCOUNT—Continued
Program and Financing —Continued

Identification code 12-2274-0-1-151		2008 actual	2009 est.	2010 est.
69.27	Capital transfer to general fund	-300	-429	-342
69.90	Spending authority from offsetting collections (total mandatory)	147	2	2
Change in obligated balances:				
73.10	Total new obligations	1	2	2
73.20	Total outlays (gross)	-1	-2	-2
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	1	2	2
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.40	Principal Collections	-320	-315	-255
88.40	Interest Collections	-127	-116	-89
88.90	Total, offsetting collections (cash)	-447	-431	-344
Net budget authority and outlays:				
89.00	Budget authority	-300	-429	-342
90.00	Outlays	-446	-429	-342

Status of Direct Loans (in millions of dollars)

Identification code 12-2274-0-1-151		2008 actual	2009 est.	2010 est.
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	5,204	4,813	4,498
1251	Repayments: Repayments and prepayments	-391	-315	-255
1290	Outstanding, end of year	4,813	4,498	4,243

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. No 2010 funding is requested for new direct credit under Title I; however, funding for administrative expenses associated with managing the existing loan portfolio is requested. No funding is requested for Title I ocean freight differential for 2010.

Financing sales of agricultural commodities for dollars on credit terms (Title I).—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.

Payment by developing countries or private entities may be made over a period of not more than 30 years with a deferral of principal payments for up to five 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 out 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.

Commodities supplied in connection with dispositions abroad (Title II).—Under Public Law 480 Title II, agricultural commodities are furnished to meet emergency relief needs and address the underlying causes of food insecurity through non-emergency programs. 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. P.L. 480 funds reimburse the Corporation for all of the cost items authorized above.

Balance Sheet (in millions of dollars)

Identification code 12-2274-0-1-151		2007 actual	2008 actual
ASSETS:			
1101	Federal assets: Fund balances with Treasury	52	146
1601	Direct loans, gross	5,204	4,813
1602	Interest receivable	62	876
1603	Allowance for estimated uncollectible loans and interest (-)	-2,365	-1,920
1699	Value of assets related to direct loans	2,901	3,769
1999	Total assets	2,953	3,915
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	2,938	3,131
2207	Non-Federal liabilities: Other	15	784
2999	Total liabilities	2,953	3,915
4999	Total liabilities and net position	2,953	3,915

FOOD AND NUTRITION SERVICE

Federal Funds

NUTRITION PROGRAMS ADMINISTRATION

For necessary administrative expenses of the Food and Nutrition Service for carrying out any domestic nutrition assistance program, **[\$142,595,000] \$150,139,000.** (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-3508-0-1-605		2008 actual	2009 est.	2010 est.
Obligations by program activity:				
00.01	Nutrition programs administration	139	143	150

00.03	Congressional hunger center fellowship	2	2	.....
09.01	Reimbursable administrative services provided to Federal agencies	1	1	1
10.00	Total new obligations	142	146	151
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	143	146	151
23.95	Total new obligations	-142	-146	-151
23.98	Unobligated balance expiring or withdrawn	-1	.....	.....
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	143	145	150
40.35	Appropriation permanently reduced	-1	.....	.....
43.00	Appropriation (total discretionary)	142	145	150
58.00	Spending authority from offsetting collections: Offsetting collections (cash)	1	1	1
70.00	Total new budget authority (gross)	143	146	151
Change in obligated balances:				
72.40	Obligated balance, start of year	30	32	39
73.10	Total new obligations	142	146	151
73.20	Total outlays (gross)	-139	-139	-150
73.40	Adjustments in expired accounts (net)	-1	.....	.....
74.40	Obligated balance, end of year	32	39	40
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	121	124	128
86.93	Outlays from discretionary balances	18	15	22
87.00	Total outlays (gross)	139	139	150
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-1	-1	-1
Net budget authority and outlays:				
89.00	Budget authority	142	145	150
90.00	Outlays	138	138	149

This account funds the majority of the Federal operating expenses of the Food and Nutrition Service and the Center for Nutrition Policy and Promotion.

Object Classification (in millions of dollars)

Identification code 12-3508-0-1-605	2008 actual	2009 est.	2010 est.	
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	89	92	96
11.3	Other than full-time permanent	1	1	1
11.5	Other personnel compensation	1	1	1
11.9	Total personnel compensation	91	94	98
12.1	Civilian personnel benefits	21	22	23
21.0	Travel and transportation of persons	3	3	3
23.3	Communications, utilities, and miscellaneous charges	1	1	1
25.2	Other services	22	22	24
26.0	Supplies and materials	1	1	1
41.0	Grants, subsidies, and contributions	2	2	.....
99.0	Direct obligations	141	145	150
99.0	Reimbursable obligations	1	1	1
99.9	Total new obligations	142	146	151

Employment Summary

Identification code 12-3508-0-1-605	2008 actual	2009 est.	2010 est.	
Direct:				
1001	Civilian full-time equivalent employment	1,040	1,040	1,060

\$3,000,000,000, to remain available through September 30, [2010] 2011, 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*, That funds provided herein shall be expended in accordance with section 16 of the Food and Nutrition Act of 2008: *Provided further*, That this appropriation shall be subject to any work registration or workfare requirements as may be required by law: [Provided further, That funds made available for Employment and Training under this heading shall remain available until expended, as authorized by section 16(h)(1) of the Food and Nutrition Act of 2008:] *Provided further*, That funds made available under this heading may be used to enter into contracts and employ staff to conduct studies, evaluations, or to conduct activities related to program integrity provided that such activities are authorized by the Food and Nutrition Act of 2008. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-3505-0-1-605	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	Benefits issued	34,496	45,598	52,777
00.02	State administration	2,620	2,750	2,840
00.03	Employment and training program	351	367	375
00.04	Other program costs	63	83	94
00.05	Nutrition Assistance for Puerto Rico	1,623	1,760	1,873
00.06	Food Distribution Program on Indian Reservations (Commodities in lieu of food stamps)	54	79	75
00.07	Food Distribution Program on Indian Reservations (Cooperator administrative expense)	34	36	38
00.08	The Emergency Food Assistance Program (commodities)	190	250	253
00.09	Modified food stamp program in American Samoa	5	7	8
00.10	Community food project .....	.....	10	5
00.11	Commonwealth of the Northern Mariana Islands	10	12	12
00.13	Program access	5	5	5
00.14	Disregard special military pays for deployed .....	.....	1	1
00.15	Puerto Rico study .....	.....	1	.....
00.16	Health and nutrition pilot projects .....	.....	20	.....
00.17	RA - Benefits issued .....	.....	4,804	5,647
00.18	RA - State administration .....	.....	145	150
00.19	RA - Nutrition Assistance for Puerto Rico .....	.....	240	127
00.20	RA - American Samoa .....	.....	1	1
00.21	RA - Food Distribution Program on Indian Reservations - Equipment .....	.....	5	.....
09.01	Reimbursable program	27	35	35
10.00	Total new obligations	39,478	56,209	64,316

Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	3,036	2,789	3,029
22.00	New budget authority (gross)	39,649	59,200	67,312
22.10	Resources available from recoveries of prior year obligations	8	.....	.....
22.21	Unobligated balance transferred to other accounts .....	.....	-344	.....
22.30	Expired unobligated balance transfer to unexpired account .....	.....	5	.....
23.90	Total budgetary resources available for obligation	42,693	61,650	70,341
23.95	Total new obligations	-39,478	-56,209	-64,316
23.98	Unobligated balance expiring or withdrawn	-426	-2,412	-3,000
24.40	Unobligated balance carried forward, end of year	2,789	3,029	3,025

New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	24	39	48
Mandatory:				
60.00	Appropriation	39,759	53,930	61,304
60.00	Appropriation - Authorizing Committee .....	.....	1	.....
60.00	Appropriation, Recovery Act .....	.....	5,195	5,925
60.36	Unobligated balance permanently reduced	-11	.....	.....
61.00	Transferred to other accounts	-240	-90	-90
62.00	Transferred from other accounts	90	90	90
62.50	Appropriation (total mandatory)	39,598	59,126	67,229
69.00	Offsetting collections (cash)	27	35	35
70.00	Total new budget authority (gross)	39,649	59,200	67,312

Change in obligated balances:				
72.40	Obligated balance, start of year	1,435	1,501	1,601
73.10	Total new obligations	39,478	56,209	64,316
73.20	Total outlays (gross)	-39,357	-56,109	-64,253
73.40	Adjustments in expired accounts (net)	-47	.....	.....
73.45	Recoveries of prior year obligations	-8	.....	.....

SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM

For necessary expenses to carry out the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.), [53,969,246,000] \$61,351,846,000, of which

FOOD STAMP PROGRAM—Continued
Program and Financing —Continued

Identification code 12-3505-0-1-605	2008 actual	2009 est.	2010 est.
74.40 Obligated balance, end of year	1,501	1,601	1,664
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	14	23	29
86.93 Outlays from discretionary balances	36		16
86.97 Outlays from new mandatory authority	35,281	54,597	62,592
86.98 Outlays from mandatory balances	4,026	1,489	1,616
87.00 Total outlays (gross)	39,357	56,109	64,253
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-11		
88.40 Non-Federal sources	-27	-35	-35
88.90 Total, offsetting collections (cash)	-38	-35	-35
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	11		
Net budget authority and outlays:			
89.00 Budget authority	39,622	59,165	67,277
90.00 Outlays	39,319	56,074	64,218

The Supplemental Nutrition Assistance Program is the primary source of nutrition assistance for low-income Americans.

This account also includes funds for a grant to Puerto Rico to administer a low-income nutrition assistance program, in lieu of the Supplemental Nutrition Assistance Program; funds to carry out the Emergency Food Assistance Act of 1983; and funds for food distribution and administrative expenses for Native Americans under section 4(b) of the Food and Nutrition Act. This account also includes \$11 million in funding for an innovative pilot program to help increase senior participation in the Supplemental Nutrition Assistance Program.

Supplemental Nutrition Assistance Program costs are not fully predictable. In the event that actual program needs exceed budget estimates, the budget provides a \$3 billion contingency reserve.

Object Classification (in millions of dollars)

Identification code 12-3505-0-1-605	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	8	8	8
12.1 Civilian personnel benefits	1	1	1
21.0 Travel and transportation of persons	2	2	2
23.3 Communications, utilities, and miscellaneous charges	3	3	4
24.0 Printing and reproduction	1	1	1
25.2 Other services	33	53	64
26.0 Supplies and materials	244	329	328
31.0 Equipment	3	3	3
41.0 Grants, subsidies, and contributions	39,156	55,774	63,870
99.0 Direct obligations	39,451	56,174	64,281
99.0 Reimbursable obligations	27	35	35
99.9 Total new obligations	39,478	56,209	64,316

Employment Summary

Identification code 12-3505-0-1-605	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	77	98	98

CHILD NUTRITION PROGRAMS
(INCLUDING TRANSFERS OF FUNDS)

In lieu of the amounts made available in section 14222(b) of the Food, Conservation, and Energy Act of 2008, for necessary expenses to carry out the Richard B. Russell National School Lunch Act (42 U.S.C. 1751 et seq.), except section 21, and the Child Nutrition Act of 1966 (42 U.S.C. 1771 et seq.), except sections 17 and 21; **[\$14,951,911,000]** \$16,797,246,000, to remain available through September 30, **[2010]** 2011, of which **[\$8,496,109,000]** \$10,049,369,000 is hereby appropriated and **[\$6,455,802,000]** \$6,747,877,000 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 of the total amount available, \$5,000,000 shall be available to be awarded as competitive grants to implement section 4405 of the Food, Conservation, and Energy Act of 2008 (Pub. L. No. 110-246). (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)*

Program and Financing (in millions of dollars)

Identification code 12-3539-0-1-605	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Above 185 of poverty	503	540	584
00.02 130-185 of poverty	1,081	1,191	1,290
00.03 Below 130 of poverty	6,782	7,341	7,947
00.91 Subtotal, National School Lunch Program	8,366	9,072	9,821
01.01 Above 185 of poverty	86	95	104
01.02 130-185 of poverty	229	252	274
01.03 Below 130 of poverty	2,078	2,286	2,489
01.91 Subtotal, School Breakfast Program	2,393	2,633	2,867
02.01 Above 185 of poverty	185	207	221
02.02 130-185 of poverty	125	140	149
02.03 Below 130 of poverty	1,904	2,132	2,279
02.04 Audits	31	35	37
02.91 Subtotal, Child and Adult Care Feeding Program	2,245	2,514	2,686
03.01 Summer Food Service Program	312	358	378
03.02 Special Milk Program	15	15	14
03.03 State Administrative Expenses	174	179	193
03.04 Commodity procurement	632	741	793
03.91 Subtotal, Other mandatory activities	1,133	1,293	1,378
04.01 Team Nutrition	13	15	15
04.02 Coordinated Review and CN pay costs	5	6	6
04.03 Computer support and processing	10	9	9
04.05 Food Safety Education	1	3	3
04.06 CACFP Technical Assistance	2	3	3
04.07 CN Studies and Other Discretionary Activities		3	9
04.08 RA - NSLP Equipment Grants		100	
04.91 Subtotal, discretionary activities	31	139	45
05.01 Food Service Management Institute/Information Clearinghouse/CN Reauthorization activities	36	22	8
05.02 Fresh Fruit and Vegetable Program and other Farm Bill activities		112	101
05.03 Whole Grain Study and CII		1	
05.91 Subtotal, Permanent Programs	36	135	109
10.00 Total new obligations	14,204	15,786	16,906
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	252	271	
22.00 New budget authority (gross)	13,962	15,174	16,906
22.10 Resources available from recoveries of prior year obligations	302		
22.21 Unobligated balance transferred to other accounts	-2		
22.22 Unobligated balance transferred from other accounts	2	344	
23.90 Total budgetary resources available for obligation	14,516	15,789	16,906
23.95 Total new obligations	-14,204	-15,786	-16,906
23.98 Unobligated balance expiring or withdrawn	-41	-3	
24.40 Unobligated balance carried forward, end of year	271		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	14	20	26
40.01 Appropriation, Recovery Act		100	
43.00 Appropriation (total discretionary)	14	120	26
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	1		
Mandatory:			

60.00	Appropriation	7,634	8,476	10,023
60.00	Appropriation- Permanent Appropriation	30	10	8
60.36	Unobligated balance permanently reduced	-4		
62.00	Transferred from other accounts	6,254	6,567	6,849
62.50	Appropriation (total mandatory)	13,914	15,053	16,880
69.00	Offsetting collections (cash)	33	1	
70.00	Total new budget authority (gross)	13,962	15,174	16,906
Change in obligated balances:				
72.40	Obligated balance, start of year	2,093	2,060	2,293
73.10	Total new obligations	14,204	15,786	16,906
73.20	Total outlays (gross)	-13,970	-15,553	-16,735
73.40	Adjustments in expired accounts (net)	35		
73.45	Recoveries of prior year obligations	-302		
74.40	Obligated balance, end of year	2,060	2,293	2,464
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	7	61	14
86.93	Outlays from discretionary balances	1	6	59
86.97	Outlays from new mandatory authority	11,639	12,860	13,868
86.98	Outlays from mandatory balances	2,323	2,626	2,794
87.00	Total outlays (gross)	13,970	15,553	16,735
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-14	-1	
88.40	Non-Federal sources	-24		
88.90	Total, offsetting collections (cash)	-38	-1	
Against gross budget authority only:				
88.96	Portion of offsetting collections (cash) credited to expired accounts	4		
Net budget authority and outlays:				
89.00	Budget authority	13,928	15,173	16,906
90.00	Outlays	13,932	15,552	16,735

Summary of Budget Authority and Outlays (in millions of dollars)

	2008 actual	2009 est.	2010 est.
Enacted/requested:			
Budget Authority	13,928	15,173	16,906
Outlays	13,932	15,552	16,735
Legislative proposal, subject to PAYGO:			
Budget Authority			1,000
Outlays			850
Total:			
Budget Authority	13,928	15,173	17,906
Outlays	13,932	15,552	17,585

Payments are made for cash and commodity meal subsidies through the School Lunch, School Breakfast, Special Milk, Summer Food Service, and Child and Adult Care Food Programs.

