

## SMALL BUSINESS ADMINISTRATION

For 2008, the Budget requests \$464 million in new budget authority for the Small Business Administration (SBA). This funding will support SBA's business credit, technical assistance, and disaster loan programs.

### Federal Funds

#### SALARIES AND EXPENSES

*For necessary expenses, not otherwise provided for, of the Small Business Administration as authorized by Public Law 108-447, including hire of passenger motor vehicles as authorized by 31 U.S.C. 1343 and 1344, and not to exceed \$3,500 for official reception and representation expenses, \$310,103,000: Provided, That the Administrator is authorized to charge fees to cover the cost of publications developed by the Small Business Administration, and certain loan program activities, including fees authorized by section 5(b) of the Small Business Act: Provided further, That, notwithstanding 31 U.S.C. 3302, revenues received from all such activities shall be credited to this account, to remain available until expended, for carrying out these purposes without further appropriations: Provided further, That \$87,120,000 shall be available to fund grants for performance in fiscal year 2008 or fiscal year 2009 as authorized.*

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109-289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

#### Program and Financing (in millions of dollars)

Identification code 73-0100-0-1-376	2006 actual	2007 est.	2008 est.
<b>Obligations by program activity:</b>			
00.01 Executive Direction .....	47	52	55
00.02 Capital Access .....	47	44	56
00.03 Gov. Contracting/ Bus. Development .....	19	18	24
00.04 Entrepreneurial Development .....	6	5	6
00.05 Management & Administration .....	20	18	20
00.06 Office of Chief Information Officer .....	29	27	29
00.07 Regional & District Offices .....	106	90	122
00.08 Agency Wide Costs .....	45	48	48
00.09 Non Credit Programs .....	127	122	106
00.10 Congressional Initiatives .....	90	20	.....
00.12 Disaster .....	454	166	146
09.00 Reimbursable program .....	13	10	6
10.00 Total new obligations .....	1,003	620	618
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year	349	78	3
22.00 New budget authority (gross) .....	722	545	618
22.10 Resources available from recoveries of prior year obligations .....	11	.....	.....
23.90 Total budgetary resources available for obligation	1,082	623	621
23.95 Total new obligations .....	-1,003	-620	-618
23.98 Unobligated balance expiring or withdrawn .....	-1	.....	.....
24.40 Unobligated balance carried forward, end of year	78	3	3
<b>New budget authority (gross), detail:</b>			
<b>Discretionary:</b>			
40.00 Appropriation .....	404	311	310
40.35 Appropriation permanently reduced .....	-8	.....	.....
40.36 Unobligated balance permanently reduced .....	.....	-6	.....
43.00 Appropriation (total discretionary) .....	396	305	310
<b>Spending authority from offsetting collections:</b>			
58.00 Offsetting collections (cash) .....	326	130	155
58.00 Offsetting collections (cash) .....	.....	110	153
58.90 Spending authority from offsetting collections (total discretionary) .....	326	240	308
70.00 Total new budget authority (gross) .....	722	545	618

#### Change in obligated balances:

72.40	Obligated balance, start of year .....	303	361	399
73.10	Total new obligations .....	1,003	620	618
73.20	Total outlays (gross) .....	-926	-582	-628
73.40	Adjustments in expired accounts (net) .....	-8	.....	.....
73.45	Recoveries of prior year obligations .....	-11	.....	.....
74.40	Obligated balance, end of year .....	361	399	389

#### Outlays (gross), detail:

86.90	Outlays from new discretionary authority .....	543	408	479
86.93	Outlays from discretionary balances .....	383	174	149
87.00	Total outlays (gross) .....	926	582	628

#### Offsets:

Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
88.00	Payments from business loan program account	-124	-124	-135
88.00	Payments from disaster loan program account	-182	-99	-155
88.00	Federal sources .....	-12	-10	-7
88.00	Business Loan Fees .....	.....	.....	.....
88.40	Non-Federal sources .....	-4	-7	-11
88.90	Total, offsetting collections (cash) .....	-322	-240	-308
Against gross budget authority only:				
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	-4	.....	.....

#### Net budget authority and outlays:

89.00	Budget authority .....	396	305	310
90.00	Outlays .....	604	342	320

This account funds the administrative expenses of SBA headquarters and field office operations. Appropriations for the administration of the Disaster direct loan and business loan programs are merged with this account. In addition, this account funds grant programs.

#### Object Classification (in millions of dollars)

Identification code 73-0100-0-1-376	2006 actual	2007 est.	2008 est.
<b>Direct obligations:</b>			
<b>Personnel compensation:</b>			
11.1 Full-time permanent .....	158	166	179
11.3 Other than full-time permanent .....	10	10	10
11.5 Other personnel compensation .....	4	4	4
11.9 Total personnel compensation .....	172	180	193
12.1 Civilian personnel benefits .....	44	49	51
21.0 Travel and transportation of persons .....	5	3	5
23.1 Rental payments to GSA .....	34	34	34
23.3 Communications, utilities, and miscellaneous charges .....	8	6	8
24.0 Printing and reproduction .....	1	1	1
25.2 Other services .....	58	35	63
25.3 Other purchases of goods and services from Government accounts (Disaster Administrative Expenses) .....	454	166	146
26.0 Supplies and materials .....	3	2	3
31.0 Equipment .....	2	1	2
41.0 Grants, subsidies, and contributions .....	209	133	106
99.0 Direct obligations .....	990	610	612
99.0 Reimbursable obligations .....	13	10	6
99.9 Total new obligations .....	1,003	620	618

#### Employment Summary

Identification code 73-0100-0-1-376	2006 actual	2007 est.	2008 est.
<b>Direct:</b>			
1001 Civilian full-time equivalent employment .....	5,794	3,068	3,043
<b>Reimbursable:</b>			

## SALARIES AND EXPENSES—Continued

## Employment Summary—Continued

Identification code 73-0100-0-1-376	2006 actual	2007 est.	2008 est.
2001 Civilian full-time equivalent employment .....	8	8	8

## OFFICE OF INSPECTOR GENERAL

*For necessary expenses of the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, \$15,000,000.*

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109-289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

