

DEPARTMENT OF AGRICULTURE

OFFICE OF THE SECRETARY

Federal Funds

PRODUCTION, PROCESSING AND MARKETING

OFFICE OF THE SECRETARY

For necessary expenses of the Office of the Secretary of Agriculture, \$5,086,000: Provided, That not to exceed \$11,000 of this amount shall be available for official reception and representation expenses, not otherwise provided for, as determined by the Secretary.

OFFICE OF THE ASSISTANT SECRETARY FOR CIVIL RIGHTS

For necessary expenses of the Office of the Assistant Secretary for Civil Rights, \$898,000.

OFFICE OF THE ASSISTANT SECRETARY FOR ADMINISTRATION

For necessary expenses of the Office of the Assistant Secretary for Administration, \$809,000.

OFFICE OF TRIBAL RELATIONS

For necessary expenses of the Office of Tribal Relations, \$502,000, to support communication and consultation activities with Federally Recognized Tribes, as well as other requirements established by law.

OFFICE OF THE ASSISTANT SECRETARY FOR CONGRESSIONAL RELATIONS

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Office of the Assistant Secretary for Congressional Relations to carry out the programs funded by this Act, including programs involving intergovernmental affairs and liaison within the executive branch, \$3,897,000: Provided, That these funds may be transferred to agencies of the Department of Agriculture funded by this Act to maintain personnel at the agency level.

OFFICE OF THE UNDER SECRETARY FOR RESEARCH, EDUCATION AND ECONOMICS

For necessary expenses of the Office of the Under Secretary for Research, Education and Economics, \$898,000.

OFFICE OF THE UNDER SECRETARY FOR MARKETING AND REGULATORY PROGRAMS

For necessary expenses of the Office of the Under Secretary for Marketing and Regulatory Programs, \$898,000.

OFFICE OF THE UNDER SECRETARY FOR FOOD SAFETY

For necessary expenses of the Office of the Under Secretary for Food Safety, \$816,000.

OFFICE OF THE UNDER SECRETARY FOR FARM AND FOREIGN AGRICULTURAL SERVICES

For necessary expenses of the Office of the Under Secretary for Farm and Foreign Agricultural Services, \$898,000.

OFFICE OF THE UNDER SECRETARY FOR NATURAL RESOURCES AND ENVIRONMENT

For necessary expenses of the Office of the Under Secretary for Natural Resources and Environment, \$898,000.

OFFICE OF THE UNDER SECRETARY FOR RURAL DEVELOPMENT

For necessary expenses of the Office of the Under Secretary for Rural Development, \$898,000.

OFFICE OF THE UNDER SECRETARY FOR FOOD, NUTRITION AND CONSUMER SERVICES

For necessary expenses of the Office of the Under Secretary for Food, Nutrition and Consumer Services, \$816,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12–9913–0–1–352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Office of the Secretary	4	4	4
0002 Under/Assistant Secretaries	9	11	12
0003 Trade negotiations and biotechnology resources	1	1	1
0799 Total direct obligations	14	16	17
0802 Reimbursable program	10	10	10
0900 Total new obligations	24	26	27
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1	1	2
1021 Recoveries of prior year unpaid obligations .....	.....	1	1
1050 Unobligated balance (total)	1	2	3
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	14	16	17
1160 Appropriation, discretionary (total)	14	16	17
Spending authority from offsetting collections, discretionary:			
1700 Collected	2	5	5
1701 Change in uncollected payments, Federal sources	10	5	5
1750 Spending auth from offsetting collections, disc (total)	12	10	10
1900 Budget authority (total)	26	26	27
1930 Total budgetary resources available	27	28	30
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-2	.....	.....
1941 Unexpired unobligated balance, end of year	1	2	3
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	7	6	3
3010 Obligations incurred, unexpired accounts	24	26	27
3011 Obligations incurred, expired accounts	3	.....	.....
3020 Outlays (gross)	-25	-28	-27
3040 Recoveries of prior year unpaid obligations, unexpired .....	.....	-1	-1
3041 Recoveries of prior year unpaid obligations, expired	-3	.....	.....
3050 Unpaid obligations, end of year	6	3	2
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-19	-25	-30
3070 Change in uncollected pymts, Fed sources, unexpired	-10	-5	-5
3071 Change in uncollected pymts, Fed sources, expired	4	.....	.....
3090 Uncollected pymts, Fed sources, end of year	-25	-30	-35
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	-12	-19	-27
3200 Obligated balance, end of year	-19	-27	-33
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	26	26	27
Outlays, gross:			
4010 Outlays from new discretionary authority	21	23	24
4011 Outlays from discretionary balances	4	5	3
4020 Outlays, gross (total)	25	28	27
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-10	-5	-5
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-10	-5	-5
4052 Offsetting collections credited to expired accounts	8	.....	.....
4060 Additional offsets against budget authority only (total)	-2	-5	-5
4070 Budget authority, net (discretionary)	14	16	17
4080 Outlays, net (discretionary)	15	23	22
4180 Budget authority, net (total)	14	16	17
4190 Outlays, net (total)	15	23	22

The Office of the Secretary is responsible for the overall planning, coordination and administration of the Department's programs. This includes the Secretary, Deputy Secretary, Under Secretaries, Assistant Secretaries, and their immediate staffs, who provide top policy guidance for the Department; maintain

PRODUCTION, PROCESSING AND MARKETING—Continued

relationships with agricultural organizations and others in the development of farm programs; and provide liaison with the Executive Office of the President and Members of Congress on all matters pertaining to agricultural policy.

Funds are proposed for the Office of the Secretary's account for (1) negotiating and monitoring trade agreements; and (2) for technical trade support in the areas of biotechnology, sanitary and phyto-sanitary issues. The 2014 Budget requests \$17 million.

Object Classification (in millions of dollars)

Identification code 12–9913–0–1–352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	8	10	11
12.1 Civilian personnel benefits	2	3	3
21.0 Travel and transportation of persons	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services from non-Federal sources	2	1	1
99.0 Direct obligations	14	16	17
99.0 Reimbursable obligations	10	10	10
99.9 Total new obligations	24	26	27

Employment Summary

Identification code 12–9913–0–1–352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	62	62	65
2001 Reimbursable civilian full-time equivalent employment	60	62	62

Trust Funds

GIFTS AND BEQUESTS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12–8203–0–7–352	2012 actual	2013 CR	2014 est.
0100 Balance, start of year			1
Receipts:			
0220 Gifts and Bequests, Departmental Administration	1	1	1
0400 Total: Balances and collections	1	1	2
Appropriations:			
0500 Gifts and Bequests	–1		
0799 Balance, end of year		1	2

Program and Financing (in millions of dollars)

Identification code 12–8203–0–7–352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Gifts and bequests	1	1	1
0900 Total new obligations (object class 99.5)	1	1	1
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	3	3	2
Budget authority:			
Appropriations, mandatory:			
1201 Appropriation (special or trust fund)	1		
1260 Appropriations, mandatory (total)	1		
1900 Budget authority (total)	1		
1930 Total budgetary resources available	4	3	2
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	3	2	1
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	1	1	1
3020 Outlays (gross)	–1	–1	–1

Budget authority and outlays, net:

Mandatory:			
4090 Budget authority, gross	1		
Outlays, gross:			
4101 Outlays from mandatory balances	1	1	1
4180 Budget authority, net (total)	1		
4190 Outlays, net (total)	1	1	1

The Secretary is authorized to accept and administer gifts and bequests of real and personal property to facilitate the work of the Department. Property and the proceeds thereof are used in accordance with the terms of the gift or bequest (7 U.S.C. 2269).

EXECUTIVE OPERATIONS

Federal Funds

COMMON COMPUTING ENVIRONMENT

Program and Financing (in millions of dollars)

Identification code 12–0113–0–1–352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Direct program activity		1	
0900 Total new obligations (object class 99.5)		1	
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1	1	
1930 Total budgetary resources available	1	1	
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1		
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts		1	
3020 Outlays (gross)		–1	
Budget authority and outlays, net:			
Discretionary:			
Outlays, gross:			
4011 Outlays from discretionary balances		1	
4190 Outlays, net (total)		1	

The Common Computing Environment provides the shared information technology platform for the three Service Center Agencies (the Farm Service Agency, the Natural Resources Conservation Service, and the Rural Development agencies).