Object Classification (in millions of dollars)

Identification code 12-3539-0-1-605	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	10	11	11
12.1 Civilian personnel benefits	2	2	2
21.0 Travel and transportation of persons	1	2	2
24.0 Printing and reproduction	2	7	7
25.2 Other services	25	13	13
26.0 Supplies and materials (Commodities)	632	741	793
41.0 Grants, subsidies, and contributions	13,531	15,009	16,078
99.0 Direct obligations	14,203	15,785	16,906
99.0 Reimbursable obligations	1	1	
99.9 Total new obligations	14,204	15,786	16,906

Employment Summary

Identification code 12-3539-0-1-605	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	154	170	170

CHILD NUTRITION PROGRAMS
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12-3539-4-1-605	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			1,000
24.40 Unobligated balance carried forward, end of year			1,000
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation			1,000
Change in obligated balances:			
73.20 Total outlays (gross)			-850
74.40 Obligated balance, end of year			-850
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority			850
Net budget authority and outlays:			
89.00 Budget authority			1,000
90.00 Outlays			850

The Budget includes \$10 billion over 10 years for a strong Child Nutrition reauthorization package aimed at ending childhood hunger, reducing childhood obesity and improving the diets of children, and raising program performance to better serve our children.

SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (WIC)

For necessary expenses to carry out the [special supplemental nutrition program] *WIC Program* as authorized by section 17 of the Child Nutrition Act of 1966 (42 U.S.C. 1786), [\$6,860,000,000] \$7,777,000,000, to remain available through September 30, [2010] 2011, of which [such sums as are necessary to restore the contingency reserve to \$125,000,000] \$225,000,000 shall be placed in reserve, to remain available until expended, to be allocated as the Secretary deems necessary, notwithstanding section 17(i) of such Act, to support participation should cost or participation exceed budget estimates: *Provided*, That of the total amount available, the Secretary shall obligate not less than \$14,850,000 for a breastfeeding support initiative in addition to the activities specified in section 17(h)(3)(A): *Provided further*, That, notwithstanding section 17(h)(10)(A) of such Act, only the provisions of section 17(h)(10)(B)(i) and section 17(h)(10)(B)(ii) shall be effective in [2009; including \$14,000,000 for the purposes specified in section 17(h)(10)(B)(i): *Provided further*, That funds made available for the purposes specified in section 17(h)(10)(B)(ii) shall only be made available upon determination by the Secretary that funds are available to meet caseload requirements without the use of the contingency reserve funds after the date of enactment of this Act: *Provided further*, That hereafter 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] 2010: *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 such Act: *Provided further*, That none of the funds provided shall be available for activities that are not fully reimbursed by other Federal Government departments or agencies unless authorized by section 17 of such Act. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

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	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Base grants	6,400	6,961	7,671
00.02 WIC MIS Recovery Act		80	20
00.03 WIC Contingency Recovery Act			
00.04 WIC MIS			30
10.00 Total new obligations (object class 41.0)	6,400	7,041	7,721
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	108	21	545
22.00 New budget authority (gross)	6,175	7,360	7,777
22.10 Resources available from recoveries of prior year obligations	138	205	149
23.90 Total budgetary resources available for obligation	6,421	7,586	8,471
23.95 Total new obligations	-6,400	-7,041	-7,721
23.98 Unobligated balance expiring or withdrawn			-400
24.40 Unobligated balance carried forward, end of year	21	545	350
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	6,020	6,860	7,777
40.01 Appropriation, Recovery Act		500	
42.00 Transferred from other accounts	150		
43.00 Appropriation (total discretionary)	6,170	7,360	7,777
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	5		
70.00 Total new budget authority (gross)	6,175	7,360	7,777
Change in obligated balances:			
72.40 Obligated balance, start of year	567	660	524
73.10 Total new obligations	6,400	7,041	7,721
73.20 Total outlays (gross)	-6,166	-6,972	-7,506
73.40 Adjustments in expired accounts (net)	-3		
73.45 Recoveries of prior year obligations	-138	-205	-149
74.40 Obligated balance, end of year	660	524	590
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	5,532	6,308	6,909
86.93 Outlays from discretionary balances	634	664	597
87.00 Total outlays (gross)	6,166	6,972	7,506
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-6		
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	1		
Net budget authority and outlays:			
89.00 Budget authority	6,170	7,360	7,777
90.00 Outlays	6,160	6,972	7,506

The Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) provides low-income at-risk pregnant and post-partum women, infants, and children with vouchers for nutritious supplemental food packages, nutrition education and counseling, and health and immunization referrals.

COMMODITY ASSISTANCE PROGRAM

For necessary expenses to carry out disaster assistance and 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; special assistance for the nuclear affected islands, as authorized by section 103(f)(2) of the Compact of Free Association Amendments Act of 2003 (Public Law 108-188); and the Farmers' Market Nutrition Program, as authorized by section 17(m) of the Child Nutrition Act of 1966, [\$230,800,000] \$233,388,000, to remain available through September 30, [2010] 2011: *Provided*, That none

of these funds shall be available to reimburse the Commodity Credit Corporation for commodities donated to the program: *Provided further*, That notwithstanding any other provision of law, effective with funds made available in fiscal year [2009] 2010 to support the Seniors Farmers' Market Nutrition Program, as authorized by section 4402 of the Farm Security and Rural Investment Act of 2002, such funds shall remain available through September 30, [2010] 2011: *Provided further*, That of the funds made available under section 27(a) of the Food and Nutrition Act of 2008 (7 U.S.C. 2036(a)), the Secretary may use up to 10 percent for costs associated with the distribution of commodities. (*Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-3507-0-1-605	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Commodity procurement	111	133	130
00.02 Administrative costs	30	31	33
00.91 Subtotal, commodity supplemental food program	141	164	163
02.01 TEFAP Administrative	50	50	50
03.01 Senior farmers' market	22	21	21
04.01 Farmers' market nutrition program	21	20	20
05.01 Pacific island and disaster assistance	1	2	1
06.01 TEFAP Commodity Recovery Act		100	
07.01 TEFAP Admin Recovery Act		25	25
09.01 NSIP	3	3	
10.00 Total new obligations	238	385	280
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	2	26
22.00 New budget authority (gross)	236	409	255
22.10 Resources available from recoveries of prior year obligations	3		
23.90 Total budgetary resources available for obligation	240	411	281
23.95 Total new obligations	-238	-385	-280
24.40 Unobligated balance carried forward, end of year	2	26	1
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	212	231	234
40.01 Appropriation, Recovery Act		150	
40.35 Appropriation permanently reduced	-1		
42.00 Transferred from other accounts	3	3	
43.00 Appropriation (total discretionary)	214	384	234
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	1	4	
Mandatory:			
62.00 Transferred from other accounts	21	21	21
70.00 Total new budget authority (gross)	236	409	255
Change in obligated balances:			
72.40 Obligated balance, start of year	37	39	66
73.10 Total new obligations	238	385	280
73.20 Total outlays (gross)	-232	-358	-307
73.40 Adjustments in expired accounts (net)	-1		
73.45 Recoveries of prior year obligations	-3		
74.40 Obligated balance, end of year	39	66	39
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	184	308	204
86.93 Outlays from discretionary balances	27	29	82
86.97 Outlays from new mandatory authority	12	12	12
86.98 Outlays from mandatory balances	9	9	9
87.00 Total outlays (gross)	232	358	307
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-1	-4	
88.40 Non-Federal sources	-1		
88.90 Total, offsetting collections (cash)	-2	-4	
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	1		

Net budget authority and outlays:				
89.00	Budget authority	235	405	255
90.00	Outlays	230	354	307

This account funds the Commodity Supplemental Food Program (CSFP), The Emergency Food Assistance Program (TEFAP), farmers' market nutrition programs, assistance for the nuclear affected islands, and disaster relief.

CSFP provides food packages for low-income women, infants, and children, as well as low-income elderly persons. It also funds State administrative expenses. TEFAP provides cash to support State administrative activities and to maintain the storage and distribution pipeline for USDA and privately-donated commodities. The account also funds two programs which provide low-income participants vouchers to purchase produce at farmers' markets. The Senior Farmers' Market Nutrition Program is funded by transfer from the Commodity Credit Corporation. The WIC Farmers' Market Program is funded by discretionary appropriation.

Object Classification (in millions of dollars)

Identification code 12-3507-0-1-605	2008 actual	2009 est.	2010 est.	
Direct obligations:				
26.0	Supplies and materials (commodities)	111	236	130
41.0	Grants, subsidies, and contributions	126	149	150
99.0	Direct obligations	237	385	280
99.0	Reimbursable obligations	1		
99.9	Total new obligations	238	385	280

FOREST SERVICE
Federal Funds

NATIONAL FOREST SYSTEM

(INCLUDING [RESCISSION] CANCELLATION OF FUNDS)

For necessary expenses of the Forest Service, not otherwise provided for, for management, protection, improvement, and utilization of the National Forest System, **[\$1,514,805,000] \$1,516,564,000**, to remain available until expended, which shall include 50 percent of all moneys received during prior fiscal years 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, the Secretary may authorize the expenditure or transfer of such sums as necessary to the Department of the Interior, Bureau of Land Management, for removal, preparation, and adoption of excess wild horses and burros from National Forest System lands, and for the performance of cadastral surveys to designate the boundaries of such lands: Provided further, That of the unobligated balances in this account, [\$5,000,000] \$10,000,000 are [rescinded] hereby permanently cancelled: Provided further, That no amounts may be cancelled from amounts that were designated by the Congress as an emergency requirement pursuant to the Concurrent Resolution on the Budget or the Balanced Budget and Emergency Deficit Control Act of 1985, as amended. (Department of the Interior, Environment, and Related Agencies Appropriations Act, 2009.)*

Program and Financing (in millions of dollars)

Identification code 12-1106-0-1-302	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
00.01	National forest system	1,435	1,649	1,623
09.01	Reimbursable program	64	66	66
10.00	Total new obligations	1,499	1,715	1,689
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	166	234	107
22.00	New budget authority (gross)	1,589	1,588	1,582
22.10	Resources available from recoveries of prior year obligations ...	6		

22.21	Unobligated balance transferred to other accounts	-28		
23.90	Total budgetary resources available for obligation	1,733	1,822	1,689
23.95	Total new obligations	-1,499	-1,715	-1,689
24.40	Unobligated balance carried forward, end of year	234	107	

New budget authority (gross), detail:

Discretionary:				
40.00	Appropriation	1,493	1,515	1,517
40.35	Appropriation permanently reduced	-23	-5	-10
42.00	Transferred from other accounts	67	12	9
43.00	Appropriation (total discretionary)	1,537	1,522	1,516
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	66	66	66
58.10	Change in uncollected customer payments from Federal sources (unexpired)	-14		
58.90	Spending authority from offsetting collections (total discretionary)	52	66	66
70.00	Total new budget authority (gross)	1,589	1,588	1,582

Change in obligated balances:

72.40	Obligated balance, start of year	223	205	335
73.10	Total new obligations	1,499	1,715	1,689
73.20	Total outlays (gross)	-1,525	-1,585	-1,583
73.45	Recoveries of prior year obligations	-6		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	14		
74.40	Obligated balance, end of year	205	335	441

Outlays (gross), detail:

86.90	Outlays from new discretionary authority	1,275	1,350	1,345
86.93	Outlays from discretionary balances	250	235	238
87.00	Total outlays (gross)	1,525	1,585	1,583

Offsets:

Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-43	-43	-43
88.40	Non-Federal sources	-23	-23	-23
88.90	Total, offsetting collections (cash)	-66	-66	-66
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	14		

Net budget authority and outlays:

89.00	Budget authority	1,537	1,522	1,516
90.00	Outlays	1,459	1,519	1,517

The 155 National Forests, 20 National Grasslands, and six 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 used 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 use an ecological approach to managing the National Forest System.

National Forest System (NFS) operations and maintenance provide for the planning, assessment, and conservation of ecosystems while delivering multiple public services and uses. These are delivered through the principal NFS programs of land management planning; inventory and monitoring; recreation, heritage, and wilderness; wildlife and fisheries habitat management; grazing management; forest products; vegetation and watershed management; minerals and geology management; landownership management; the Valles Caldera National Preserve; and law enforcement operations. These programs maintain the capability to manage natural resources in a manner consistent with ecological principles and responsibilities.

NATIONAL FOREST SYSTEM—Continued

The Budget reflects an accelerated refocusing of national forest management to forest ecosystem restoration project work, including global climate change adaptation and mitigation. Specifically, the Budget supports a continuing emphasis on addressing climate change in NFS programs. Evaluation of how changes in climate are affecting forest and grasslands will be incorporated into land management planning activities. Healthy ecosystems and stable watersheds and soils provide for effective, long-term carbon sequestration. By increasing agency focus on vegetative community and watershed restoration and enhancement, the agency optimizes its investment to respond to and mitigate the effects of climate change. Emerging scientific data regarding climate change will also be incorporated in the evaluation of management actions and alternatives to facilitate implementation of successful species and habitat adaptation strategies. Treatments that enhance the ability of forests to maintain ecosystem services and facilitate the adaptation to changing climate by promoting forest health, productivity, biological diversity, and carbon storage, will be considered in planning and implementing timber sales and stewardship contracts.

The Budget reflects the continuing emphasis on Forest Service program performance and accountability agency-wide. The Forest Service has changed its business rules for accomplishment reporting to incorporate not only directly funded work, but also accomplishments achieved through integration between program areas or partnerships with external groups. This reform improves performance and accountability by shifting focus from a highly functionalized approach to one that naturally aligns other programs and partner organizations to achieve multiple goals. By changing how it counts accomplishments, the Agency improves incentives and encourages managers to plan and implement their work, and ensure fullest possible value per Federal expenditure.

