

Department of Defense
Agency Wide
CONSOLIDATED BALANCE SHEET
As of June 30, 2012 and 2011

	<u>2012 Consolidated</u>	<u>Restated 2011 Consolidated</u>
1. ASSETS (Note 2)		
A. Intragovernmental:		
1. Fund Balance with Treasury (Note 3)	\$ 684,847,533,781.46	\$ 705,612,969,352.56
2. Investments (Note 4)	645,939,539,480.87	578,099,568,134.66
3. Accounts Receivable (Note 5)	1,563,703,699.72	1,678,458,460.72
4. Other Assets (Note 6)	1,765,862,294.64	1,954,947,900.12
5. Total Intragovernmental Assets	<u>\$ 1,334,116,639,256.69</u>	<u>\$ 1,287,345,943,848.06</u>
B. Cash and Other Monetary Assets (Note 7)	\$ 1,729,566,456.07	\$ 1,841,175,732.04
C. Accounts Receivable, Net (Note 5)	11,259,554,600.28	9,399,711,446.83
D. Loans Receivable (Note 8)	928,328,726.22	671,486,007.33
E. Inventory and Related Property, Net (Note 9)	232,338,056,129.97	245,197,579,927.43
F. General Property, Plant and Equipment, Net (Note 10)	635,669,882,055.90	623,760,052,999.44
G. Investments (Note 4)	3,228,340,130.00	3,185,010,130.00
H. Other Assets (Note 6)	73,596,196,723.04	64,709,711,754.78
2. TOTAL ASSETS	<u>\$ 2,292,866,564,078.17</u>	<u>\$ 2,236,110,671,845.91</u>
3. STEWARDSHIP PROPERTY, PLANT & EQUIPMENT (Note 10)		
4. LIABILITIES (Note 11)		
A. Intragovernmental:		
1. Accounts Payable (Note 12)	\$ 1,753,397,914.68	\$ 1,822,974,524.97
2. Debt (Note 13)	922,640,211.32	742,203,212.26
3. Other Liabilities (Note 15 & 16)	14,211,036,380.73	13,717,938,720.24
4. Total Intragovernmental Liabilities	<u>\$ 16,887,074,506.73</u>	<u>\$ 16,283,116,457.47</u>
B. Accounts Payable (Note 12)	\$ 24,132,801,932.01	\$ 28,513,390,386.64
C. Military Retirement and Other Federal Employment Benefits (Note 17)	2,212,201,676,542.55	2,176,787,230,065.16
D. Environmental and Disposal Liabilities (Note 14)	64,723,426,651.41	63,513,357,002.31
E. Loan Guarantee Liability (Note 8)	14,529,900.57	20,556,767.45
F. Other Liabilities (Note 15 & Note 16)	33,046,215,488.08	34,316,617,228.58
5. TOTAL LIABILITIES	<u>\$ 2,351,005,725,021.35</u>	<u>\$ 2,319,434,267,907.61</u>
6. COMMITMENTS AND CONTINGENCIES (NOTE 16)		
7. NET POSITION		
A. Unexpended Appropriations - Earmarked Funds (Note 23)	\$ 468,027,675.81	\$ 152,203,593.55
B. Unexpended Appropriations - Other Funds	701,237,440,008.97	712,471,287,448.08
C. Cumulative Results of Operations - Earmarked Funds	(1,349,430,609,821.24)	(1,358,586,555,715.00)
D. Cumulative Results of Operations - Other Funds	589,585,981,193.28	562,639,468,611.67
8. TOTAL NET POSITION	<u>\$ (58,139,160,943.18)</u>	<u>\$ (83,323,596,061.70)</u>
9. TOTAL LIABILITIES AND NET POSITION	<u>\$ 2,292,866,564,078.17</u>	<u>\$ 2,236,110,671,845.91</u>

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CONSOLIDATED STATEMENT OF NET COST
For the periods ended June 30, 2012 and 2011

