

Department of Defense
Security Assistance
CONSOLIDATED BALANCE SHEET
As of December 31, 2009 and 2008

| | <u>2010 Consolidated</u> | <u>2009 Consolidated</u> |
|---|-----------------------------|-----------------------------|
| 1. ASSETS (Note 2) | | |
| A. Intragovernmental: | | |
| 1. Fund Balance with Treasury (Note 3) | \$ 23,605,164,986.16 | \$ 17,569,987,797.87 |
| 5. Total Intragovernmental Assets | <u>\$ 23,605,164,986.16</u> | <u>\$ 17,569,987,797.87</u> |
| B. Cash and Other Monetary Assets (Note 7) | \$ 17,534,829,856.63 | \$ 16,059,345,988.60 |
| C. Accounts Receivable, Net (Note 5) | 40,438,903.39 | 21,988,823.23 |
| D. Loans Receivable (Note 8) | 1,157,555,728.70 | 1,457,665,022.68 |
| H. Other Assets (Note 6) | 16,229,937,533.92 | 12,315,828,460.88 |
| 2. TOTAL ASSETS | <u>\$ 58,567,927,008.80</u> | <u>\$ 47,424,816,093.26</u> |
| 3. STEWARDSHIP PROPERTY, PLANT & EQUIPMENT (Note 10) | | |
| 4. LIABILITIES (Note 11) | | |
| A. Intragovernmental: | | |
| 2. Debt (Note 13) | 622,489,500.56 | 781,302,325.16 |
| 3. Other Liabilities (Note 15 & 16) | 647,197,874.08 | 703,401,832.93 |
| 4. Total Intragovernmental Liabilities | <u>\$ 1,269,687,374.64</u> | <u>\$ 1,484,704,158.09</u> |
| B. Accounts Payable (Note 12) | \$ 527,247,453.44 | \$ 672,843,170.85 |
| C. Military Retirement and Other Federal Employment Benefits (Note 17) | 428,629.71 | 339,277.10 |
| F. Other Liabilities (Note 15 & Note 16) | 48,458,258,567.33 | 40,985,450,461.96 |
| 5. TOTAL LIABILITIES | <u>\$ 50,255,622,025.12</u> | <u>\$ 43,143,337,068.00</u> |
| 6. COMMITMENTS AND CONTINGENCIES (NOTE 16) | | |
| 7. NET POSITION | | |
| B. Unexpended Appropriations - Other Funds | 6,774,550,022.43 | 2,752,244,543.88 |
| D. Cumulative Results of Operations - Other Funds | 1,537,754,961.25 | 1,529,234,481.38 |
| 8. TOTAL NET POSITION | <u>\$ 8,312,304,983.68</u> | <u>\$ 4,281,479,025.26</u> |
| 9. TOTAL LIABILITIES AND NET POSITION | <u>\$ 58,567,927,008.80</u> | <u>\$ 47,424,816,093.26</u> |

Department of Defense
 Security Assistance
CONSOLIDATED STATEMENT OF NET COST
 For the periods ended December 31, 2009 and 2008

| | <u>2010 Consolidated</u> | <u>2009 Consolidated</u> |
|----------------------------------|----------------------------|----------------------------|
| 1. Program Costs | | |
| A. Gross Costs | \$ 5,885,604,650.01 | \$ 5,235,054,692.48 |
| B. (Less: Earned Revenue) | (12,380,503.06) | (16,180,292.17) |
| C. Net Program Costs | <u>\$ 5,873,224,146.95</u> | <u>\$ 5,218,874,400.31</u> |
| 4. Net Cost of Operations | <u>\$ 5,873,224,146.95</u> | <u>\$ 5,218,874,400.31</u> |

Department of Defense
Security Assistance
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
For the periods ended December 31, 2009 and 2008

