

Department of Defense
Department of the Air Force
CONSOLIDATED BALANCE SHEET
As of March 31, 2012 and 2011

| | <u>2012 Consolidated</u> | <u>2011 Consolidated</u> |
|---|------------------------------|------------------------------|
| 1. ASSETS (Note 2) | | |
| A. Intragovernmental: | | |
| 1. Fund Balance with Treasury (Note 3) | \$ 187,384,447,492.22 | \$ 110,089,465,522.80 |
| 2. Investments (Note 4) | 1,076,651.07 | 1,079,408.80 |
| 3. Accounts Receivable (Note 5) | 119,195,841.44 | 258,469,555.22 |
| 4. Other Assets (Note 6) | 147,642,112.66 | 142,420,907.83 |
| 5. Total Intragovernmental Assets | <u>\$ 187,652,362,097.39</u> | <u>\$ 110,491,435,394.65</u> |
| B. Cash and Other Monetary Assets (Note 7) | \$ 76,254,890.41 | \$ 87,119,667.30 |
| C. Accounts Receivable, Net (Note 5) | 371,867,601.31 | 278,725,376.65 |
| E. Inventory and Related Property, Net (Note 9) | 50,743,674,360.28 | 49,394,769,635.36 |
| F. General Property, Plant and Equipment, Net (Note 10) | 139,199,403,658.42 | 138,346,762,148.89 |
| H. Other Assets (Note 6) | 12,496,706,275.83 | 11,302,365,356.18 |
| 2. TOTAL ASSETS | <u>\$ 390,540,268,883.64</u> | <u>\$ 309,901,177,579.03</u> |
| 3. STEWARDSHIP PROPERTY, PLANT & EQUIPMENT (Note 10) | | |
| 4. LIABILITIES (Note 11) | | |
| A. Intragovernmental: | | |
| 1. Accounts Payable (Note 12) | \$ 2,598,400,139.27 | \$ 2,646,138,435.43 |
| 3. Other Liabilities (Note 15 & 16) | 2,197,619,936.89 | 1,897,223,873.05 |
| 4. Total Intragovernmental Liabilities | <u>\$ 4,796,020,076.16</u> | <u>\$ 4,543,362,308.48</u> |
| B. Accounts Payable (Note 12) | \$ 3,380,632,688.84 | \$ 3,779,203,574.64 |
| C. Military Retirement and Other Federal Employment Benefits (Note 17) | 1,123,647,876.63 | 1,108,508,711.68 |
| D. Environmental and Disposal Liabilities (Note 14) | 10,299,444,054.81 | 8,565,612,565.19 |
| F. Other Liabilities (Note 15 & Note 16) | 5,637,619,721.80 | 6,094,645,830.61 |
| 5. TOTAL LIABILITIES | <u>\$ 25,237,364,418.24</u> | <u>\$ 24,091,332,990.60</u> |
| 6. COMMITMENTS AND CONTINGENCIES (NOTE 16) | | |
| 7. NET POSITION | | |
| B. Unexpended Appropriations - Other Funds | 189,978,112,401.37 | 111,279,342,300.63 |
| C. Cumulative Results of Operations - Earmarked Funds | 14,790,874.00 | 18,986,209.36 |
| D. Cumulative Results of Operations - Other Funds | 175,310,001,190.03 | 174,511,516,078.44 |
| 8. TOTAL NET POSITION | <u>\$ 365,302,904,465.40</u> | <u>\$ 285,809,844,588.43</u> |
| 9. TOTAL LIABILITIES AND NET POSITION | <u>\$ 390,540,268,883.64</u> | <u>\$ 309,901,177,579.03</u> |