	2012 Consolidated	Restated 2011 Consolidated
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1. Program Costs		
A. Gross Costs	\$ 534,034,709,690.03	\$ 578,058,993,730.83
Military Retirement Benefits	43,504,877,440.31	42,821,109,175.87
Civil Works	8,224,283,879.84	9,601,743,284.77
Military Personnel	114,817,862,287.62	117,009,839,428.00
Operations, Readiness & Support	214,346,048,335.14	227,607,318,645.42
Procurement	85,735,914,430.20	113,882,240,339.91
Research, Development, Test & Evaluation	56,762,505,166.31	57,950,696,917.92
Family Housing & Military Construction	10,643,218,150.61	9,186,045,938.94
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B. (Less: Earned Revenue)	(65,042,466,619.43)	(82,890,312,298.92)
C. Net Cost before Losses/(Gains) from Actuarial Assumption Changes	<hr/> 468,992,243,070.60	<hr/> 495,168,681,431.91
for Military Retirement Benefits		
E. Net Program Costs Including Assumption Changes	468,992,243,070.60	495,168,681,431.91
2. Net Cost of Operations	<hr/> \$ 468,992,243,070.60 <hr/>	<hr/> \$ 495,168,681,431.91 <hr/>

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CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION

For the periods ended June 30, 2012 and 2011

	<u>2012 Earmarked Funds</u>	<u>2012 All Other Funds</u>
CUMULATIVE RESULTS OF OPERATIONS		
1. Beginning Balances	\$ (1,325,647,126,010.99)	\$ 464,154,369,054.66
2. Prior Period Adjustments:		
2.A. Changes in accounting principles (+/-)	0.00	0.00
2.B. Corrections of errors (+/-)	0.00	1,005,726,259.00
3. Beginning balances, as adjusted	<u>(1,325,647,126,010.99)</u>	<u>465,160,095,313.66</u>
4. Budgetary Financing Sources:		
4.B. Appropriations used	245,919,465.74	566,878,692,142.34
4.C. Nonexchange revenue	1,958,909,405.98	(9,636,501.68)
4.D. Donations and forfeitures of cash	20,504,126.11	236,570.00
4.E. Transfers-in/out without reimbursement	(903,583,864.02)	1,017,030,846.42
4.F. Other budgetary financing sources	(132,208,686.49)	(162,806,211.15)
5. Other Financing Sources:		
5.A. Donations and forfeitures of property	0.00	33,020,577.64
5.B. Transfers-in/out without reimbursement (+/-)	(42,160,545.08)	44,058,424.29
5.C. Imputed financing from costs absorbed by others	2,577,452.87	14,861,054,945.36
5.D. Other (+/-)	29,066,789.04	(3,097,753,378.27)
6. Total Financing Sources	<u>1,179,024,144.15</u>	<u>579,563,897,414.95</u>
7. Net Cost of Operations (+/-)	<u>(76,006,565,514.26)</u>	<u>556,107,085,003.99</u>
8. Net Change	<u>77,185,589,658.41</u>	<u>23,456,812,410.96</u>
9. Cumulative Results of Operations	<u>(1,248,461,536,352.58)</u>	<u>488,616,907,724.62</u>
UNEXPENDED APPROPRIATIONS		
10. Beginning Balances	\$ 134,644,272.09	\$ 541,337,658,183.81
11. Prior Period Adjustments:		
11.B. Corrections of errors	0.00	(955,108,259.00)
12. Beginning balances, as adjusted	<u>134,644,272.09</u>	<u>540,382,549,924.81</u>
13. Budgetary Financing Sources:		
13.A. Appropriations received	1,284,000.00	737,102,347,988.31
13.B. Appropriations transferred-in/out	507,000,000.00	(817,879,533.00)
13.C. Other adjustments (rescissions, etc)	(41,075.54)	(8,479,826,283.81)
13.D. Appropriations used	(245,919,465.74)	(566,878,692,142.34)
14. Total Budgetary Financing Sources	<u>262,323,458.72</u>	<u>160,925,950,029.16</u>
15. Unexpended Appropriations	<u>396,967,730.81</u>	<u>701,308,499,953.97</u>
16. Net Position	<u>(1,248,064,568,621.77)</u>	<u>1,189,925,407,678.59</u>

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CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION

For the periods ended June 30, 2012 and 2011

	<u>2012 Eliminations</u>	<u>2012 Consolidated</u>
CUMULATIVE RESULTS OF OPERATIONS		
1. Beginning Balances	\$ 0.00	\$ (861,492,756,956.33)
2. Prior Period Adjustments:		
2.A. Changes in accounting principles (+/-)	0.00	0.00
2.B. Corrections of errors (+/-)	0.00	1,005,726,259.00
3. Beginning balances, as adjusted	<u>0.00</u>	<u>(860,487,030,697.33)</u>
4. Budgetary Financing Sources:		
4.B. Appropriations used	0.00	567,124,611,608.08
4.C. Nonexchange revenue	0.00	1,949,272,904.30
4.D. Donations and forfeitures of cash	0.00	20,740,696.11
4.E. Transfers-in/out without reimbursement	0.00	113,446,982.40
4.F. Other budgetary financing sources	0.00	(295,014,897.64)
5. Other Financing Sources:		
5.A. Donations and forfeitures of property	0.00	33,020,577.64
5.B. Transfers-in/out without reimbursement (+/-)	0.00	1,897,879.21
5.C. Imputed financing from costs absorbed by others	11,108,276,419.13	3,755,355,979.10
5.D. Other (+/-)	0.00	(3,068,686,589.23)
6. Total Financing Sources	<u>11,108,276,419.13</u>	<u>569,634,645,139.97</u>
7. Net Cost of Operations (+/-)	11,108,276,419.13	468,992,243,070.60
8. Net Change	<u>0.00</u>	<u>100,642,402,069.37</u>
9. Cumulative Results of Operations	0.00	(759,844,628,627.96)
UNEXPENDED APPROPRIATIONS		
10. Beginning Balances	\$ 0.00	\$ 541,472,302,455.90
11. Prior Period Adjustments:		
11.B. Corrections of errors	0.00	(955,108,259.00)
12. Beginning balances, as adjusted	<u>0.00</u>	<u>540,517,194,196.90</u>
13. Budgetary Financing Sources:		
13.A. Appropriations received	0.00	737,103,631,988.31
13.B. Appropriations transferred-in/out	0.00	(310,879,533.00)
13.C. Other adjustments (rescissions, etc)	0.00	(8,479,867,359.35)
13.D. Appropriations used	0.00	(567,124,611,608.08)
14. Total Budgetary Financing Sources	0.00	161,188,273,487.88
15. Unexpended Appropriations	0.00	701,705,467,684.78
16. Net Position	<u>0.00</u>	<u>(58,139,160,943.18)</u>

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CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION

For the periods ended June 30, 2012 and 2011

	<u>2011 Earmarked Funds</u>	<u>2011 All Other Funds</u>
CUMULATIVE RESULTS OF OPERATIONS		
1. Beginning Balances	\$ (1,338,741,179,904.28)	\$ 417,825,959,462.96
2. Prior Period Adjustments:		
2.A. Changes in accounting principles (+/-)	0.00	2,533,717,765.47
2.B. Corrections of errors (+/-)	0.00	2,190,652,004.00
3. Beginning balances, as adjusted	<u>(1,338,741,179,904.28)</u>	<u>422,550,329,232.43</u>
4. Budgetary Financing Sources:		
4.B. Appropriations used	189,441,479.34	583,381,852,354.30
4.C. Nonexchange revenue	2,028,976,493.34	19,416,153.66
4.D. Donations and forfeitures of cash	21,703,571.41	130,634.80
4.E. Transfers-in/out without reimbursement	(864,398,885.61)	1,006,450,755.26
4.F. Other budgetary financing sources	414,369.61	0.00
5. Other Financing Sources:		
5.A. Donations and forfeitures of property	0.00	6,234,311.65
5.B. Transfers-in/out without reimbursement (+/-)	(6,565,580.47)	(46,538,733.22)
5.C. Imputed financing from costs absorbed by others	1,415,957.80	14,534,647,359.87
5.D. Other (+/-)	(209,738.87)	25,551,432,767.66
6. Total Financing Sources	<u>1,370,777,666.55</u>	<u>624,453,625,603.98</u>
7. Net Cost of Operations (+/-)	<u>(78,793,564,834.91)</u>	<u>584,374,204,536.92</u>
8. Net Change	<u>80,164,342,501.46</u>	<u>40,079,421,067.06</u>
9. Cumulative Results of Operations	<u>(1,258,576,837,402.82)</u>	<u>462,629,750,299.49</u>
UNEXPENDED APPROPRIATIONS		
10. Beginning Balances	\$ 325,163,102.89	\$ 528,479,471,443.00
11. Prior Period Adjustments:		
11.B. Corrections of errors	0.00	(955,108,259.00)
12. Beginning balances, as adjusted	<u>325,163,102.89</u>	<u>527,524,363,184.00</u>
13. Budgetary Financing Sources:		
13.A. Appropriations received	16,515,000.00	775,587,800,577.14
13.B. Appropriations transferred-in/out	0.00	(27,782,530.76)
13.C. Other adjustments (rescissions, etc)	(33,030.00)	(7,231,241,428.00)
13.D. Appropriations used	(189,441,479.34)	(583,381,852,354.30)
14. Total Budgetary Financing Sources	<u>(172,959,509.34)</u>	<u>184,946,924,264.08</u>
15. Unexpended Appropriations	<u>152,203,593.55</u>	<u>712,471,287,448.08</u>
16. Net Position	<u>(1,258,424,633,809.27)</u>	<u>1,175,101,037,747.57</u>

