

Department of Defense
 Military Retirement Fund
CONSOLIDATED BALANCE SHEET
 As of December 31, 2010 and 2009

	<u>2011 Consolidated</u>	<u>2010 Consolidated</u>
1. ASSETS (Note 2)		
A. Intragovernmental:		
1. Fund Balance with Treasury (Note 3)	\$ 370,193,867.72	\$ 20,560,743.24
2. Investments (Note 4)	382,874,507,885.33	336,508,693,109.08
3. Accounts Receivable (Note 5)	182,547,591.47	0.00
5. Total Intragovernmental Assets	<u>\$ 383,427,249,344.52</u>	<u>\$ 336,529,253,852.32</u>
C. Accounts Receivable, Net (Note 5)	36,895,719.21	32,605,283.22
2. TOTAL ASSETS	<u>\$ 383,464,145,063.73</u>	<u>\$ 336,561,859,135.54</u>
3. STEWARDSHIP PROPERTY, PLANT & EQUIPMENT (Note 10)		
4. LIABILITIES (Note 11)		
A. Intragovernmental:		
3. Other Liabilities (Note 15 & 16)	1,806,944.46	1,817,696.96
4. Total Intragovernmental Liabilities	<u>\$ 1,806,944.46</u>	<u>\$ 1,817,696.96</u>
C. Military Retirement and Other Federal Employment Benefits (Note 17)	1,262,682,569,360.25	1,177,091,320,859.90
F. Other Liabilities (Note 15 & Note 16)	181,051.06	186,070.71
5. TOTAL LIABILITIES	<u>\$ 1,262,684,557,355.77</u>	<u>\$ 1,177,093,324,627.57</u>
6. COMMITMENTS AND CONTINGENCIES (NOTE 16)		
7. NET POSITION		
C. Cumulative Results of Operations - Earmarked Funds	(879,220,412,292.04)	(840,531,465,492.03)
8. TOTAL NET POSITION	<u>\$ (879,220,412,292.04)</u>	<u>\$ (840,531,465,492.03)</u>
9. TOTAL LIABILITIES AND NET POSITION	<u>\$ 383,464,145,063.73</u>	<u>\$ 336,561,859,135.54</u>

Department of Defense
Military Retirement Fund
CONSOLIDATED STATEMENT OF NET COST
For the periods ended December 31, 2010 and 2009

	<u>2011 Consolidated</u>	<u>2010 Consolidated</u>
1. Program Costs		
A. Gross Costs	\$ 12,694,949,535.20	\$ 12,546,555,253.63
Military Retirement Benefits	12,694,949,535.20	12,546,555,253.63
B. (Less: Earned Revenue)	(74,400,198,601.24)	(70,772,502,167.26)
C. Net Cost before Losses/(Gains) from Actuarial Assumption Changes for Military Retirement Benefits	<u>(61,705,249,066.04)</u>	<u>(58,225,946,913.63)</u>
2. Net Cost of Operations	<u>\$ (61,705,249,066.04)</u>	<u>\$ (58,225,946,913.63)</u>

Department of Defense
 Military Retirement Fund
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
 For the periods ended December 31, 2010 and 2009

	<u>2011 Earmarked Funds</u>	<u>2011 All Other Funds</u>
CUMULATIVE RESULTS OF OPERATIONS		
1. Beginning Balances	\$ (940,925,661,358.08)	\$ 0.00
3. Beginning balances, as adjusted	<u>(940,925,661,358.08)</u>	<u>0.00</u>
7. Net Cost of Operations (+/-)	(61,705,249,066.04)	0.00
8. Net Change	<u>61,705,249,066.04</u>	<u>0.00</u>
9. Cumulative Results of Operations	(879,220,412,292.04)	0.00
16. Net Position	<u>(879,220,412,292.04)</u>	<u>0.00</u>

Department of Defense
 Military Retirement Fund
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
 For the periods ended December 31, 2010 and 2009

	<u>2011 Eliminations</u>	<u>2011 Consolidated</u>
CUMULATIVE RESULTS OF OPERATIONS		
1. Beginning Balances	\$ 0.00	\$ (940,925,661,358.08)
3. Beginning balances, as adjusted	<u>0.00</u>	<u>(940,925,661,358.08)</u>
7. Net Cost of Operations (+/-)	<u>0.00</u>	<u>(61,705,249,066.04)</u>
8. Net Change	<u>0.00</u>	<u>61,705,249,066.04</u>
9. Cumulative Results of Operations	<u>0.00</u>	<u>(879,220,412,292.04)</u>
16. Net Position	<u>0.00</u>	<u>(879,220,412,292.04)</u>