2001	Civilian full-time equivalent employment	336	336	336
	Allocation account:			
3001	Civilian full-time equivalent employment	957	957	957

CAPITAL IMPROVEMENT AND MAINTENANCE
[(INCLUDING TRANSFER OF FUNDS)]

For necessary expenses of the Forest Service, not otherwise provided for, **[\$495,393,000] \$556,962,000**, to remain available until expended, for construction, capital improvement, maintenance and acquisition of buildings and other facilities and infrastructure; and for construction, capital improvement, decommissioning, and maintenance 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 \$50,000,000 shall be designated for urgently needed road decommissioning, road and trail repair and maintenance and associated activities, and removal of fish passage barriers, especially in areas where Forest Service roads may be contributing to water quality problems in streams and water bodies which support threatened, endangered or sensitive species or community water sources: *Provided further*, That up to \$40,000,000 of the funds provided herein for road maintenance shall be available for the decommissioning of roads, including unauthorized roads not part of the transportation system, which are no longer needed: *Provided further*, That no funds shall be expended to decommission any system road until notice and an opportunity for public comment has been provided on each decommissioning project: *Provided further*, That the decommissioning of unauthorized roads not part of the official transportation system shall be expedited in response to threats to public safety, water quality, or natural resources: *Provided further*, That funds becoming available in fiscal year 2009 under the Act of March 4, 1913 (16 U.S.C. 501) shall be transferred to the General Fund of the Treasury and shall not be available for transfer or obligation for any other purpose unless the funds are appropriated]. (Department of the Interior, Environment, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-1103-0-1-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Capital improvement and maintenance	457	1,162	723
09.01 Reimbursable program	21	17	17
10.00 Total new obligations	478	1,179	740
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	103	183	166
22.00 New budget authority (gross)	553	1,162	574
22.10 Resources available from recoveries of prior year obligations ...	5		
23.90 Total budgetary resources available for obligation	661	1,345	740
23.95 Total new obligations	-478	-1,179	-740
24.40 Unobligated balance carried forward, end of year	183	166	
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	487	495	557
40.01 Appropriation, Recovery Act		650	
40.35 Appropriation permanently reduced	-7		
42.00 Transferred from other accounts	49		
43.00 Appropriation (total discretionary)	529	1,145	557
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	17	17	17
58.10 Change in uncollected customer payments from Federal sources (unexpired)	7		
58.90 Spending authority from offsetting collections (total discretionary)	24	17	17
70.00 Total new budget authority (gross)	553	1,162	574
Change in obligated balances:			
72.40 Obligated balance, start of year	190	184	490
73.10 Total new obligations	478	1,179	740
73.20 Total outlays (gross)	-472	-873	-839
73.45 Recoveries of prior year obligations	-5		

Object Classification (in millions of dollars)

Identification code 12-1106-0-1-302	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	627	700	698
11.3 Other than full-time permanent	34	38	38
11.5 Other personnel compensation	43	48	47
11.9 Total personnel compensation	704	786	783
12.1 Civilian personnel benefits	216	243	236
13.0 Benefits for former personnel	3	3	3
21.0 Travel and transportation of persons	18	21	21
22.0 Transportation of things	11	13	13
23.1 Rental payments to GSA	15	16	16
23.2 Rental payments to others	18	20	20
23.3 Communications, utilities, and miscellaneous charges	34	38	38
24.0 Printing and reproduction	3	3	3
25.2 Other services	216	276	273
25.3 Other purchases of goods and services from Government accounts	92	103	99
25.4 Operation and maintenance of facilities	2	1	1
25.7 Operation and maintenance of equipment	7	8	8
26.0 Supplies and materials	36	44	40
31.0 Equipment	26	30	27
41.0 Grants, subsidies, and contributions	32	41	39
42.0 Insurance claims and indemnities	1	2	2
43.0 Interest and dividends	1	1	1
99.0 Direct obligations	1,435	1,649	1,623
99.0 Reimbursable obligations	64	66	66
99.9 Total new obligations	1,499	1,715	1,689

Employment Summary

Identification code 12-1106-0-1-302	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	10,492	10,555	10,483
Reimbursable:			

74.00	Change in uncollected customer payments from Federal sources (unexpired)	-7		
74.40	Obligated balance, end of year	184	490	391
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	311	722	431
86.93	Outlays from discretionary balances	161	151	408
87.00	Total outlays (gross)	472	873	839
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-6	-6	-6
88.40	Non-Federal sources	-11	-11	-11
88.90	Total, offsetting collections (cash)	-17	-17	-17
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-7		
Net budget authority and outlays:				
89.00	Budget authority	529	1,145	557
90.00	Outlays	455	856	822

Funding provides for capital improvement and maintenance of Forest Service assets including facilities, roads, and trails. Funding also provides for protecting the Nation's forests and demonstrating our commitment to maintaining a healthy environment by addressing critical maintenance and operational components of the Forest Service. The program emphasizes an efficient and effective infrastructure that supports public and administrative uses; and quality recreation experiences with minimal impact to ecosystem stability and conditions.

Capital improvement of facilities, roads and trails includes new construction, alteration of existing assets to change the function, and expansion of an asset to change the capacity or to serve needs that are different from what was originally intended. Maintenance is divided into three primary areas: annual maintenance, deferred maintenance, and decommissioning. Deferred maintenance includes the repair, rehabilitation or replacement of the asset or components of the asset.

Facilities.—Provides for capital improvement and maintenance of recreation developed sites, fire, administrative, and other (FA&O) facilities, including visitor centers, research facilities, telecommunication sites and towers, and dams. The program also includes the acquisition of buildings and other facilities necessary to carry out the mission of the Forest Service. Maintenance for FA&O projects costing less than \$250,000 is financed separately through a multi-program assessment to Research, State and Private Forestry, National Forest System, Wildland Fire Management, Land Acquisition and the Capital Improvement and Maintenance appropriations, along with eligible Permanent and Trust Funds. The Budget reflects a base rate for buildings plus a graduated rate that recognizes different facility types, which together, are limited to 4 percent of the facility replacement value and not to exceed \$7 per square foot.

Roads.—Provides for capital improvement and maintenance of the national forest road system, including bridges and terminal facilities such as parking lots, trailhead parking, camping spurs and truck turnarounds. The program also focuses on decommissioning unneeded roads, unauthorized roads and/or roads that are degrading the ecosystem. The agency will continue to address the growing road system maintenance backlog. Funding priorities are health and safety, resource protection, aquatic passage, and mission critical needs.

Trails.—Provides for capital improvement and maintenance of National Forest System trails. Funding is used to protect capital investments by keeping trails open for access and protecting vegetation, soil, and water quality. Work includes clearing the

pathway of encroaching vegetation and fallen trees, and repairing or improving trail signs, treadways, drainage facilities, and bridges.

Infrastructure Improvement.— Provides for capital improvement and maintenance directed toward reducing the backlog in deferred maintenance on National Forest System roads and trails, as well as recreation developed sites and FA&O facilities. Funding priorities are to ensure the safety of the public, agency employees, volunteers and contractors.

The Budget includes a \$50 million (plus inflation) Presidential Initiative to protect the Nation's forests, reflecting the President's commitment to protecting and restoring our national forests as a cornerstone of a healthy, sustainable environment. This initiative protects natural resources and maintains facilities, including those that are restored with 2009 American Recovery and Reinvestment Act investments. These strategic investments will reduce the agency's overall maintenance and operational costs in future years, result in infrastructure that is more energy efficient, and reduce impacts to the environment.

The Budget reflects Forest Service continued use of authorities that permit the agency to apply proceeds from the sale of excess facilities to replace other deficient facilities or perform needed rehabilitation work on existing facilities. It also implements recommendations from program assessments and includes incentives to optimize utilization and reduce costs. The Forest Service will develop long-term outcome-based performance measures for roads, facilities and trails that cover the full scope of the program, including safety, condition sustainability and environmental suitability, utilization, and mission dependency; improve overall facilities, roads and trails data quality and ensure that condition assessment surveys are accurate and drive management decisions regarding the construction, use, maintenance or decommissioning, and disposal of these assets; and develop and implement a strategy to prioritize road, facility and trail improvements that reflect the Federal Real Property Council tree for investment strategies as a common criteria for setting asset priorities in addressing the deferred maintenance backlog. Through these efforts, the Budget enables the Forest Service to improve road and trail conditions and meet its goal of reducing facility deferred maintenance by 25 percent by 2010.

Object Classification (in millions of dollars)

Identification code 12-1103-0-1-302	2008 actual	2009 est.	2010 est.	
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	130	169	143
11.3	Other than full-time permanent	13	17	14
11.5	Other personnel compensation	9	12	10
11.9	Total personnel compensation	152	198	167
12.1	Civilian personnel benefits	45	59	50
13.0	Benefits for former personnel	1	2	2
21.0	Travel and transportation of persons	3	4	3
22.0	Transportation of things	3	4	3
23.1	Rental payments to GSA	3	4	3
23.2	Rental payments to others	4	5	4
23.3	Communications, utilities, and miscellaneous charges	8	10	8
25.2	Other services	141	225	241
25.3	Other purchases of goods and services from Government accounts	44	58	49
25.4	Operation and maintenance of facilities	3	524	133
25.7	Operation and maintenance of equipment	2	5	4
26.0	Supplies and materials	12	15	13
31.0	Equipment	7	9	7
32.0	Land and structures	19	25	21
41.0	Grants, subsidies, and contributions	10	15	15
99.0	Direct obligations	457	1,162	723
99.0	Reimbursable obligations	21	17	17
99.9	Total new obligations	478	1,179	740

CAPITAL IMPROVEMENT AND MAINTENANCE—Continued
Employment Summary

Identification code 12-1103-0-1-302	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	2,413	2,418	2,468
Reimbursable:			
2001 Civilian full-time equivalent employment	118	118	118
Allocation account:			
3001 Civilian full-time equivalent employment	117	117	117

FOREST AND RANGELAND RESEARCH
(INCLUDING CANCELLATION OF FUNDS)

For necessary expenses of forest and rangeland research as authorized by law, **[\$296,380,000]** \$301,612,000, to remain available until expended: *Provided*, That of the [funds provided, \$60,770,000 is for the forest inventory and analysis program] *unobligated balances in this account, \$1,000,000 are hereby permanently cancelled: Provided further, That no amounts may be cancelled from amounts that were designated by the Congress as an emergency requirement pursuant to the Concurrent Resolution on the Budget or the Balanced Budget and Emergency Deficit Control Act of 1985, as amended.*

GIFTS, DONATIONS AND BEQUESTS FOR FOREST AND RANGELAND RESEARCH

For expenses authorized by 16 U.S.C. 1643(b), \$50,000, to remain available until expended, to be derived from the fund established pursuant to the above Act. *(Department of the Interior, Environment, and Related Agencies Appropriations Act, 2009.)*

Program and Financing (in millions of dollars)

Identification code 12-1104-0-1-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.06 Forest and rangeland research	294	356	350
09.01 Reimbursable program	30	25	25
10.00 Total new obligations	324	381	375
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	25	49	17
22.00 New budget authority (gross)	346	349	358
22.10 Resources available from recoveries of prior year obligations	2		
23.90 Total budgetary resources available for obligation	373	398	375
23.95 Total new obligations	-324	-381	-375
24.40 Unobligated balance carried forward, end of year	49	17	
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	290	296	302
40.35 Appropriation permanently reduced	-5		-1
42.00 Transferred from other accounts	29	28	32
43.00 Appropriation (total discretionary)	314	324	333
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	25	25	25
58.10 Change in uncollected customer payments from Federal sources (unexpired)	7		
58.90 Spending authority from offsetting collections (total discretionary)	32	25	25
70.00 Total new budget authority (gross)	346	349	358
Change in obligated balances:			
72.40 Obligated balance, start of year	104	81	129
73.10 Total new obligations	324	381	375
73.20 Total outlays (gross)	-338	-333	-356
73.45 Recoveries of prior year obligations	-2		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-7		
74.40 Obligated balance, end of year	81	129	148
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	258	245	251

86.93	Outlays from discretionary balances	80	88	105
87.00	Total outlays (gross)	338	333	356
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-23	-23	-23
88.40	Non-Federal sources	-2	-2	-2
88.90	Total, offsetting collections (cash)	-25	-25	-25
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-7		
Net budget authority and outlays:				
89.00	Budget authority	314	324	333
90.00	Outlays	313	308	331

Forest Service Research & Development (FS R&D) is one of the world's leading forestry research organizations. It conducts ecological and social science research to understand ecosystems, how humans influence those ecosystems, how those ecosystems respond to climate change, and how forests can be managed sustainably to enable both environmental conservation and economic expansion. Research is conducted at five Research Stations, the Forest Products Laboratory, and the International Institute of Tropical Forestry located in Puerto Rico.

FS R&D consists of three components: foundations, growth platforms, and strategic program areas. The two foundations, Forest Inventory and Analysis and Experimental Forests and Ranges, use long term monitoring to provide data for both current and future research needs. Emerging Research Growth Platforms focus on emerging research areas. The five areas identified are Climate Change, Biomass and Bioenergy, Urban Natural Resources Stewardship, Watershed Management and Restoration, and Nanotechnology. The seven strategic areas are Wildland Fire and Fuels; Invasive Species; Outdoor Recreation; Resource Management and Use; Water, Air, and Soil; Wildlife and Fish; and Inventory and Monitoring.

In 2010, FS R&D will continue to improve forest and rangeland managers' abilities to reintroduce fire to its natural role, respond appropriately to climate change, and mitigate losses from native insects and pathogens. FS R&D researchers answer land managers' scientific questions about climate change, fire behavior, risk assessment and mitigation for multiple hazards, and utilization opportunities for the biomass that contributes to overcrowded, unhealthy forests. Priority will also be placed on making improvements in woody biomass utilization for energy, alternative fuels, and value-added products to help stimulate removal of hazardous fuels from forests at risk of wildfire. Tools and technologies will be modified, adapted or developed to serve the priorities of land managers dealing with wildland fire, climate change, invasive species, and other management challenges.

The Inventory and Monitoring strategic program area provides the resource data, analysis, and tools needed to identify current status and trends of forests, management options and impacts, and threats from fire, insects, disease, and other natural processes, enhancing the use and value of our Nation's forests and grasslands. Assessing current and potential effects of climate change depends on the monitoring of forest ecosystems at greatest risk to rapid change.

The Budget continues efforts that optimize the delivery of research findings by improving Forest Service management of investments in research, development, and applications. Funds will be targeted to leading-edge technical assistance on a competitive basis with innovative partnerships and science and technology applications. FS R&D will continue to strive to reach the

target of having 20 percent of the budget in extramural funding by the year 2011.