Department of Defense
Department of the Air Force
CONSOLIDATED STATEMENT OF NET COST
For the periods ended March 31, 2012 and 2011

| | <u>2012 Consolidated</u> | <u>2011 Consolidated</u> |
|---|-----------------------------|-----------------------------|
| 1. Program Costs | | |
| A. Gross Costs | \$ 81,587,428,946.62 | \$ 98,028,221,960.66 |
| Military Personnel | 18,092,477,459.33 | 19,019,954,161.29 |
| Operations, Readiness & Support | 29,131,593,273.66 | 28,856,702,833.22 |
| Procurement | 19,706,178,689.09 | 36,172,990,256.59 |
| Research, Development, Test & Evaluation | 14,201,325,237.80 | 13,434,722,994.71 |
| Family Housing & Military Construction | 455,854,286.74 | 543,851,714.85 |
| | <hr/> | <hr/> |
| B. (Less: Earned Revenue) | (1,508,111,609.61) | (1,970,244,581.73) |
| C. Net Cost before Losses/(Gains) from Actuarial Assumption Changes for Military Retirement Benefits | <hr/> 80,079,317,337.01 | <hr/> 96,057,977,378.93 |
| E. Net Program Costs Including Assumption Changes | 80,079,317,337.01 | 96,057,977,378.93 |
| 2. Net Cost of Operations | <u>\$ 80,079,317,337.01</u> | <u>\$ 96,057,977,378.93</u> |

Department of Defense

Department of the Air Force

CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION

For the periods ended March 31, 2012 and 2011

| | <u>2012 Earmarked Funds</u> | <u>2012 All Other Funds</u> |
|--|-----------------------------|-----------------------------|
| CUMULATIVE RESULTS OF OPERATIONS | | |
| 1. Beginning Balances | \$ 12,424,796.48 | \$ 167,735,297,318.32 |
| 3. Beginning balances, as adjusted | <u>12,424,796.48</u> | <u>167,735,297,318.32</u> |
| 4. Budgetary Financing Sources: | | |
| 4.B. Appropriations used | 0.00 | 86,096,415,247.01 |
| 4.C. Nonexchange revenue | 410,533.44 | 0.00 |
| 4.D. Donations and forfeitures of cash | 567,623.56 | 0.00 |
| 5. Other Financing Sources: | | |
| 5.B. Transfers-in/out without reimbursement (+/-) | 0.00 | 545,566,448.61 |
| 5.C. Imputed financing from costs absorbed by others | 0.00 | 392,001,129.95 |
| 5.D. Other (+/-) | 0.00 | 621,426,303.67 |
| 6. Total Financing Sources | <u>978,157.00</u> | <u>87,655,409,129.24</u> |
| 7. Net Cost of Operations (+/-) | (1,387,920.52) | 80,080,705,257.53 |
| 8. Net Change | <u>2,366,077.52</u> | <u>7,574,703,871.71</u> |
| 9. Cumulative Results of Operations | <u>14,790,874.00</u> | <u>175,310,001,190.03</u> |
| UNEXPENDED APPROPRIATIONS | | |
| 10. Beginning Balances | \$ 0.00 | \$ 114,254,050,558.19 |
| 12. Beginning balances, as adjusted | <u>0.00</u> | <u>114,254,050,558.19</u> |
| 13. Budgetary Financing Sources: | | |
| 13.A. Appropriations received | 0.00 | 162,893,282,000.00 |
| 13.B. Appropriations transferred-in/out | 0.00 | 346,647,000.00 |
| 13.C. Other adjustments (rescissions, etc) | 0.00 | (1,419,451,909.81) |
| 13.D. Appropriations used | 0.00 | (86,096,415,247.01) |
| 14. Total Budgetary Financing Sources | <u>0.00</u> | <u>75,724,061,843.18</u> |
| 15. Unexpended Appropriations | <u>0.00</u> | <u>189,978,112,401.37</u> |
| 16. Net Position | <u>14,790,874.00</u> | <u>365,288,113,591.40</u> |