## Program and Financing (in millions of dollars)

Identification code 73-0200-0-1-376	2006 actual	2007 est.	2008 est.
<b>Obligations by program activity:</b>			
00.01 Audit .....	7	8	9
00.02 Investigations .....	6	7	7
00.03 Management Policy .....	1	1	1
00.04 General Office/Legal Counsel .....	1	1	1
10.00 Total new obligations .....	15	17	18
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....		6	4
22.00 New budget authority (gross) .....	21	15	16
23.90 Total budgetary resources available for obligation .....	21	21	20
23.95 Total new obligations .....	-15	-17	-18
24.40 Unobligated balance carried forward, end of year .....	6	4	2
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	19	14	15
58.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	2	1	1
70.00 Total new budget authority (gross) .....	21	15	16
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	2	2	2
73.10 Total new obligations .....	15	17	18
73.20 Total outlays (gross) .....	-15	-17	-18
74.40 Obligated balance, end of year .....	2	2	2
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	14	14	15
86.93 Outlays from discretionary balances .....	1	3	3
87.00 Total outlays (gross) .....	15	17	18
<b>Offsets:</b>			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Payments from disaster loan program account .....	-2	-1	-1
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	19	14	15
90.00 Outlays .....	13	16	17

The Budget proposes \$15 million in new budget authority and \$0.5 million transferred from the Disaster Loans Program account for a total of \$15.5 million for the Office of Inspector General (OIG) for 2008. This appropriation provides funds for agency-wide audit, investigative, and related functions to promote economy and efficiency in SBA operations and to prevent and detect waste, fraud, and abuse.

## Object Classification (in millions of dollars)

Identification code 73-0200-0-1-376	2006 actual	2007 est.	2008 est.
Direct obligations:			
Personnel compensation:			

11.1 Full-time permanent .....	8	9	10
11.5 Other personnel compensation .....	1	1	1
11.9 Total personnel compensation .....	9	10	11
12.1 Civilian personnel benefits .....	2	2	2
25.2 Other services .....	3	4	4
99.0 Direct obligations .....	14	16	17
99.0 Reimbursable obligations .....	1	1	1
99.9 Total new obligations .....	15	17	18

## Employment Summary

Identification code 73-0200-0-1-376	2006 actual	2007 est.	2008 est.
Direct:			
1001 Civilian full-time equivalent employment .....	95	103	110

## SURETY BOND GUARANTEES REVOLVING FUND

*For additional capital for the Surety Bond Guarantees Revolving Fund, authorized by the Small Business Investment Act of 1958, as amended, \$3,000,000, to remain available until expended.*

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109-289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

## Program and Financing (in millions of dollars)

Identification code 73-4156-0-3-376	2006 actual	2007 est.	2008 est.
<b>Obligations by program activity:</b>			
09.01 Reimbursable obligations .....	13	9	10
10.00 Total new obligations (object class 42.0) .....	13	9	10
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	24	22	23
22.00 New budget authority (gross) .....	11	10	11
23.90 Total budgetary resources available for obligation .....	35	32	34
23.95 Total new obligations .....	-13	-9	-10
24.40 Unobligated balance carried forward, end of year .....	22	23	24
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....	3	3	3
58.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	8	7	8
70.00 Total new budget authority (gross) .....	11	10	11
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	1		-1
73.10 Total new obligations .....	13	9	10
73.20 Total outlays (gross) .....	-14	-10	-11
74.40 Obligated balance, end of year .....		-1	-2
<b>Outlays (gross), detail:</b>			
86.90 Outlays from new discretionary authority .....	11	10	11
86.93 Outlays from discretionary balances .....	3		
87.00 Total outlays (gross) .....	14	10	11
<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources .....	-2		
88.40 Non-Federal sources .....	-6	-7	-8
88.90 Total, offsetting collections (cash) .....	-8	-7	-8
<b>Net budget authority and outlays:</b>			
89.00 Budget authority .....	3	3	3
90.00 Outlays .....	6	3	3

SBA is authorized to issue bond guarantees to surety companies for construction, service, and supply contracts that do not exceed \$2,000,000 and to reimburse these sureties

up to 90 percent of the losses sustained if the contractor defaults. SBA's guarantees provide an incentive for sureties to issue bonds to small contractors who could not otherwise secure them and compete in the contracting industry.

In 2008, the Budget proposes a \$1.7 billion program level that is anticipated to be sufficient to accommodate program demand.

#### Balance Sheet (in millions of dollars)

Identification code 73-4156-0-3-376	2005 actual	2006 actual
<b>ASSETS:</b>		
Federal assets:		
1101 Fund balances with Treasury .....	25	21
Investments in US securities:		
1106 Receivables, net .....	4	6
1999 Total assets .....	29	27
<b>LIABILITIES:</b>		
2201 Non-Federal liabilities: Accounts payable .....	25	24
2999 Total liabilities .....	25	24
<b>NET POSITION:</b>		
3100 Appropriated capital .....	1	
3300 Cumulative results of operations .....	3	3
3999 Total net position .....	4	3
4999 Total liabilities and net position .....	29	27

#### BUSINESS LOANS PROGRAM ACCOUNT (INCLUDING TRANSFERS OF FUNDS)

*Subject to section 502 of the Congressional Budget Act of 1974, during fiscal year 2008 commitments to guarantee loans under section 503 of the Small Business Investment Act of 1958, shall not exceed \$7,500,000,000; Provided, That during fiscal year 2008 commitments for general business loans authorized under section 7(a) of the Small Business Act, shall not exceed \$17,500,000,000; Provided further, That during fiscal year 2008 commitments for direct loans authorized under section 7(m) of the Small Business Act shall not exceed \$25,000,000; Provided further, That during fiscal year 2008 commitments to guarantee loans for debentures under section 303(b) of the Small Business Investment Act of 1958, shall not exceed \$3,000,000,000; Provided further, That during fiscal year 2008 guarantees of trust certificates authorized by section 5(g) of the Small Business Act shall not exceed a principal amount of \$12,000,000,000. In addition, for administrative expenses to carry out the direct and guaranteed loan programs, \$135,414,000, which may be paid to the appropriations for Salaries and Expenses.*

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109-289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

#### Program and Financing (in millions of dollars)

Identification code 73-1154-0-1-376	2006 actual	2007 est.	2008 est.
<b>Obligations by program activity:</b>			
00.01 Direct loan subsidy .....	1	1	
00.05 Reestimate of direct loan .....	12	2	
00.06 Interest on direct loan reestimation .....	14	1	
00.07 Reestimate of loan guarantee subsidy .....	329	340	
00.08 Interest on reestimates of loan guarantee subsidy .....	49	63	
00.09 Administrative expenses .....	125	124	135
10.00 Total new obligations .....	530	531	135
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	14	11	7
22.00 New budget authority (gross) .....	525	527	135
22.10 Resources available from recoveries of prior year obligations .....	2		
23.90 Total budgetary resources available for obligation .....	541	538	142
23.95 Total new obligations .....	-530	-531	-135
24.40 Unobligated balance carried forward, end of year .....	11	7	7
<b>New budget authority (gross), detail:</b>			
Discretionary:			