WORKING CAPITAL FUND

Program and Financing (in millions of dollars)

Identification code 12–4609–0–4–352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0801 Administration	48	47	51
0802 Communications	5	6	6
0803 Finance and management	344	281	306
0804 Information technology	450	379	413
0805 Executive secretariat	4	3	4
0809 Reimbursable program activities, subtotal	851	716	780
0811 Administration		4	2
0813 Finance and management	36	22	17
0814 Information technology	3	6	9
0819 Reimbursable program activities - Purchase of Equipment (Capital), subtotal	39	32	28
0900 Total new obligations	890	748	808
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	117	132	110
1021 Recoveries of prior year unpaid obligations	32		
1050 Unobligated balance (total)	149	132	110

Budget authority:			
Appropriations, discretionary:			
1121	Appropriations transferred from other accts RD [12-2081]	2	
1121	Appropriations transferred from other accts OBPA [12-9915]	1	
1121	Appropriations transferred from other accts RD [12-1230]	1	
1121	Appropriations transferred from other accts APHIS [12-1600]	3	
1160	Appropriation, discretionary (total)	7	
Spending authority from offsetting collections, discretionary:			
1700	Collected	906	790
1701	Change in uncollected payments, Federal sources	-40	
1750	Spending auth from offsetting collections, disc (total)	866	790
1900	Budget authority (total)	873	790
1930	Total budgetary resources available	1,022	900
Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	132	92

Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	241	66
3010	Obligations incurred, unexpired accounts	890	808
3020	Outlays (gross)	-811	-859
3040	Recoveries of prior year unpaid obligations, unexpired	-32	
3050	Unpaid obligations, end of year	288	15
Uncollected payments:			
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-269	-229
3070	Change in uncollected pymts, Fed sources, unexpired	40	
3090	Uncollected pymts, Fed sources, end of year	-229	-229
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	-28	-163
3200	Obligated balance, end of year	59	-214

Budget authority and outlays, net:			
Discretionary:			
4000	Budget authority, gross	873	790
Outlays, gross:			
4010	Outlays from new discretionary authority	617	683
4011	Outlays from discretionary balances	194	176
4020	Outlays, gross (total)	811	859
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030	Federal sources	-894	-790
4033	Non-Federal sources	-12	
4040	Offsets against gross budget authority and outlays (total)	-906	-790
Additional offsets against gross budget authority only:			
4050	Change in uncollected pymts, Fed sources, unexpired	40	
4070	Budget authority, net (discretionary)	7	
4080	Outlays, net (discretionary)	-95	69
4180	Budget authority, net (total)	7	
4190	Outlays, net (total)	-95	69

This fund finances, by advances or reimbursements, certain central services in the Department of Agriculture, including duplicating and other visual information services; broadcast media services; supply services; centralized financial management systems; centralized automated data processing systems for payroll, personnel, and related services; voucher payments services; telecommunications services; and information technology systems.

Object Classification (in millions of dollars)

Identification code 12-4609-0-4-352			
	2012 actual	2013 CR	2014 est.
Reimbursable obligations:			
Personnel compensation:			
11.1	Full-time permanent - OCF0	87	107
11.1	Full-time permanent - OCIO	78	88
11.1	Full-time permanent - DA OES OC	18	20
11.5	Other personnel compensation - OCF0	4	3
11.5	Other personnel compensation - OCIO	2	2
11.5	Other personnel compensation - DA OES OC	1	
11.9	Total personnel compensation	190	220
12.1	Civilian personnel benefits OCF0	29	34
12.1	Civilian personnel benefits OCIO	25	25
12.1	Civilian personnel benefits - DA OES OC	6	7
21.0	Travel and transportation of persons OCF0	1	1

21.0	Travel and transportation of persons - OCIO	3	3	3
22.0	Transportation of things - DA OES OC	1	1	1
23.1	Rental payments to GSA - OCF0	1	1	1
23.1	Rental payments to GSA - OCIO	4	6	6
23.1	Rental payments to GSA - DA OES OC	1	1	1
23.2	Rental payments to others - OCF0	12	12	12
23.2	Rental payments to others - OCIO	11	11	11
23.3	Communications, utilities, and miscellaneous charges - OCF0	4	10	4
23.3	Communications, utilities, and miscellaneous charges - OCIO	70	69	70
23.3	Communications, utilities, and miscellaneous charges - DA OES OC	3	3	3
24.0	Printing and reproduction	1		
25.2	Other services from non-Federal sources	1	1	1
25.3	Other goods and services from Federal sources - OCF0	170	85	94
25.3	Other goods and services from Federal sources - OCIO	150	104	137
25.3	Other goods and services from Federal sources - DA OES OC	23	20	22
25.4	Operation and maintenance of facilities	2	2	2
25.7	Operation and maintenance of equipment - OCF0	24	30	36
25.7	Operation and maintenance of equipment - OCIO	47	52	60
25.7	Operation and maintenance of equipment - DA OES OC	2	1	2
26.0	Supplies and materials - OCF0	2	1	1
26.0	Supplies and materials - OCIO	8	5	3
26.0	Supplies and materials - DA OES OC	3	3	3
31.0	Equipment - OCF0	42	34	29
31.0	Equipment - DA OES OC	54	4	2
31.0	Equipment - OCIO		22	17
99.9	Total new obligations	890	748	808

Employment Summary

Identification code 12-4609-0-4-352			
	2012 actual	2013 CR	2014 est.
2001	Reimbursable civilian full-time equivalent employment	2,293	2,295
		2,417	

OFFICE OF CHIEF ECONOMIST
Federal Funds

EXECUTIVE OPERATIONS

OFFICE OF THE CHIEF ECONOMIST

For necessary expenses of the Office of the Chief Economist, \$12,854,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-0123-0-1-352			
	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001	Direct program activity	11	13
0801	Reimbursable program activity - other	2	1
0802	Reimbursable program activity (Biodiesel Fuel Education Program)	1	
0899	Total reimbursable obligations	3	1
0900	Total new obligations	14	14

Budgetary Resources:

Unobligated balance:			
1000	Unobligated balance brought forward, Oct 1		1
Budget authority:			
Appropriations, discretionary:			
1100	Appropriation	11	13
1160	Appropriation, discretionary (total)	11	13
Appropriations, mandatory:			
1221	Appropriations transferred from other accts [12-4336]	1	
1260	Appropriations, mandatory (total)	1	
Spending authority from offsetting collections, discretionary:			
1700	Collected		2
1701	Change in uncollected payments, Federal sources	3	
1750	Spending auth from offsetting collections, disc (total)	3	2
1900	Budget authority (total)	15	15
1930	Total budgetary resources available	15	16

EXECUTIVE OPERATIONS—Continued
Program and Financing—Continued

Identification code 12-0123-0-1-352	2012 actual	2013 CR	2014 est.
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-1		
1941 Unexpired unobligated balance, end of year		1	2
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	5	8	6
3010 Obligations incurred, unexpired accounts	14	12	14
3011 Obligations incurred, expired accounts	2		
3020 Outlays (gross)	-13	-14	-16
3050 Unpaid obligations, end of year	8	6	4
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-2	-4	-4
3070 Change in uncollected pymts, Fed sources, unexpired	-3		
3071 Change in uncollected pymts, Fed sources, expired	1		
3090 Uncollected pymts, Fed sources, end of year	-4	-4	-4
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	3	4	2
3200 Obligated balance, end of year	4	2	
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	14	13	15
Outlays, gross:			
4010 Outlays from new discretionary authority	9	12	14
4011 Outlays from discretionary balances	4	2	2
4020 Outlays, gross (total)	13	14	16
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-1	-2	-2
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-3		
4052 Offsetting collections credited to expired accounts	1		
4060 Additional offsets against budget authority only (total)	-2		
4070 Budget authority, net (discretionary)	11	11	13
4080 Outlays, net (discretionary)	12	12	14
Mandatory:			
4090 Budget authority, gross	1		
4180 Budget authority, net (total)	12	11	13
4190 Outlays, net (total)	12	12	14

The Office of the Chief Economist advises the Secretary of Agriculture on the economic implications of Department policies, programs and proposed legislation. The Office serves as a focal point for USDA's economic intelligence and analysis; projections related to agricultural commodity markets; risk assessment and cost-benefit analysis related to domestic and international food and agriculture; policy direction for renewable energy development; coordination, analysis and advice on climate change and environmental market activities; and is responsible for coordination and review of all commodity and aggregate agricultural and food-related data used to develop outlook and situation material within the Department. The 2014 Budget requests \$13 million, which includes a \$700,000 increase for oversight of USDA-wide efforts to integrate climate change adaptation planning and actions into USDA programs and policies, and a \$900,000 increase to fund staff to evaluate and quantify the environmental services produced by conservation practices.

Object Classification (in millions of dollars)

Identification code 12-0123-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	7	6	7
12.1 Civilian personnel benefits	2	2	2
25.2 Other services from non-Federal sources	2	3	4
99.0 Direct obligations	11	11	13
99.0 Reimbursable obligations	3	1	1

99.9 Total new obligations	14	12	14
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Employment Summary

Identification code 12-0123-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	49	53	56

NATIONAL APPEALS DIVISION
Federal Funds

NATIONAL APPEALS DIVISION

For necessary expenses of the National Appeals Division, \$12,940,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-0706-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 National Appeals Division	12	13	13
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1		1	1
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	13	13	13
1160 Appropriation, discretionary (total)	13	13	13
1930 Total budgetary resources available	13	14	14
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1	1	1
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	3	2	2
3010 Obligations incurred, unexpired accounts	12	13	13
3011 Obligations incurred, expired accounts	2		
3020 Outlays (gross)	-13	-13	-13
3041 Recoveries of prior year unpaid obligations, expired	-2		
3050 Unpaid obligations, end of year	2	2	2
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	3	2	2
3200 Obligated balance, end of year	2	2	2
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	13	13	13
Outlays, gross:			
4010 Outlays from new discretionary authority	11	10	10
4011 Outlays from discretionary balances	2	3	3
4020 Outlays, gross (total)	13	13	13
4180 Budget authority, net (total)	13	13	13
4190 Outlays, net (total)	13	13	13

The National Appeals Division (NAD) is responsible for listening to farmers and other rural program participants concerning their disputes with certain agencies within the Department of Agriculture through fair and impartial administrative hearings and appeals. The 2014 Budget requests \$13 million.

