

Department of Defense
Department of the Army
CONSOLIDATED BALANCE SHEET
As of June 30, 2010 and 2009

	<u>2010 Consolidated</u>	<u>Restated 2009 Consolidated</u>
1. ASSETS (Note 2)		
A. Intragovernmental:		
1. Fund Balance with Treasury (Note 3)	\$ 209,638,136,491.62	\$ 224,478,201,932.93
2. Investments (Note 4)	3,315,696.20	3,384,942.84
3. Accounts Receivable (Note 5)	775,024,762.78	811,551,061.56
4. Other Assets (Note 6)	1,202,379,733.00	454,974,792.56
5. Total Intragovernmental Assets	<u>\$ 211,618,856,683.60</u>	<u>\$ 225,748,112,729.89</u>
B. Cash and Other Monetary Assets (Note 7)	\$ 1,853,453,949.13	\$ 2,058,103,018.34
C. Accounts Receivable, Net (Note 5)	690,585,445.58	750,997,345.16
D. Loans Receivable (Note 8)	0.00	471,069.24
E. Inventory and Related Property, Net (Note 9)	33,818,080,519.23	34,329,802,946.78
F. General Property, Plant and Equipment, Net (Note 10)	149,920,778,344.73	122,145,004,389.92
H. Other Assets (Note 6)	8,191,616,559.67	7,207,361,028.81
2. TOTAL ASSETS	<u><u>\$ 406,093,371,501.94</u></u>	<u><u>\$ 392,239,852,528.14</u></u>
3. STEWARDSHIP PROPERTY, PLANT & EQUIPMENT (Note 10)		
4. LIABILITIES (Note 11)		
A. Intragovernmental:		
1. Accounts Payable (Note 12)	\$ 1,648,101,049.70	\$ 1,931,674,373.56
2. Debt (Note 13)	1,084,339.45	851,606.53
3. Other Liabilities (Note 15 & 16)	2,981,846,303.58	3,660,083,553.55
4. Total Intragovernmental Liabilities	<u>\$ 4,631,031,692.73</u>	<u>\$ 5,592,609,533.64</u>
B. Accounts Payable (Note 12)	\$ 17,813,810,549.05	\$ 9,716,291,182.90
C. Military Retirement and Other Federal Employment Benefits (Note 17)	1,325,168,967.70	1,472,382,704.34
D. Environmental and Disposal Liabilities (Note 14)	35,585,233,535.00	38,254,386,360.00
E. Loan Guarantee Liability (Note 8)	3,501,814.71	2,789,225.87
F. Other Liabilities (Note 15 & Note 16)	11,270,875,060.65	15,626,602,874.55
5. TOTAL LIABILITIES	<u>\$ 70,629,621,619.84</u>	<u>\$ 70,665,061,881.30</u>
6. COMMITMENTS AND CONTINGENCIES (NOTE 16)		
7. NET POSITION		
B. Unexpended Appropriations - Other Funds	196,177,593,463.70	210,974,880,258.16
C. Cumulative Results of Operations - Earmarked Funds	60,952,091.06	53,119,213.62
D. Cumulative Results of Operations - Other Funds	139,225,204,327.34	110,546,791,175.06
8. TOTAL NET POSITION	<u>\$ 335,463,749,882.10</u>	<u>\$ 321,574,790,646.84</u>
9. TOTAL LIABILITIES AND NET POSITION	<u><u>\$ 406,093,371,501.94</u></u>	<u><u>\$ 392,239,852,528.14</u></u>

Department of Defense
Department of the Army
CONSOLIDATED STATEMENT OF NET COST
For the periods ended June 30, 2010 and 2009

	<u>2010 Consolidated</u>	<u>Restated 2009 Consolidated</u>
1. Program Costs		
A. Gross Costs	\$ 160,513,716,929.51	\$ 161,297,086,317.11
Military Personnel	54,166,334,043.66	52,814,215,548.58
Operations, Readiness & Support	73,522,734,687.59	72,340,752,892.20
Procurement	15,752,438,429.96	15,842,727,490.97
Research, Development, Test & Evaluation	11,453,587,188.24	12,379,885,014.73
Family Housing & Military Construction	5,618,622,580.06	7,919,505,370.63
C. (Less: Earned Revenue)	(8,695,042,715.99)	(8,708,619,445.79)
2. Net Cost of Operations	<u>\$ 151,818,674,213.52</u>	<u>\$ 152,588,466,871.32</u>

Department of Defense
Department of the Army
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
For the periods ended June 30, 2010 and 2009

