

Department of Defense  
DoD Medicare-Eligible Retiree Health Care Fund  
**CONSOLIDATED BALANCE SHEET**  
As of June 30, 2011 and 2010

	<u>2011 Consolidated</u>	<u>Restated 2010 Consolidated</u>
<b>1. ASSETS (Note 2)</b>		
A. Intragovernmental:		
1. Fund Balance with Treasury (Note 3)	\$ 235,705,432.09	\$ 39,774,646.33
2. Investments (Note 4)	188,315,326,345.96	167,606,879,057.65
5. Total Intragovernmental Assets	<u>\$ 188,551,031,778.05</u>	<u>\$ 167,646,653,703.98</u>
C. Accounts Receivable, Net (Note 5)	440,935,830.62	321,956,069.89
<b>2. TOTAL ASSETS</b>	<u>\$ 188,991,967,608.67</u>	<u>\$ 167,968,609,773.87</u>
<b>3. STEWARDSHIP PROPERTY, PLANT &amp; EQUIPMENT (Note 10)</b>		
<b>4. LIABILITIES (Note 11)</b>		
A. Intragovernmental:		
1. Accounts Payable (Note 12)	\$ 67,922,425.24	\$ 76,993,395.08
4. Total Intragovernmental Liabilities	<u>\$ 67,922,425.24</u>	<u>\$ 76,993,395.08</u>
B. Accounts Payable (Note 12)	\$ 430,704,142.77	\$ 286,971,381.41
C. Military Retirement and Other Federal Employment Benefits (Note 17)	573,669,094,000.00	510,121,380,000.00
<b>5. TOTAL LIABILITIES</b>	<u>\$ 574,167,720,568.01</u>	<u>\$ 510,485,344,776.49</u>
<b>6. COMMITMENTS AND CONTINGENCIES (NOTE 16)</b>		
<b>7. NET POSITION</b>		
C. Cumulative Results of Operations - Earmarked Funds	(385,175,752,959.34)	(342,516,735,002.62)
<b>8. TOTAL NET POSITION</b>	<u>\$ (385,175,752,959.34)</u>	<u>\$ (342,516,735,002.62)</u>
<b>9. TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 188,991,967,608.67</u>	<u>\$ 167,968,609,773.87</u>

**Department of Defense**  
**DoD Medicare-Eligible Retiree Health Care Fund**  
**CONSOLIDATED STATEMENT OF NET COST**  
**For the periods ended June 30, 2011 and 2010**

	<u>2011 Consolidated</u>	<u>2010 Consolidated</u>
<b>1. Program Costs</b>		
A. Gross Costs	\$ 6,710,843,922.97	\$ 6,400,963,743.57
Military Retirement Benefits	<u>6,710,843,922.97</u>	<u>6,400,963,743.57</u>
B. (Less: Earned Revenue)	(28,547,683,681.07)	(25,460,746,616.80)
C. Net Cost before Losses/(Gains) from Actuarial Assumption Changes for Military Retirement Benefits	<u>(21,836,839,758.10)</u>	<u>(19,059,782,873.23)</u>
<b>2. Net Cost of Operations</b>	<u>\$ (21,836,839,758.10)</u>	<u>\$ (19,059,782,873.23)</u>

Department of Defense  
DoD Medicare-Eligible Retiree Health Care Fund  
**CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION**  
For the periods ended June 30, 2011 and 2010

	<u>2011 Earmarked Funds</u>	<u>2011 All Other Funds</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>		
1. Beginning Balances	\$ (407,012,592,717.44)	\$ 0.00
3. Beginning balances, as adjusted	<u>(407,012,592,717.44)</u>	<u>0.00</u>
7. Net Cost of Operations (+/-)	(21,836,839,758.10)	0.00
8. Net Change	<u>21,836,839,758.10</u>	<u>0.00</u>
9. Cumulative Results of Operations	(385,175,752,959.34)	0.00
16. Net Position	<u>(385,175,752,959.34)</u>	<u>0.00</u>

Department of Defense  
DoD Medicare-Eligible Retiree Health Care Fund  
**CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION**  
For the periods ended June 30, 2011 and 2010

	<u>2011 Eliminations</u>	<u>2011 Consolidated</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>		
1. Beginning Balances	\$ 0.00	\$ (407,012,592,717.44)
3. Beginning balances, as adjusted	<u>0.00</u>	<u>(407,012,592,717.44)</u>
7. Net Cost of Operations (+/-)	0.00	(21,836,839,758.10)
8. Net Change	<u>0.00</u>	<u>21,836,839,758.10</u>
9. Cumulative Results of Operations	0.00	(385,175,752,959.34)
16. Net Position	<u>0.00</u>	<u>(385,175,752,959.34)</u>