Object Classification (in millions of dollars)

Identification code 12-0706-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	8	9	9
12.1 Civilian personnel benefits	2	2	2
25.1 Advisory and assistance services	2	1	1
99.0 Direct obligations	12	12	12
99.5 Below reporting threshold		1	1

99.9	Total new obligations	12	13	13
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4190	Outlays, net (total)	20	23	22
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Employment Summary

Identification code 12-0706-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	86	92	92

OFFICE OF CIVIL RIGHTS

Federal Funds

OFFICE OF CIVIL RIGHTS

For necessary expenses of the Office of Civil Rights, \$21,550,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-3800-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Direct program activity	21	21	22
0801 Reimbursable program activity	2	2	2
0900 Total new obligations	23	23	24

Identification code 12-3800-0-1-352	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	21	21	22
1160 Appropriation, discretionary (total)	21	21	22
Spending authority from offsetting collections, discretionary:			
1700 Collected	2	2	2
1701 Change in uncollected payments, Federal sources	2	.....	.....
1750 Spending auth from offsetting collections, disc (total)	2	2	2
1900 Budget authority (total)	23	23	24
1930 Total budgetary resources available	23	23	24

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	5	3	1
3010 Obligations incurred, unexpired accounts	23	23	24
3011 Obligations incurred, expired accounts	1	.....	.....
3020 Outlays (gross)	-23	-25	-24
3041 Recoveries of prior year unpaid obligations, expired	-3	.....	.....
3050 Unpaid obligations, end of year	3	1	1
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-7	-6	-6
3070 Change in uncollected pymts, Fed sources, unexpired	-2	.....	.....
3071 Change in uncollected pymts, Fed sources, expired	3	.....	.....
3090 Uncollected pymts, Fed sources, end of year	-6	-6	-6
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	-2	-3	-5
3200 Obligated balance, end of year	-3	-5	-5

Identification code 12-3800-0-1-352	2012 actual	2013 CR	2014 est.
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	23	23	24
Outlays, gross:			
4010 Outlays from new discretionary authority	20	22	23
4011 Outlays from discretionary balances	3	3	1
4020 Outlays, gross (total)	23	25	24
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-3	-2	-2
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-2	.....	.....
4052 Offsetting collections credited to expired accounts	3	.....	.....
4060 Additional offsets against budget authority only (total)	1	.....	.....
4070 Budget authority, net (discretionary)	21	21	22
4080 Outlays, net (discretionary)	20	23	22
4180 Budget authority, net (total)	21	21	22

The Office of Civil Rights provides overall leadership responsibility for all Department-wide civil rights activities, including employment opportunity and program non-discrimination policy development, analysis, coordination, and compliance. The Office is responsible for providing leadership in the implementation of best practices that will create an environment where a diverse workforce is valued as a source of strength. The Office has the responsibility for monitoring program activities to ensure that all USDA programs are delivered in a non-discriminatory manner. The 2014 Budget requests \$22 million.

Object Classification (in millions of dollars)

Identification code 12-3800-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	13	13	14
12.1 Civilian personnel benefits	4	4	4
25.2 Other services from non-Federal sources	1	3	3
25.3 Other goods and services from Federal sources	3	1	1
99.0 Direct obligations	21	21	22
99.0 Reimbursable obligations	1	2	2
99.5 Below reporting threshold	1	.....	.....
99.9 Total new obligations	23	23	24

Employment Summary

Identification code 12-3800-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	123	134	134

DEPARTMENTAL MANAGEMENT

Federal Funds

DEPARTMENTAL ADMINISTRATION

(INCLUDING TRANSFERS OF FUNDS)

For Departmental Administration, \$22,993,000, to provide for necessary expenses for management support services to offices of the Department and for general administration, security, repairs and alterations, and other miscellaneous supplies and expenses not otherwise provided for and necessary for the practical and efficient work of the Department: Provided, That this appropriation shall be reimbursed from applicable appropriations in this Act for travel expenses incident to the holding of hearings as required by 5 U.S.C. 551-558.

OFFICE OF THE CHIEF INFORMATION OFFICER

For necessary expenses of the Office of the Chief Information Officer, \$44,159,000.

OFFICE OF THE CHIEF FINANCIAL OFFICER

For necessary expenses of the Office of the Chief Financial Officer, \$6,243,000: Provided, That no funds made available by this appropriation may be obligated for FAIR Act or Circular A-76 activities until the Secretary has submitted to the Committees on Appropriations of both Houses of Congress and the Committee on Oversight and Government Reform of the House of Representatives a report on the Department's contracting out policies, including agency budgets for contracting out.

OFFICE OF BUDGET AND PROGRAM ANALYSIS

For necessary expenses of the Office of Budget and Program Analysis, \$11,129,000.

OFFICE OF HOMELAND SECURITY AND EMERGENCY COORDINATION

For necessary expenses of the Office of Homeland Security and Emergency Coordination, \$1,507,000.

OFFICE OF ADVOCACY AND OUTREACH

For necessary expenses of the Office of Advocacy and Outreach, \$1,217,000.

DEPARTMENTAL ADMINISTRATION—Continued

Program and Financing (in millions of dollars)

Identification code 12-9915-0-1-350	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Office of Advocacy and Outreach	1	1	1
0004 Office of the Chief Financial Officer	6	6	6
0005 Office of Budget and Program Analysis	8	9	11
0006 Office of the Chief Information Officer	42	44	44
0007 Departmental Administration	26	24	23
0008 Office of Homeland Security and Emergency Coordination	1	2	2
0009 Outreach and Technical Assistance Program	20		
0799 Total direct obligations	104	86	87
0801 Reimbursable program activity	112	83	82
0900 Total new obligations	216	169	169
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	6	1	1
1001 Discretionary unobligated balance brought fwd, Oct 1	6	1	
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	85	86	87
1120 Appropriations transferred to other accts [12-4609]	-1		
1131 Unobligated balance of appropriations permanently reduced	-4		
1160 Appropriation, discretionary (total)	80	86	87
Appropriations, mandatory:			
1221 Appropriations transferred from other accts [12-4336]	22		
1260 Appropriations, mandatory (total)	22		
Spending authority from offsetting collections, discretionary:			
1700 Collected	50	83	83
1701 Change in uncollected payments, Federal sources	72		
1750 Spending auth from offsetting collections, disc (total)	122	83	83
1900 Budget authority (total)	224	169	170
1930 Total budgetary resources available	230	170	171
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-13		
1941 Unexpired unobligated balance, end of year	1	1	2
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	104	116	10
3010 Obligations incurred, unexpired accounts	216	169	169
3011 Obligations incurred, expired accounts	10		
3020 Outlays (gross)	-202	-275	-170
3041 Recoveries of prior year unpaid obligations, expired	-12		
3050 Unpaid obligations, end of year	116	10	9
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-142	-148	-148
3070 Change in uncollected pymts, Fed sources, unexpired	-72		
3071 Change in uncollected pymts, Fed sources, expired	66		
3090 Uncollected pymts, Fed sources, end of year	-148	-148	-148
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	-38	-32	-138
3200 Obligated balance, end of year	-32	-138	-139
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	202	169	170
Outlays, gross:			
4010 Outlays from new discretionary authority	132	166	167
4011 Outlays from discretionary balances	62	109	3
4020 Outlays, gross (total)	194	275	170
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-138	-83	-83
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-72		
4052 Offsetting collections credited to expired accounts	88		
4060 Additional offsets against budget authority only (total)	16		
4070 Budget authority, net (discretionary)	80	86	87
4080 Outlays, net (discretionary)	56	192	87
Mandatory:			
4090 Budget authority, gross	22		
Outlays, gross:			
4100 Outlays from new mandatory authority	1		

4101 Outlays from mandatory balances	7		
4110 Outlays, gross (total)	8		
4180 Budget authority, net (total)	102	86	87
4190 Outlays, net (total)	64	192	87

Summary of Budget Authority and Outlays (in millions of dollars)

	2012 actual	2013 CR	2014 est.
Enacted/requested:			
Budget Authority	102	86	87
Outlays	64	192	87
Legislative proposal, subject to PAYGO:			
Outlays			-1
Total:			
Budget Authority	102	86	87
Outlays	64	192	86

Departmental Management comprises the following offices:

Departmental Administration includes offices that provide staff support to policy officials and overall direction and coordination of the Department. These activities include Department-wide programs for human resources management, occupational safety and health management, real and personal property management, acquisitions and contracting, motor vehicle and aircraft management, supply management, participation of small and disadvantaged businesses, service-disabled veterans programs, and the regulatory hearing and administrative proceedings conducted by the Administrative Law Judges, and Judicial Officer. The 2014 Budget requests \$23 million.