Object Classification (in millions of dollars)

Identification code 12-1104-0-1-302	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	143	168	166
11.3 Other than full-time permanent	6	7	7
11.5 Other personnel compensation	6	7	7
11.9 Total personnel compensation	155	182	180
12.1 Civilian personnel benefits	44	51	51
13.0 Benefits for former personnel	1	1	1
21.0 Travel and transportation of persons	8	9	9
22.0 Transportation of things	2	3	3
23.1 Rental payments to GSA	4	5	5
23.2 Rental payments to others	3	4	4
23.3 Communications, utilities, and miscellaneous charges	7	9	9
24.0 Printing and reproduction	1	2	1
25.2 Other services	17	20	20
25.3 Other purchases of goods and services from Government accounts	10	12	11
25.5 Research and development contracts	23	33	33
25.7 Operation and maintenance of equipment	1	1	1
26.0 Supplies and materials	6	7	7
31.0 Equipment	4	5	5
41.0 Grants, subsidies, and contributions	9	12	10
99.0 Direct obligations	295	356	350
99.0 Reimbursable obligations	29	25	25
99.9 Total new obligations	324	381	375

Employment Summary

Identification code 12-1104-0-1-302	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	2,046	2,064	2,064
Reimbursable:			
2001 Civilian full-time equivalent employment	94	94	94

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 health management, including treatments of pests, pathogens, and invasive or noxious plants and for restoring and rehabilitating forests damaged by pests or invasive plants, cooperative forestry, and education and land conservation activities and conducting an international program as authorized, **[\$265,861,000]** **\$306,111,000**, to remain available until expended, as authorized by law; and of which **[\$49,445,000]** **\$91,060,000** is to be derived from the Land and Water Conservation Fund. (*Department of the Interior, Environment, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1105-0-1-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 State and private forestry	293	350	322
00.02 Forest Legacy	52	50	91
09.01 Reimbursable program	24	26	24
10.00 Total new obligations	369	426	437
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	50	72	29
22.00 New budget authority (gross)	377	383	408
22.10 Resources available from recoveries of prior year obligations	18		
22.21 Unobligated balance transferred to other accounts	-4		
23.90 Total budgetary resources available for obligation	441	455	437
23.95 Total new obligations	-369	-426	-437
24.40 Unobligated balance carried forward, end of year	72	29	

New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation	214	216	215
40.20 Appropriation (LWCF)	53	50	91
40.37 Appropriation temporarily reduced	-4		
42.00 Transferred from other accounts	86	91	78
43.00 Appropriation (total discretionary)	349	357	384
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	26	26	24
58.10 Change in uncollected customer payments from Federal sources (unexpired)	2		
58.90 Spending authority from offsetting collections (total discretionary)	28	26	24
70.00 Total new budget authority (gross)	377	383	408

Change in obligated balances:

72.40 Obligated balance, start of year	518	465	373
73.10 Total new obligations	369	426	437
73.20 Total outlays (gross)	-402	-518	-403
73.45 Recoveries of prior year obligations	-18		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-2		
74.40 Obligated balance, end of year	465	373	407

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	131	288	307
86.93 Outlays from discretionary balances	271	230	96
87.00 Total outlays (gross)	402	518	403

Offsets:

Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-26	-26	-24
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-2		

Net budget authority and outlays:

89.00 Budget authority	349	357	384
90.00 Outlays	376	492	379

State and private forestry programs provide assistance to landowners and resource managers to help sustain forests on State and private lands, in both rural and urban areas, to meet domestic and international demands for goods and services. State and Private Forestry programs help facilitate sound stewardship and provide tools to address climate change across lands of all ownerships on a landscape scale, while maintaining the flexibility for individual forest landowners to pursue their objectives.

Forest Health Management.—Includes funding for Federal and cooperative lands to maintain healthy, productive ecosystems by preventing, detecting, and suppressing damaging native and invasive forest and tree insects and diseases across all land ownerships and invasive plants on cooperative lands. Through the use of a newly updated science-based forest health risk map, the Budget reflects allocations of program funding that address national priorities and reduce risk in the most effective and efficient manner. Changes in insect, disease, and invasive plant geographic range, population dynamics of host preferences of pests, and other changes in pest activity will be documented. Links to climate change effects will be explored.

Cooperative Fire Protection.—Includes funding to enhance the capacity of States to provide effective initial attack and coordinated fire suppression response, reduce hazardous fuels in and adjacent to communities, and purchase and maintain equipment. Funding also supports training, planning, and fire prevention education that include the "Smokey Bear" and Firewise programs.

Cooperative Forestry.—Includes the Forest Stewardship, Forest Legacy, Urban and Community Forestry, and Forest Resources Information and Analysis programs. This suite of complementary programs helps maintain the integrity of our nation's valuable forested landscapes and supports the Federal interest in obtaining

STATE AND PRIVATE FORESTRY—Continued

public benefits from private forests that include an array of social, economic, and environmental benefits from these landscapes. The Cooperative Forestry programs will continue to provide assistance and information that managers and policymakers can use to address climate change impacts to forest and rangelands.

The Forest Legacy program partners with States to protect environmentally sensitive forest lands. The Budget includes a \$34 million increase to acquire easements on forested lands under significant development pressure. These conservation easements will protect air and water quality; provide access to National Forests; and provide habitat for threatened or endangered wildlife and fish.

The Forest Stewardship program provides professional forestry assistance to landowners to encourage sound environmental management of non-industrial private forest lands.

The Urban and Community Forestry program provides technical, financial and educational assistance to cities, suburbs, and towns nationwide so they can improve the condition and extent of their trees and forests to achieve the full range of benefits and services from these resources. This program improves the lives of most Americans at home, where they live, and work.

The Forest Resources Information and Analysis program provides cost-share assistance to participating States that contribute to Research and Development's Forest Inventory and Analysis program.

International Programs.—Includes funding to promote sustainable forest management globally, bringing important technologies and innovations back to the United States. International Programs, working closely with other U.S. government agencies, collaborates with other governments, non-governmental organizations, and the private sector to address climate change and deforestation through policy engagement and technical cooperation.

Object Classification (in millions of dollars)

Identification code 12-1105-0-1-302	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	48	55	55
11.3 Other than full-time permanent	2	3	3
11.5 Other personnel compensation	2	2	2
11.9 Total personnel compensation	52	60	60
12.1 Civilian personnel benefits	14	16	16
21.0 Travel and transportation of persons	5	5	5
22.0 Transportation of things	1	2	2
23.1 Rental payments to GSA	1	1	1
23.2 Rental payments to others	1	2	2
23.3 Communications, utilities, and miscellaneous charges	2	1	2
24.0 Printing and reproduction	1	1	1
25.2 Other services	16	20	28
25.3 Other purchases of goods and services from Government accounts	4	4	4
26.0 Supplies and materials	3	3	3
31.0 Equipment	2	2	2
41.0 Grants, subsidies, and contributions	242	283	287
99.0 Direct obligations	344	400	413
99.0 Reimbursable obligations	25	26	24
99.9 Total new obligations	369	426	437

Employment Summary

Identification code 12-1105-0-1-302	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	660	660	665
Reimbursable:			
2001 Civilian full-time equivalent employment	39	39	39

MANAGEMENT OF NATIONAL FOREST LANDS FOR SUBSISTENCE USES

For necessary expenses of the Forest Service to manage Federal lands in Alaska for subsistence uses under title VIII of the Alaska National Interest Lands Conservation Act (Public Law 96-487), **[\$5,000,000]** \$2,582,000, to remain available until expended. (*Department of the Interior, Environment, and Related Agencies Appropriations Act, 2009.*)

Program and Financing (in millions of dollars)

Identification code 12-1119-0-1-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Management of national forest lands for subsistence uses	5	5	3
10.00 Total new obligations	5	5	3
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	5	5	3
23.95 Total new obligations	-5	-5	-3
24.40 Unobligated balance carried forward, end of year			
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	5	5	3
Change in obligated balances:			
72.40 Obligated balance, start of year	2	2	
73.10 Total new obligations	5	5	3
73.20 Total outlays (gross)	-5	-7	-3
74.40 Obligated balance, end of year	2		
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	3	5	3
86.93 Outlays from discretionary balances	2	2	
87.00 Total outlays (gross)	5	7	3
Net budget authority and outlays:			
89.00 Budget authority	5	5	3
90.00 Outlays	5	7	3

Funding under this program primarily supports fisheries and wildlife habitat management activities in the areas of population assessment, forecasting, harvest regulations, and law enforcement to ensure that the subsistence needs of qualified rural Alaskans are met under the Alaska National Interest Lands Conservation Act (Public Law 96-487).

Object Classification (in millions of dollars)

Identification code 12-1119-0-1-302	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	1	1	1
21.0 Travel and transportation of persons	1	1	1
25.2 Other services	2	2	1
25.3 Other purchases of goods and services from Government accounts	1	1	
99.9 Total new obligations	5	5	3

Employment Summary

Identification code 12-1119-0-1-302	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	21	10	10

WILDLAND FIRE MANAGEMENT

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses for forest fire presuppression activities on National Forest System lands, for emergency fire suppression on or adjacent to such lands or other lands under fire protection agreement, hazardous

fuels reduction on or adjacent to such lands, and for emergency rehabilitation of burned-over National Forest System lands and water, **[\$2,131,630,000] \$2,238,147,000**, to remain available until expended: *Provided*, That such funds including unobligated balances under this heading, are available for repayment of advances from other appropriations accounts previously transferred for such purposes: *Provided further*, That such funds shall be available to reimburse State and other cooperating entities for services provided in response to wildfire and other emergencies or disasters to the extent such reimbursements by the Forest Service for non-fire emergencies are fully repaid by the responsible emergency management agency: *Provided further*, That, notwithstanding any other provision of law, \$8,000,000 of funds appropriated under this appropriation shall be used for Fire Science Research in support of the Joint Fire Science Program: *Provided further*, That all authorities for the use of funds, including the use of contracts, grants, and cooperative agreements, available to execute the Forest and Rangeland Research appropriation, are also available in the utilization of these funds for Fire Science Research: *Provided further*, That funds provided shall be available for emergency rehabilitation and restoration, hazardous fuels reduction activities in the urban-wildland interface, support to Federal emergency response, and wildfire suppression activities of the Forest Service: *Provided further*, That of the funds provided, \$328,086,000 is for hazardous fuels reduction activities, \$11,500,000 is for rehabilitation and restoration, \$23,917,000 is for research activities and to make competitive research grants pursuant to the Forest and Rangeland Renewable Resources Research Act, as amended (16 U.S.C. 1641 et seq.), \$55,000,000 is for State fire assistance, \$9,000,000 is for volunteer fire assistance, \$17,252,000 is for forest health activities on Federal lands and \$9,928,000 is for forest health activities on State and private lands: *Provided further*, That amounts in this paragraph may be transferred to the "State and Private Forestry", "National Forest System", and "Forest and Rangeland Research" accounts to fund State fire assistance, volunteer fire assistance, forest health management, forest and rangeland research, the Joint Fire Science Program, vegetation and watershed management, heritage site rehabilitation, and wildlife and fish habitat management and restoration: *Provided further*, That **[up to \$15,000,000 of the funds provided under this heading for hazardous fuels treatments may be transferred to and made a part of the "National Forest System" account at the sole discretion of the Chief of the Forest Service 30 days after notifying the House and the Senate Committees on Appropriations: *Provided further*, That]** the costs of implementing any cooperative agreement between the Federal Government and any non-Federal entity may be shared, as mutually agreed on by the affected parties: *Provided further*, That **[in addition to funds provided for State Fire Assistance programs, and subject to all authorities available to the Forest Service under the State and Private Forestry Appropriation, up to \$15,000,000 may be used on adjacent non-Federal lands for the purpose of protecting communities when hazard reduction activities are planned on national forest lands that have the potential to place such communities at risk: *Provided further*, That funds made available to implement the Community Forest Restoration Act, Public Law 106-393, title VI, shall be available for use on non-Federal lands in accordance with authorities available to the Forest Service under the State and Private Forestry Appropriation]** of the funds provided herein, the Secretary of Agriculture may enter into procurement contracts or cooperative agreements, or issue grants, for hazardous fuels reduction activities and for training and monitoring associated with such hazardous fuels reduction activities, on Federal land, or on adjacent non-Federal land for activities that benefit resources on Federal land: *Provided further*, That the Secretary of the Interior and the Secretary of Agriculture may authorize the transfer of funds appropriated for wildland fire management, in an aggregate amount not to exceed \$10,000,000, between the Departments when such transfers would facilitate and expedite jointly funded wildland fire management programs and projects: *Provided further*, That of the funds provided for hazardous fuels reduction, not to exceed \$5,000,000, may be used to make grants, using any authorities available to the Forest Service under the State and Private Forestry appropriation, for the purpose of creating incentives for increased use of biomass from national forest lands: *Provided further*, That funds designated for wildfire suppression shall be assessed for cost pools on the same basis as such assessments are calculated against other agency programs]. (Department of the Interior, Environment, and Related Agencies Appropriations Act, 2009.)

Program and Financing (in millions of dollars)

Identification code 12-1115-0-1-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Wildland fire management	2,465	3,086	2,222
09.01 Reimbursable program	222	177	177
10.00 Total new obligations	2,687	3,263	2,399
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	90	688	103
22.00 New budget authority (gross)	3,188	2,678	2,296
22.10 Resources available from recoveries of prior year obligations ...	38	.....	.....
22.22 Unobligated balance transferred from other accounts	59	.....	.....
23.90 Total budgetary resources available for obligation	3,375	3,366	2,399
23.95 Total new obligations	-2,687	-3,263	-2,399
24.40 Unobligated balance carried forward, end of year	688	103	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	3,300	2,132	2,238
40.01 Appropriation, Recovery Act .....	.....	500	.....
40.35 Appropriation permanently reduced	-31	.....	.....
41.00 Transferred to other accounts	-297	-131	-119
43.00 Appropriation (total discretionary)	2,972	2,501	2,119
Spending authority from offsetting collections:			
58.00 Offsetting collections (cash)	177	177	177
58.10 Change in uncollected customer payments from Federal sources (unexpired)	39	.....	.....
58.90 Spending authority from offsetting collections (total discretionary)	216	177	177
70.00 Total new budget authority (gross)	3,188	2,678	2,296
Change in obligated balances:			
72.40 Obligated balance, start of year	614	569	1,132
73.10 Total new obligations	2,687	3,263	2,399
73.20 Total outlays (gross)	-2,655	-2,700	-2,499
73.45 Recoveries of prior year obligations	-38	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-39	.....	.....
74.40 Obligated balance, end of year	569	1,132	1,032
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	2,090	2,220	2,066
86.93 Outlays from discretionary balances	565	480	433
87.00 Total outlays (gross)	2,655	2,700	2,499
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-117	-117	-117
88.40 Non-Federal sources	-60	-60	-60
88.90 Total, offsetting collections (cash)	-177	-177	-177
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-39	.....	.....
Net budget authority and outlays:			
89.00 Budget authority	2,972	2,501	2,119
90.00 Outlays	2,478	2,523	2,322

Summary of Budget Authority and Outlays (in millions of dollars)

	2008 actual	2009 est.	2010 est.
Enacted/requested:			
Budget Authority	2,972	2,501	2,119
Outlays	2,478	2,523	2,322
Supplemental proposal:			
Budget Authority .....	.....	200	.....
Outlays .....	.....	180	20
Total:			
Budget Authority	2,972	2,701	2,119
Outlays	2,478	2,703	2,342

WILDLAND FIRE MANAGEMENT—Continued

Wildland Fire Management.—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.

Preparedness.—To protect National Forest System (NFS) lands from damage by wildfires commensurate with the threat to life, values at risk, public values, and management objectives.

Preparedness provides the basic fire organization and capability to prevent forest fires and to take prompt, effective initial attack suppression operations action on wildfires. This funding covers expenses associated with planning, prevention, detection, information, and education; pre-incident training; equipment and supply purchase and replacement; and other preparedness activities. Through this program the Forest Service also assists other Federal agencies and States with training programs, planning assistance, sharing joint equipment use contracts, and interagency fire coordination centers. The Budget includes funding for not less than 10,480 wildland firefighters.

Readiness levels reflect improvements in efficiencies and management controls, including those gained through a centralized aviation services office, as well as management of national shared resources such as large airtankers, helitankers, hotshot crews and smokejumpers. The Budget improves the transparency, accountability, and alignment of Forest Service budget execution with priorities, and it also reflects the deployment of a system that allocates fire preparedness resources (e.g., firefighters and equipment) effectively across geographic areas.