Department of Defense
Agency Wide
COMBINED STATEMENT OF BUDGETARY RESOURCES
For the periods ended June 30, 2012 and 2011

	2012 Combined	Restated 2011 Combined
Budgetary Resources		
1000 Unobligated balance brought forward, October 1	162,271,065,756.00	159,948,648,914.83
1020.5 Unobligated balance brought forward, October 1, as Adjusted	162,271,065,756.00	159,948,648,914.83
1021 Recoveries of prior year unpaid obligation	50,944,964,308.93	40,626,255,172.77
1043 Other changes in unobligated balance	(4,124,056,248.96)	(3,085,911,572.22)
1051 Unobligated balance from prior year budget authority, net	209,091,973,815.97	197,488,992,515.38
1290 Appropriations (discretionary and mandatory)	865,007,669,743.46	897,262,132,063.33
1690 Contract Authority (discretionary and mandatory)	84,083,679,331.79	82,766,364,252.13
1890 Spending Authority from offsetting collections	122,948,202,581.08	117,115,217,109.84
1910 Total Budgetary Resources	<u>1,281,131,525,472.30</u>	<u>1,294,632,705,940.68</u>
Status of Budgetary Resources:		
2190 Obligations Incurred	791,285,373,492.32	791,875,165,681.05
Unobligated balance, end of year		
2204 Apportioned	365,636,363,439.19	392,376,195,490.06
2304 Exempt from Apportionment	71,958,360,390.42	64,892,054,634.04
2404 Unapportioned	52,251,428,150.37	45,489,290,135.53
2490 Unobligated balance brought forward, end of year	<u>489,846,151,979.98</u>	<u>502,757,540,259.63</u>
2500 Total Budgetary Resources	<u>1,281,131,525,472.30</u>	<u>1,294,632,705,940.68</u>
Change in Obligated Balance:		
3000 Unpaid obligations, brought forward, October 1 (gross)	454,926,296,558.54	458,620,909,636.02
3010 Uncollected customer payments from Federal sources, brought forward, October 1 (-)	(75,184,389,881.39)	(69,766,915,985.12)
3015 Obligated balance start of year (net), before adjustments (+ or	379,741,906,677.15	388,853,993,650.90
3021 Obligated balance, start of year (net), as adjusted	379,741,906,677.15	388,853,993,650.90
3032 Obligations incurred	791,285,373,492.32	791,875,165,681.05
3040 Outlays (gross) (-)	(754,034,696,474.53)	(766,590,680,240.11)
3052 Change in uncollected customer payments from Federal Sources (+ or-)	(16,981,194,265.09)	(17,427,788,362.79)
3082 Recoveries of prior year unpaid obligations (-) Obligated balance, end of year	(50,944,964,308.93)	(40,626,255,172.77)
3090 Unpaid Obligations, end of year (gross)	441,232,009,267.40	443,279,139,904.19
3091 Uncollected customer payments from Federal sources, end	(92,165,584,146.48)	(87,194,704,347.91)
3100 Obligated balance, end of year	<u>349,066,425,120.92</u>	<u>356,084,435,556.28</u>