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Department of the Air Force
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
For the periods ended March 31, 2012 and 2011

| | <u>2012 Eliminations</u> | <u>2012 Consolidated</u> |
|--|--------------------------|---------------------------|
| CUMULATIVE RESULTS OF OPERATIONS | | |
| 1. Beginning Balances | \$ 0.00 | \$ 167,747,722,114.80 |
| 3. Beginning balances, as adjusted | <u>0.00</u> | <u>167,747,722,114.80</u> |
| 4. Budgetary Financing Sources: | | |
| 4.B. Appropriations used | 0.00 | 86,096,415,247.01 |
| 4.C. Nonexchange revenue | 0.00 | 410,533.44 |
| 4.D. Donations and forfeitures of cash | 0.00 | 567,623.56 |
| 5. Other Financing Sources: | | |
| 5.B. Transfers-in/out without reimbursement (+/-) | 0.00 | 545,566,448.61 |
| 5.C. Imputed financing from costs absorbed by others | 0.00 | 392,001,129.95 |
| 5.D. Other (+/-) | 0.00 | 621,426,303.67 |
| 6. Total Financing Sources | <u>0.00</u> | <u>87,656,387,286.24</u> |
| 7. Net Cost of Operations (+/-) | 0.00 | 80,079,317,337.01 |
| 8. Net Change | <u>0.00</u> | <u>7,577,069,949.23</u> |
| 9. Cumulative Results of Operations | 0.00 | 175,324,792,064.03 |
| UNEXPENDED APPROPRIATIONS | | |
| 10. Beginning Balances | \$ 0.00 | \$ 114,254,050,558.19 |
| 12. Beginning balances, as adjusted | <u>0.00</u> | <u>114,254,050,558.19</u> |
| 13. Budgetary Financing Sources: | | |
| 13.A. Appropriations received | 0.00 | 162,893,282,000.00 |
| 13.B. Appropriations transferred-in/out | 0.00 | 346,647,000.00 |
| 13.C. Other adjustments (rescissions, etc) | 0.00 | (1,419,451,909.81) |
| 13.D. Appropriations used | 0.00 | (86,096,415,247.01) |
| 14. Total Budgetary Financing Sources | 0.00 | 75,724,061,843.18 |
| 15. Unexpended Appropriations | <u>0.00</u> | <u>189,978,112,401.37</u> |
| 16. Net Position | 0.00 | 365,302,904,465.40 |

Department of Defense
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CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
 For the periods ended March 31, 2012 and 2011

| | <u>2011 Earmarked Funds</u> | <u>2011 All Other Funds</u> |
|--|-----------------------------|-----------------------------|
| CUMULATIVE RESULTS OF OPERATIONS | | |
| 1. Beginning Balances | \$ 18,568,353.45 | \$ 179,970,391,433.53 |
| 3. Beginning balances, as adjusted | <u>18,568,353.45</u> | <u>179,970,391,433.53</u> |
| 4. Budgetary Financing Sources: | | |
| 4.B. Appropriations used | 0.00 | 83,050,844,816.56 |
| 4.C. Nonexchange revenue | 377,026.64 | 0.00 |
| 4.D. Donations and forfeitures of cash | 2,768,194.85 | 0.00 |
| 5. Other Financing Sources: | | |
| 5.B. Transfers-in/out without reimbursement (+/-) | 0.00 | 82,222,172.85 |
| 5.C. Imputed financing from costs absorbed by others | 0.00 | 409,098,423.61 |
| 5.D. Other (+/-) | 0.00 | 7,054,209,245.24 |
| 6. Total Financing Sources | <u>3,145,221.49</u> | <u>90,596,374,658.26</u> |
| 7. Net Cost of Operations (+/-) | 4,783,544.74 | 96,053,193,834.19 |
| 8. Net Change | <u>(1,638,323.25)</u> | <u>(5,456,819,175.93)</u> |
| 9. Cumulative Results of Operations | 16,930,030.20 | 174,513,572,257.60 |
| UNEXPENDED APPROPRIATIONS | | |
| 10. Beginning Balances | \$ 0.00 | \$ 108,832,210,117.19 |
| 12. Beginning balances, as adjusted | <u>0.00</u> | <u>108,832,210,117.19</u> |
| 13. Budgetary Financing Sources: | | |
| 13.A. Appropriations received | 0.00 | 85,157,842,000.00 |
| 13.B. Appropriations transferred-in/out | 0.00 | 340,135,000.00 |
| 13.C. Other adjustments (rescissions, etc) | 0.00 | 0.00 |
| 13.D. Appropriations used | 0.00 | (83,050,844,816.56) |
| 14. Total Budgetary Financing Sources | 0.00 | 2,447,132,183.44 |
| 15. Unexpended Appropriations | <u>0.00</u> | <u>111,279,342,300.63</u> |
| 16. Net Position | 16,930,030.20 | 285,792,914,558.23 |