Fire Operations.—Risk-informed suppression of wildland fires on or threatening NFS lands, Department of the Interior lands, or other lands under fire protection agreement. The Budget responsibly budgets for wildfires, providing full funding of the ten-year average of suppression costs, adjusted for inflation, and a discretionary contingency funding reserve that ensures fire management resources are used in a cost-effective manner in high-priority areas. To improve the management of wildland fire resources, the Forest Service will:

—Utilize the Senior Fire Leadership Council to provide executive level oversight monitoring of Suppression expenditures.

—Implement key findings from 2008 and prior year large fire cost reviews.

—Continue implementation of performance improvements including monitoring and analyzing large fire suppression expenditures with the stratified cost index and reducing the number of human caused ignitions.

—Utilize a risk-informed management response strategy for unplanned ignitions to manage risk, maximize resource utilization, manage loss and contain costs.

—Implement the updated implementation guidance for the Federal Wildland Fire policy, and, as appropriate, account for wildfires that contribute to attainment of desired ecological and natural resource conditions.

—Accurately share firefighting costs in the wildland-urban interface, or WUI, between responding agencies.

—Expand the use of the Wildland Fire Decision Support System (WFDSS), and its new decision analysis, to support managers in analyzing risk relative to strategic suppression decisions which affect suppression costs, firefighter and public safety, and impacts to property and resources.

—Utilize an integrated system to procure and allocate firefighting assets that improves their systems for determining the appropriate type and quantity of firefighting assets needed for the fire season or for effectively and efficiently procuring them.

—Place priority on those projects associated with a community wildfire protection plan, or equivalent.

These actions highlight important refinements within the Forest Services wildland fire management program that strengthen oversight and accountability of suppression spending and use risk management principles to guide decision-making at the strategic, program, and operational levels. As part of these refinements, the Forest Service will categorize incidents by risk and apply operational and managerial protocols to guide the risk-informed allocation and use of resources; improve firefighter and community safety; and develop and use credible performance indicators. By identifying and analyzing risk in a systematic fashion, the Forest Service is better equipped to assess wildfire intensity and associated threats posed to lives, improved property, or the environment. This risk-informed fire protection system allows agency administrators the ability to choose from a full spectrum of wildfire management actions and appropriately scale their responses to the risks posed. For example, many backcountry wildfires pose less risk than those that occur near communities and do not always require full-scale suppression efforts.

Other Wildland Fire Operations-Hazardous Fuels.—This appropriation provides funding for treatment of hazardous fuels on National Forest System lands and adjacent State and private lands. Hazardous fuel reduction is a vegetative manipulation program designed to create and maintain resilient and sustainable landscapes. The program includes prescribed burning, mechanical treatments, and other methods that reduced quantity or change the arrangement of living and dead fuel. The hazardous fuels program includes activities that maintain desired fuel conditions with the intent of altering fire behavior and reducing future impacts of wildland fires. Hazardous fuels planning and program implementation, which includes significant use of fire, is critical to ecosystem health and potential adaptability of forested lands to impending climate change and effects of drought. Increasing the use of fire is necessary for the retention of long term carbon sequestration capability of national forest managed lands.

The strategy of focusing treatments on the wildland urban interface will help deter large, destructive, and costly wildfires, thereby protecting both communities and natural resources, reducing safety risks to firefighters and the public, and reducing wildfire suppression costs. In 2010, all Hazardous Fuels funds will be allocated using the Hazardous Fuel Prioritization Allocation System, which ranks and prioritizes allocations based on factors such as fire risk, efficiency of treatments, and effectiveness of treatments.

Object Classification (in millions of dollars)

Identification code 12-1115-0-1-302	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	419	427	400
11.3 Other than full-time permanent	68	75	64
11.5 Other personnel compensation	226	231	210
11.8 Special personal services payments	41	41	37
11.9 Total personnel compensation	754	774	711
12.1 Civilian personnel benefits	213	217	197
13.0 Benefits for former personnel	18	19	17
21.0 Travel and transportation of persons	52	59	48
22.0 Transportation of things	8	8	8
23.1 Rental payments to GSA	12	15	11
23.2 Rental payments to others	23	23	21
23.3 Communications, utilities, and miscellaneous charges	33	44	33
24.0 Printing and reproduction	1	1	1
25.2 Other services	794	1,310	639
25.3 Other purchases of goods and services from Government accounts	155	165	151
25.4 Operation and maintenance of facilities	1	1	1

25.5	Research and development contracts	1	1	1
25.7	Operation and maintenance of equipment	8	8	8
26.0	Supplies and materials	79	95	76
31.0	Equipment	23	30	23
32.0	Land and structures	1	1	1
41.0	Grants, subsidies, and contributions	288	314	274
42.0	Insurance claims and indemnities	1	1	1
99.0	Direct obligations	2,465	3,086	2,222
99.0	Reimbursable obligations	222	177	177
99.9	Total new obligations	2,687	3,263	2,399

Employment Summary

Identification code 12-1115-0-1-302	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	13,079	13,162	13,162
Reimbursable:			
2001 Civilian full-time equivalent employment	23	23	23

WILDLAND FIRE SUPPRESSION CONTINGENCY RESERVE FUND
(Legislative proposal, not subject to PAYGO)

(INCLUDING TRANSFER OF FUNDS)

For necessary expenses for transfer to "Wildland Fire Management" for emergency fire suppression on National Forest System lands or adjacent lands or other lands under fire protection agreement, \$282,000,000, to remain available until expended: Provided, That amounts in this paragraph may be transferred and expended only if all funds appropriated for emergency fire suppression under the heading "Wildland Fire Management" have been fully obligated: Provided further, That amounts are available only to the extent the President has issued a finding that the amounts are necessary for emergency fire suppression.

Program and Financing (in millions of dollars)

Identification code 12-1120-2-1-302	2008 actual	2009 est.	2010 est.
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			282
24.40 Unobligated balance carried forward, end of year			282
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation			282
Net budget authority and outlays:			
89.00 Budget authority			282
90.00 Outlays			

The Budget reflects the President's commitment to wildfire management and community protection by establishing a new Wildfire Suppression Contingency Reserve Fund that will provide up to \$282 million for the Forest Service's emergency fire suppression operations. These funds will be available after the fully funded ten year average suppression costs, \$1.129 billion, is exhausted. Amounts in the Contingency Reserve Fund would only be available after the issuance of a finding by the President that additional funds for fire suppression operations are necessary. This Contingency Reserve Fund, coupled with reforms to the Forest Service wildland firefighting program, minimize the need for the Forest Service to transfer funds from non-fire programs to pay for firefighting when their appropriated suppression funds are exhausted. It will also lead to improved wildfire operations and promote safe, cost-effective, and accountable results from investments made in managing fire on landscapes.

RANGE BETTERMENT FUND

For necessary expenses of range rehabilitation, protection, and improvement, 50 percent of all moneys received during the prior fiscal year, as fees for grazing domestic livestock on lands in National Forests in the 16 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 percent shall be available for administrative expenses associated with on-the-ground range rehabilitation, protection, and improvements. (Department of the Interior, Environment, and Related Agencies Appropriations Act, 2009.)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-5207-0-2-302	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year	6	5	4
01.99 Balance, start of year	6	5	4
Receipts:			
02.20 Receipts, Cooperative Range Improvements	2	3	3
04.00 Total: Balances and collections	8	8	7
Appropriations:			
05.00 Range Betterment Fund	-3	-4	-4
07.99 Balance, end of year	5	4	3

Program and Financing (in millions of dollars)

Identification code 12-5207-0-2-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Range betterment fund	2	4	4
10.00 Total new obligations (object class 26.0)	2	4	4
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1	2	2
22.00 New budget authority (gross)	3	4	4
23.90 Total budgetary resources available for obligation	4	6	6
23.95 Total new obligations	-2	-4	-4
24.40 Unobligated balance carried forward, end of year	2	2	2
New budget authority (gross), detail:			
Discretionary:			
40.20 Appropriation (special fund)	3	4	4
Change in obligated balances:			
72.40 Obligated balance, start of year	1		1
73.10 Total new obligations	2	4	4
73.20 Total outlays (gross)	-3	-3	-4
74.40 Obligated balance, end of year		1	1
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	2	3	3
86.93 Outlays from discretionary balances	1		1
87.00 Total outlays (gross)	3	3	4
Net budget authority and outlays:			
89.00 Budget authority	3	4	4
90.00 Outlays	3	3	4

Fifty percent of grazing fees from National Forests in the 16 western States, once appropriated, are used to protect and improve rangeland productivity primarily through revegetation, construction and reconstruction, and maintenance of improvements under authority of the Federal Land Policy and Management Act of 1976 (43 U.S.C. 1751), as amended.

RANGE BETTERMENT FUND—Continued
Employment Summary

Identification code 12-5207-0-2-302	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	15	14	12

STEWARDSHIP CONTRACTING PRODUCT SALES
Program and Financing (in millions of dollars)

Identification code 12-5540-0-2-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Stewardship contracting	3	6	6
10.00 Total new obligations (object class 25.2)	3	6	6

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	3	2
22.00 New budget authority (gross)	3	5	5
23.90 Total budgetary resources available for obligation	6	8	7
23.95 Total new obligations	-3	-6	-6
24.40 Unobligated balance carried forward, end of year	3	2	1

New budget authority (gross), detail:			
Mandatory:			
60.20 Appropriation (special fund)	3	5	5

Change in obligated balances:			
72.40 Obligated balance, start of year	1	2	3
73.10 Total new obligations	3	6	6
73.20 Total outlays (gross)	-2	-5	-5
74.40 Obligated balance, end of year	2	3	4

Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	1	4	4
86.98 Outlays from mandatory balances	1	1	1
87.00 Total outlays (gross)	2	5	5

Net budget authority and outlays:			
89.00 Budget authority	3	5	5
90.00 Outlays	2	5	5

LAND ACQUISITION

For expenses necessary to carry out the provisions of the Land and Water Conservation Fund Act of 1965, as amended (16 U.S.C. 4601-4 through 11), including administrative expenses, and for acquisition of land or waters, or interest therein, in accordance with statutory authority applicable to the Forest Service, **[\$49,775,000]** \$28,684,000, to be derived from the Land and Water Conservation Fund and to remain available until expended.

ACQUISITION OF LANDS FOR NATIONAL FORESTS SPECIAL ACTS

For acquisition of lands within the exterior boundaries of the Cache, Uinta, and Wasatch National Forests, Utah; the Toiyabe National Forest, Nevada; and the Angeles, San Bernardino, Sequoia, and Cleveland National Forests, California, as authorized by law, \$1,050,000, to be derived from forest receipts.

ACQUISITION OF LANDS TO COMPLETE LAND EXCHANGES

For acquisition of lands, such sums, to be derived from funds deposited by State, county, or municipal governments, public school districts, or other public school authorities, and for authorized expenditures from funds deposited by non-Federal parties pursuant to Land Sale and Exchange Acts, pursuant to the Act of December 4, 1967, as amended (16 U.S.C. 484a), to remain available until expended. (16 U.S.C. 4601-516-617a, 555a; Public Law 96-586; Public Law 76-589, 76-591; and 78-310).

(Department of the Interior, Environment, and Related Agencies Appropriations Act, 2009.)

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-9923-0-2-302	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year			1
01.99 Balance, start of year			1
Receipts:			
02.20 Deposits, Acquisitions of Lands for National Forests, Special Acts	1	1	1
02.21 Land Acquisition Proceeds for Exchanges, Acquisition of Lands to Complete Land Exchanges	20	24	29
02.22 Facility Realignment and Enhancement Receipts, Acquisition of Lands to Complete Land Exchanges		1	1
02.99 Total receipts and collections	21	26	31
04.00 Total: Balances and collections	21	26	32
Appropriations:			
05.00 Land Acquisition	-1	-1	-1
05.01 Land Acquisition	-20	-24	-29
05.99 Total appropriations	-21	-25	-30
07.99 Balance, end of year		1	2

Program and Financing (in millions of dollars)

Identification code 12-9923-0-2-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Land Acquisitions	50	64	39
00.02 Land Facilities Enhancement Fund	15	19	23
00.03 Land Acquisition - Special Acts	1	1	1
10.00 Total new obligations	66	84	63

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	47	53	44
22.00 New budget authority (gross)	74	75	59
22.21 Unobligated balance transferred to other accounts	-2		
23.90 Total budgetary resources available for obligation	119	128	103
23.95 Total new obligations	-66	-84	-63
24.40 Unobligated balance carried forward, end of year	53	44	40

New budget authority (gross), detail:			
Discretionary:			
40.20 Appropriation (LWCF)	42	50	29
40.20 Appropriation (special act)	1	1	1
40.37 Appropriation temporarily reduced	-1		
42.00 Transferred from other accounts	12		
43.00 Appropriation (total discretionary)	54	51	30
Mandatory:			
60.20 Appropriation (special fund)	20	24	29
70.00 Total new budget authority (gross)	74	75	59

Change in obligated balances:			
72.40 Obligated balance, start of year	20	29	45
73.10 Total new obligations	66	84	63
73.20 Total outlays (gross)	-57	-68	-64
74.40 Obligated balance, end of year	29	45	44

Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	36	34	20
86.93 Outlays from discretionary balances	5	4	17
86.97 Outlays from new mandatory authority	6	16	19
86.98 Outlays from mandatory balances	10	14	8
87.00 Total outlays (gross)	57	68	64

Net budget authority and outlays:			
89.00 Budget authority	74	75	59
90.00 Outlays	57	68	64

This appropriation consolidates land acquisition authorities for acquisition of lands, waters, or interest therein, as authorized by law.

Land and Water Conservation Fund.—Lands and other interests are acquired within areas of the National Forest System for public access for outdoor recreation, wilderness management, wildlife and fisheries habitat management areas, conservation of endangered species, and other purposes.

Acquisition of Lands of National Forests, Special Acts.—To acquire lands within critical watersheds to provide soil stabilization and restoration of vegetation. Public Laws 76-589, 76-591 and 78-310 (54 Stat. 297, 298, 299, and 402; and 58 Stat. 227-228) authorize appropriations for the purchase of lands to minimize erosion and flood damage to critical watersheds within the following National Forests: the Cache, Uinta, and Wasatch, Utah; the Toiyabe, Nevada; and the Angeles, Cleveland, San Bernardino, and Sequoia, California. Appropriations are made from receipts on these national forests.

Acquisition of Lands to Complete Land Exchanges.—Deposits are made by State, county, or municipal governments, public school authorities, or non-Federal parties and are used to acquire lands for National Forest System purposes or for other authorized purposes.