The Clinger-Cohen Act of 1996 required the establishment of a Chief Information Officer (CIO) for all major Federal agencies. The Act requires USDA to maximize the value of information technology acquisitions to improve the efficiency and effectiveness of USDA programs. To meet the intent of the law and to provide a Departmental focus for information resources management issues, Secretary's Memorandum 1030-30, dated August 8, 1996, established the Office of the Chief Information Officer (OCIO). The CIO serves as the primary advisor to the Secretary on Information Technology (IT) issues. OCIO provides leadership for the Department's information and IT management activities in support of USDA program delivery. The 2014 Budget requests \$44 million for OCIO.

The Office of the Chief Financial Officer (OCFO) was established in 1995 under authority provided in Reorganization Plan Number 2 of 1953 (7 U.S.C. 2201) to comply with the Chief Financial Officers Act of 1990. The OCFO focuses on the Department's financial and performance management activities to improve program delivery and assure maximum contribution to the Secretary's Strategic Goals. The 2014 Budget requests \$6 million.

The Office of Budget and Program Analysis (OBPA) coordinates the preparation of Departmental budget estimates, regulations, and legislative reports; administers systems for the allotment and apportionment of funds; provides analysis of USDA program issues, draft regulations, and budget proposals; participates in strategic planning; and provides assistance to USDA policy makers in the development and execution of desired policies and programs. The 2014 Budget requests \$11 million. To support evidence-based policy-making, \$2 million is requested in the Budget to provide support for the establishment of a Chief Evaluation Officer within USDA to work closely with program offices and agencies to develop and implement evaluation agendas and priorities set by policy officials.

The Office of Homeland Security and Emergency Coordination formulates emergency preparedness policies and objectives for USDA. The Staff directs and coordinates all of the Department's program activities that support USDA emergency programs and liaison functions with the Congress, the Department of Homeland

Security, and other Federal Departments and agencies involving homeland security, natural disasters, other emergencies, and agriculture-related international civil emergency planning and intelligence activities. The 2014 Budget requests \$1.5 million.

The Office of Advocacy and Outreach (OAO) improves access to USDA programs and enhances the viability and profitability of small farms and ranches, beginning farmers and ranchers, and socially disadvantaged farmers and ranchers ensuring that the Department and its programs are open and transparent. The Department is committed to ensuring that all USDA constituents, including historically underserved groups, have the opportunity to participate in and benefit from the programs offered by the Department. The 2014 Budget requests \$1 million.

Object Classification (in millions of dollars)

Identification code 12-9915-0-1-350	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	35	39	37
12.1 Civilian personnel benefits	12	12	12
21.0 Travel and transportation of persons	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services from non-Federal sources	41	21	22
25.3 Other goods and services from Federal sources	13	11	13
26.0 Supplies and materials	1	1	1
99.0 Direct obligations	104	86	87
99.0 Reimbursable obligations	112	83	82
99.9 Total new obligations	216	169	169

Employment Summary

Identification code 12-9915-0-1-350	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	360	400	397
2001 Reimbursable civilian full-time equivalent employment	183	132	130

DEPARTMENTAL ADMINISTRATION
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12-9915-4-1-350	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Budget authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected			1
1850 Spending auth from offsetting collections, mand (total)			1
1930 Total budgetary resources available			1
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year			1
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross			1
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources			-1
4190 Outlays, net (total)			-1

USDA's BioPreferred Program is charged with administering the voluntary USDA Certified Biobased Product label, which was mandated by both the 2002 and 2008 Farm Bills. In 2011, USDA authorized the use of a label for biobased products that producers can use in advertising their products. To ensure the integrity of the label, the Budget requests authority for USDA to: (1) impose civil penalties on companies who misuse the label; and (2) assess each producer who applies to use the label a fee to fund a program audit. This fee, which will begin to be collected once authorizing legislation is enacted, has been given broad support by potential

users who commented on the labels proposed rule, which was issued in May 2010.

HAZARDOUS MATERIALS MANAGEMENT
(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Department of Agriculture, to comply with the Comprehensive Environmental Response, Compensation, and Liability Act (42 U.S.C. 9601 et seq.) and the Resource Conservation and Recovery Act (42 U.S.C. 6901 et seq.), \$3,600,000, to remain available until expended: Provided, That appropriations and funds available herein to the Department for Hazardous Materials Management may be transferred to any agency of the Department for its use in meeting all requirements pursuant to the above Acts on Federal and non-Federal lands.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-0500-0-1-304	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Hazardous materials management	4	4	4
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1	1	1
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	4	4	4
1160 Appropriation, discretionary (total)	4	4	4
1930 Total budgetary resources available	5	5	5
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1	1	1
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	16	16	1
3010 Obligations incurred, unexpired accounts	4	4	4
3020 Outlays (gross)	-4	-19	-4
3050 Unpaid obligations, end of year	16	1	1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	16	16	1
3200 Obligated balance, end of year	16	1	1
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	4	4	4
Outlays, gross:			
4010 Outlays from new discretionary authority	3	4	4
4011 Outlays from discretionary balances	1	15	
4020 Outlays, gross (total)	4	19	4
4180 Budget authority, net (total)	4	4	4
4190 Outlays, net (total)	4	19	4

Under the Comprehensive Environmental Response, Compensation, and Liability Act and the Resource Conservation and Recovery Act, the Department has the responsibility to meet the same standards for environmental cleanup and regulatory compliance regarding hazardous wastes and hazardous substances as private businesses. With substantial commitments under these Acts, the Hazardous Materials Management account was established as a central fund so that the Department's agencies may be reimbursed for their cleanup efforts. The Department determines what projects to fund by using objective criteria that identify what sites pose the greatest threats to public health and the environment. The 2014 Budget requests \$4 million.

HAZARDOUS MATERIALS MANAGEMENT—Continued

Object Classification (in millions of dollars)

Identification code 12-0500-0-1-304	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	1	1	1
25.3 Other goods and services from Federal sources	3	3	3
99.9 Total new obligations	4	4	4

Employment Summary

Identification code 12-0500-0-1-304	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	6	7	7

AGRICULTURE BUILDINGS AND FACILITIES AND RENTAL PAYMENTS

(INCLUDING TRANSFERS OF FUNDS)

For payment of space rental and related costs pursuant to Public Law 92-313, including authorities pursuant to the 1984 delegation of authority from the Administrator of General Services to the Department of Agriculture under 40 U.S.C. 486, for programs and activities of the Department which are included in this Act, and for alterations and other actions needed for the Department and its agencies to consolidate unneeded space into configurations suitable for release to the Administrator of General Services, and for the operation, maintenance, improvement, and repair of Agriculture buildings and facilities, and for related costs, \$233,095,000, to remain available until expended, of which \$178,270,000 shall be available for payments to the General Services Administration for rent and for payments to the Department of Homeland Security for building security activities; and of which \$54,825,000 is for buildings operations and maintenance expenses: Provided, That the Secretary may use unobligated prior year balances of an agency or office that are no longer available for new obligation to cover shortfalls incurred in prior year rental payments for such agency or office: Provided further, That the Secretary is authorized to transfer funds from a Departmental agency to this account to recover the full cost of the space and security expenses of that agency that are funded by this account when the actual costs exceed the agency estimate which will be available for the activities and payments described herein.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-0117-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Rental payments to GSA: Non-recurring repairs	168	171	164
0002 Building operations and maintenance	33	50	43
0003 Homeland Security	12	12	12
0004 DHS building security	16	14	14
0799 Total direct obligations	229	247	233
0802 Reimbursable program	5	5	5
0900 Total new obligations	234	252	238
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	11	23	8
1021 Recoveries of prior year unpaid obligations	9		
1050 Unobligated balance (total)	20	23	8
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	230	232	233
1160 Appropriation, discretionary (total)	230	232	233
Spending authority from offsetting collections, discretionary:			
1700 Collected	5	5	5
1701 Change in uncollected payments, Federal sources	2		

1750 Spending auth from offsetting collections, disc (total)	7	5	5
1900 Budget authority (total)	237	237	238
1930 Total budgetary resources available	257	260	246
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	23	8	8

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	69	39	20
3010 Obligations incurred, unexpired accounts	234	252	238
3020 Outlays (gross)	-255	-271	-238
3040 Recoveries of prior year unpaid obligations, unexpired	-9		
3050 Unpaid obligations, end of year	39	20	20
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-6	-8	-8
3070 Change in uncollected pymts, Fed sources, unexpired	-2		
3090 Uncollected pymts, Fed sources, end of year	-8	-8	-8
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	63	31	12
3200 Obligated balance, end of year	31	12	12

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	237	237	238
Outlays, gross:			
4010 Outlays from new discretionary authority	218	234	235
4011 Outlays from discretionary balances	37	37	3
4020 Outlays, gross (total)	255	271	238
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-5	-5	-5
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-2		
4070 Budget authority, net (discretionary)	230	232	233
4080 Outlays, net (discretionary)	250	266	233
4180 Budget authority, net (total)	230	232	233
4190 Outlays, net (total)	250	266	233

Unfunded deficiencies:

7000 Unfunded deficiency, start of year	-6	-8	
Change in deficiency during the year:			
7012 New budget authority used to liquidate deficiencies	-2	8	
7020 Unfunded deficiency, end of year	-8		

This account finances the General Services Administration's fees for rental of space and the Department of Homeland Security's security-related fees. The appropriation covers all fees for all regular appropriated accounts within the Department of Agriculture with the exception of the Forest Service. This account also finances the day to day operations, repair, improvement and maintenance activities of two buildings in the Headquarters complex and the George Washington Carver Center in Beltsville, Md.