Department of Defense
 Military Retirement Fund
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
 For the periods ended December 31, 2010 and 2009

	<u>2010 Earmarked Funds</u>	<u>2010 All Other Funds</u>
CUMULATIVE RESULTS OF OPERATIONS		
1. Beginning Balances	\$ (898,757,412,405.66)	\$ 0.00
3. Beginning balances, as adjusted	<u>(898,757,412,405.66)</u>	<u>0.00</u>
7. Net Cost of Operations (+/-)	(58,225,946,913.63)	0.00
8. Net Change	<u>58,225,946,913.63</u>	<u>0.00</u>
9. Cumulative Results of Operations	(840,531,465,492.03)	0.00
16. Net Position	<u>(840,531,465,492.03)</u>	<u>0.00</u>

Department of Defense
 Military Retirement Fund
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
 For the periods ended December 31, 2010 and 2009

	<u>2010 Eliminations</u>	<u>2010 Consolidated</u>
CUMULATIVE RESULTS OF OPERATIONS		
1. Beginning Balances	\$ 0.00	\$ (898,757,412,405.66)
3. Beginning balances, as adjusted	<u>0.00</u>	<u>(898,757,412,405.66)</u>
7. Net Cost of Operations (+/-)	0.00	(58,225,946,913.63)
8. Net Change	<u>0.00</u>	<u>58,225,946,913.63</u>
9. Cumulative Results of Operations	0.00	(840,531,465,492.03)
16. Net Position	<u>0.00</u>	<u>(840,531,465,492.03)</u>

Department of Defense
 Military Retirement Fund
COMBINED STATEMENT OF BUDGETARY RESOURCES
 For the periods ended December 31, 2010 and 2009

	<u>2011 Combined</u>	<u>2010 Combined</u>
BUDGETARY FINANCING ACCOUNTS		
BUDGETARY RESOURCES:		
3. Budget authority		
3.A. Appropriation	99,262,000,000.00	101,655,000,000.00
3.E. Subtotal	<u>99,262,000,000.00</u>	<u>101,655,000,000.00</u>
7. Total Budgetary Resources	<u><u>\$ 99,262,000,000.00</u></u>	<u><u>\$ 101,655,000,000.00</u></u>

Department of Defense
 Military Retirement Fund
COMBINED STATEMENT OF BUDGETARY RESOURCES
 For the periods ended December 31, 2010 and 2009

	<u>2011 Combined</u>	<u>2010 Combined</u>
Status of Budgetary Resources:		
8. Obligations incurred:		
8.A. Direct	\$ 12,694,814,114.15	\$ 12,547,159,798.91
8.C. Subtotal	<u>12,694,814,114.15</u>	<u>12,547,159,798.91</u>
9. Unobligated balance:		
9.B. Exempt from apportionment	86,567,185,885.85	89,107,840,201.09
9.C. Subtotal	<u>86,567,185,885.85</u>	<u>89,107,840,201.09</u>
11. Total status of budgetary resources	<u>\$ 99,262,000,000.00</u>	<u>\$ 101,655,000,000.00</u>
Change in Obligated Balance:		
12. Obligated balance, net		
12.A. Unpaid obligations, brought forward, October 1	\$ 4,209,938,028.94	\$ 3,698,756,240.60
12.C. Total unpaid obligated balance	<u>4,209,938,028.94</u>	<u>3,698,756,240.60</u>
13. Obligations incurred net (+/-)	12,694,814,114.15	12,547,159,798.91
14. Less: Gross outlays	(12,685,171,782.84)	(12,610,690,179.61)
18. Obligated balance, net, end of period		
18.A. Unpaid obligations	4,219,580,360.25	3,635,225,859.90
18.C. Total, unpaid obligated balance, net, end of period	<u>4,219,580,360.25</u>	<u>3,635,225,859.90</u>
Net Outlays		
19. Net Outlays:		
19.A. Gross outlays	12,685,171,782.84	12,610,690,179.61
19.C. Less: Distributed Offsetting receipts	(61,404,000,000.00)	(58,619,000,000.00)
19.D. Net Outlays	<u>\$ (48,718,828,217.16)</u>	<u>\$ (46,008,309,820.39)</u>