Object Classification (in millions of dollars)

Identification code 12-9923-0-2-302	2008 actual	2009 est.	2010 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	6	7	6
21.0 Travel and transportation of persons	2	2	2
25.2 Other services	9	19	13
25.3 Other purchases of goods and services from Government accounts	1	1	1
32.0 Land and structures	47	54	40
41.0 Grants, subsidies, and contributions	1	1	1
99.9 Total new obligations	66	84	63

Employment Summary

Identification code 12-9923-0-2-302	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	85	70	70

FOREST SERVICE PERMANENT APPROPRIATIONS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-9921-0-2-999	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year	147	237	202
01.99 Balance, start of year	147	237	202
Receipts:			
02.20 National Forests Fund	42		
02.21 National Forests Fund, Payments to States	61	133	122
02.22 Timber Roads, Purchaser Elections	4	4	4
02.23 National Forests Fund, Roads and Trails for States	3	18	18
02.24 Timber Salvage Sales	35	32	32
02.25 Deposits, Brush Disposal	8	14	11
02.26 Rents and Charges for Quarters, Forest Service	8	9	9
02.27 Timber Sales Pipeline Restoration Fund	6	5	5
02.28 Recreational Fee Demonstration Program, Forest Service	62	62	63
02.29 Midewin National Tallgrass Prairie Rental Fees	1	1	2
02.30 Charges, User Fees, and Natural Resource Utilization, Land between the Lakes, Forest Service	4	4	4
02.31 Administration of Rights-of-way and Other Land Uses	1	2	3
02.32 Miscellaneous Collections, Valles Caldera Fund	1	2	3
02.33 Funds Retained, Stewardship Contracting Product Sales	3	5	5
02.34 National Grasslands	65	16	13
02.35 Miscellaneous Special Funds, Forest Service	77	3	3
02.99 Total receipts and collections	381	310	297
04.00 Total: Balances and collections	528	547	499
Appropriations:			
05.00 Stewardship Contracting Product Sales	-3	-5	-5
05.01 Forest Service Permanent Appropriations	-288	-340	-328

05.99 Total appropriations	-291	-345	-333
07.99 Balance, end of year	237	202	166

Program and Financing (in millions of dollars)

Identification code 12-9921-0-2-999	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Brush disposal	11	15	11
00.02 Restoration of forest lands and improvements	5	10	15
00.03 Recreation fee demonstration / enhancement programs	78	114	81
00.04 Timber roads - purchaser election program	13	2	2
00.05 Timber salvage sale program	44	46	41
00.06 Timber pipeline restoration fund (includes forest botanical products)	5	7	5
00.07 Roads and trails (10 % Fund)	1		13
00.08 Midewin Tallgrass Prairie funds	1	1	1
00.09 Operation and maintenance of quarters	5	8	8
00.10 Land between the lakes management fund	4	4	4
00.11 Valles Caldera fund	1	1	1
00.12 Administration of rights-of-way and other land uses	1	1	1
00.13 Payment to states - national forest fund	113	133	122
00.14 Payment to states - transfers from Treasury	315	395	354
00.15 Payments to Minnesota	2	2	6
00.16 Payments to counties - national grasslands	11	16	13
09.01 Admin rights of way - Reimbursable program	2	3	3
10.00 Total new obligations	612	758	681

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	798	507	487
22.00 New budget authority (gross)	344	738	686
22.10 Resources available from recoveries of prior year obligations	2		
22.21 Unobligated balance transferred to other accounts	-25		
23.90 Total budgetary resources available for obligation	1,119	1,245	1,173
23.95 Total new obligations	-612	-758	-681
24.40 Unobligated balance carried forward, end of year	507	487	492

New budget authority (gross), detail:

Mandatory:			
60.00 Appropriation		395	354
60.20 Appropriation (special fund)	288	340	328
61.00 Transferred to other accounts	-25		
62.00 Transferred from other accounts	78		
62.50 Appropriation (total mandatory)	341	735	682
69.00 Offsetting collections (cash)	3	3	4
70.00 Total new budget authority (gross)	344	738	686

Change in obligated balances:

72.40 Obligated balance, start of year	76	80	5
73.10 Total new obligations	612	758	681
73.20 Total outlays (gross)	-606	-833	-685
73.45 Recoveries of prior year obligations	-2		
74.40 Obligated balance, end of year	80	5	1

Outlays (gross), detail:

86.97 Outlays from new mandatory authority	131	700	647
86.98 Outlays from mandatory balances	475	133	38
87.00 Total outlays (gross)	606	833	685

Offsets:

Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-3	-3	-4

Net budget authority and outlays:

89.00 Budget authority	341	735	682
90.00 Outlays	603	830	681

Memorandum (non-add) entries:

92.01 Total investments, start of year: Federal securities: Par value		3	3
92.02 Total investments, end of year: Federal securities: Par value	3	3	3

Operation and Maintenance of Quarters.—Quarters rental deductions are collected from employees occupying Forest Service facilities. Amounts are deposited into a special fund and are

FOREST SERVICE PERMANENT APPROPRIATIONS—Continued

available for the maintenance and operation of employee-occupied quarters. (5 U.S.C. 5911)

Resource Management, Timber Receipts.—Funds in this special account are available for trail maintenance, reconstruction, and construction; wildlife and fisheries habitat management; soil, water, and air management; cultural/heritage resource management; wilderness management; reforestation; and timber sale administration and management.

Recreation Fee Program.—The Secretary may establish, modify, charge, and collect recreation fees at Federal recreational lands and waters, including specific recreation sites or areas, for expanded recreation amenities, and special recreation permits. Amounts collected shall be used for repair, maintenance, interpretation, visitor information, limited habitat restoration, and direct operating or capital costs and other identified appropriate expenses. (16 U.S.C. 6801 note, 118 Stat.3377-3393)

Midwin National Tallgrass Prairie Rental Fees.—Monies received under a special use authorization are available to cover the cost to the United States of prairie improvement work at the Midwin National Tallgrass Prairie. (Public Law 104-106, div. B, [Title XXIX, sec. 2915 (b), (c)], Feb. 10,1996, 110 Stat. 601)

Midwin National Tallgrass Prairie Restoration Fund.—Monies received from user fees and the salvage value proceeds from sale of any facilities and improvements are available to cover the costs of restoration and administrative activities. (Public Law 104-106, div. B, [Title XXIX, sec. 2915 (d), (e), and (f)], Feb. 10,1996, 110 Stat. 601)

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.—This program provides an annual payment to counties in which Title III—Bankhead-Jones Acquired Lands are located for funding public schools and roads. Of the net revenues for use of Title III Bankhead-Jones Farm Tenant Act lands, 25 percent is paid to the counties in which such lands are located for public school and road purposes (7 U.S.C. 1012).

Payments to States.—The Secure Rural Schools and Community Self-Determination Act of 2000 (SRS Act), P.L. 106-393, was enacted to provide five years of transitional assistance to rural counties affected by the decline in revenue from timber harvests on federal lands. The last payment authorized under P.L. 106-393 was for FY 2006. On October 3, 2008, P.L. 110-343 (H.R. 1424, Emergency Economic Stabilization Act of 2008, Energy Improvement and Extension Act of 2008, and Alternative Minimum Tax Relief Act of 2008) was signed into law. Section 106 of Division C of P.L. 110-343 amends and reauthorizes the SRS Act (P.L. 106-393). The SRS Act, as amended, retains the original title. The amended SRS Act is similar to P.L. 106-393 although it is structured to phase-out payments. The structure and significant elements of Title I have been amended, but Titles II and III remain mostly intact.

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 forestlands 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)).

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).

Timber Salvage Sales.—Funds are used for salvage of insect-infested, dead, damaged, or down timber, and to remove associated trees for stand improvement (16 U.S.C. 472a(h)).

Timber Sales Pipeline Restoration Fund.—Funds are used for restoring the timber pipeline and funding the backlog of recreation projects on National Forest System lands. (P.L. 104-134, Sec. 101 (c), [title III Sec. 327], April 26, 1996, 110 Stat. 1321-206 and 207)

Valles Caldera Fund.—Funds authorized under the Valles Caldera Preservation Act (Public Law 106-248) are available without further appropriation for any purpose consistent with the purposes of the Act. Notwithstanding sections 1341 and 3302 of title 31 of the United States Code, all monies received from donations under subsection (g) or from the management of the Preserve shall be retained and shall be available, without further appropriation, for the administration, preservation, restoration, operation and maintenance, improvement, repair, and related expenses incurred with respect to properties under its management jurisdiction. (16 U.S.C. 698v-4, 698v-6)

Forest Botanical Products.—Funds are used for the recovery of fair market value for the sale of forest botanical products; the collection of fees to cover the costs of analyzing, granting, modifying, and monitoring the harvest of these products; the determination of sustainable harvest levels; and the establishment of personal use levels for which fees would not be collected. (16 U.S.C. 528 note)

Administration of Rights-of-Way and Other Land Uses.—Fees collected from applicants and holders of special use authorizations are available to recover costs for processing applications and monitoring compliance with special use authorizations (31 U.S.C. 9701; 43 U.S.C. 1764(g); 30 U.S.C. 815(1); P.L. 82-137; P.L. 66-146; P.L. 94-579; 113 Stat. 1501A-196-197 as amended by 118 Stat. 3105; 119 Stat. 555 and P.L. 110-161; 16 U.S.C. 4601-6d; 117 Stat. 294-297).

Object Classification (in millions of dollars)

Identification code 12-9921-0-2-999	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	57	73	61
11.3 Other than full-time permanent	13	17	14
11.5 Other personnel compensation	6	8	6
11.9 Total personnel compensation	76	98	81
12.1 Civilian personnel benefits	20	25	22
13.0 Benefits for former personnel	1	1	1
21.0 Travel and transportation of persons	2	3	2
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	5	6	5
24.0	Printing and reproduction	1	1	1
25.2	Other services	61	68	64
25.3	Other purchases of goods and services from Government accounts	8	10	9
25.7	Operation and maintenance of equipment	1	1	1
26.0	Supplies and materials	10	13	12
31.0	Equipment	2	3	2
32.0	Land and structures	3	4	3
41.0	Grants, subsidies, and contributions	417	519	472
99.0	Direct obligations	610	755	678
99.0	Reimbursable obligations	2	3	3
99.9	Total new obligations	612	758	681

Employment Summary

Identification code 12-9921-0-2-999	2008 actual	2009 est.	2010 est.	
Direct:				
1001	Civilian full-time equivalent employment	1,469	1,349	1,319
Reimbursable:				
2001	Civilian full-time equivalent employment	13	17	17

WORKING CAPITAL FUND

Program and Financing (in millions of dollars)

Identification code 12-4605-0-4-302	2008 actual	2009 est.	2010 est.	
Obligations by program activity:				
09.01	Working capital fund	213	213	213
10.00	Total new obligations	213	213	213
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	97	105	88
22.00	New budget authority (gross)	220	196	196
22.10	Resources available from recoveries of prior year obligations	1		
23.90	Total budgetary resources available for obligation	318	301	284
23.95	Total new obligations	-213	-213	-213
24.40	Unobligated balance carried forward, end of year	105	88	71
New budget authority (gross), detail:				
Mandatory:				
69.00	Offsetting collections (cash)	220	196	196
Change in obligated balances:				
72.40	Obligated balance, start of year	38	40	57
73.10	Total new obligations	213	213	213
73.20	Total outlays (gross)	-210	-196	-196
73.45	Recoveries of prior year obligations	-1		
74.40	Obligated balance, end of year	40	57	74
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	181	167	166
86.98	Outlays from mandatory balances	29	29	30
87.00	Total outlays (gross)	210	196	196
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Federal sources	-211	-183	-183
88.40	Non-Federal sources	-9	-13	-13
88.90	Total, offsetting collections (cash)	-220	-196	-196
Net budget authority and outlays:				
89.00	Budget authority			
90.00	Outlays	-10		

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.

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, and provides for cost-recovery of Working Capital Fund Program Management:

Photo reproduction laboratories that store, reproduce, and supply aerial photographs, aerial maps, and other photographs of National Forest lands. 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. Signs are sold to National Forests and Experiment Stations at cost.

Nurseries.—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; that is, 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.

The Budget includes Forest Service implementation, in conjunction with the General Services Administration, of a vehicle allocation methodology that analyzes fleet vehicle effectiveness, cost-to-serve, life cycle costs, vehicle pooling, procurement practices and reduction of operating costs.

Object Classification (in millions of dollars)

Identification code 12-4605-0-4-302	2008 actual	2009 est.	2010 est.	
Reimbursable obligations:				
Personnel compensation:				
11.1	Full-time permanent	29	29	29
11.3	Other than full-time permanent	2	2	2
11.5	Other personnel compensation	4	4	4
11.9	Total personnel compensation	35	35	35
12.1	Civilian personnel benefits	10	10	10
13.0	Benefits for former personnel	1	1	1
21.0	Travel and transportation of persons	3	3	3
22.0	Transportation of things	1	1	1
23.2	Rental payments to others	1	1	1
23.3	Communications, utilities, and miscellaneous charges	1	1	1
24.0	Printing and reproduction	1	1	1
25.2	Other services	10	10	10
25.3	Other purchases of goods and services from Government accounts	4	4	4
25.7	Operation and maintenance of equipment	24	24	24
26.0	Supplies and materials	56	56	56
31.0	Equipment	65	65	65

WORKING CAPITAL FUND—Continued
Object Classification —Continued

Identification code 12-4605-0-4-302	2008 actual	2009 est.	2010 est.
41.0 Grants, subsidies, and contributions	1	1	1
99.0 Reimbursable obligations	213	213	213
99.9 Total new obligations	213	213	213

Employment Summary

Identification code 12-4605-0-4-302	2008 actual	2009 est.	2010 est.
Reimbursable:			
2001 Civilian full-time equivalent employment	525	525	525

Trust Funds

FOREST SERVICE TRUST FUNDS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-9974-0-7-302	2008 actual	2009 est.	2010 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.00 Transfers from General Fund of Amounts Equal to Certain Customs Duties, Reforestation Trust Fund	30	30	30
02.20 Forest Service Cooperative Fund	79	75	70
02.99 Total receipts and collections	109	105	100
04.00 Total: Balances and collections	109	105	100
Appropriations:			
05.00 Forest Service Trust Funds	-109	-105	-100
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-9974-0-7-302	2008 actual	2009 est.	2010 est.
Obligations by program activity:			
00.01 Cooperative work trust fund	92	96	94
00.02 Cooperative work advance payments	12	17	17
00.03 Reforestation trust fund	29	30	30
09.01 Reimbursable program-coop work other	25	33	33
10.00 Total new obligations	158	176	174
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	286	264	223
22.00 New budget authority (gross)	133	135	130
22.10 Resources available from recoveries of prior year obligations ...	3		
23.90 Total budgetary resources available for obligation	422	399	353
23.95 Total new obligations	-158	-176	-174
24.40 Unobligated balance carried forward, end of year	264	223	179
New budget authority (gross), detail:			
Mandatory:			
60.26 Appropriation (trust fund)	109	105	100
69.00 Offsetting collections (cash)	24	30	30
70.00 Total new budget authority (gross)	133	135	130
Change in obligated balances:			
72.40 Obligated balance, start of year	71	52	113
73.10 Total new obligations	158	176	174
73.20 Total outlays (gross)	-174	-115	-131
73.45 Recoveries of prior year obligations	-3		
74.40 Obligated balance, end of year	52	113	156
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	126	108	104
86.98 Outlays from mandatory balances	48	7	27

87.00 Total outlays (gross)	174	115	131
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-24	-30	-30
Net budget authority and outlays:			
89.00 Budget authority	109	105	100
90.00 Outlays	150	85	101
Memorandum (non-add) entries:			
92.01 Total investments, start of year: Federal securities: Par value	6	6	6
92.02 Total investments, end of year: Federal securities: Par value	6	6	6

Reforestation trust fund.—Amounts from this account are used for reforestation and timber stand improvement as authorized by 16 U.S.C. 1606a (d) and (e).