Deficiency in Rental Payments

\$ Millions	2012	FY2013	FY2014
Deficiency, start of year	-6	-8	
Unobligated balances applied to deficiency	-2	8	
Adjusted deficiency	-8		
Deficiency, end of year	-8		

The 2014 Budget requests \$233 million. This account has a deficiency due to prior year shortfalls in rental payments incurred between 2004 and 2008. USDA successfully reduced the deficiency from \$24 million to \$6 million in 2011; due to accounting adjustments in 2012, the deficiency at the end of 2012 was -\$8 million. USDA anticipates paying off the remainder of the deficiency in 2013.

Object Classification (in millions of dollars)

Identification code 12-0117-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	9	9	9
12.1 Civilian personnel benefits	2	3	3

23.1	Rental payments to GSA	168	171	164
23.3	Communications, utilities, and miscellaneous charges	3	10	10
25.2	Other services from non-Federal sources	30	21	18
25.3	Other goods and services from Federal sources	16	14	14
25.4	Operation and maintenance of facilities		19	15
99.0	Direct obligations	228	247	233
99.0	Reimbursable obligations	5	5	5
99.5	Below reporting threshold	1		
99.9	Total new obligations	234	252	238

Employment Summary

Identification code 12-0117-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	92	92	92

OFFICE OF COMMUNICATIONS

Federal Funds

OFFICE OF COMMUNICATIONS

For necessary expenses of the Office of Communications, \$8,137,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-0150-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Public affairs	8	8	8
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	8	8	8
1160 Appropriation, discretionary (total)	8	8	8
1930 Total budgetary resources available	8	8	8
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1	1	1
3010 Obligations incurred, unexpired accounts	8	8	8
3020 Outlays (gross)	-8	-8	-8
3050 Unpaid obligations, end of year	1	1	1
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-1	-1	-1
3090 Uncollected pymts, Fed sources, end of year	-1	-1	-1
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	8	8	8
Outlays, gross:			
4010 Outlays from new discretionary authority	7	8	8
4011 Outlays from discretionary balances	1		
4020 Outlays, gross (total)	8	8	8
4180 Budget authority, net (total)	8	8	8
4190 Outlays, net (total)	8	8	8

The mission of the Office of Communications (OC) is to provide leadership, expertise, management and coordination to develop and implement successful communication strategies and products that advance the mission of the USDA and priorities of the government, while serving and engaging the public in a fair, equal, transparent and easily accessible manner. OC delivers information about USDA programs and policies in a consistent, timely fashion. The 2014 Budget requests \$8 million.

Object Classification (in millions of dollars)

Identification code 12-0150-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	7	7	7
12.1 Civilian personnel benefits	1	1	1
99.9 Total new obligations	8	8	8

Employment Summary

Identification code 12-0150-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	59	62	62

OFFICE OF INSPECTOR GENERAL

Federal Funds

OFFICE OF INSPECTOR GENERAL

For necessary expenses of the Office of Inspector General, including employment pursuant to the Inspector General Act of 1978, \$89,902,000, including such sums as may be necessary for contracting and other arrangements with public agencies and private persons pursuant to section 6(a)(9) of the Inspector General Act of 1978, and including not to exceed \$125,000 for certain confidential operational expenses, including the payment of informants, to be expended under the direction of the Inspector General pursuant to Public Law 95-452 and section 1337 of Public Law 97-98.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-0900-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Office of the Inspector General	95	86	90
0801 Reimbursable program	5	3	3
0900 Total new obligations	100	89	93
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	12	8	9
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	86	86	90
1160 Appropriation, discretionary (total)	86	86	90
Spending authority from offsetting collections, discretionary:			
1700 Collected	5	4	4
1701 Change in uncollected payments, Federal sources	5		
1750 Spending auth from offsetting collections, disc (total)	10	4	4
1900 Budget authority (total)	96	90	94
1930 Total budgetary resources available	108	98	103
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	8	9	10
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	12	19	5
3010 Obligations incurred, unexpired accounts	100	89	93
3011 Obligations incurred, expired accounts	2		
3020 Outlays (gross)	-92	-103	-94
3041 Recoveries of prior year unpaid obligations, expired	-3		
3050 Unpaid obligations, end of year	19	5	4
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1		-3	-3
3070 Change in uncollected pymts, Fed sources, unexpired	-5		
3071 Change in uncollected pymts, Fed sources, expired	2		
3090 Uncollected pymts, Fed sources, end of year	-3	-3	-3
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	12	16	2

OFFICE OF INSPECTOR GENERAL—Continued
Program and Financing—Continued

Identification code 12-0900-0-1-352	2012 actual	2013 CR	2014 est.
3200 Obligated balance, end of year	16	2	1
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	96	90	94
Outlays, gross:			
4010 Outlays from new discretionary authority	75	82	86
4011 Outlays from discretionary balances	17	21	8
4020 Outlays, gross (total)	92	103	94
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-6	-4	-4
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-5		
4052 Offsetting collections credited to expired accounts	1		
4060 Additional offsets against budget authority only (total)	-4		
4070 Budget authority, net (discretionary)	86	86	90
4080 Outlays, net (discretionary)	86	99	90
4180 Budget authority, net (total)	86	86	90
4190 Outlays, net (total)	86	99	90

The Office of Inspector General provides the Secretary and Congress with information or intelligence about fraud, other serious problems, mismanagement, and deficiencies in Department programs and operations, recommends corrective action, and reports on the progress made in correcting the problems. The Office reviews existing and proposed legislation and regulations and makes recommendations to the Secretary and Congress regarding the impact these laws have on the Department's programs and the prevention and detection of fraud and mismanagement in such programs. The Office provides policy direction and conducts, supervises, and coordinates all audits and investigations. The Office supervises and coordinates other activities in the Department and between the Department and other Federal, State and local government agencies whose purposes are to: (a) promote economy and efficiency; (b) prevent and detect fraud and mismanagement; and (c) identify and prosecute people involved in fraud or mismanagement.

OIG's \$90 million request includes \$468,000 to support the Council of the Inspector General on Integrity and Efficiency, established under the authority of the Inspector General Reform Act of 2008 to coordinate Federal efforts to improve program delivery.

Object Classification (in millions of dollars)

Identification code 12-0900-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	59	53	54
12.1 Civilian personnel benefits	21	19	19
21.0 Travel and transportation of persons	4	3	3
23.3 Communications, utilities, and miscellaneous charges	2	2	3
25.2 Other services from non-Federal sources	5	5	6
25.3 Other goods and services from Federal sources	1	2	2
26.0 Supplies and materials	1	1	1
31.0 Equipment	2	1	2
99.0 Direct obligations	95	86	90
99.0 Reimbursable obligations	5	3	3
99.9 Total new obligations	100	89	93

Employment Summary

Identification code 12-0900-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	558	558	558

OFFICE OF THE GENERAL COUNSEL

Federal Funds

OFFICE OF THE GENERAL COUNSEL

For necessary expenses of the Office of the General Counsel, \$45,014,000, of which \$3,451,000 is for the Office of Ethics.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-2300-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Office of the General Counsel	39	40	45
0801 Reimbursable program activity	5	4	4
0900 Total new obligations	44	44	49
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	39	40	45
1160 Appropriation, discretionary (total)	39	40	45
Spending authority from offsetting collections, discretionary:			
1700 Collected	4	4	4
1701 Change in uncollected payments, Federal sources	1		
1750 Spending auth from offsetting collections, disc (total)	5	4	4
1900 Budget authority (total)	44	44	49
1930 Total budgetary resources available	44	44	49
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	5	4	4
3010 Obligations incurred, unexpired accounts	44	44	49
3020 Outlays (gross)	-45	-44	-49
3050 Unpaid obligations, end of year	4	4	4
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-3	-3	-3
3070 Change in uncollected pymts, Fed sources, unexpired	-1		
3071 Change in uncollected pymts, Fed sources, expired	1		
3090 Uncollected pymts, Fed sources, end of year	-3	-3	-3
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	2	1	1
3200 Obligated balance, end of year	1	1	1

Identification code 12-2300-0-1-352	2012 actual	2013 CR	2014 est.
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	44	44	49
Outlays, gross:			
4010 Outlays from new discretionary authority	40	42	47
4011 Outlays from discretionary balances	5	2	2
4020 Outlays, gross (total)	45	44	49
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-5	-4	-4
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-1		
4052 Offsetting collections credited to expired accounts	1		
4070 Budget authority, net (discretionary)	39	40	45
4080 Outlays, net (discretionary)	40	40	45
4180 Budget authority, net (total)	39	40	45
4190 Outlays, net (total)	40	40	45

The Office of the General Counsel of the Department of Agriculture provides all legal advice, counsel, and services to the Secret-

ary and to all agencies, offices, and corporations of the Department on all aspects of their operations. It represents the Department in administrative proceedings; non-litigation debt collection proceedings; State water rights adjudications; proceedings before the Civilian Board of Contract Appeal, the Merit System Protection Board, the Equal Employment Opportunity Commission, the USDA Office of Administrative Law Judges, and other Federal agencies; and, in conjunction with the Department of Justice, in judicial proceedings and litigation in the Federal and State courts. All attorneys and related support personnel devoted to those efforts are under the supervision of the General Counsel. The 2014 Budget requests \$41.5 million, including an increase of \$2 million for 10 FTEs to handle an increased workload, to support current staff, and for computerized legal research.

