

Archived Information

UNITED STATES DEPARTMENT OF EDUCATION

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

September 30, 1997

(dollars in thousands)

	Federal Direct Student Loan Program	Federal Family Education Loan Program	All Other Activities	Department of Education Consolidated Balances
ASSETS				
Entity Assets				
Intragovernmental Assets:				
Fund Balances with U. S. Treasury	\$1,197,027	\$9,673,899	\$28,909,899	\$39,780,825
Accounts Receivable	32,711	----	----	32,711
Governmental Assets:				
Credit Program Receivable, Net:				
Direct Loans	21,807,824	----	----	21,807,824
Defaulted Guaranteed Loans	----	10,279,987	----	10,279,987
Facilities Loans	----	----	493,923	493,923
Advances to Guaranty Agencies, Net	----	38,825	----	38,825
Accounts Receivable, Net	3	2,144	9,862	12,009
Total Entity Assets	23,037,565	19,994,855	29,413,684	72,446,104
Non-Entity Assets				
Governmental Assets:				
Guaranty Agencies' Reserves Receivable, Net	----	1,769,921	----	1,769,921
Other Receivables, Net	----	----	24,217	24,217
Total Non-Entity Assets	0	1,769,921	24,217	1,794,138
TOTAL ASSETS	\$23,037,565	\$21,764,776	\$29,437,901	\$74,240,242
 LIABILITIES AND NET POSITION				
Liabilities				
Liabilities Covered by Budgetary Resources				
Intragovernmental Liabilities:				
Borrowing from U. S. Treasury	\$22,713,060	\$354,073	\$464,532	\$23,531,665
Guaranty Agencies' Reserves - Due to U. S. Treasury	----	1,769,921	----	1,769,921
Interest Payable to U. S. Treasury	----	----	11,543	11,543
Governmental Liabilities:				
Estimated Liabilities for Loan Guarantees	----	13,299,095	----	13,299,095
Accrued Grant Liability	----	----	314,091	314,091
Accrued Contractual Services Liability	22,741	13,203	44,063	80,007
Accrued Salaries and Benefits	1,226	1,169	14,280	16,675
Other Accrued Liabilities	19,488	6,591	47,061	73,140
Total Liabilities Covered by Budgetary Resources	22,756,515	15,444,052	895,570	39,096,137
Liabilities Not Covered by Budgetary Resources				
Governmental Liabilities:				
Accrued Leave and Other Employee Benefits	4,923	2,685	37,143	44,751
Accrued Workers Compensation Liability	932	508	7,034	8,474
Total Liabilities Not Covered by Budgetary Resources	5,855	3,193	44,177	53,225
Total Liabilities	22,762,370	15,447,245	939,747	39,149,362
Net Position				
Unexpended Appropriations	281,050	6,281,899	28,508,156	35,071,105
Invested Capital	----	38,825	34,175	73,000
Future Funding Requirements	(5,855)	(3,193)	(44,177)	(53,225)
Total Net Position	275,195	6,317,531	28,498,154	35,090,880
TOTAL LIABILITIES AND NET POSITION	\$23,037,565	\$21,764,776	\$29,437,901	\$74,240,242

UNITED STATES DEPARTMENT OF EDUCATION

CONSOLIDATING STATEMENT OF OPERATIONS AND CHANGES IN NET POSITION

For the Year Ended September 30, 1997

(dollars in thousands)