Cooperative work trust fund.—Funds, 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 12-9974-0-7-302	2008 actual	2009 est.	2010 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	46	48	47
11.3 Other than full-time permanent	4	6	6
11.5 Other personnel compensation	3	3	3
11.9 Total personnel compensation	53	57	56
12.1 Civilian personnel benefits	17	17	17
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	2	2	2
25.2 Other services	40	43	42
25.3 Other purchases of goods and services from Government accounts	6	7	7
25.7 Operation and maintenance of equipment	1	1	1
26.0 Supplies and materials	6	7	7
31.0 Equipment	2	2	2
32.0 Land and structures	2	2	2
41.0 Grants, subsidies, and contributions	1	2	2
99.0 Direct obligations	133	143	141
99.0 Reimbursable obligations	25	33	33
99.9 Total new obligations	158	176	174

Employment Summary

Identification code 12-9974-0-7-302	2008 actual	2009 est.	2010 est.
Direct:			
1001 Civilian full-time equivalent employment	950	987	932
Reimbursable:			
2001 Civilian full-time equivalent employment	171	190	190

ADMINISTRATIVE PROVISIONS, FOREST SERVICE

Appropriations to the Forest Service for the current fiscal year shall be available for: (1) purchase of passenger motor vehicles; acquisition of passenger motor vehicles from excess sources, and hire of such vehicles; purchase, lease, operation, maintenance, and acquisition of aircraft from excess sources to maintain the operable fleet for use in Forest Service wildland fire programs and other Forest Service programs; 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; (2) services pursuant to 7 U.S.C. 2225, and not to exceed \$100,000 for employment under 5 U.S.C. 3109; (3) purchase,

erection, and alteration of buildings and other public improvements (7 U.S.C. 2250); (4) acquisition of land, waters, and interests therein pursuant to 7 U.S.C. 428a; (5) for expenses pursuant to the Volunteers in the National Forest Act of 1972 (16 U.S.C. 558a, 558d, and 558a note); (6) the cost of uniforms as authorized by 5 U.S.C. 5901-5902; and (7) for debt collection contracts in accordance with 31 U.S.C. 3718(c).

Any appropriations or funds available to the Forest Service may be transferred to the Wildland Fire Management appropriation for forest firefighting, emergency rehabilitation of burned-over or damaged lands or waters under its jurisdiction, and fire preparedness due to severe burning conditions upon notification of the House and Senate Committees on Appropriations [and if and only] if all [previously appropriated] emergency fire suppression [contingent] funds appropriated under the heading "Wildland Fire Management" have been [released by the President and apportioned and all wildfire suppression funds under the heading "Wildland Fire Management" are] fully obligated.

Funds appropriated to the Forest Service shall be available for assistance to or through the Agency for International 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.

[None of the funds made available to the Forest Service in this Act or any other Act with respect to any fiscal year shall be subject to transfer under the provisions of section 702(b) of the Department of Agriculture Organic Act of 1944 (7 U.S.C. 2257), section 442 of Public Law 106-224 (7 U.S.C. 7772), or section 10417(b) of Public Law 107-107 (7 U.S.C. 8316(b)).]

[None of the funds available to the Forest Service may be reprogrammed without the advance approval of the House and Senate Committees on Appropriations in accordance with the reprogramming procedures contained in the explanatory statement described in section 4 (in the matter preceding division A of this consolidated Act).]

[Not more than \$73,285,000 of funds available to the Forest Service shall be transferred to the Working Capital Fund of the Department of Agriculture and not more than \$19,400,000 of funds available to the Forest Service shall be transferred to the Department of Agriculture for Department Reimbursable Programs, commonly referred to as Greenbook charges. Nothing in this paragraph shall prohibit or limit the use of reimbursable agreements requested by the Forest Service in order to obtain services from the Department of Agriculture's National Information Technology Center.]

[Funds available to the Forest Service shall be available to conduct a program of up to \$5,000,000 for priority projects within the scope of the approved budget, of which \$2,500,000 shall be carried out by the Youth Conservation Corps and \$2,500,000 shall be carried out under the authority of the Public Lands Corps Healthy Forests Restoration Act of 2005, Public Law 109-154.]

Of the funds available to the Forest Service, \$4,000 is available to the Chief of the Forest Service for official reception and representation expenses.

Pursuant to sections 405(b) and 410(b) of Public Law 101-593, of the funds available to the Forest Service, [\$3,000,000] up to \$2,000,000 may be advanced in a lump sum to the National Forest Foundation to aid conservation partnership projects in support of the Forest Service mission, without regard to when the Foundation incurs expenses, for administrative expenses or projects on or benefitting National Forest System lands or related to Forest Service programs: *Provided, That of the Federal funds made available to the Foundation, no more than \$200,000 shall be available for administrative expenses: Provided further, That the Foundation shall obtain, by the end of the period of Federal financial assistance, private contributions to match on at least one-for-one basis funds made available by the Forest Service: Provided further, That the Foundation may transfer Federal funds to Federal or a non-Federal recipient for a project at the same rate that the recipient has obtained the non-Federal matching funds: Provided further, That authorized investments of Federal funds held by the Foundation may be made only in interest-bearing obligations of the United States or in obligations guaranteed as to both principal and interest by the United States.*

Pursuant to section 2(b)(2) of Public Law 98-244, [\$3,000,000] \$2,650,000 of the funds available to the Forest Service [shall] may be advanced to the National Fish and Wildlife Foundation in a lump sum to aid cost-share conservation projects, without regard to when expenses are incurred, on or benefitting National Forest System lands or related to Forest Service programs: *Provided, That such funds shall be matched on at least a one-for-one basis by the Foundation or its sub-recipients: Provided further, That the Foundation may transfer Federal funds to a Federal or non-Federal recipient for a project at the same rate that the recipient has obtained the non-Federal matching funds.*

Funds appropriated to the Forest Service shall be available for interactions with and providing technical assistance to rural communities and natural resource-based businesses for sustainable rural development purposes: *Provided, That no more than 2 percent of any unit's budget may be used for such purposes: Provided further, That no more than 5 percent of the funds in any budget line item may be used for such purposes.*

[Funds appropriated to the Forest Service shall be available for payments to counties within the Columbia River Gorge National Scenic Area, pursuant to section 14(c)(1) and (2), and section 16(a)(2) of Public Law 99-663.]

An eligible individual who is employed in any project funded under title V of the Older American Act of 1965 (42 U.S.C. 3056 et seq.) and administered by the Forest Service shall be considered to be a Federal employee for purposes of chapter 171 of title 28, United States Code.

[Any funds appropriated to the Forest Service may be used to meet the non-Federal share requirement in section 502(c) of the Older American Act of 1965 (42 U.S.C. 3056(c)(2)).]

Funds available to the Forest Service, not to exceed [\$50,000,000] \$55,000,000, shall be assessed for the purpose of performing fire, administrative and other facilities maintenance. Such assessments shall occur using a square foot rate charged on the same basis the agency uses to assess programs for payment of rent, utilities, and other support services.

Notwithstanding any other provision of law, any appropriations or funds available to the Forest Service not to exceed \$500,000 may be used to reimburse the Office of the General Counsel (OGC), Department of Agriculture, for travel and related expenses incurred as a result of OGC assistance or participation requested by the Forest Service at meetings, training sessions, management reviews, land purchase negotiations and similar non-litigation related matters. [Future budget justifications for both the Forest Service and the Department of Agriculture should clearly display the sums previously transferred and the requested funding transfers.]

Funds provided to the Forest Service in this Act may be used for the purpose of expenses associated with primary and secondary schooling for the 2009-2010 school year of dependents of agency personnel stationed in Puerto Rico, at a cost not in excess of those authorized by the Department of Defense for the same area, when it is determined by the Chief of the Forest Service that public schools available in the locality are unable to provide adequately for the education of such dependents. (Department of the Interior, Environment, and Related Agencies Appropriations Act, 2009.)

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2008 actual	2009 est.	2010 est.
Offsetting receipts from the public:			
12-143500 General Fund Proprietary Interest Receipts, not Otherwise Classified		1	1
12-181100 National Grasslands		40	38
12-222100 National Forest Fund	32		
12-270110 Agriculture Credit Insurance, Negative Subsidies		1	2
12-270130 Agriculture Credit Insurance, Downward Reestimates of Subsidies	580	952	
12-270210 Rural Electrification and Telephone Loans, Negative Subsidies	35	42	65
12-270230 Rural Electrification and Telephone Loans, Downward Reestimates of Subsidies	222	497	
12-270330 Rural Water and Waste Disposal, Downward Reestimates of Subsidies	39	5	
12-270530 Rural Community Facility, Downward Reestimates of Subsidies	21	3	

GENERAL FUND RECEIPT ACCOUNTS—Continued

12-270630	Rural Housing Insurance, Downward Reestimates of Subsidies	57	671	.....
12-270730	Rural Business and Industry, Downward Reestimates of Subsidies	67	51	.....
12-270830	P.L. 480 Loan Program, Downward Reestimates of Subsidies	32	348	.....
12-271030	Rural Development Loans, Downward Reestimates of Subsidies	3	7	.....
12-271130	Rural Telephone Bank Loans, Downward Reestimates of Subsidies	40	6	.....
12-271330	Economic Development Loans, Downward Reestimates of Subsidies	2	3	.....
12-274630	Downward Reestimates, Distance Learning, Telemedicine, and Broadband Program	6	15	.....
12-275430	Apple Loan Program, Downward Reestimates of Subsidies		1	.....
12-275610	Negative Subsidies, Farm Storage Facility Loans			2
12-275630	Farm Storage Facility Loans, Downward Reestimate of Subsidies	1	61	.....
12-275730	Commodity Credit Corporation Export Guarantee Financing, Downward Reestimate of Subsidies	320	64	.....
12-277930	Multifamily Housing Revitalization Fund, Downward Reestimates of Subsidies		3	.....
12-279310	Commodity Credit Corporation Export Guarantee Financing, Negative Subsidies	89		45
12-322000	All Other General Fund Proprietary Receipts Including Budget Clearing Accounts	4	7	7
General Fund Offsetting receipts from the public.....		1,550	2,778	160
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Intragovernmental payments:				
12-388500	Undistributed Intragovernmental Payments and Receivables from Cancelled Accounts	60		
General Fund Intragovernmental payments		60		

TITLE VII—GENERAL PROVISIONS

(INCLUDING [RESCISSION] CANCELLATION AND TRANSFERS OF FUNDS)

SEC. 701. Within the unit limit of cost fixed by law, appropriations and authorizations made for the Department of Agriculture for the current fiscal year under this Act shall be available for the purchase, in addition to those specifically provided for, of not to exceed [327]204 passenger motor vehicles, of which [315] 170 shall be for replacement only, and for the hire of such vehicles.

SEC. 702. New obligational authority provided for the following appropriation items in this Act shall remain available until expended: Food Safety and Inspection Service, Public Health Data Communication Infrastructure System; Farm Service Agency, salaries and expenses funds made available to county committees; Foreign Agricultural Service, middle-income country training program, and up to \$2,000,000 of the Foreign Agricultural Service appropriation solely for the purpose of offsetting fluctuations in international currency exchange rates, subject to documentation by the Foreign Agricultural Service.

SEC. 703. The Secretary of Agriculture may transfer unobligated balances of discretionary funds appropriated by this Act or other available unobligated discretionary balances of the Department of Agriculture to the Working Capital Fund for the acquisition of plant and capital equipment necessary for the [financial management modernization initiative and the] delivery of financial, administrative, and information technology services of primary benefit to the agencies of the Department of Agriculture: *Provided*, That none of the funds made available by this Act or any other Act shall be transferred to the Working Capital Fund without the prior [approval] notification of the agency administrator: *Provided further*, That none of the funds transferred to the Working Capital Fund pursuant to this section shall be available for obligation without the prior [approval] notification of the Committees on Appropriations of both Houses of Congress[: *Provided further*, That none of the funds appropriated by this Act or made available to the Department's Working Capital Fund shall be available for obligation or expenditure to make any changes to the Department's National Finance Center without prior approval of the Committees on Appropriations of both Houses of Congress as required by section 712 of this Act].

SEC. 704. 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. 705. 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. 706. Appropriations to the Department of Agriculture for the cost of direct and guaranteed loans made available in the current fiscal year shall remain available until expended to disburse obligations made in the current fiscal year for the following accounts: the Rural Development Loan Fund program account, the Rural Electrification and Telecommunication Loans program account, and the Rural Housing Insurance Fund program account.

[SEC. 707. Of the funds made available by this Act, not more than \$1,800,000 shall be used to cover necessary expenses of activities related to all advisory committees, panels, commissions, and task forces of the Department of Agriculture, except for panels used to comply with negotiated rule makings and panels used to evaluate competitively awarded grants.]

SEC. [708]707. None of the funds appropriated by this Act may be used to carry out section 410 of the Federal Meat Inspection Act (21 U.S.C. 679a) or section 30 of the Poultry Products Inspection Act (21 U.S.C. 471).

[SEC. 709. No employee of the Department of Agriculture may be detailed or assigned from an agency or office funded by this Act to any other agency or office of the Department for more than 30 days unless the individual's employing agency or office is fully reimbursed by the receiving agency or office for the salary and expenses of the employee for the period of assignment.]

[SEC. 710. None of the funds appropriated or otherwise made available to the Department of Agriculture or the Food and Drug Administration shall be used to transmit or otherwise make available to any non-Department of Agriculture or non-Department of Health and Human Services employee questions or responses to questions that are a result of information requested for the appropriations hearing process.]

SEC. [711]708. None of the funds made available to the Department of Agriculture by this Act may be used to acquire new information technology systems or significant upgrades, as determined by the Office of the Chief Information Officer, without the approval of the Chief Information Officer and the concurrence of the Executive Information Technology Investment Review Board: *Provided*, That notwithstanding any other provision of law, none of the funds appropriated or otherwise made available by this Act may be transferred to the Office of the Chief Information Officer [without the] unless prior [approval of] notification has been transmitted to the Committees on Appropriations of both Houses of Congress: *Provided further*, That none of the funds available to the Department of Agriculture for information technology shall be obligated for projects over \$25,000 prior to receipt of written approval by the Chief Information Officer.

[SEC. 712. (a) None of the funds provided by this Act, or provided by previous Appropriations Acts to the agencies funded by this Act that remain available for obligation or expenditure in the current fiscal year, or provided from any accounts in the Treasury of the United States derived by the collection of fees available to the agencies funded by this Act, shall be available for obligation or expenditure through a reprogramming of funds which—

- (1) creates new programs;
- (2) eliminates a program, project, or activity;
- (3) increases funds or personnel by any means for any project or activity for which funds have been denied or restricted;
- (4) relocates an office or employees;
- (5) reorganizes offices, programs, or activities; or
- (6) contracts out or privatizes any functions or activities presently performed by Federal employees; unless the Committees on Appropriations of both Houses of Congress are notified 15 days in advance of such reprogramming of funds.

(b) None of the funds provided by this Act, or provided by previous Appropriations Acts to the agencies funded by this Act that remain available for obligation or expenditure in the current fiscal year, or

provided from any accounts in the Treasury of the United States derived by the collection of fees available to the agencies funded by this Act, shall be available for obligation or expenditure for activities, programs, or projects through a reprogramming of funds in excess of \$500,000 or 10 percent, whichever is less, that: (1) augments existing programs, projects, or activities; (2) reduces by 10 percent funding for any existing program, project, or activity, or numbers of personnel by 10 percent as approved by Congress; or (3) results from any general savings from a reduction in personnel which would result in a change in existing programs, activities, or projects as approved by Congress; unless the Committees on Appropriations of both Houses of Congress are notified 15 days in advance of such reprogramming of funds.