The Office of Ethics provides ethics advice, counsel and training to all USDA officials and employees, and conducts annual financial disclosure reviews. The work of the Office of Ethics promotes employee compliance with Federal conflict of interest laws and regulations. The 2014 Budget requests \$3.4 million and 29 FTEs, and is shown in this account beginning in 2014.

Object Classification (in millions of dollars)

Identification code 12-2300-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	28	29	33
12.1 Civilian personnel benefits	8	8	9
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services from non-Federal sources	1	1	1
26.0 Supplies and materials	1	1	1
99.0 Direct obligations	39	40	45
99.0 Reimbursable obligations	5	4	4
99.9 Total new obligations	44	44	49

Employment Summary

Identification code 12-2300-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	253	245	282
2001 Reimbursable civilian full-time equivalent employment	28	26	28

ECONOMIC RESEARCH SERVICE

Federal Funds

ECONOMIC RESEARCH SERVICE

For necessary expenses of the Economic Research Service, \$78,506,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1701-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Economic Research Service	77	78	79
0801 Reimbursable program activity	2	1	1
0900 Total new obligations	79	79	80
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	78	78	79
1160 Appropriation, discretionary (total)	78	78	79
Spending authority from offsetting collections, discretionary:			
1700 Collected		1	1
1701 Change in uncollected payments, Federal sources	2		

1750	Spending auth from offsetting collections, disc (total)	2	1	1
1900	Budget authority (total)	80	79	80
1930	Total budgetary resources available	80	79	80
Memorandum (non-add) entries:				
1940	Unobligated balance expiring	-1		
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	40	37	33
3010	Obligations incurred, unexpired accounts	79	79	80
3011	Obligations incurred, expired accounts	5		
3020	Outlays (gross)	-82	-83	-89
3041	Recoveries of prior year unpaid obligations, expired	-5		
3050	Unpaid obligations, end of year	37	33	24
Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-6	-6	-6
3070	Change in uncollected pymts, Fed sources, unexpired	-2		
3071	Change in uncollected pymts, Fed sources, expired	2		
3090	Uncollected pymts, Fed sources, end of year	-6	-6	-6
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	34	31	27
3200	Obligated balance, end of year	31	27	18
Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	80	79	80
Outlays, gross:				
4010	Outlays from new discretionary authority	61	64	64
4011	Outlays from discretionary balances	21	19	25
4020	Outlays, gross (total)	82	83	89
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4030	Federal sources	-2	-1	-1
Additional offsets against gross budget authority only:				
4050	Change in uncollected pymts, Fed sources, unexpired	-2		
4052	Offsetting collections credited to expired accounts	2		
4070	Budget authority, net (discretionary)	78	78	79
4080	Outlays, net (discretionary)	80	82	88
4180	Budget authority, net (total)	78	78	79
4190	Outlays, net (total)	80	82	88

The Economic Research Service provides economic and other social science research and analysis to inform public and private decision-making on food, agriculture, natural resources, and rural America. The Agency's mission is to anticipate issues that are on the horizon, and to conduct sound, peer-reviewed economic research. ERS is also the primary source of statistical indicators that, among other things, gauge the health of the farm sector (including farm income estimates and projections), assess the current and expected performance of the agricultural sector (including trade), and provide measures of food security here and abroad. Most of the Agency's research is conducted by a highly trained staff of economists and social scientists through an intramural program of research, market outlook, and analysis.

Five principles characterize ERS' core program: (1) Research that builds on unique or confidential data sources at the Federal level and is inherent in the role of a Federal Statistical Agency, including the Agricultural Resource Management Survey (ARMS) and associated farm and farm household finance estimates, consumer data and related research on food consumption, and development of USDA's commodity market outlook; (2) Research that provides coordination for a national perspective or framework, setting a single standard; (3) Research that requires a sustained investment and large teams; (4) Research that directly services the U.S. Government or USDA's long-term national goals such as the cost to the economy of sickness and premature death due to foodborne illnesses for FSIS, rural definition analysis for Rural development, and conservation program options for FSA and NCRS; and (5) Research that addresses questions with short-run payoff or has immediate policy implications.

ERS draws on the expertise of external collaborators through grants and cooperative research agreements for issues that re-

ECONOMIC RESEARCH SERVICE—Continued

quire expertise beyond the scope of the current program or that require knowledge of state or regional issues. The 2014 budget request of \$78,506,000 continues to fund ERS core program of research, data analysis, and market outlook, and in addition, supports a new program enhancement, Research Innovations for Improving Policy Effectiveness, which will strengthen ERS' ability to conduct research through two innovative strategies—the use of behavioral economics and the statistical use of administrative data—to address critical information gaps that hinder policy effectiveness. Results of the initiative will provide science-based evidence that informs decision making by policy makers and program managers in the USDA, across Federal and State Governments, and in the Congress. In addition, ERS proposes an initiative for 2014 that will fund enhancements of its general information technology support through the redirection of IT funding. Additional funds received from other Governmental agencies may also be available for support of economic research and analysis.

Object Classification (in millions of dollars)

Identification code 12-1701-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	38	38	39
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	40	40	41
12.1 Civilian personnel benefits	10	10	10
21.0 Travel and transportation of persons	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services from non-Federal sources	4	4	4
25.3 Other goods and services from Federal sources	14	15	15
25.5 Research and development contracts	5	5	5
26.0 Supplies and materials	1	1	1
41.0 Grants, subsidies, and contributions	1	1	1
99.0 Direct obligations	77	78	79
99.0 Reimbursable obligations	2	1	1
99.9 Total new obligations	79	79	80

Employment Summary

Identification code 12-1701-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	374	385	385
2001 Reimbursable civilian full-time equivalent employment	1	1	1

NATIONAL AGRICULTURAL STATISTICS SERVICE

Federal Funds

NATIONAL AGRICULTURAL STATISTICS SERVICE

For necessary expenses of the National Agricultural Statistics Service, \$159,601,000, of which up to \$42,295,000 shall be available until expended for the Census of Agriculture.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1801-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Agricultural estimates	110	111	111
0002 Statistical research and service	7	7	7
0003 Census of agriculture	52	42	42
0799 Total direct obligations	169	160	160

0801 Reimbursable program	27	22	22
0900 Total new obligations	196	182	182
Budgetary Resources:			
Unobligated balance:			
1021 Recoveries of prior year unpaid obligations	11		
1050 Unobligated balance (total)	11		
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	159	160	160
1120 Appropriations transferred to other accts [12-1801]	-42	-42	-42
1121 Appropriations transferred from other accts [12-1801]	42	42	42
1160 Appropriation, discretionary (total)	159	160	160
Spending authority from offsetting collections, discretionary:			
1700 Collected	21	22	22
1701 Change in uncollected payments, Federal sources	5		
1750 Spending auth from offsetting collections, disc (total)	26	22	22
1900 Budget authority (total)	185	182	182
1930 Total budgetary resources available	196	182	182

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	44	42	39
3010 Obligations incurred, unexpired accounts	196	182	182
3011 Obligations incurred, expired accounts	13		
3020 Outlays (gross)	-196	-185	-198
3040 Recoveries of prior year unpaid obligations, unexpired	-11		
3041 Recoveries of prior year unpaid obligations, expired	-4		
3050 Unpaid obligations, end of year	42	39	23
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-7	-6	-6
3070 Change in uncollected pymts, Fed sources, unexpired	-5		
3071 Change in uncollected pymts, Fed sources, expired	6		
3090 Uncollected pymts, Fed sources, end of year	-6	-6	-6
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	37	36	33
3200 Obligated balance, end of year	36	33	17

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	185	182	182
Outlays, gross:			
4010 Outlays from new discretionary authority	124	164	164
4011 Outlays from discretionary balances	72	21	34
4020 Outlays, gross (total)	196	185	198
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-38	-20	-20
4033 Non-Federal sources	6	-2	-2
4040 Offsets against gross budget authority and outlays (total)	-32	-22	-22
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-5		
4052 Offsetting collections credited to expired accounts	11		
4060 Additional offsets against budget authority only (total)	6		
4070 Budget authority, net (discretionary)	159	160	160
4080 Outlays, net (discretionary)	164	163	176
4180 Budget authority, net (total)	159	160	160
4190 Outlays, net (total)	164	163	176

The National Agricultural Statistics Service (NASS) provides the official National and State estimates of acreage, yield, and production of crops, stocks, value and expenditures associated with farm commodities, and inventory, values, and expenditures of livestock items. Data on approximately 120 crops and 45 livestock products are covered in over 400 reports issued each year. In addition, the Census of Agriculture, which is conducted every five years for years ending in 2 and 7, takes a snapshot of America's agriculture and provides comprehensive data on the Nation's agricultural industry down to the county level. NASS' responsibilities are authorized under the Agricultural Marketing Act of 1946 (7 U.S.C 1621-1627) and the Census of Agriculture Act of 1997, Public Law 105-113 (7 U.S.C. 2204g).