	Federal Direct Student Loan Program	Federal Family Education Loan Program	All Other Activities	Department of Education Consolidated Balances
<u>REVENUES AND EXPENSES</u>				
Revenues and Other Financing Sources				
Interest, Federal	\$552,795	\$558,546	\$510	\$1,111,851
Interest, Non-Federal	1,045,843	-----	23,255	1,069,098
Other Revenue and Imputed Financing	2,401	1,309	21,035	24,745
Total Revenues and Other Financing Sources	1,601,039	559,855	44,800	2,205,694
<u>Expenses</u>				
Direct Loan Subsidy Expense	417,368	-----	602	417,970
Guaranteed Loan Subsidy Expense	-----	2,245,771	-----	2,245,771
Elementary and Secondary Education Grants	-----	-----	9,569,111	9,569,111
Postsecondary Education Grants	-----	-----	8,201,975	8,201,975
Special Education and Rehabilitative Services Grants	-----	-----	5,820,512	5,820,512
Other Grants	-----	-----	1,910,653	1,910,653
Interest Expense, Federal	1,598,639	608,677	13,502	2,220,818
Interest Expense, Non-Federal	82	11	68	161
Salaries and Administrative Expenses	70,295	29,619	374,112	474,026
Contractual Service Expenses	251,315	108,246	283,162	642,723
Bad Debt and Write-offs	-----	-----	(13,338)	(13,338)
Other Expenses, Net	-----	6	-----	6
Total Expenses	2,337,699	2,992,330	26,160,359	31,490,388
Net Operating Activity	(736,660)	(2,432,475)	(26,115,559)	(29,284,694)
FFEL Mandatory Admin. Expenses Funded By				
Direct Loan Appropriation	(142,093)	142,093	-----	-----
NET OPERATING ACTIVITY	(\$878,753)	(\$2,290,382)	(\$26,115,559)	(\$29,284,694)
<u>CHANGES IN NET POSITION</u>				
Net Position , Beginning of Year, as Restated	\$359,008	\$5,244,701	\$26,008,772	\$31,612,481
Net Operating Activity	(878,753)	(2,290,382)	(26,115,559)	(29,284,694)
Plus (Minus) Non-Operating Changes				
Appropriated Funds	794,940	4,082,217	28,918,778	33,795,935
Appropriated Funds Returned	-----	(719,005)	(211,511)	(930,516)
Appropriations Transferred From (To) Others	-----	-----	(83,178)	(83,178)
Other Non-Operating	-----	-----	(19,148)	(19,148)
NET POSITION, END OF YEAR	\$275,195	\$6,317,531	\$28,498,154	\$35,090,880

UNITED STATES DEPARTMENT OF EDUCATION

CONSOLIDATING STATEMENT OF CASH FLOWS

For the Year Ended September 30, 1997

(dollars in thousands)