40.00 Appropriation .....	127	126	135
40.35 Appropriation permanently reduced .....	-6		
40.36 Unobligated balance permanently reduced .....		-5	
43.00 Appropriation (total discretionary) .....	121	121	135
Mandatory:			
60.00 Appropriation .....	404	406	
70.00 Total new budget authority (gross) .....	525	527	135

#### Change in obligated balances:

72.40 Obligated balance, start of year .....	18	10	14
73.10 Total new obligations .....	530	531	135
73.20 Total outlays (gross) .....	-534	-527	-135
73.40 Adjustments in expired accounts (net) .....	-2		
73.45 Recoveries of prior year obligations .....	-2		
74.40 Obligated balance, end of year .....	10	14	14

#### Outlays (gross), detail:

86.90 Outlays from new discretionary authority .....	121	121	135
86.93 Outlays from discretionary balances .....	9		
86.97 Outlays from new mandatory authority .....	404	406	
87.00 Total outlays (gross) .....	534	527	135

#### Net budget authority and outlays:

89.00 Budget authority .....	525	527	135
90.00 Outlays .....	534	527	135

#### Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 73-1154-0-1-376	2006 actual	2007 est.	2008 est.
<b>Direct loan levels supportable by subsidy budget authority:</b>			
115001 Micro loans .....	20	10	25
115999 Total direct loan levels .....	20	10	25
<b>Direct loan subsidy (in percent):</b>			
132001 Micro loans .....	7.17	10.21	0.00
132999 Weighted average subsidy rate .....	7.17	10.21	0.00
<b>Direct loan subsidy budget authority:</b>			
133001 Micro loans .....	1	1	
133999 Total subsidy budget authority .....	1	1	
<b>Direct loan subsidy outlays:</b>			
134001 Micro loans .....	1	1	
134999 Total subsidy outlays .....	1	1	
<b>Direct loan upward reestimates:</b>			
135001 Micro loans .....	26	3	
135999 Total upward reestimate budget authority .....	26	3	
<b>Direct loan downward reestimates:</b>			
137001 Micro loans .....	-42	-15	
137999 Total downward reestimate budget authority .....	-42	-15	
<b>Guaranteed loan levels supportable by subsidy budget authority:</b>			
215002 General business 7(a) .....	13,758	17,500	17,500
215004 Section 504 .....	5,701	7,500	7,500
215006 SBIC debentures .....	477	3,000	3,000
215010 Secondary market guarantee .....	3,633	12,000	12,000
215999 Total loan guarantee levels .....	23,569	40,000	40,000
<b>Guaranteed loan subsidy (in percent):</b>			
232002 General business 7(a) .....	0.00	0.00	0.00
232004 Section 504 .....	0.00	0.00	0.00
232006 SBIC debentures .....	0.00	0.00	0.00
232010 Secondary market guarantee .....	0.00	0.00	0.00
232999 Weighted average subsidy rate .....	0.00	0.00	0.00
<b>Guaranteed loan subsidy outlays:</b>			
234011 General business 7(a) Prior .....	4		
234999 Total subsidy outlays .....	4		
<b>Guaranteed loan upward reestimates:</b>			
235002 General business 7(a) .....	98	61	
235003 General business—7(a) terrorist response .....		1	
235006 SBIC debentures .....	64	9	
235007 SBIC participating securities .....	153	282	
235008 New Market Venture Capital .....	1		
235009 General business 7(a) Delta .....	8	1	

**BUSINESS LOANS PROGRAM ACCOUNT—Continued**  
(INCLUDING TRANSFERS OF FUNDS)—Continued

**Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program** (in millions of dollars)—Continued

Identification code 73-1154-0-1-376	2006 actual	2007 est.	2008 est.
235010 Secondary market guarantee .....	53	49	.....
235012 SBIC 301(d) Guarantee .....	1	.....	.....
235999 Total upward reestimate budget authority .....	378	403	.....
Guaranteed loan downward reestimates:			
237001 Micro loan guarantees .....	-1	.....	.....
237002 General business 7(a) .....	-156	-122	.....
237003 General business—7(a) terrorist response .....	-7	-7	.....
237004 Section 504 .....	-202	-166	.....
237005 Section 504-Delta .....	-18	.....	.....
237006 SBIC debentures .....	-48	-121	.....
237007 SBIC participating securities .....	-499	-318	.....
237009 General business 7(a) Delta .....	-1	.....	.....
237010 Secondary market guarantee .....	-4	-13	.....
237012 SBIC 301(d) Guarantee .....	-10	-1	.....
237013 502 Local development companies .....	-4	.....	.....
237999 Total downward reestimate subsidy budget authority .....	-950	-748	.....
Administrative expense data:			
3510 Budget authority .....	127	126	135
3590 Outlays from new authority .....	125	120	135

As required by the Federal Credit Reform Act of 1990, as amended, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

For 2008, the Budget proposes \$135.4 million in new budget authority for the Business Loans Program account. These funds will cover the administrative costs of SBA's business credit programs. In addition to loan making and servicing costs, SBA will undertake development of a new loan management accounting system which will enable SBA to better monitor and account for business loans. No appropriations are required to cover loan subsidy, as fees are sufficient to offset losses.

The Section 7(a) program provides general business credit assistance. The requested guaranteed loan program level for 2008 is \$17.5 billion. The Section 504 Certified Development Company program is for long-term fixed rate financing and the requested guaranteed loan program level is \$7.5 billion in 2008. The Small Business Investment Company (SBIC) program provides credit to support venture capital investments. The Budget proposes a program level of \$3 billion for SBIC Debentures.

As part of the Secondary Market Guarantee (SMG) Program, SBA's fiscal agent pools the guaranteed portion of 7(a) loans and sells the securities to investors. This mechanism provides liquidity to lenders participating in the 7(a) loan program. For 2008, the Budget proposes a program level of \$12 billion in such securities. Finally, the Budget proposes to build upon the success of the zero-subsidy 7(a) program by making the Microloan program self-financing through modest increases to the interest rates paid by program intermediaries.

**Object Classification** (in millions of dollars)

Identification code 73-1154-0-1-376	2006 actual	2007 est.	2008 est.
Direct obligations:			
25.2 Other services .....	125	124	135
41.0 Grants, subsidies, and contributions .....	405	407	.....