| | <u>2010 Earmarked Funds</u> | <u>2010 All Other Funds</u> |
|--|-----------------------------|-----------------------------|
| CUMULATIVE RESULTS OF OPERATIONS | | |
| 1. Beginning Balances | \$ 0.00 | \$ 1,501,112,776.61 |
| 3. Beginning balances, as adjusted | <u>0.00</u> | <u>1,501,112,776.61</u> |
| 4. Budgetary Financing Sources: | | |
| 4.B. Appropriations used | 0.00 | 1,067,685,994.14 |
| 4.C. Nonexchange revenue | 0.00 | 4,842,180,337.45 |
| 6. Total Financing Sources | <u>0.00</u> | <u>5,909,866,331.59</u> |
| 7. Net Cost of Operations (+/-) | <u>0.00</u> | <u>5,873,224,146.95</u> |
| 8. Net Change | <u>0.00</u> | <u>36,642,184.64</u> |
| 9. Cumulative Results of Operations | 0.00 | 1,537,754,961.25 |
| UNEXPENDED APPROPRIATIONS | | |
| 10. Beginning Balances | \$ 0.00 | \$ 3,530,529,016.57 |
| 12. Beginning balances, as adjusted | <u>0.00</u> | <u>3,530,529,016.57</u> |
| 13. Budgetary Financing Sources: | | |
| 13.A. Appropriations received | 0.00 | 4,311,707,000.00 |
| 13.D. Appropriations used | 0.00 | (1,067,685,994.14) |
| 14. Total Budgetary Financing Sources | <u>0.00</u> | <u>3,244,021,005.86</u> |
| 15. Unexpended Appropriations | <u>0.00</u> | <u>6,774,550,022.43</u> |
| 16. Net Position | <u>0.00</u> | <u>8,312,304,983.68</u> |

Department of Defense
Security Assistance
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
For the periods ended December 31, 2009 and 2008

| | <u>2010 Eliminations</u> | <u>2010 Consolidated</u> |
|--|--------------------------|--------------------------|
| CUMULATIVE RESULTS OF OPERATIONS | | |
| 1. Beginning Balances | \$ 0.00 | \$ 1,501,112,776.61 |
| 3. Beginning balances, as adjusted | <u>0.00</u> | <u>1,501,112,776.61</u> |
| 4. Budgetary Financing Sources: | | |
| 4.B. Appropriations used | 0.00 | 1,067,685,994.14 |
| 4.C. Nonexchange revenue | 0.00 | 4,842,180,337.45 |
| 6. Total Financing Sources | <u>0.00</u> | <u>5,909,866,331.59</u> |
| 7. Net Cost of Operations (+/-) | 0.00 | 5,873,224,146.95 |
| 8. Net Change | <u>0.00</u> | <u>36,642,184.64</u> |
| 9. Cumulative Results of Operations | 0.00 | 1,537,754,961.25 |
| UNEXPENDED APPROPRIATIONS | | |
| 10. Beginning Balances | \$ 0.00 | \$ 3,530,529,016.57 |
| 12. Beginning balances, as adjusted | <u>0.00</u> | <u>3,530,529,016.57</u> |
| 13. Budgetary Financing Sources: | | |
| 13.A. Appropriations received | 0.00 | 4,311,707,000.00 |
| 13.D. Appropriations used | 0.00 | (1,067,685,994.14) |
| 14. Total Budgetary Financing Sources | 0.00 | 3,244,021,005.86 |
| 15. Unexpended Appropriations | 0.00 | 6,774,550,022.43 |
| 16. Net Position | <u>0.00</u> | <u>8,312,304,983.68</u> |

Department of Defense
Security Assistance
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
For the periods ended December 31, 2009 and 2008

| | <u>2009 Earmarked Funds</u> | <u>2009 All Other Funds</u> |
|--|-----------------------------|-----------------------------|
| CUMULATIVE RESULTS OF OPERATIONS | | |
| 1. Beginning Balances | \$ 0.00 | \$ 1,383,204,103.05 |
| 3. Beginning balances, as adjusted | <u>0.00</u> | <u>1,383,204,103.05</u> |
| 4. Budgetary Financing Sources: | | |
| 4.B. Appropriations used | 0.00 | 1,474,654,505.30 |
| 4.C. Nonexchange revenue | 0.00 | 3,890,250,273.34 |
| 6. Total Financing Sources | <u>0.00</u> | <u>5,364,904,778.64</u> |
| 7. Net Cost of Operations (+/-) | 0.00 | 5,218,874,400.31 |
| 8. Net Change | <u>0.00</u> | <u>146,030,378.33</u> |
| 9. Cumulative Results of Operations | 0.00 | 1,529,234,481.38 |
| UNEXPENDED APPROPRIATIONS | | |
| 10. Beginning Balances | \$ 0.00 | \$ 2,381,961,441.18 |
| 12. Beginning balances, as adjusted | <u>0.00</u> | <u>2,381,961,441.18</u> |
| 13. Budgetary Financing Sources: | | |
| 13.A. Appropriations received | 0.00 | 1,844,937,608.00 |
| 13.D. Appropriations used | 0.00 | (1,474,654,505.30) |
| 14. Total Budgetary Financing Sources | <u>0.00</u> | <u>370,283,102.70</u> |
| 15. Unexpended Appropriations | 0.00 | 2,752,244,543.88 |
| 16. Net Position | <u>0.00</u> | <u>4,281,479,025.26</u> |