(c) The Secretary of Agriculture or the Secretary of Health and Human Services shall notify the Committees on Appropriations of both Houses of Congress before implementing a program or activity not carried out during the previous fiscal year unless the program or activity is funded by this Act or specifically funded by any other Act.】

【SEC. 713. None of the funds appropriated by this or any other Act shall be used to pay the salaries and expenses of personnel who prepare or submit appropriations language as part of the President's Budget submission to the Congress of the United States for programs under the jurisdiction of the Appropriations Subcommittees on Agriculture, Rural Development, Food and Drug Administration, and Related Agencies that assumes revenues or reflects a reduction from the previous year due to user fees proposals that have not been enacted into law prior to the submission of the Budget unless such Budget submission identifies which additional spending reductions should occur in the event the user fees proposals are not enacted prior to the date of the convening of a committee of conference for the fiscal year 2010 appropriations Act.】

【SEC. 714. None of the funds made available by this or any other Act may be used to close or relocate a Rural Development office unless or until the Secretary of Agriculture determines the cost effectiveness and/or enhancement of program delivery: *Provided*, That not later than 120 days before the date of the proposed closure or relocation, the Secretary notifies the Committees on Appropriation of the House and Senate, and the members of Congress from the State in which the office is located of the proposed closure or relocation and provides a report that describes the justifications for such closures and relocations.】

【SEC. 715. None of the funds made available to the Food and Drug Administration by this Act shall be used to close or relocate, or to plan to close or relocate, the Food and Drug Administration Division of Pharmaceutical Analysis in St. Louis, Missouri, outside the city or county limits of St. Louis, Missouri.】

【SEC. 716. There is hereby appropriated \$434,000, to remain available until expended, for the Denali Commission to address deficiencies in solid waste disposal sites which threaten to contaminate rural drinking water supplies.】

【SEC. 717. None of the funds appropriated or otherwise made available by this or any other Act shall be used to pay the salaries and expenses of personnel to carry out an environmental quality incentives program authorized by chapter 4 of subtitle D of title XII of the Food Security Act of 1985 (16 U.S.C. 3839aa, et seq.) in excess of \$1,067,000,000.】

【SEC. 718. None of the funds made available in fiscal year 2009 or preceding fiscal years for programs authorized under the Food for Peace Act (7 U.S.C. 1691 et seq.) in excess of \$20,000,000 shall be used to reimburse the Commodity Credit Corporation for the release of eligible commodities under section 302(f)(2)(A) of the Bill Emerson Humanitarian Trust Act (7 U.S.C. 1736f-1): *Provided*, That any such funds made available to reimburse the Commodity Credit Corporation shall only be used pursuant to section 302(b)(2)(B)(i) of the Bill Emerson Humanitarian Trust Act.】

【SEC. 719. No funds shall be used to pay salaries and expenses of the Department of Agriculture to carry out or administer the program authorized by section 14(h)(1) of the Watershed Protection and Flood Prevention Act (16 U.S.C. 1012(h)(1)).】

SEC. 【720】709. Funds made available under section 1240I and section 1241(a) of the Food Security Act of 1985 and section 524(b) of the Federal Crop Insurance Act (7 U.S.C. 1524(b)) in the current fiscal year shall remain available until expended to disburse obligations made in the current fiscal year.

【SEC. 721. Unless otherwise authorized by existing law, none of the funds provided in this Act, may be used by an executive branch agency

to produce any prepackaged news story intended for broadcast or distribution in the United States unless the story includes a clear notification within the text or audio of the prepackaged news story that the prepackaged news story was prepared or funded by that executive branch agency.】

SEC. 【722】710. Notwithstanding any other provision of law, any former RUS borrower that has repaid or prepaid an insured, direct or guaranteed loan under the Rural Electrification Act, or any not-for-profit utility that is eligible to receive an insured or direct loan under such Act, shall be eligible for assistance under section 313(b)(2)(B) of such Act in the same manner as a borrower under such Act.

SEC. 【723】711. 【None of the funds appropriated or otherwise made available by this or any other Act shall be used to pay the salaries and expenses of personnel to carry out a program under subsection (b)(2)(A)(i) of section 14222 of Public Law 110-246 in excess of \$1,071,530,000: *Provided*, That none of the funds made available in this Act or any other Act shall be used for salaries and expenses to carry out section 19(i)(1)(B) of the Richard B. Russell National School Lunch Act as amended by section 4304 of Public Law 110-246 in excess of \$16,000,000 until October 1, 2009: *Provided further*, of】 *Of* the unobligated balances under section 32 of the Act of August 24, 1935, 【\$293,530,000】 \$43,000,000 are hereby 【rescinded】 *permanently cancelled*.

【SEC. 724. Notwithstanding any other provision of law, the Secretary of Agriculture is authorized to make funding and other assistance available through the emergency watershed protection program under section 403 of the Agricultural Credit Act of 1978 (16 U.S.C. 2203) to repair and prevent damage to non-Federal land in watersheds that have been impaired by fires initiated by the Federal Government and shall waive cost sharing requirements for the funding and assistance.】

【SEC. 725. There is hereby appropriated \$3,497,000, to remain available until expended, for a grant to the National Center for Natural Products Research for construction or renovation to carry out the research objectives of the natural products research grant issued by the Food and Drug Administration.】

【SEC. 726. There is hereby appropriated \$469,000, to remain available until expended, for the planning and design of construction of an agriculture pest facility in the State of Hawaii.】

【SEC. 727. None of the funds made available in this Act may be used to establish or implement a rule allowing poultry products to be imported into the United States from the People's Republic of China.】

【SEC. 728. There is hereby appropriated \$794,000 to the Farm Service Agency to carry out a pilot program to demonstrate the use of new technologies that increase the rate of growth of re-forested hardwood trees on private non-industrial forests lands, enrolling lands on the coast of the Gulf of Mexico that were damaged by Hurricane Katrina in 2005.】

【SEC. 729. None of the funds made available to the Department of Agriculture in this Act may be used to implement the risk-based inspection program in the 30 prototype locations announced on February 22, 2007, by the Under Secretary for Food Safety, or at any other locations, until the USDA Office of Inspector General has provided its findings to the Food Safety and Inspection Service and the Committees on Appropriations of the House of Representatives and the Senate on the data used in support of the development and design of the risk-based inspection program and FSIS has addressed and resolved issues identified by OIG.】

【SEC. 730. Notwithstanding any other provision of law, and until receipt of the decennial Census in the year 2010, the Secretary of Agriculture shall consider—

(1) the City of Palmview, Texas; the City of Pharr, Texas; the City of Hidalgo, Texas; the City of Alton, Texas; the City of La Joya, Texas; the City of Penitas, Texas; the City of Schertz, Texas; the City of Converse, Texas; the City of Cibolo, Texas; and the Township of Bern, Pennsylvania (including individuals and entities with projects within the cities), eligible for loans and grants funded through the Rural Business Program account;

(2) the County of Nueces, Texas (including individuals and entities with projects within the county), eligible under the Business and Industry Loan Guarantee Program for the purposes of financing a beef processing facility;

(3) the City of Asheboro, North Carolina (including individuals and entities with projects within the city), eligible for loans and grants funded through the Rural Community Facilities Program account;

(4) the City of Healdsburg, California; the City of Imperial, California; the City of Havelock, North Carolina; and the City of Newton, North Carolina (including individuals and entities with projects within the cities), eligible for loans and grants funded through the Rural Water and Waste Disposal Program account; and

(5) the City of Aptos, California (including individuals and entities with projects within the city), eligible for loans and grants funded under the housing programs of the Rural Housing Service.】

【SEC. 731. There is hereby appropriated \$2,347,000 for section 4404 of Public Law 107-171.】

【SEC. 732. Notwithstanding any other provision of law, there is hereby appropriated:

(1) \$1,877,000 of which \$1,408,000 shall be for a grant to the Wisconsin Department of Agriculture, Trade, and Consumer Protection, and \$469,000 shall be for a grant to the Vermont Agency of Agriculture, Foods, and Markets, as authorized by section 6402 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 1621 note);

(2) \$338,000 for a grant to the Wisconsin Department of Agriculture, Trade and Consumer Protection; and

(3) \$94,000 for a grant to the Graham Avenue Business Improvement District in the State of New York.】

【SEC. 733. Section 382K(c) of the Consolidated Farm and Rural Development Act (7 U.S.C. 2009aa-10(c)) is repealed.】

【SEC. 734. Notwithstanding any other provision of law, the Natural Resources Conservation Service shall provide financial and technical assistance—

(1) through the Watershed and Flood Prevention Operations program for the Pocasset River Floodplain Management Project in the State of Rhode Island;

(2) through the Watershed and Flood Prevention Operations program to carry out the East Locust Creek Watershed Plan Revision in Missouri, including up to 100 percent of the engineering assistance and 75 percent cost share for construction cost of site RW1;

(3) through the Watershed and Flood Prevention Operations program to carry out the Little Otter Creek Watershed project in Missouri. The sponsoring local organization may obtain land rights by perpetual easements;

(4) through the Watershed and Flood Prevention Operations program to carry out the Churchill Woods Dam Removal project in DuPage County, Illinois;

(5) through the Watershed and Flood Prevention Operations program to carry out the Dunloup Creek Watershed Project in Fayette and Raleigh Counties, West Virginia;

(6) through the Watershed and Flood Prevention Operations program to carry out the Alameda Creek Watershed Project in Alameda County, California;

(7) through the Watershed and Flood Prevention Operations program to carry out the Colgan Creek Restoration project in Sonoma County, California;

(8) through the Watershed and Flood Prevention Operations program to carry out the Hurricane Katrina-Related Watershed Restoration project in Jackson County, Mississippi;

(9) through the Watershed and Flood Prevention Operations program to carry out the Lake George Watershed Protection project in Warren County, New York; and

(10) through the Watershed and Flood Prevention Operations program to carry out the Pidcock-Mill Creeks Watershed project in Bucks County, Pennsylvania.】

【SEC. 735. Section 17(r)(5) of the Richard B. Russell National School Lunch Act (42 U.S.C. 1766(r)(5)) is amended—

(1) by striking "eight" and inserting "ten";

(2) by striking "six" and inserting "eight"; and

(3) by inserting "Vermont, Maryland," after the first instance of "States shall be".】

SEC. 【736】712. Notwithstanding any other provision of law, for the purposes of a grant under section 412 of the Agricultural Research, Extension, and Education Reform Act of 1998, none of the funds in this or any other Act may be used to prohibit the provision of in-kind support from non-Federal sources under section 412(e)(3) in the form of unrecovered indirect costs not otherwise charged against the grant, consistent with the indirect rate of cost approved for a recipient.

【SEC. 737. None of the funds made available by this Act may be used to pay the salaries and expenses of any individual to conduct any activities that would allow the importation into the United States of any ruminant or swine, or any fresh (including chilled or frozen) meat or product of any ruminant or swine, that is born, raised, or slaughtered in Argentina: *Provided*, That this section shall not prevent the Secretary from conducting all necessary activities to review this proposal and issue a report on the findings to the Committees on Appropriations of the House and Senate: *Provided further*, That this section shall only have effect until the Secretary of Agriculture has reviewed the domestic animal health aspects of the pending proposal to allow the importation of such products into the United States and has issued a report to the Committees on the findings of such review.】

SEC. 【738】713. Except as otherwise specifically provided by law, unobligated balances remaining available at the end of the fiscal year from appropriations made available for salaries and expenses in this Act for the Farm Service Agency and the Rural Development mission area, shall remain available through September 30, 【2010】 2011, for information technology expenses.

SEC. 【739】714. None of the funds made available in this Act may be used to pay the salaries or expenses of personnel to—

(1) inspect horses under section 3 of the Federal Meat Inspection Act (21 U.S.C. 603);

(2) inspect horses under section 903 of the Federal Agriculture Improvement and Reform Act of 1996 (7 U.S.C. 1901 note; Public Law 104-127); or

(3) implement or enforce section 352.19 of title 9, Code of Federal Regulations.

SEC. 715. *None of the funds appropriated or otherwise made available by this or any other Act shall be used to pay the salaries and expenses of personnel to carry out the following:*

(1) *an Agricultural Management Assistance Program as authorized by section 524 of the Federal Crop Insurance Act, as amended (7 U.S.C. 1524), in excess of \$10,000,000. Funds exceeding this amount for fiscal year 2010 are hereby permanently cancelled.*

(2) *a Wildlife Habitat Incentives Program as authorized by section 1240N of the Food Security Act of 1985, as amended (16 U.S.C. 3839bb-1), in excess of \$42,000,000. Funds exceeding this amount for fiscal year 2010 are hereby permanently cancelled.*

(3) *a Healthy Forests Reserve Program as authorized by section 502 of the Healthy Forests Restoration Act of 2003, as amended (16 U.S.C. 6572), in excess of \$4,750,000. Funds exceeding this amount for fiscal year 2010 are hereby permanently cancelled.*

(4) *a Wetlands Reserve Program as authorized by sections 1237-1237F of the Food Security Act of 1985, as amended (16 U.S.C. 3837), to enroll in excess of 152,636 acres in the fiscal year 2010: Provided, That such program shall be permanently reduced by 138,904 acres.*

(5) *a Farmland Protection Program as authorized by sections 1238H-1238I of the Food Security Act of 1985, as amended (16 U.S.C. 3838(h)-3838(i)), in excess of \$120,000,000. Funds exceeding this amount for fiscal year 2010 are hereby permanently cancelled.*

(6) *an Environmental Quality Incentives Program as authorized by sections 1240-1240H of the Food Security Act of 1985, as amended (16 U.S.C. 3839aa-3839aa(8)), in excess of \$1,200,000,000. Funds exceeding this amount for fiscal year 2010 are hereby permanently cancelled.*

(7) *a Plant Pest and Disease Management and Disaster Prevention Program as authorized by subtitle A of the Plant Protection Act (7 U.S.C. 7721 et seq.) in excess of \$15,000,000. Funds exceeding this amount for fiscal year 2010 are hereby permanently cancelled.*

(8) *a National Clean Plant Network as authorized by section 10202 of the Food, Conservation, and Energy Act of 2008 (7 U.S.C. 7761). Funds made available for fiscal year 2010 for this program are hereby permanently cancelled.*

SEC. 716. *No funds shall be used to pay salaries and expenses of the Department of Agriculture to carry out or administer the program authorized by section 14(h)(1) of the Watershed Protection and Flood Prevention Act (16 U.S.C. 1012(h)(1)) in excess of \$135,000,000. Funds exceeding this amount for fiscal year 2010 are hereby permanently cancelled.*

SEC. 717. *Of the unobligated balances available under the Buildings and Facilities Account for the Agricultural Research Service, \$49,884,800 are hereby permanently cancelled: Provided, That no amounts may be cancelled from amounts that were designated by the Congress as an*

emergency requirement pursuant to the Concurrent Resolution on the Budget or the Balanced Budget and Emergency Deficit Control Act of 1985, as amended.

SEC. 718. *The Secretary of Agriculture may authorize a State agency to use funds provided in this Act to exceed the maximum amount of reconsti-*

tuted liquid concentrate infant formula specified in 7 C.F.R. 246.10 when issuing liquid concentrate infant formula to participants. (Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2009.)