Agricultural Estimates.—According to the USDA Chief Economist the Agricultural Estimates program is vital to for producers,

agricultural commodity markets in the U.S. and the world, policy makers in government, and people involved in making planning, investment, price discovery mechanisms, and marketing decisions. Billions of dollars could be put at risk without these essential Agricultural Estimates statistical reports. The work under this activity is conducted through 46 field offices serving the 50 States and Puerto Rico; most of these offices are operated as joint State and Federal services. Cooperative arrangements with State agencies provide additional State and county data. In order to support Administration priorities and improve efficiency, NASS has carefully completed a comprehensive review of existing programs to determine which programs are most critical to serving agency goals, with evaluations based on the following priorities: 1) Principal Economic Indicator data; 2) data which directly impact commodity markets; 3) data necessary to implement the USDA programs which provide payments to farmers and are used to administer the farm safety net for producers; and 4) data for which there are no other publicly available sources of information. In 2012 NASS achieved several accomplishments: 1) conducted a survey of hogs for USDA's Animal and Plant Health Inspection Service's National Animal Health Monitoring System; 2) centralized processing of the Objective Yield samples at the National Operations Center; 3) developed several vegetation indexes to improve crop growth models to determine crop stages; 4) obtained system code for Computer Audio Recorded Interview system from the U. S. Census Bureau and started testing to improve the quality of data collection; and 5) completed its third 48 state Cropland Data Layer for the 2011 reference year with high resolution and improved accuracy of the classifications and the precision of the acreage estimates generated.

Census of Agriculture.—The Census of Agriculture provides the only source of comparable and consistent detailed data about agriculture down to the county level. The Census of Agriculture is critical because it provides comprehensive data on the agriculture economy, land use, production expenses, value of land and buildings, farm size and characteristics of farm operators, market value of agricultural production sold, acreage of major crops, inventory of livestock and poultry, and farm irrigation practices. The Census of Agriculture helps to measure trends and new developments in the agricultural sector of our Nation's economy. In 2012 NASS achieved several accomplishments: 1) finalized the mail list for the 2012 Census of Agriculture; 2) completed the online reporting system through exhaustive testing to improve data quality and reduce respondent burden; 3) finished the forms design process for the preparation of mail packets; 4) enhanced critical programming and tested to automate and streamline the correction of omitted and erroneous data in order to minimize analyst intervention; and 5) continued a vigorous marketing campaign to encourage producers to be represented in the 2012 Census of Agriculture. The 2014 Budget request is for a level to reflect the expected activity related to completing and releasing the results of the 2012 Census of Agriculture and conducting scheduled Follow-on surveys.

The 2014 request of \$159,601,000 for NASS includes \$42.3 million for the Census of Agriculture. NASS will do two much needed Follow-on surveys: 1) the Farm and Ranch Irrigation Survey, and 2) the Census of Aquaculture. At the request of the USDA Chief Economist, NASS will start producing four of the Current Industrial Reports (CIR) formerly compiled by the U.S. Census Bureau. The CIRs include: 1) Oilseeds, Beans, & Nuts; 2) Fats and Oils (Production, Consumption, & Stocks); 3) Cotton, Manmade Fiber Staple, & Raw Linters (Consumption, & Stocks, & Spindle Activity); and 4) Flour Milling Products. Funding for Agricultural Estimates will continue at the 2012 base level of

about \$117 million. NASS continues to review its programs to improve efficiency.

Miscellaneous funds received from local organizations, commodity groups, and others are available for dissemination of reports and for survey work conducted under cooperative agreements (7 U.S.C. 450b, 450h, 3318b). NASS also provides technical consultation, support, and assistance for international programs under participating agency service agreements.

Object Classification (in millions of dollars)

Identification code 12-1801-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	65	76	71
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	67	78	73
12.1 Civilian personnel benefits	23	27	25
21.0 Travel and transportation of persons	7	5	5
22.0 Transportation of things	2	3	2
23.3 Communications, utilities, and miscellaneous charges	8	8	8
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	26	20	28
25.3 Other goods and services from Federal sources	24	14	14
25.7 Operation and maintenance of equipment	6	1	1
26.0 Supplies and materials	1	1	1
31.0 Equipment	4	2	2
99.0 Direct obligations	169	160	160
99.0 Reimbursable obligations	27	22	22
99.9 Total new obligations	196	182	182

Employment Summary

Identification code 12-1801-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	946	1,104	1,084
2001 Reimbursable civilian full-time equivalent employment	106	106	106

AGRICULTURAL RESEARCH SERVICE

Federal Funds

SALARIES AND EXPENSES

For necessary expenses of the Agricultural Research Service and for acquisition of lands by donation, exchange, or purchase at a nominal cost not to exceed \$100, and for land exchanges where the lands exchanged shall be of equal value or shall be equalized by a payment of money to the grantor which shall not exceed 25 percent of the total value of the land or interests transferred out of Federal ownership, \$1,124,003,000: Provided, That appropriations hereunder shall be available for the operation and maintenance of aircraft and the purchase of not to exceed one for replacement only: Provided further, That appropriations hereunder shall be available pursuant to 7 U.S.C. 2250 for the construction, alteration, and repair of buildings and improvements, but unless otherwise provided, the cost of constructing any one building shall not exceed \$375,000, except for headhouses or greenhouses which shall each be limited to \$1,200,000, and except for 10 buildings to be constructed or improved at a cost not to exceed \$750,000 each, and the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building or \$375,000, whichever is greater: Provided further, That the limitations on alterations contained in this Act shall not apply to modernization or replacement of existing facilities at Beltsville, Maryland: Provided further, That appropriations hereunder shall be available for granting easements at the Beltsville Agricultural Research Center: Provided further, That the foregoing limitations shall not apply to replacement of buildings needed to carry out the Act of April 24, 1948 (21 U.S.C. 113a): Provided further, That funds may be received from any State, other political subdivision, organization, or individual for the purpose of establishing or operating any research facility or research project of the Agricultural Research Service, as authorized by law.

SALARIES AND EXPENSES—Continued

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12–1400–0–1–352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Product quality/value added	100	101	85
0002 Livestock production	76	77	73
0003 Crop production	228	230	229
0004 Food safety	96	97	109
0005 Livestock protection	59	60	63
0006 Crop protection	184	186	171
0007 Human nutrition research	85	86	96
0008 Environmental stewardship	188	190	219
0009 National Agricultural Library	21	21	26
0010 Repair and maintenance of facilities	17	17	17
0012 Homeland security	36	36	36
0014 Miscellaneous Fees/Supplementals .....	.....	9	.....
0799 Total direct obligations	1,090	1,110	1,124
0881 Reimbursable program activity	141	141	141
0889 Reimbursable program activities, subtotal	141	141	141
0900 Total new obligations	1,231	1,251	1,265
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	7	10	4
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	1,095	1,101	1,124
1160 Appropriation, discretionary (total)	1,095	1,101	1,124
Spending authority from offsetting collections, discretionary:			
1700 Collected	31	144	144
1701 Change in uncollected payments, Federal sources	113	.....	.....
1750 Spending auth from offsetting collections, disc (total)	144	144	144
1900 Budget authority (total)	1,239	1,245	1,268
1930 Total budgetary resources available	1,246	1,255	1,272
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-5	.....	.....
1941 Unexpired unobligated balance, end of year	10	4	7
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	406	420	364
3010 Obligations incurred, unexpired accounts	1,231	1,251	1,265
3011 Obligations incurred, expired accounts	22	.....	.....
3020 Outlays (gross)	-1,212	-1,307	-1,294
3041 Recoveries of prior year unpaid obligations, expired	-27	.....	.....
3050 Unpaid obligations, end of year	420	364	335
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-154	-180	-180
3070 Change in uncollected pymts, Fed sources, unexpired	-113	.....	.....
3071 Change in uncollected pymts, Fed sources, expired	87	.....	.....
3090 Uncollected pymts, Fed sources, end of year	-180	-180	-180
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	252	240	184
3200 Obligated balance, end of year	240	184	155
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	1,239	1,245	1,268
Outlays, gross:			
4010 Outlays from new discretionary authority	938	939	957
4011 Outlays from discretionary balances	274	368	337
4020 Outlays, gross (total)	1,212	1,307	1,294
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-82	-86	-86
4033 Non-Federal sources	-35	-58	-58
4040 Offsets against gross budget authority and outlays (total)	-117	-144	-144
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-113	.....	.....
4052 Offsetting collections credited to expired accounts	86	.....	.....