Department of Defense
Security Assistance
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
For the periods ended December 31, 2009 and 2008

| | <u>2009 Eliminations</u> | <u>2009 Consolidated</u> |
|--|--------------------------|--------------------------|
| CUMULATIVE RESULTS OF OPERATIONS | | |
| 1. Beginning Balances | \$ 0.00 | \$ 1,383,204,103.05 |
| 3. Beginning balances, as adjusted | <u>0.00</u> | <u>1,383,204,103.05</u> |
| 4. Budgetary Financing Sources: | | |
| 4.B. Appropriations used | 0.00 | 1,474,654,505.30 |
| 4.C. Nonexchange revenue | 0.00 | 3,890,250,273.34 |
| 6. Total Financing Sources | <u>0.00</u> | <u>5,364,904,778.64</u> |
| 7. Net Cost of Operations (+/-) | 0.00 | 5,218,874,400.31 |
| 8. Net Change | <u>0.00</u> | <u>146,030,378.33</u> |
| 9. Cumulative Results of Operations | 0.00 | 1,529,234,481.38 |
| UNEXPENDED APPROPRIATIONS | | |
| 10. Beginning Balances | \$ 0.00 | \$ 2,381,961,441.18 |
| 12. Beginning balances, as adjusted | <u>0.00</u> | <u>2,381,961,441.18</u> |
| 13. Budgetary Financing Sources: | | |
| 13.A. Appropriations received | 0.00 | 1,844,937,608.00 |
| 13.D. Appropriations used | 0.00 | (1,474,654,505.30) |
| 14. Total Budgetary Financing Sources | <u>0.00</u> | <u>370,283,102.70</u> |
| 15. Unexpended Appropriations | 0.00 | 2,752,244,543.88 |
| 16. Net Position | <u>0.00</u> | <u>4,281,479,025.26</u> |

Department of Defense
 Security Assistance
COMBINED STATEMENT OF BUDGETARY RESOURCES
 For the periods ended December 31, 2009 and 2008

| | <u>2010 Combined</u> | <u>2009 Combined</u> |
|---|------------------------------------|------------------------------------|
| BUDGETARY FINANCING ACCOUNTS | | |
| BUDGETARY RESOURCES: | | |
| 1. Unobligated balance, brought forward, October 1 | \$ 1,316,139,352.41 | \$ 186,393,872.15 |
| 2. Recoveries of prior year unpaid obligations | 4,036,533.91 | 5,764,277.90 |
| 3. Budget authority | | |
| 3.A. Appropriation | 9,859,440,068.86 | 7,647,089,644.11 |
| 3.C. Contract authority | 12,465,499,781.20 | 16,697,759,025.87 |
| 3.D. Spending authority from offsetting collections | | |
| 3.D.1 Earned | | |
| 3.D.1.a. Collected | 52,874.97 | 0.00 |
| 3.E. Subtotal | <u>22,324,992,725.03</u> | <u>24,344,848,669.98</u> |
| 6. Permanently not available | (5,547,733,068.86) | (5,802,152,036.11) |
| 7. Total Budgetary Resources | <u><u>\$ 18,097,435,542.49</u></u> | <u><u>\$ 18,734,854,783.92</u></u> |

Department of Defense
Security Assistance
COMBINED STATEMENT OF BUDGETARY RESOURCES
For the periods ended December 31, 2009 and 2008