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DoD Medicare-Eligible Retiree Health Care Fund  
**CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION**  
For the periods ended June 30, 2011 and 2010

	<u>2010 Earmarked Funds</u>	<u>2010 All Other Funds</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>		
1. Beginning Balances	\$ (361,576,517,875.85)	\$ 0.00
3. Beginning balances, as adjusted	<u>(361,576,517,875.85)</u>	<u>0.00</u>
7. Net Cost of Operations (+/-)	(19,059,782,873.23)	0.00
8. Net Change	<u>19,059,782,873.23</u>	<u>0.00</u>
9. Cumulative Results of Operations	<u>(342,516,735,002.62)</u>	<u>0.00</u>
16. Net Position	<u>(342,516,735,002.62)</u>	<u>0.00</u>

Department of Defense  
DoD Medicare-Eligible Retiree Health Care Fund  
**CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION**  
For the periods ended June 30, 2011 and 2010

	<u>2010 Eliminations</u>	<u>2010 Consolidated</u>
<b>CUMULATIVE RESULTS OF OPERATIONS</b>		
1. Beginning Balances	\$ 0.00	\$ (361,576,517,875.85)
3. Beginning balances, as adjusted	<u>0.00</u>	<u>(361,576,517,875.85)</u>
7. Net Cost of Operations (+/-)	0.00	(19,059,782,873.23)
8. Net Change	<u>0.00</u>	<u>19,059,782,873.23</u>
9. Cumulative Results of Operations	0.00	(342,516,735,002.62)
16. Net Position	<u>0.00</u>	<u>(342,516,735,002.62)</u>

Department of Defense  
DoD Medicare-Eligible Retiree Health Care Fund  
**COMBINED STATEMENT OF BUDGETARY RESOURCES**  
For the periods ended June 30, 2011 and 2010

	<u>2011 Combined</u>	<u>2010 Combined</u>
<b>BUDGETARY FINANCING ACCOUNTS</b>		
<b>BUDGETARY RESOURCES:</b>		
3. Budget authority		
3.A. Appropriation	28,789,426,483.48	32,588,000,000.00
3.E. Subtotal	<u>28,789,426,483.48</u>	<u>32,588,000,000.00</u>
<b>7. Total Budgetary Resources</b>	<u>\$ 28,789,426,483.48</u>	<u>\$ 32,588,000,000.00</u>

Department of Defense  
DoD Medicare-Eligible Retiree Health Care Fund  
**COMBINED STATEMENT OF BUDGETARY RESOURCES**  
For the periods ended June 30, 2011 and 2010

	<u>2011 Combined</u>	<u>2010 Combined</u>
<b>Status of Budgetary Resources:</b>		
8. Obligations incurred:		
8.A. Direct	\$ 6,911,657,452.64	\$ 6,831,849,324.54
8.C. Subtotal	<u>6,911,657,452.64</u>	<u>6,831,849,324.54</u>
9. Unobligated balance:		
9.A. Apportioned	2,605,942,547.36	2,288,745,675.46
9.C. Subtotal	<u>2,605,942,547.36</u>	<u>2,288,745,675.46</u>
10. Unobligated balance not available	<u>19,271,826,483.48</u>	<u>23,467,405,000.00</u>
<b>11. Total status of budgetary resources</b>	<u><u>\$ 28,789,426,483.48</u></u>	<u><u>\$ 32,588,000,000.00</u></u>
<b>Change in Obligated Balance:</b>		
12. Obligated balance, net		
12.A. Unpaid obligations, brought forward, October 1	\$ 366,923,761.95	\$ 173,191,726.96
12.C. Total unpaid obligated balance	<u>366,923,761.95</u>	<u>173,191,726.96</u>
13. Obligations incurred net (+/-)	6,911,657,452.64	6,831,849,324.54
14. Less: Gross outlays	(6,396,136,154.06)	(6,222,568,455.81)
18. Obligated balance, net, end of period		
18.A. Unpaid obligations	882,445,060.53	782,472,595.69
18.C. Total, unpaid obligated balance, net, end of period	<u>882,445,060.53</u>	<u>782,472,595.69</u>
<b>Net Outlays</b>		
<b>19. Net Outlays:</b>		
19.A. Gross outlays	6,396,136,154.06	6,222,568,455.81
19.C. Less: Distributed Offsetting receipts	(17,473,993,673.48)	(14,600,095,106.70)
<b>19.D. Net Outlays</b>	<u><u>\$ (11,077,857,519.42)</u></u>	<u><u>\$ (8,377,526,650.89)</u></u>