	<u>2010 Earmarked Funds</u>	<u>2010 All Other Funds</u>
CUMULATIVE RESULTS OF OPERATIONS		
1. Beginning Balances	\$ 57,671,188.46	\$ 118,171,296,121.72
2. Prior Period Adjustments:		
2.B. Corrections of errors (+/-)	460,504.31	381,405,214.38
3. Beginning balances, as adjusted	<u>58,131,692.77</u>	<u>118,552,701,336.10</u>
4. Budgetary Financing Sources:		
4.B. Appropriations used	0.00	174,661,384,064.76
4.C. Nonexchange revenue	3,186,526.59	0.00
4.D. Donations and forfeitures of cash	3,437,213.62	0.00
4.E. Transfers-in/out without reimbursement	0.00	0.00
5. Other Financing Sources:		
5.B. Transfers-in/out without reimbursement (+/-)	0.00	1,537,201,317.96
5.C. Imputed financing from costs absorbed by others	0.00	713,257,798.12
5.D. Other (+/-)	(111,068.30)	(4,424,358,249.70)
6. Total Financing Sources	<u>6,512,671.91</u>	<u>172,487,484,931.14</u>
7. Net Cost of Operations (+/-)	3,692,273.62	151,814,981,939.90
8. Net Change	<u>2,820,398.29</u>	<u>20,672,502,991.24</u>
9. Cumulative Results of Operations	60,952,091.06	139,225,204,327.34
UNEXPENDED APPROPRIATIONS		
10. Beginning Balances	\$ 0.00	\$ 150,540,142,349.96
11. Prior Period Adjustments:		
11.B. Corrections of errors	0.00	(1,192,798,435.50)
12. Beginning balances, as adjusted	<u>0.00</u>	<u>149,347,343,914.46</u>
13. Budgetary Financing Sources:		
13.A. Appropriations received	0.00	212,325,155,000.00
13.B. Appropriations transferred-in/out	0.00	9,861,564,000.00
13.C. Other adjustments (rescissions, etc)	0.00	(695,085,386.00)
13.D. Appropriations used	0.00	(174,661,384,064.76)
14. Total Budgetary Financing Sources	0.00	46,830,249,549.24
15. Unexpended Appropriations	0.00	196,177,593,463.70
16. Net Position	<u>\$ 60,952,091.06</u>	<u>\$ 335,402,797,791.04</u>

Department of Defense
 Department of the Army
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
 For the periods ended June 30, 2010 and 2009

	<u>2010 Eliminations</u>	<u>2010 Consolidated</u>
CUMULATIVE RESULTS OF OPERATIONS		
1. Beginning Balances	\$ 0.00	\$ 118,228,967,310.18
2. Prior Period Adjustments:		
2.B. Corrections of errors (+/-)	0.00	381,865,718.69
3. Beginning balances, as adjusted	<u>0.00</u>	<u>118,610,833,028.87</u>
4. Budgetary Financing Sources:		
4.B. Appropriations used	0.00	174,661,384,064.76
4.C. Nonexchange revenue	0.00	3,186,526.59
4.D. Donations and forfeitures of cash	0.00	3,437,213.62
4.E. Transfers-in/out without reimbursement	0.00	0.00
5. Other Financing Sources:		
5.B. Transfers-in/out without reimbursement (+/-)	0.00	1,537,201,317.96
5.C. Imputed financing from costs absorbed by others	0.00	713,257,798.12
5.D. Other (+/-)	0.00	(4,424,469,318.00)
6. Total Financing Sources	<u>0.00</u>	<u>172,493,997,603.05</u>
7. Net Cost of Operations (+/-)	<u>0.00</u>	<u>151,818,674,213.52</u>
8. Net Change	<u>0.00</u>	<u>20,675,323,389.53</u>
9. Cumulative Results of Operations	<u>0.00</u>	<u>139,286,156,418.40</u>
UNEXPENDED APPROPRIATIONS		
10. Beginning Balances	\$ 0.00	\$ 150,540,142,349.96
11. Prior Period Adjustments:		
11.B. Corrections of errors	0.00	(1,192,798,435.50)
12. Beginning balances, as adjusted	<u>0.00</u>	<u>149,347,343,914.46</u>
13. Budgetary Financing Sources:		
13.A. Appropriations received	0.00	212,325,155,000.00
13.B. Appropriations transferred-in/out	0.00	9,861,564,000.00
13.C. Other adjustments (rescissions, etc)	0.00	(695,085,386.00)
13.D. Appropriations used	0.00	(174,661,384,064.76)
14. Total Budgetary Financing Sources	<u>0.00</u>	<u>46,830,249,549.24</u>
15. Unexpended Appropriations	<u>0.00</u>	<u>196,177,593,463.70</u>
16. Net Position	<u>\$ 0.00</u>	<u>\$ 335,463,749,882.10</u>

Department of Defense
Department of the Army
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
For the periods ended June 30, 2010 and 2009