	Federal Direct Student Loan Program	Federal Family Education Loan Program	All Other Activities	Department of Education Consolidated Balances
<u>NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</u>				
Operating Cash Provided				
Defaulted Loans Collected	-----	\$2,183,707	\$506	\$2,184,213
Loan Origination and Other Fees	364,661	917,482	196	1,282,339
Interest, Federal	552,795	558,545	510	1,111,850
Interest and Penalty, Non-Federal	305,705	4,271	24,293	334,269
Other Operating Cash Provided	-----	92	22,854	22,946
Total Operating Cash Provided	1,223,161	3,664,097	48,359	4,935,617
Operating Cash Used				
Interest, Federal	(1,598,638)	(50,132)	(23,439)	(1,672,209)
Interest and Penalties, Non-Federal	(82)	(11)	(68)	(161)
Reinsurance Payments	-----	(3,331,331)	(4)	(3,331,335)
Interest Subsidy Payments	-----	(2,727,853)	-----	(2,727,853)
Mandatory Administrative Expenses	(155,226)	(42,865)	-----	(198,091)
Grant Award Payments	-----	-----	(25,670,847)	(25,670,847)
Salaries and Benefits	(35,226)	(19,702)	(257,805)	(312,733)
Rent, Communications, and Utilities	(21,801)	(5,851)	(44,046)	(71,698)
Contractual Services	(244,481)	(103,866)	(271,591)	(619,938)
Printing and Reproduction	(3,703)	(644)	(9,720)	(14,067)
Travel and Transportation	(2,273)	(497)	(8,737)	(11,507)
Materials, Supplies, and Equipment	(1,795)	(234)	(15,310)	(17,339)
Guaranty Agency Collection Fees	-----	(336,867)	-----	(336,867)
Payment of Origination Services	(7,583)	-----	-----	(7,583)
Other Operating Cash Used	-----	-----	(43,817)	(43,817)
Total Operating Cash Used	(2,070,808)	(6,619,853)	(26,345,384)	(35,036,045)
NET CASH USED BY OPERATING ACTIVITIES	(847,647)	(2,955,756)	(26,297,025)	(30,100,428)
<u>CASH PROVIDED (USED) BY INVESTING ACTIVITIES</u>				
Loan Disbursements	(10,572,746)	-----	(11,056)	(10,583,802)
Collection of Loans Receivable	654,536	-----	44,850	699,386
NET CASH USED BY INVESTING ACTIVITIES	(9,918,210)	-----	33,794	(9,884,416)
<u>CASH PROVIDED (USED) BY FINANCING ACTIVITIES</u>				
Appropriated Funds Received	762,229	4,082,217	28,918,778	33,763,224
Appropriations Transferred From (To) Others	-----	-----	(83,178)	(83,178)
Appropriated Funds Returned	-----	(719,005)	(211,511)	(930,516)
Net Appropriations	762,229	3,363,212	28,624,089	32,749,530
Borrowing from U.S. Treasury	11,333,218	-----	5,838	11,339,056
Repayments to U.S. Treasury For Borrowings	(974,880)	(326,149)	(39,369)	(1,340,398)
NET CASH PROVIDED BY FINANCING ACTIVITIES	11,120,567	3,037,063	28,590,558	42,748,188
NET CASH PROVIDED BY OPERATING, INVESTING AND FINANCING ACTIVITIES	354,710	81,307	2,327,327	2,763,344
Fund Balances with U. S. Treasury , Beginning of Year	842,317	9,592,592	26,582,572	37,017,481
Fund Balances with U. S. Treasury , End of Year	\$1,197,027	\$9,673,899	\$28,909,899	\$39,780,825

UNITED STATES DEPARTMENT OF EDUCATION

CONSOLIDATING STATEMENT OF CASH FLOWS For the Year Ended September 30, 1997

(dollars in thousands)

	Federal Direct Student Loan Program	Federal Family Education Loan Program	All Other Activities	Department of Education Consolidated Balances
RECONCILIATION OF NET OPERATING ACTIVITY BEFORE APPROPRIATIONS TO NET CASH USED BY OPERATING ACTIVITY				
Net Operating Activity	(\$878,753)	(\$2,290,382)	(\$26,115,559)	(\$29,284,694)
Adjustments to Reconcile Net Operating Activity to Net Cash Used by Operating Activities:				
Changes in:				
Decrease (Increase) in Credit Program Receivable, Net:				
Direct Loans	33,730	----	----	33,730
Defaulted Guaranteed Loans	----	(974,679)	----	(974,679)
Facilities Loans	----	----	(8,691)	(8,691)
Decrease in Advances to Guaranty Agencies, Net	----	91	----	91
Decrease in Accounts Receivable, Net	----	833	5,295	6,128
Decrease in Interest Payable to U. S. Treasury	----	----	(9,937)	(9,937)
Increase in Estimated Liabilities for Loan Guarantees	----	302,635	----	302,635
Decrease in Accrued Grant Liability	----	----	(192,002)	(192,002)
Increase in Accrued Salaries and Benefits	2,741	1,387	19,821	23,949
Increase in Other Accrued Liabilities	(5,397)	4,438	5,013	4,054
Decrease in Accrued Workers Compensation Liability	32	(79)	(965)	(1,012)
Net Adjustments	31,106	(665,374)	(181,466)	(815,734)
NET CASH USED BY OPERATING ACTIVITIES	(\$847,647)	(\$2,955,756)	(\$26,297,025)	(\$30,100,428)