| | <u>2010 Combined</u> | <u>2009 Combined</u> |
|---|-----------------------------|-----------------------------|
| Status of Budgetary Resources: | | |
| 8. Obligations incurred: | | |
| 8.A. Direct | \$ 13,719,353,983.74 | \$ 17,918,052,264.79 |
| 8.C. Subtotal | <u>13,719,353,983.74</u> | <u>17,918,052,264.79</u> |
| 9. Unobligated balance: | | |
| 9.A. Apportioned | 3,064,014,943.16 | 793,377,706.56 |
| 9.C. Subtotal | <u>3,064,014,943.16</u> | <u>793,377,706.56</u> |
| 10. Unobligated balance not available | <u>1,314,066,615.59</u> | <u>23,424,812.57</u> |
| 11. Total status of budgetary resources | \$ 18,097,435,542.49 | \$ 18,734,854,783.92 |
| Change in Obligated Balance: | | |
| 12. Obligated balance, net | | |
| 12.A. Unpaid obligations, brought forward, October 1 | \$ 87,898,916,248.37 | \$ 73,811,001,166.04 |
| 12.C. Total unpaid obligated balance | <u>87,898,916,248.37</u> | <u>73,811,001,166.04</u> |
| 13. Obligations incurred net (+/-) | 13,719,353,983.74 | 17,918,052,264.79 |
| 14. Less: Gross outlays | <u>(7,024,761,802.21)</u> | <u>(6,704,681,370.89)</u> |
| 16. Less: Recoveries of prior year unpaid obligations, actual | (4,036,533.91) | (5,764,277.90) |
| 18. Obligated balance, net, end of period | | |
| 18.A. Unpaid obligations | 94,589,471,895.99 | 85,018,607,782.04 |
| 18.C. Total, unpaid obligated balance, net, end of period | <u>94,589,471,895.99</u> | <u>85,018,607,782.04</u> |
| Net Outlays | | |
| 19. Net Outlays: | | |
| 19.A. Gross outlays | 7,024,761,802.21 | 6,704,681,370.89 |
| 19.B. Less: Offsetting collections | (52,874.97) | 0.00 |
| 19.C. Less: Distributed Offsetting receipts | <u>(4,842,180,337.45)</u> | <u>(5,802,152,036.11)</u> |
| 19.D. Net Outlays | \$ 2,182,528,589.79 | \$ 902,529,334.78 |

Department of Defense
 Security Assistance
COMBINED STATEMENT OF BUDGETARY RESOURCES
 For the periods ended December 31, 2009 and 2008

| | <u>2010 Combined</u> | <u>2009 Combined</u> |
|--|--------------------------------|--------------------------------|
| NONBUDGETARY FINANCING ACCOUNTS | | |
| BUDGETARY RESOURCES | | |
| 1. Unobligated balance, brought forward, October 1 | \$ 11,433,213.67 | \$ 94,027,205.34 |
| 3. Budget authority | | |
| 3.D. Spending authority from offsetting collections | | |
| 3.D.1 Earned | | |
| 3.D.1.a. Collected | 18,685,538.98 | 27,118,301.21 |
| 3.D.3 Anticipated for rest of year, without advances | 168,976,826.21 | 303,062,661.30 |
| 3.E. Subtotal | <u>187,662,365.19</u> | <u>330,180,962.51</u> |
| 6. Permanently not available | (187,662,365.19) | (330,005,607.40) |
| 7. Total Budgetary Resources | <u><u>\$ 11,433,213.67</u></u> | <u><u>\$ 94,202,560.45</u></u> |

Department of Defense
Security Assistance
COMBINED STATEMENT OF BUDGETARY RESOURCES
For the periods ended December 31, 2009 and 2008

| | <u>2010 Combined</u> | <u>2009 Combined</u> |
|---|---------------------------|-------------------------|
| Status of Budgetary Resources: | | |
| 10. Unobligated balance not available | 11,433,213.67 | 94,202,560.45 |
| 11. Total Status of Budgetary Resources | <u>\$ 11,433,213.67</u> | <u>\$ 94,202,560.45</u> |
| Change in Obligated Balance: | | |
| 12. Obligated balance, net | | |
| 12.A. Unpaid obligations, brought forward, October 1 | \$ 2,587,277,500.00 | \$ 2,658,298,122.96 |
| 12.C. Total unpaid obligated balance | 2,587,277,500.00 | 2,658,298,122.96 |
| 14. Less: Gross outlays | 0.00 | (57,950,000.00) |
| 18. Obligated balance, net, end of period | | |
| 18.A. Unpaid obligations | 2,587,277,500.00 | 2,600,348,122.96 |
| 18.C. Total, unpaid obligated balance, net, end of period | <u>2,587,277,500.00</u> | <u>2,600,348,122.96</u> |
| Net Outlays | | |
| 19. Net Outlays: | | |
| 19.A. Gross outlays | 0.00 | 57,950,000.00 |
| 19.B. Less: Offsetting collections | (18,685,538.98) | (27,118,301.21) |
| 19.D. Net Outlays | <u>\$ (18,685,538.98)</u> | <u>\$ 30,831,698.79</u> |