	<u>Restated 2009 Earmarked Funds</u>	<u>Restated 2009 All Other Funds</u>
CUMULATIVE RESULTS OF OPERATIONS		
1. Beginning Balances	\$ 52,945,610.71	\$ 98,560,989,912.41
2. Prior Period Adjustments:		
2.B. Corrections of errors (+/-)	460,504.31	381,405,214.38
3. Beginning balances, as adjusted	<u>53,406,115.02</u>	<u>98,942,395,126.79</u>
4. Budgetary Financing Sources:		
4.B. Appropriations used	0.00	168,856,659,351.93
4.C. Nonexchange revenue	8,578,124.36	0.00
4.D. Donations and forfeitures of cash	1,814,506.37	0.00
4.E. Transfers-in/out without reimbursement	0.00	1,023,000,000.00
5. Other Financing Sources:		
5.B. Transfers-in/out without reimbursement (+/-)	0.00	(2,714,508,540.13)
5.C. Imputed financing from costs absorbed by others	0.00	725,076,798.34
5.D. Other (+/-)	(1,008,175.95)	(3,707,036,046.73)
6. Total Financing Sources	<u>9,384,454.78</u>	<u>164,183,191,563.41</u>
7. Net Cost of Operations (+/-)	<u>9,671,356.18</u>	<u>152,578,795,515.14</u>
8. Net Change	<u>(286,901.40)</u>	<u>11,604,396,048.27</u>
9. Cumulative Results of Operations	<u>53,119,213.62</u>	<u>110,546,791,175.06</u>
UNEXPENDED APPROPRIATIONS		
10. Beginning Balances	\$ 0.00	\$ 153,860,352,045.59
11. Prior Period Adjustments:		
11.B. Corrections of errors	0.00	(1,192,798,435.50)
12. Beginning balances, as adjusted	<u>0.00</u>	<u>152,667,553,610.09</u>
13. Budgetary Financing Sources:		
13.A. Appropriations received	0.00	227,059,851,000.00
13.B. Appropriations transferred-in/out	0.00	1,665,444,000.00
13.C. Other adjustments (rescissions, etc)	0.00	(1,561,309,000.00)
13.D. Appropriations used	0.00	(168,856,659,351.93)
14. Total Budgetary Financing Sources	<u>0.00</u>	<u>58,307,326,648.07</u>
15. Unexpended Appropriations	<u>0.00</u>	<u>210,974,880,258.16</u>
16. Net Position	<u>\$ 53,119,213.62</u>	<u>\$ 321,521,671,433.22</u>

Department of Defense
Department of the Army
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
For the periods ended June 30, 2010 and 2009

	<u>2009 Eliminations</u>	<u>Restated 2009 Consolidated</u>
CUMULATIVE RESULTS OF OPERATIONS		
1. Beginning Balances	\$ 0.00	\$ 98,613,935,523.12
2. Prior Period Adjustments:		
2.B. Corrections of errors (+/-)	0.00	381,865,718.69
3. Beginning balances, as adjusted	<u>0.00</u>	<u>98,995,801,241.81</u>
4. Budgetary Financing Sources:		
4.B. Appropriations used	0.00	168,856,659,351.93
4.C. Nonexchange revenue	0.00	8,578,124.36
4.D. Donations and forfeitures of cash	0.00	1,814,506.37
4.E. Transfers-in/out without reimbursement	0.00	1,023,000,000.00
5. Other Financing Sources:		
5.B. Transfers-in/out without reimbursement (+/-)	0.00	(2,714,508,540.13)
5.C. Imputed financing from costs absorbed by others	0.00	725,076,798.34
5.D. Other (+/-)	0.00	(3,708,044,222.68)
6. Total Financing Sources	<u>0.00</u>	<u>164,192,576,018.19</u>
7. Net Cost of Operations (+/-)	<u>0.00</u>	<u>152,588,466,871.32</u>
8. Net Change	<u>0.00</u>	<u>11,604,109,146.87</u>
9. Cumulative Results of Operations	<u>0.00</u>	<u>110,599,910,388.68</u>
UNEXPENDED APPROPRIATIONS		
10. Beginning Balances	\$ 0.00	\$ 153,860,352,045.59
11. Prior Period Adjustments:		
11.B. Corrections of errors	0.00	(1,192,798,435.50)
12. Beginning balances, as adjusted	<u>0.00</u>	<u>152,667,553,610.09</u>
13. Budgetary Financing Sources:		
13.A. Appropriations received	0.00	227,059,851,000.00
13.B. Appropriations transferred-in/out	0.00	1,665,444,000.00
13.C. Other adjustments (rescissions, etc)	0.00	(1,561,309,000.00)
13.D. Appropriations used	0.00	(168,856,659,351.93)
14. Total Budgetary Financing Sources	<u>0.00</u>	<u>58,307,326,648.07</u>
15. Unexpended Appropriations	<u>0.00</u>	<u>210,974,880,258.16</u>
16. Net Position	<u>\$ 0.00</u>	<u>\$ 321,574,790,646.84</u>