Department of Defense

Agency Wide

COMBINED STATEMENT OF BUDGETARY RESOURCES

For the periods ended June 30, 2012 and 2011

	<u>2012 Combined</u>	<u>Restated 2011 Combined</u>
Budget Authority and Outlays, Net:		
4175 Budget authority, gross (discretionary and mandatory)	1,072,039,551,656.33	1,097,143,713,425.30
4177 Actual offsetting collections (discretionary and mandatory) (-)	(138,720,503,804.17)	(135,028,958,852.54)
4178 Change in uncollected customer payments from Federal Sources (discretionary and mandatory) (+ or -)	(16,981,194,265.09)	(17,427,788,362.79)
4180 Budget Authority, net (discretionary and mandatory)	<u>916,337,853,587.07</u>	<u>944,686,966,209.97</u>
4185 Outlays, gross (discretionary and mandatory)	<u>754,034,696,474.53</u>	<u>766,590,680,240.11</u>
4187 Actual offsetting collections (discretionary and mandatory) (-)	(138,720,503,804.17)	(135,028,958,852.54)
4190 Outlays, net (discretionary and mandatory)	615,314,192,670.36	631,561,721,387.57
4200 Distributed offsetting receipts	(79,383,000,517.73)	(80,216,258,116.77)
4210 Agency Outlays, net (discretionary and mandatory)	<u>535,931,192,152.63</u>	<u>551,345,463,270.80</u>

Department of Defense
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COMBINED STATEMENT OF BUDGETARY RESOURCES
For the periods ended June 30, 2012 and 2011

	2012 Combined	Restated 2011 Combined
NonBudgetary Resources		
1000 Unobligated balance brought forward, October 1	17,719,210.60	24,945,096.38
1020.5 Unobligated balance brought forward, October 1, as Adjusted	17,719,210.60	24,945,096.38
1043 Other changes in unobligated balance	(612.00)	0.00
1051 Unobligated balance from prior year budget authority, net	17,718,598.60	24,945,096.38
1490 Borrowing Authority (discretionary and mandatory)	175,269,829.99	30,953,170.75
1890 Spending Authority from offsetting collections	53,062,099.87	20,766,487.62
1910 Total Budgetary Resources	<u>246,050,528.46</u>	<u>76,664,754.75</u>
Status of Budgetary Resources:		
2190 Obligations Incurred	142,731,957.84	350,449.99
Unobligated balance, end of year		
2204 Apportioned	155,115.84	3,551,329.28
2404 Unapportioned	103,163,454.78	72,762,975.48
2490 Unobligated balance brought forward, end of year	<u>103,318,570.62</u>	<u>76,314,304.76</u>
2500 Total Budgetary Resources	<u>246,050,528.46</u>	<u>76,664,754.75</u>
Change in Obligated Balance:		
3000 Unpaid obligations, brought forward, October 1 (gross)	569,144,600.00	619,382,039.00
3010 Uncollected customer payments from Federal sources, brought forward, October 1 (-)	(99,900,478.01)	(97,278,631.00)
3015 Obligated balance start of year (net), before adjustments (+ or	469,244,121.99	522,103,408.00
3021 Obligated balance, start of year (net), as adjusted	469,244,121.99	522,103,408.00
3032 Obligations incurred	142,731,957.84	350,449.99
3040 Outlays (gross) (-)	(135,006,984.84)	(190,650,401.99)
3052 Change in uncollected customer payments from Federal Sources (+ or-)	7,378,152.76	46,151,451.96
Obligated balance, end of year		
3090 Unpaid Obligations, end of year (gross)	576,869,573.00	429,082,087.00
3091 Uncollected customer payments from Federal sources, end	(92,522,325.25)	(51,127,179.04)
3100 Obligated balance, end of year	<u>484,347,247.75</u>	<u>377,954,907.96</u>

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COMBINED STATEMENT OF BUDGETARY RESOURCES

For the periods ended June 30, 2012 and 2011

	<u>2012 Combined</u>	<u>Restated 2011 Combined</u>
Budget Authority and Outlays, Net:		
4175 Budget authority, gross (discretionary and mandatory)	228,331,929.86	51,719,658.37
4177 Actual offsetting collections (discretionary and mandatory) (-)	(56,767,637.77)	(65,718,043.42)
4178 Change in uncollected customer payments from Federal Sources (discretionary and mandatory) (+ or -)	7,378,152.76	46,151,451.96
4179 Anticipated offsetting collections (discretionary and 4180 Budget Authority, net (discretionary and mandatory)	<u>18,893,736.21</u> <u>197,836,181.06</u>	<u>633,752.29</u> <u>32,786,819.20</u>
4185 Outlays, gross (discretionary and mandatory)	135,006,984.84	190,650,401.99
4187 Actual offsetting collections (discretionary and mandatory) (-)	(56,767,637.77)	(65,718,043.42)
4190 Outlays, net (discretionary and mandatory)	<u>78,239,347.07</u>	<u>124,932,358.57</u>
4210 Agency Outlays, net (discretionary and mandatory)	<u><u>78,239,347.07</u></u>	<u><u>124,932,358.57</u></u>