99.9	Total new obligations .....	530	531	135
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**BUSINESS DIRECT LOAN FINANCING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 73-4148-0-3-376	2006 actual	2007 est.	2008 est.
<b>Obligations by program activity:</b>			
00.01 Direct loans .....	20	10	25
00.02 Interest on Treasury borrowing .....	8	7	9
00.91 Direct Program by Activities—Subtotal .....	28	17	34
08.02 Payment of downward reestimate to a receipt account .....	28	6	.....
08.04 Payment of interest on downward reestimate to a receipt account .....	14	9	.....
08.91 Direct Program by Activities—Subtotal .....	42	15	.....
10.00 Total new obligations .....	70	32	34
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	41	14	.....
22.00 New financing authority (gross) .....	81	37	34
22.10 Resources available from recoveries of prior year obligations .....	3	.....	.....
22.60 Portion applied to repay debt .....	-41	-19	.....
23.90 Total budgetary resources available for obligation .....	84	32	34
23.95 Total new obligations .....	-70	-32	-34
24.40 Unobligated balance carried forward, end of year .....	14	.....	.....
<b>New financing authority (gross), detail:</b>			
Mandatory:			
67.10 Authority to borrow .....	30	6	.....
Spending authority from offsetting collections:			
69.00 Offsetting collections (cash) .....	52	31	34
69.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-1	.....	.....
69.90 Spending authority from offsetting collections (total mandatory) .....	51	31	34
70.00 Total new financing authority (gross) .....	81	37	34
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	23	25	20
73.10 Total new obligations .....	70	32	34
73.20 Total financing disbursements (gross) .....	-66	-37	-25
73.45 Recoveries of prior year obligations .....	-3	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	1	.....	.....
74.40 Obligated balance, end of year .....	25	20	29
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....	66	37	25
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources: Payments from program account .....	-1	-1	.....
88.00 Upward reestimate .....	-12	-2	.....
88.00 Interest on reestimate .....	-14	-1	.....
88.25 Interest on uninvested funds .....	-3	-3	-8
88.40 Repayments of principal, net .....	-22	-23	-25
88.40 Other income .....	.....	-1	-1
88.90 Total, offsetting collections (cash) .....	-52	-31	-34
Against gross financing authority only:			
88.95 Change in receivables from program accounts .....	1	.....	.....
<b>Net financing authority and financing disbursements:</b>			
89.00 Financing authority .....	30	6	.....
90.00 Financing disbursements .....	14	6	-9

**Status of Direct Loans** (in millions of dollars)

Identification code 73-4148-0-3-376	2006 actual	2007 est.	2008 est.
Position with respect to appropriations act limitation on obligations:			

1111	Limitation on direct loans .....	20	10	25
1150	Total direct loan obligations .....	20	10	25
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year .....	134	131	122
1231	Disbursements: Direct loan disbursements .....	16	16	18
1251	Repayments: Repayments and prepayments .....	-18	-23	-25
1263	Write-offs for default: Direct loans .....	-1	-2	-2
1290	Outstanding, end of year .....	131	122	113

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals. The Budget proposes to build upon the success of the zero-subsidy 7(a) program by making the Microloan program self-financing through modest increases to the interest rates paid by program intermediaries.

#### Balance Sheet (in millions of dollars)

Identification code 73-4148-0-3-376	2005 actual	2006 actual
<b>ASSETS:</b>		
Federal assets:		
1101 Fund balances with Treasury .....	64	39
Investments in US securities:		
1106 Receivables, net .....	24	3
1206 Non-Federal assets: Receivables, net .....	1	
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross .....	134	131
1405 Allowance for subsidy cost (-) .....	-24	-17
1499 Net present value of assets related to direct loans .....	110	114
1999 Total assets .....	199	156
<b>LIABILITIES:</b>		
Federal liabilities:		
2103 Debt .....	154	142
2105 Other .....	43	14
2207 Non-Federal liabilities: Other .....	2	
2999 Total liabilities .....	199	156
4999 Total liabilities and net position .....	199	156

#### BUSINESS GUARANTEED LOAN FINANCING ACCOUNT

##### Program and Financing (in millions of dollars)

Identification code 73-4149-0-3-376	2006 actual	2007 est.	2008 est.
<b>Obligations by program activity:</b>			
00.01 Default claims .....	1,199	1,140	1,150
00.02 Interest on Treasury borrowing .....	76	70	80
00.05 Other Expenses .....	203	15	15
00.91 Direct Program by Activities—Subtotal .....	1,478	1,225	1,245
08.02 Payment of downward reestimate to receipt account .....	719	608	
08.04 Payment of interest on downward reestimate to receipt account .....	231	140	
08.91 Direct Program by Activities—Subtotal .....	950	748	
10.00 Total new obligations .....	2,428	1,973	1,245
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	2,514	2,589	3,164
22.00 New financing authority (gross) .....	2,687	2,798	1,925
22.10 Resources available from recoveries of prior year obligations .....	12		
22.60 Portion applied to repay debt .....	-196	-250	-300
23.90 Total budgetary resources available for obligation .....	5,017	5,137	4,789
23.95 Total new obligations .....	-2,428	-1,973	-1,245
24.40 Unobligated balance carried forward, end of year .....	2,589	3,164	3,544

#### New financing authority (gross), detail:

<b>Mandatory:</b>			
67.10 Authority to borrow .....	716	748	225
<b>Spending authority from offsetting collections:</b>			
69.00 Offsetting collections (cash) .....	1,978	2,050	1,700
69.10 Change in uncollected customer payments from Federal sources (unexpired) .....	-7		
69.90 Spending authority from offsetting collections (total mandatory) .....	1,971	2,050	1,700
70.00 Total new financing authority (gross) .....	2,687	2,798	1,925

#### Change in obligated balances:

72.40 Obligated balance, start of year .....	16	13	341
73.10 Total new obligations .....	2,428	1,973	1,245
73.20 Total financing disbursements (gross) .....	-2,426	-1,645	-1,350
73.45 Recoveries of prior year obligations .....	-12		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	7		
74.40 Obligated balance, end of year .....	13	341	236

#### Outlays (gross), detail:

87.00 Total financing disbursements (gross) .....	2,426	1,645	1,350
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#### Offsets:

<b>Against gross financing authority and financing disbursements:</b>			
<b>Offsetting collections (cash) from:</b>			
88.00 Payments from program account .....	-4		
88.00 Upward reestimate .....	-329	-340	
88.00 Interest on reestimate .....	-49	-63	
88.25 Interest on uninvested funds .....	-122	-122	-140
88.40 Fees .....	-682	-725	-750
88.40 Recoveries .....	-792	-800	-810
88.90 Total, offsetting collections (cash) .....	-1,978	-2,050	-1,700
<b>Against gross financing authority only:</b>			
88.95 Change in receivables from program accounts .....	7		

#### Net financing authority and financing disbursements:

89.00 Financing authority .....	716	748	225
90.00 Financing disbursements .....	448	-405	-350

#### Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4149-0-3-376	2006 actual	2007 est.	2008 est.
<b>Position with respect to appropriations act limitation on commitments:</b>			
2111 Limitation on guaranteed loans made by private lenders .....	23,569	40,000	40,000
2150 Total guaranteed loan commitments .....	23,569	40,000	40,000
2199 Guaranteed amount of guaranteed loan commitments .....	18,384	31,200	31,200
<b>Cumulative balance of guaranteed loans outstanding:</b>			
2210 Outstanding, start of year .....	72,880	67,000	71,690
2231 Disbursements of new guaranteed loans .....	18,860	19,900	21,900
2251 Repayments and prepayments .....	-13,304	-14,070	-15,100
<b>Adjustments:</b>			
2261 Terminations for default that result in loans receivable .....	-1,054	-1,140	-1,150
2263 Terminations for default that result in claim payments .....	-145		
2264 Other adjustments, net .....	-10,237		
2290 Outstanding, end of year .....	67,000	71,690	77,340
<b>Memorandum:</b>			
2299 Guaranteed amount of guaranteed loans outstanding, end of year .....	54,396	60,000	65,500
<b>Addendum:</b>			
<b>Cumulative balance of defaulted guaranteed loans that result in loans receivable:</b>			
2310 Outstanding, start of year .....	4,204	3,868	4,003
2331 Disbursements for guaranteed loan claims .....	1,054	1,140	1,150
2351 Repayments of loans receivable .....	-704	-730	-730
2361 Write-offs of loans receivable .....	-1,004	-275	-275
2364 Other adjustments, net .....	318		
2390 Outstanding, end of year .....	3,868	4,003	4,148

## BUSINESS GUARANTEED LOAN FINANCING ACCOUNT—Continued

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals.

## Balance Sheet (in millions of dollars)

Identification code 73-4149-0-3-376	2005 actual	2006 actual
<b>ASSETS:</b>		
Federal assets:		
1101 Fund balances with Treasury .....	2,529	2,602
Investments in US securities:		
1106 Receivables, net .....	354	413
1206 Non-Federal assets: Receivables, net .....	50	49
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1501 Defaulted guaranteed loans receivable, gross .....	4,204	3,868
1504 Foreclosed property .....	15	6
1505 Allowance for subsidy cost (-) .....	-3,154	-3,124
1599 Net present value of assets related to defaulted guaranteed loans .....	1,065	750
1999 Total assets .....	3,998	3,814
<b>LIABILITIES:</b>		
Federal liabilities:		
2103 Debt .....	956	1,477
2105 Other .....	889	685
Non-Federal liabilities:		
2201 Accounts payable .....	31	22
2204 Liabilities for loan guarantees .....	2,143	1,630
2207 Other .....	-21	
2999 Total liabilities .....	3,998	3,814
4999 Total liabilities and net position .....	3,998	3,814

## BUSINESS LOAN FUND LIQUIDATING ACCOUNT

## Program and Financing (in millions of dollars)

Identification code 73-4154-0-3-376	2006 actual	2007 est.	2008 est.
<b>Obligations by program activity:</b>			
00.01 Interest Expense to Treasury .....	6	4	3
00.05 Guaranteed loan default claims .....	1	2	1
00.09 Other expenses .....	1	1	1
10.00 Total new obligations .....	8	7	5
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	78	56	
22.00 New budget authority (gross) .....	77	58	41
22.40 Capital transfer to general fund .....	-78	-96	-27
22.60 Portion applied to repay debt to FFB .....	-13	-11	-9
23.90 Total budgetary resources available for obligation .....	64	7	5
23.95 Total new obligations .....	-8	-7	-5
24.40 Unobligated balance carried forward, end of year .....	56		
<b>New budget authority (gross), detail:</b>			
Mandatory:			
60.00 Appropriation .....	30	20	10
69.00 Spending authority from offsetting collections: Offsetting collections (cash) .....	47	38	31
70.00 Total new budget authority (gross) .....	77	58	41
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	10	10	4
73.10 Total new obligations .....	8	7	5
73.20 Total outlays (gross) .....	-8	-13	-9
74.40 Obligated balance, end of year .....	10	4	
<b>Outlays (gross), detail:</b>			
86.97 Outlays from new mandatory authority .....	8	13	9

## Offsets:

Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
Loan repayments:				
88.40	Financing Investment programs-principal .....	- 24	- 20	- 15
88.40	Interest Income-Business & investment .....	- 6	- 4	- 4
88.40	Fees .....		- 1	- 1
88.40	Collection on FFB loans .....	- 13	- 11	- 9
88.40	Other Income-both Business and Investment .....	- 4	- 2	- 2
88.90	Total, offsetting collections (cash) .....	- 47	- 38	- 31

## Net budget authority and outlays:

89.00	Budget authority .....	30	20	10
90.00	Outlays .....	-39	-25	-22

## Status of Direct Loans (in millions of dollars)

Identification code 73-4154-0-3-376		2006 actual	2007 est.	2008 est.
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year .....	9	22	18
1251	Repayments: Repayments and prepayments .....	-5	-4	-3
Write-offs for default:				
1263	Direct loans .....	-1	.....	.....
1264	Other adjustments, net .....	19	.....	.....
1290	Outstanding, end of year .....	22	18	15
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year .....	40	27	16
1251	Repayments: Repayments and prepayments .....	-13	-11	-9
1290	Outstanding, end of year .....	27	16	7

## Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4154-0-3-376		2006 actual	2007 est.	2008 est.
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year .....	377	240	152
2251	Repayments and prepayments .....	- 136	- 87	- 55
2261	Adjustments: Terminations for default that result in loans receivable .....	- 1	- 1	- 1
2290	Outstanding, end of year .....	240	152	96

## Memorandum:

2299	Guaranteed amount of guaranteed loans outstanding, end of year .....	208	132	83
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## Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year .....	55	79	58
2331	Disbursements for guaranteed loan claims .....	1	1	1
2351	Repayments of loans receivable .....	—18	—16	—14
2361	Write-offs of loans receivable .....	—8	—6	—4
2364	Other adjustments, net .....	49		
2390	Outstanding, end of year .....	79	58	41

As required by the Federal Credit Reform Act of 1990, as amended, this account records all cash flows to and from the Government resulting from SBA direct loans obligated and loan guarantees committed prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond (including modifications of direct loans or loan guarantees made in any year) is recorded in corresponding program and financing accounts.