Department of Defense
 Department of the Army
COMBINED STATEMENT OF BUDGETARY RESOURCES
 For the periods ended June 30, 2010 and 2009

	<u>2010 Combined</u>	<u>Restated 2009 Combined</u>
BUDGETARY FINANCING ACCOUNTS		
BUDGETARY RESOURCES:		
1. Unobligated balance, brought forward, October 1	\$ 42,835,633,406.01	\$ 39,265,028,879.52
2. Recoveries of prior year unpaid obligations	17,691,354,523.55	18,825,416,078.77
3. Budget authority		
3.A. Appropriation	212,332,222,213.85	227,070,095,310.98
3.D. Spending authority from offsetting collections		
3.D.1 Earned		
3.D.1.a. Collected	18,220,502,876.31	17,576,452,651.82
3.D.1.b. Change in receivables from Federal sources	(303,714,218.60)	610,271,475.23
3.D.2 Change in unfilled customer orders		
3.D.2.a. Advance received	56,284,243.91	108,685,721.54
3.D.2.b. Without advance from Federal sources	6,717,062,335.23	5,272,718,907.14
3.D.3. Anticipated for rest of year, without advances	1,063,912,637.11	741,954,603.42
3.E. Subtotal	<u>238,086,270,087.81</u>	<u>251,380,178,670.13</u>
4. Nonexpenditure transfers, net, anticipated and actual	9,861,564,000.00	2,688,444,000.00
6. Permanently not available	(794,562,000.00)	(1,561,309,000.00)
7. Total Budgetary Resources	<u><u>\$ 307,680,260,017.37</u></u>	<u><u>\$ 310,597,758,628.42</u></u>

Department of Defense
Department of the Army
COMBINED STATEMENT OF BUDGETARY RESOURCES
For the periods ended June 30, 2010 and 2009

	<u>2010 Combined</u>	<u>Restated 2009 Combined</u>
Status of Budgetary Resources:		
8. Obligations incurred:		
8.A. Direct	\$ 182,627,954,854.44	\$ 174,345,344,137.07
8.B. Reimbursable	16,538,330,541.33	17,859,430,079.11
8.C. Subtotal	<u>199,166,285,395.77</u>	<u>192,204,774,216.18</u>
9. Unobligated balance:		
9.A. Apportioned	100,713,865,205.65	111,957,753,589.22
9.B. Exempt from apportionment	51,462,091.53	51,327,793.19
9.C. Subtotal	<u>100,765,327,297.18</u>	<u>112,009,081,382.41</u>
10. Unobligated balance not available	7,748,647,324.42	6,383,903,029.83
11. Total status of budgetary resources	<u><u>\$ 307,680,260,017.37</u></u>	<u><u>\$ 310,597,758,628.42</u></u>
Change in Obligated Balance:		
12. Obligated balance, net		
12.A. Unpaid obligations, brought forward, October 1	\$ 143,712,639,916.62	\$ 144,392,278,481.38
12.B. Less: Uncollected customer payments from Federal sources, brought forward, October 1	(23,600,974,718.82)	(22,571,943,379.85)
12.C. Total unpaid obligated balance	120,111,665,197.80	121,820,335,101.53
13. Obligations incurred net (+/-)	<u>199,166,285,395.77</u>	<u>192,204,774,216.18</u>
14. Less: Gross outlays	(193,422,047,264.38)	(183,664,596,829.73)
16. Less: Recoveries of prior year unpaid obligations, actual	(17,691,354,523.55)	(18,825,416,078.77)
17. Change in uncollected customer payments from Federal sources (+/-)	(6,413,348,116.63)	(5,882,990,382.37)
18. Obligated balance, net, end of period		
18.A. Unpaid obligations	131,765,523,524.46	134,107,039,789.06
18.B. Less: Uncollected customer payments from Federal sources (-)	(30,014,322,835.45)	(28,454,933,762.22)
18.C. Total, unpaid obligated balance, net, end of period	<u>101,751,200,689.01</u>	<u>105,652,106,026.84</u>
Net Outlays		
19. Net Outlays:		
19.A. Gross outlays	193,422,047,264.38	183,664,596,829.73
19.B. Less: Offsetting collections	(18,276,787,120.22)	(17,685,138,373.36)
19.C. Less: Distributed Offsetting receipts	(31,443,410.44)	(816,541,261.98)
19.D. Net Outlays	<u><u>\$ 175,113,816,733.72</u></u>	<u><u>\$ 165,162,917,194.39</u></u>