

Contents

A Message from the Secretary of the Treasury	1
Management's Discussion and Analysis	3
General Accounting Office Report	
Comptroller General's Statement	15
Auditor's Report	19
Financial Statements	
Statement of Operations and Changes in Net Position	41
Statement of Net Cost	42
Balance Sheet	42
Stewardship Information (Unaudited)	
Stewardship Assets:	
National Defense Assets	49
Stewardship Land	52
Heritage Assets	54
Stewardship Responsibilities:	
Social Security	56
Medicare	57
Railroad Retirement	58
Black Lung Benefits	59
Unemployment Insurance	60
Current Services Assessment	61
Notes to the Financial Statements	
Note 1 - Summary of Significant Accounting Policies	63
Note 2 - Cash and Other Monetary Assets	65
Note 3 - Loan Programs	66
Note 4 - Taxes Receivable	67
Note 5 - Inventories and Related Property	67
Note 6 - Property, Plant and Equipment	68
Note 7 - Other Assets	69
Note 8 - Accounts Payable	69
Note 9 - Federal Debt Securities Held by the Public	69
Note 10 - Federal Employee and Veteran Benefits Payable	72
Note 11 - Environmental Liabilities	75
Note 12 - Benefits Due and Payable	75
Note 13 - Other Liabilities	76
Note 14 - Prior Period Adjustments	76
Note 15 - Commitments and Contingencies	77
Note 16 - Unreconciled Transactions Affecting the Change in Net Position	78
Note 17 - Dedicated Collections	78
Note 18 - Indian Trust Funds	81
Supplemental Information (Unaudited)	
Net Cost Detail	83
Reconciliation of the Excess of Net Cost Over Revenue to the Unified Budget Surplus	89
Appendix	
List of Significant U.S. Government Entities Included and Entities Excluded from these Financial Statements	91