## Balance Sheet (in millions of dollars)

Identification code 73-4154-0-3-376	2005 actual	2006 actual
<b>ASSETS:</b>		
1101 Federal assets: Fund balances with Treasury .....	88	66
1206 Non-Federal assets: Receivables, net .....	2	1
1601 Direct loans, gross .....	104	49
1603 Allowance for estimated uncollectible loans and interest (-) .....		-9
1604 Direct loans and interest receivable, net .....	104	40
1699 Value of assets related to direct loans .....	104	40

1701	Defaulted guaranteed loans, gross .....	79	
1703	Allowance for estimated uncollectible loans and interest (–) .....	–27	
1799	Value of assets related to loan guarantees .....	52	
1901	Other Federal assets: Other assets .....	35	7
1999	Total assets .....	229	166
<b>LIABILITIES:</b>			
Federal liabilities:			
2101	Accounts payable .....	6	6
2103	Debt .....	41	27
2104	Resources payable to Treasury .....		129
2105	Other Liabilities .....	156	1
Non-Federal liabilities:			
2201	Accounts payable .....	4	2
2207	Other Liabilities .....	22	1
2999	Total liabilities .....	229	166
4999	Total liabilities and net position .....	229	166

**Object Classification** (in millions of dollars)

Identification code 73–4154–0–3–376	2006 actual	2007 est.	2008 est.
<b>Direct obligations:</b>			
42.0 Insurance claims and indemnities .....	2	2	2
43.0 Interest and dividends .....	6	5	3
99.9 Total new obligations .....	8	7	5

**DISASTER LOANS PROGRAM ACCOUNT**  
(INCLUDING TRANSFERS OF FUNDS)

*For administrative expenses to carry out the direct loan program authorized by section 7(b), of the Small Business Act, up to \$156,000,000, to be derived by transfer from the “Disaster Loan Program” account, of which up to \$500,000 is for the Office of Inspector General of the Small Business Administration for audits and reviews of disaster loans and the disaster loan program and shall be paid to appropriations for the Office of Inspector General; of which up to \$146,500,000 is for direct administrative expenses of loan making and servicing to carry out the direct loan program, to remain available until expended, which may be paid to appropriations for Salaries and Expenses; and of which up to \$9,000,000 is for indirect administrative expenses, which may be paid to appropriations for Salaries and Expenses: Provided, That of the unobligated balances under this heading, up to \$200,000,000 may be paid to the Federal Emergency Management Agency, “Disaster Relief” account.*

Note.—A regular 2007 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 109–289, Division B, as amended). The amounts included for 2007 in this budget reflect the levels provided by the continuing resolution.

**Program and Financing** (in millions of dollars)

Identification code 73–1152–0–1–453	2006 actual	2007 est.	2008 est.
<b>Obligations by program activity:</b>			
00.01 Direct loan subsidy .....	1,286	471	173
00.05 Upward reestimate of direct loans .....	70	267	
00.06 Interest on upward reestimates of direct loans .....	10	23	
00.09 Administrative expense .....	187	101	156
10.00 Total new obligations .....	1,553	862	329
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	386	633	514
22.00 New budget authority (gross) .....	1,775	290	
22.10 Resources available from recoveries of prior year obligations .....	25	457	17
22.21 Unobligated balance transferred to other accounts .....			–200
23.90 Total budgetary resources available for obligation .....	2,186	1,380	331
23.95 Total new obligations .....	–1,553	–862	–329
23.98 Unobligated balance expiring or withdrawn .....		–4	
24.40 Unobligated balance carried forward, end of year .....	633	514	2
<b>New budget authority (gross), detail:</b>			
Discretionary:			
40.00 Appropriation .....			
40.00 Appropriation (supplemental) .....	983		
42.00 Transferred from other accounts .....	712		

43.00	Appropriation (total discretionary) .....	1,695		
<b>Mandatory:</b>				
60.00	Appropriation .....	80	290	
70.00	Total new budget authority (gross) .....	1,775	290	
<b>Change in obligated balances:</b>				
72.40	Obligated balance, start of year .....	59	783	600
73.10	Total new obligations .....	1,553	862	329
73.20	Total outlays (gross) .....	–804	–588	–273
73.45	Recoveries of prior year obligations .....	–25	–457	–17
74.40	Obligated balance, end of year .....	783	600	639
<b>Outlays (gross), detail:</b>				
86.90	Outlays from new discretionary authority .....	338		
86.93	Outlays from discretionary balances .....	386	298	273
86.97	Outlays from new mandatory authority .....	80	290	
87.00	Total outlays (gross) .....	804	588	273
<b>Offsets:</b>				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources .....	–5		
Against gross budget authority only:				
88.96	Portion of offsetting collections (cash) credited to expired accounts .....	5		
<b>Net budget authority and outlays:</b>				
89.00	Budget authority .....	1,775	290	
90.00	Outlays .....	799	588	273

**Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program** (in millions of dollars)

Identification code 73–1152–0–1–453	2006 actual	2007 est.	2008 est.
<b>Direct loan levels supportable by subsidy budget authority:</b>			
115001 Disaster loan .....	8,785	2,659	1,064
115999 Total direct loan levels .....	8,785	2,659	1,064
<b>Direct loan subsidy (in percent):</b>			
132001 Disaster loan .....	14.64	17.73	16.27
132999 Weighted average subsidy rate .....	14.64	17.73	16.27
<b>Direct loan subsidy budget authority:</b>			
133001 Disaster loan .....	1,286	471	173
133999 Total subsidy budget authority .....	1,286	471	173
<b>Direct loan subsidy outlays:</b>			
134001 Disaster loan .....	536	197	73
134999 Total subsidy outlays .....	536	197	73
<b>Direct loan upward reestimates:</b>			
135001 Disaster loan .....	80	290	
135999 Total upward reestimate budget authority .....	80	290	
<b>Direct loan downward reestimates:</b>			
137001 Disaster loan .....	–14	–11	
137999 Total downward reestimate budget authority .....	–14	–11	
<b>Administrative expense data:</b>			
3510 Budget authority .....	187	101	156
3580 Outlays from balances .....		101	156
3590 Outlays from new authority .....	187		

As required by the Federal Credit Reform Act of 1990, as amended, this account records, for loans made pursuant to Section 7(b) of the Small Business Act, as amended, the subsidy costs associated with the direct loans obligated in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Disaster loans made pursuant to Section 7(b) of the Small Business Act provide Federal assistance for non-farm, private sector disaster losses. Through this program, SBA helps homeowners, renters, businesses of all sizes, and non-profit organizations pay for the cost of rebuilding and repairing

**DISASTER LOANS PROGRAM ACCOUNT—Continued**  
(INCLUDING TRANSFERS OF FUNDS)—Continued

structures damaged by natural disasters. The program is the only form of SBA assistance not limited to small businesses. The program provides subsidized loans of up to 30 years to borrowers who have incurred uninsured physical losses or economic injury as the result of a natural disaster.