Department of Defense
Department of the Air Force
CONSOLIDATED STATEMENT OF CHANGES IN NET POSITION
For the periods ended March 31, 2012 and 2011

| | <u>2011 Eliminations</u> | <u>2011 Consolidated</u> |
|--|--------------------------|--------------------------|
| CUMULATIVE RESULTS OF OPERATIONS | | |
| 1. Beginning Balances | \$ 0.00 | \$ 179,988,959,786.98 |
| 3. Beginning balances, as adjusted | 0.00 | 179,988,959,786.98 |
| 4. Budgetary Financing Sources: | | |
| 4.B. Appropriations used | 0.00 | 83,050,844,816.56 |
| 4.C. Nonexchange revenue | 0.00 | 377,026.64 |
| 4.D. Donations and forfeitures of cash | 0.00 | 2,768,194.85 |
| 5. Other Financing Sources: | | |
| 5.B. Transfers-in/out without reimbursement (+/-) | 0.00 | 82,222,172.85 |
| 5.C. Imputed financing from costs absorbed by others | 0.00 | 409,098,423.61 |
| 5.D. Other (+/-) | 0.00 | 7,054,209,245.24 |
| 6. Total Financing Sources | 0.00 | 90,599,519,879.75 |
| 7. Net Cost of Operations (+/-) | 0.00 | 96,057,977,378.93 |
| 8. Net Change | 0.00 | (5,458,457,499.18) |
| 9. Cumulative Results of Operations | 0.00 | 174,530,502,287.80 |
| UNEXPENDED APPROPRIATIONS | | |
| 10. Beginning Balances | \$ 0.00 | \$ 108,832,210,117.19 |
| 12. Beginning balances, as adjusted | 0.00 | 108,832,210,117.19 |
| 13. Budgetary Financing Sources: | | |
| 13.A. Appropriations received | 0.00 | 85,157,842,000.00 |
| 13.B. Appropriations transferred-in/out | 0.00 | 340,135,000.00 |
| 13.C. Other adjustments (rescissions, etc) | 0.00 | 0.00 |
| 13.D. Appropriations used | 0.00 | (83,050,844,816.56) |
| 14. Total Budgetary Financing Sources | 0.00 | 2,447,132,183.44 |
| 15. Unexpended Appropriations | 0.00 | 111,279,342,300.63 |
| 16. Net Position | 0.00 | 285,809,844,588.43 |

Department of Defense
Department of the Air Force
COMBINED STATEMENT OF BUDGETARY RESOURCES
For the periods ended March 31, 2012 and 2011