In 2008, the Budget supports \$1.06 billion in loans, the ten-year average for such loans, excluding outlying events. The subsidy rate is 16.27 percent.

**Object Classification** (in millions of dollars)

Identification code 73-1152-0-1-453	2006 actual	2007 est.	2008 est.
<b>Direct obligations:</b>			
25.2 Other services .....	187	103	156
41.0 Grants, subsidies, and contributions .....	1,366	759	173
99.9 Total new obligations .....	1,553	862	329

**DISASTER DIRECT LOAN FINANCING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 73-4150-0-3-453	2006 actual	2007 est.	2008 est.
<b>Obligations by program activity:</b>			
00.01 Direct loans .....	8,785	2,659	1,064
00.02 Interest on Treasury borrowing .....	449	492	198
00.03 Other .....	5		
00.91 Direct Program by Activities—Subtotal .....	9,239	3,151	1,262
08.02 Payment of downward reestimate to a receipt account .....	9	9	
08.04 Payment of interest on downward reestimate to a receipt account .....	5	2	
08.91 Direct Program by Activities—Subtotal .....	14	11	
10.00 Total new obligations .....	9,253	3,162	1,262
<b>Budgetary resources available for obligation:</b>			
21.40 Unobligated balance carried forward, start of year .....	3,192	4,208	921
22.00 New financing authority (gross) .....	13,488	3,663	1,464
22.10 Resources available from recoveries of prior year obligations .....	194		
22.60 Portion applied to repay debt .....	-3,413	-3,788	-291
23.90 Total budgetary resources available for obligation .....	13,461	4,083	2,094
23.95 Total new obligations .....	-9,253	-3,162	-1,262
24.40 Unobligated balance carried forward, end of year .....	4,208	921	832
<b>New financing authority (gross), detail:</b>			
<b>Mandatory:</b>			
67.10 Authority to borrow .....	11,344	2,175	891
<b>Spending authority from offsetting collections:</b>			
69.00 Offsetting collections (cash) .....	1,419	1,488	573
69.10 Change in uncollected customer payments from Federal sources (unexpired) .....	725		
69.90 Spending authority from offsetting collections (total mandatory) .....	2,144	1,488	573
70.00 Total new financing authority (gross) .....	13,488	3,663	1,464
<b>Change in obligated balances:</b>			
72.40 Obligated balance, start of year .....	404	4,609	6,367
73.10 Total new obligations .....	9,253	3,162	1,262
73.20 Total financing disbursements (gross) .....	-4,129	-1,404	-993
73.45 Recoveries of prior year obligations .....	-194		
74.00 Change in uncollected customer payments from Federal sources (unexpired) .....	-725		
74.40 Obligated balance, end of year .....	4,609	6,367	6,636
<b>Outlays (gross), detail:</b>			
87.00 Total financing disbursements (gross) .....	4,129	1,404	993
<b>Offsets:</b>			
Against gross financing authority and financing disbursements:			

88.00	Offsetting collections (cash) from:			
88.00	Payments from program account .....	-536	-197	-73
88.00	Upward reestimate .....	-70	-267	
88.00	Interest on upward reestimate .....	-10	-23	
88.25	Interest income from Treasury .....	-254	-254	-150
88.40	Repayments of principal, net .....	-549	-747	-350
88.90	Total, offsetting collections (cash) .....	-1,419	-1,488	-573
88.95	Against gross financing authority only:			
88.95	Change in receivables from program accounts .....	-725		

Net financing authority and financing disbursements:				
89.00	Financing authority .....	11,344	2,175	891
90.00	Financing disbursements .....	2,710	— 84	420

**Status of Direct Loans** (in millions of dollars)

Identification code 73-4150-0-3-453	2006 actual	2007 est.	2008 est.
<b>Position with respect to appropriations act limitation on obligations:</b>			
1111 Limitation on direct loans .....			
1131 Direct loan obligations exempt from limitation .....	8,785	2,659	1,064
1150 Total direct loan obligations .....	8,785	2,659	1,064
<b>Cumulative balance of direct loans outstanding:</b>			
1210 Outstanding, start of year .....	3,618	6,793	7,124
1231 Disbursements: Direct loan disbursements .....	3,667	1,110	693
1251 Repayments: Repayments and prepayments .....	-415	-747	-350
1261 Adjustments: Capitalized interest .....	30		
<b>Write-offs for default:</b>			
1263 Direct loans .....	-107	-32	-60
1264 Other adjustments, net .....			
1290 Outstanding, end of year .....	6,793	7,124	7,407

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from disaster direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

**Balance Sheet** (in millions of dollars)

Identification code 73-4150-0-3-453	2005 actual	2006 actual
<b>ASSETS:</b>		
<b>Federal assets:</b>		
1101 Fund balances with Treasury .....	3,595	1,985
<b>Investments in US securities:</b>		
1106 Interest/Accounts Receivables .....	79	312
<b>Net value of assets related to post-1991 direct loans receivable:</b>		
1401 Direct loans receivable, gross .....	3,618	6,793
1405 Allowance for subsidy cost (-) .....	-689	-1,400
1499 Net present value of assets related to direct loans .....	2,929	5,393
1999 Total assets .....	6,603	7,690
<b>LIABILITIES:</b>		
<b>Federal liabilities:</b>		
2103 Debt .....	6,585	7,685
2105 Other .....	18	5
2999 Total liabilities .....	6,603	7,690
4999 Total liabilities and net position .....	6,603	7,690