| | <u>2012 Combined</u> | <u>2011 Combined</u> |
|--|---------------------------|---------------------------|
| Budgetary Resources | | |
| 1000 Unobligated balance brought forward, October 1 | 38,007,020,994.29 | 36,090,270,646.47 |
| 1020.5 Unobligated balance brought forward, October 1, as Adjusted | 38,007,020,994.29 | 36,090,270,646.47 |
| 1021 Recoveries of prior year unpaid obligation | 3,294,900,602.16 | 2,740,255,589.66 |
| 1043 Other changes in unobligated balance | 80,043,000.00 | 152,100,000.00 |
| 1051 Unobligated balance from prior year budget authority, net | 41,381,964,596.45 | 38,982,626,236.13 |
| 1290 Appropriations (discretionary and mandatory) | 161,741,758,440.00 | 85,349,234,309.53 |
| 1890 Spending Authority from offsetting collections | 17,422,216,464.87 | 4,934,427,329.17 |
| 1910 Total Budgetary Resources | <u>220,545,939,501.32</u> | <u>129,266,287,874.83</u> |
| Status of Budgetary Resources: | | |
| 2190 Obligations Incurred | 94,708,570,636.33 | 87,232,241,166.31 |
| Unobligated balance, end of year | | |
| 2204 Apportioned | 120,179,850,706.47 | 37,364,963,921.58 |
| 2304 Exempt from Apportionment | 11,198,654.44 | 13,332,219.48 |
| 2404 Unapportioned | 5,646,319,504.08 | 4,655,750,567.46 |
| 2490 Unobligated balance brought forward, end of year | <u>125,837,368,864.99</u> | <u>42,034,046,708.52</u> |
| 2500 Total Budgetary Resources | <u>220,545,939,501.32</u> | <u>129,266,287,874.83</u> |
| Change in Obligated Balance: | | |
| 3000 Unpaid obligations, brought forward, October 1 (gross) | 74,701,468,064.94 | 74,007,636,863.35 |
| 3010 Uncollected customer payments from Federal sources, brought forward, October 1 (-) | (3,032,490,696.00) | (2,968,685,018.51) |
| 3015 Obligated balance start of year (net), before adjustments (+ or | 71,668,977,368.94 | 71,038,951,844.84 |
| 3021 Obligated balance, start of year (net), as adjusted | 71,668,977,368.94 | 71,038,951,844.84 |
| 3032 Obligations incurred | 94,708,570,636.33 | 87,232,241,166.31 |
| 3040 Outlays (gross) (-) | (89,239,680,124.58) | (86,630,366,744.40) |
| 3052 Change in uncollected customer payments from Federal Sources (+ or-) | (1,587,167,214.74) | (1,264,803,742.65) |
| 3082 Recoveries of prior year unpaid obligations (-) Obligated balance, end of year | (3,294,900,602.16) | (2,740,255,589.66) |
| 3090 Unpaid Obligations, end of year (gross) | 76,875,457,974.53 | 71,869,255,695.60 |
| 3091 Uncollected customer payments from Federal sources, end | (4,619,657,910.74) | (4,233,488,761.16) |
| 3100 Obligated balance, end of year | <u>72,255,800,063.79</u> | <u>67,635,766,934.44</u> |

Department of Defense
 Department of the Air Force
COMBINED STATEMENT OF BUDGETARY RESOURCES
 For the periods ended March 31, 2012 and 2011

| | <u>2012 Combined</u> | <u>2011 Combined</u> |
|---|---------------------------|--------------------------|
| Budget Authority and Outlays, Net: | | |
| 4175 Budget authority, gross (discretionary and mandatory) | 179,163,974,904.87 | 90,283,661,638.70 |
| 4177 Actual offsetting collections (discretionary and mandatory) (-) | (4,724,719,229.94) | (3,669,623,586.52) |
| 4178 Change in uncollected customer payments from Federal Sources (discretionary and mandatory) (+ or -) | (1,587,167,214.74) | (1,264,803,742.65) |
| 4180 Budget Authority, net (discretionary and mandatory) | <u>172,852,088,460.19</u> | <u>85,349,234,309.53</u> |
| 4185 Outlays, gross (discretionary and mandatory) | <u>89,239,680,124.58</u> | <u>86,630,366,744.40</u> |
| 4187 Actual offsetting collections (discretionary and mandatory) (-) | (4,724,719,229.94) | (3,669,623,586.52) |
| 4190 Outlays, net (discretionary and mandatory) | 84,514,960,894.64 | 82,960,743,157.88 |
| 4200 Distributed offsetting receipts | (24,175,616.41) | (9,896,668.14) |
| 4210 Agency Outlays, net (discretionary and mandatory) | <u>84,490,785,278.23</u> | <u>82,950,846,489.74</u> |