**DISASTER LOAN FUND LIQUIDATING ACCOUNT**

**Program and Financing** (in millions of dollars)

Identification code 73-4153-0-3-453	2006 actual	2007 est.	2008 est.
<b>Obligations by program activity:</b>			
01.01 Interest expense to Treasury .....	2	3	1
01.03 Other expenses .....		2	1
10.00 Total new obligations .....	2	5	2



<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year	62	16
22.00	New budget authority from offsetting collections (gross)	18	17
22.40	Capital transfer to general fund	-62	-28
23.90	Total budgetary resources available for obligation	18	5
23.95	Total new obligations	-2	-5
24.40	Unobligated balance carried forward, end of year	16	

<b>New budget authority (gross), detail:</b>			
Mandatory:			
60.00	Appropriation	10	10
69.00	Spending authority from offsetting collections: Offsetting collections (cash)	8	7
70.00	Total new budget authority (gross)	18	17

<b>Change in obligated balances:</b>			
72.40	Obligated balance, start of year	2	2
73.10	Total new obligations	2	5
73.20	Total outlays (gross)	-2	-2
74.40	Obligated balance, end of year	2	5

<b>Outlays (gross), detail:</b>			
86.97	Outlays from new mandatory authority	2	2

<b>Offsets:</b>			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.40	Loan repayments	-6	-5
88.40	Other collection	-2	-2
88.90	Total, offsetting collections (cash)	-8	-7

<b>Net budget authority and outlays:</b>			
89.00	Budget authority	10	10
90.00	Outlays	-6	-5

**Status of Direct Loans (in millions of dollars)**

Identification code 73-4153-0-3-453	2006 actual	2007 est.	2008 est.
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	28	26
1251	Repayments: Repayments and prepayments	-5	-3
Write-offs for default:			
1263	Direct loans	-1	-1
1264	Other adjustments, net	3	1
1290	Outstanding, end of year	26	23

As required by the Federal Credit Reform Act of 1990, as amended, this account records all cash flows to and from the Government resulting from SBA disaster direct loans obligated prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond (including modifications of direct loans or loan guarantees made in any year) is recorded in corresponding program and financing accounts.

**Balance Sheet (in millions of dollars)**

Identification code 73-4153-0-3-453	2005 actual	2006 actual
<b>ASSETS:</b>		
1101	Federal assets: Fund balances with Treasury	64
1601	Direct loans, net	28
1603	Allowance for estimated uncollectible loans and interest (-)	-3
1699	Value of assets related to direct loans	28
1999	Total assets	92
<b>LIABILITIES:</b>		
Federal liabilities:		
2101	Accounts payable	2
2104	Resources payable to Treasury	39
2105	Other	90
2999	Total liabilities	92
4999	Total liabilities and net position	92

**Object Classification (in millions of dollars)**

Identification code 73-4153-0-3-453	2006 actual	2007 est.	2008 est.
Direct obligations:			
25.2	Other services	2	1
43.0	Interest and dividends	2	3
99.9	Total new obligations	2	5

**POLLUTION CONTROL EQUIPMENT FUND LIQUIDATING ACCOUNT****Program and Financing (in millions of dollars)**

Identification code 73-4147-0-3-376	2006 actual	2007 est.	2008 est.
<b>Obligations by program activity:</b>			
00.01	Disbursement for Guaranty Loan Claim	3	3
10.00	Total new obligations (object class 42.0)	3	3

<b>Budgetary resources available for obligation:</b>			
21.40	Unobligated balance carried forward, start of year	3	3
22.00	New budget authority (gross)	3	3
22.40	Capital transfer to general fund	-3	-3
23.90	Total budgetary resources available for obligation	3	3
23.95	Total new obligations	-3	-3
24.40	Unobligated balance carried forward, end of year	3	

<b>New budget authority (gross), detail:</b>			
Mandatory:			
60.00	Appropriation	3	3

<b>Change in obligated balances:</b>			
73.10	Total new obligations	3	3
73.20	Total outlays (gross)	-3	-3

<b>Outlays (gross), detail:</b>			
86.97	Outlays from new mandatory authority	3	3

<b>Net budget authority and outlays:</b>			
89.00	Budget authority	3	3
90.00	Outlays	3	3

**Status of Guaranteed Loans (in millions of dollars)**

Identification code 73-4147-0-3-376	2006 actual	2007 est.	2008 est.
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year	4	3
2251	Repayments and prepayments	-1	-1
2261	Adjustments: Terminations for default that result in loans receivable		
2290	Outstanding, end of year	3	2

<b>Memorandum:</b>			
2299	Guaranteed amount of guaranteed loans outstanding, end of year	3	

<b>Addendum:</b>			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310	Outstanding, start of year	20	10
2331	Disbursements for guaranteed loan claims	3	3
2361	Write-offs of loans receivable	-8	
2364	Other adjustments, net	-2	
2390	Outstanding, end of year	10	13

Public Law 94-305 established this fund to alleviate the adverse impact of pollution regulations on small businesses. As a result of the elimination of tax-exempt financing associated with the Pollution Control Guaranteed loan program, no new activity is anticipated for this program.

POLLUTION CONTROL EQUIPMENT FUND LIQUIDATING ACCOUNT—Continued			
Balance Sheet (in millions of dollars)			
Identification code 73–4147–0–3–376		2005 actual	2006 actual
ASSETS:			
1101	Federal assets: Fund balances with Treasury .....	3	3
1603	Allowance for estimated uncollectible loans and interest (–) .....	–15	–8
1701	Defaulted guaranteed loans, gross .....	20	10
1999	Total assets .....	8	5
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury .....	8	5
2999	Total liabilities .....	8	5
4999	Total liabilities and net position .....	8	5

ADMINISTRATIVE PROVISION—SMALL BUSINESS ADMINISTRATION

*Not to exceed 5 percent of any appropriation made available for the current fiscal year for the Small Business Administration in this*

*Act may be transferred between such appropriations, but no such appropriation shall be increased by more than 10 percent by any such transfers: Provided, That any transfer pursuant to this paragraph shall be treated as a reprogramming of funds under section 605 of this Act and shall not be available for obligation or expenditure except in compliance with the procedures set forth in that section.*

GENERAL FUND RECEIPT ACCOUNTS			
(in millions of dollars)			
	2006 actual	2007 est.	2008 est.
Offsetting receipts from the public:			
73–272130 Disaster loan program, Downward reestimates of subsidies .....	14	11	.....
73–272230 Business loan program, Downward reestimates of subsidies .....	992	763	.....
General Fund Offsetting receipts from the public .....	1,006	774	.....