4060	Additional offsets against budget authority only (total)	-27	.....	.....
4070	Budget authority, net (discretionary)	1,095	1,101	1,124
4080	Outlays, net (discretionary)	1,095	1,163	1,150
4180	Budget authority, net (total)	1,095	1,101	1,124
4190	Outlays, net (total)	1,095	1,163	1,150

The Agricultural Research Service (ARS) is the principal in-house research agency of the U.S. Department of Agriculture (USDA). ARS conducts scientific research to develop and transfer solutions to agricultural problems of high national priority and to provide information access and dissemination to: ensure high-quality, safe food, and other agricultural products; assess the nutritional needs of Americans; sustain a competitive agricultural economy; enhance the natural resource base and the environment; and provide economic opportunities for rural citizens, communities, and society as a whole. This mission is carried out through ARS' major research program areas and other activities listed below (in italics).

The major research programs in ARS address and support the Department's priorities and are: New Products/Product Quality/Value Added; Environmental Stewardship; Livestock/Crop Production; Livestock/Crop Protection; Food Safety; and Human Nutrition.

The 2014 Salaries and Expenses budget for ARS requests \$1,124 million, which includes increases for new and expanded research initiatives in environmental stewardship; animal/crop breeding and protection; food safety; child and human nutrition; priority initiatives in the earth sciences area including, sustainable agriculture, climate change, and bioenergy; and the National Agricultural Library, as well as salary increases. ARS will finance these new and expanded initiatives almost entirely through the redirection of \$125.2 million in existing lines of research including the consolidation or closure of some research locations. The proposed reductions will provide necessary funding for the critical research priorities proposed by the agency for 2014.

New Products / Product Quality / Value Added.—ARS has active research programs directed toward 1) improving the efficiency and reducing the cost for the conversion of agricultural products into biobased products and biofuels, 2) developing new and improved products for domestic and foreign markets, and 3) providing higher quality, healthy foods that satisfy consumer needs in the United States and abroad.

Environmental Stewardship—ARS research programs in environmental stewardship span the areas of water availability and watershed management; climate change, soil, and emissions; agricultural and industrial byproducts; agricultural system competitiveness and sustainability; and pasture, forage, and rangeland systems. Emphasis is given to developing technologies and systems that support profitable production and enhance the Nation's vast renewable natural resource base. ARS is currently developing the scientific knowledge and technologies needed to meet the challenges and opportunities facing U.S. agriculture in managing water resource quality and quantity under different climatic regimes, production systems, and environmental conditions. ARS research programs also focus on developing measurement, prediction, and control technologies for emissions of greenhouse gases, particulate matter, ammonia, hydrogen sulfide, and volatile organic compounds affecting air quality and land surface climate interactions. The agency is a leader in developing measurement and modeling techniques for characterizing gaseous and particulate matter emissions from agriculture. In addition, ARS is evaluating strategies for enhancing the health and productivity of soils, including developing predictive tools to assess the sustainability of alternative land management practices. Finding mechanisms to aid agriculture in adapting to changes

in atmospheric composition and climatic variations is also an important component of ARS research. ARS range and grazing land research includes the conservation and restoration of the Nation's range land and pasture ecosystems and agroecosystems through improved management of fire, invasive weeds, grazing, global change, and other agents of ecological change. The agency is currently developing improved grass and forage legume germplasm for livestock, conservation, bioenergy, and bioproduct systems as well as grazing-based livestock systems that reduce risk and increase profitability. In addition, ARS is developing whole system management strategies to reduce production costs and risks.

Livestock Production.—ARS' livestock production program is directed toward fostering an abundant, safe, nutritionally wholesome, and competitively priced supply of animal products produced in a viable, competitive, and sustainable animal agriculture sector of the economy by: 1) safeguarding and utilizing animal genetic resources, associated genetic and genomic databases, and bioinformatic tools; 2) developing a basic understanding of food animal physiology for food animal industry issues related to animal production, animal well-being, and product quality and healthfulness; and 3) developing information, best management practices, novel and innovative tools, and technologies that improve animal production systems, enhance human health, and ensure domestic food security.

Crop Production.—ARS' crop production program focuses on developing and improving ways to reduce crop losses while protecting and ensuring a safe and affordable food supply. The research program concentrates on effective production strategies that are environmentally friendly, safe to consumers, and compatible with sustainable and profitable crop production systems. Research activities are directed at safeguarding and utilizing plant genetic resources and their associated genetic, genomic, and bioinformatic databases that facilitate selection of varieties and/or germplasm with significantly improved traits. Current research activities minimize the impacts of crop pests while maintaining healthy crops and safe commodities that can be sold in markets throughout the world. ARS is conducting research to discover and exploit naturally occurring and engineered genetic mechanisms for plant pest control, develop agronomic germplasm with durable defensive traits, and transfer genetic resources for commercial use. ARS provides taxonomic information on invasive species that strengthens prevention techniques, aids in detection/identification of invasive pests, and increases control through management tactics that restore habitats and biological diversity.

Livestock Protection.—ARS' research on livestock protection is directed at protecting and ensuring the safety of the Nation's agriculture and food supply through improved disease detection, prevention, control, and treatment. Basic and applied research approaches are used to solve animal health problems of high national priority. Emphasis is given to methods and procedures to control animal diseases through the discovery and development of diagnostics, vaccines, biotherapeutics, animal genomics applications, disease management systems, animal disease models, and farm biosecurity measures. The research program has ten strategic objectives: 1) establish ARS laboratories into a fluid, highly effective research network to maximize use of core competencies and resources; 2) ensure access to specialized high containment facilities to study zoonotic and emerging diseases; 3) develop an integrated animal and microbial genomics research program; 4) establish core competencies in bovine, swine, ovine, and avian immunology; 5) launch a biotherapeutic discovery program providing alternatives to animal drugs; 6) build a technology-driven vaccine and diagnostic discovery research program; 7)

develop core competencies in field epidemiology and predictive biology; 8) develop internationally recognized expert collaborative research laboratories; 9) establish a best-in-class training center for our Nation's veterinarians and scientists; and 10) develop a model technology transfer program to achieve the full impact of ARS research discoveries.

Crop Protection.—ARS' research on crop protection is directed toward epidemiological investigations to understand pest and disease transmission mechanisms, and to identify and apply new technologies that increase understanding of virulence factors and host defense mechanisms. Currently, ARS research priorities include: 1) identification of genes that convey virulence traits in pathogens and pests; 2) factors that modulate infectivity, gene functions, and mechanisms; 3) genetic profiles that provide specified levels of disease and insect resistance under field conditions; and 4) mechanisms that facilitate the spread of pests and infectious diseases. ARS is developing new knowledge and integrated pest management approaches to control pest and disease outbreaks as they occur. Its research will improve the knowledge and understanding of the ecology, physiology, epidemiology, and molecular biology of emerging diseases and pests. This knowledge will be incorporated into pest risk assessments and management strategies to minimize chemical inputs and increase production. Strategies and approaches will be available to producers to control emerging crop diseases and pest outbreaks.

Food Safety.—Assuring that the United States has the highest levels of affordable, safe food requires that the food system be protected at each stage from production through processing and consumption from pathogens, toxins, and chemical contaminants that cause diseases in humans. The U.S. food supply is very diverse, extensive, easily accessible, and thus vulnerable to the introduction of biological and chemical contaminants through natural processes, intentional means, or by global commerce. ARS' current food safety research is designed to yield science-based knowledge on the safe production, storage, processing, and handling of plant and animal products, and on the detection and control of toxin producing and/or pathogenic bacteria and fungi, parasites, chemical contaminants, and plant toxins. All of ARS' research activities involve a high degree of cooperation and collaboration with USDA's Research, Education, and Economics agencies, as well as with FSIS, APHIS, FDA, CDC, DHS, and the EPA. ARS also collaborates on international research programs to address and resolve global food safety issues. Specific research efforts are directed toward developing new technologies that assist ARS stakeholders and customers, that is, regulatory agencies, industry, and commodity and consumer organizations, in detecting, identifying, and controlling foodborne diseases that affect human health.

Human Nutrition.—Maintenance of health throughout life along with prevention of obesity and chronic diseases via food-based recommendations are the major emphases of ARS human nutrition research program. These health-related goals are based on the knowledge that deficiency diseases are no longer important public health concerns. Excessive consumption has become the primary nutrition problem in the American population. This is reflected by increased emphasis on prevention of obesity from basic science through intervention studies to assessments of large populations. ARS' research program also actively studies bioactive components of foods that have no known requirement but have health promoting activities. Four specific areas of research are currently emphasized: 1) nutrition monitoring and the food supply, e.g., a national diet survey and the food composition databank; 2) dietary guidance for health promotion and disease prevention, i.e., specific foods, nutrients, and dietary patterns

SALARIES AND EXPENSES—Continued

that maintain health and prevent disease; 3) prevention of obesity and related diseases, including research as to why so few of the population follow the Dietary Guidelines for Americans; and 4) life stage nutrition and metabolism, in order to better define the role of nutrition in pregnancy and growth of children, and for healthier aging.

Library and Information Services (NAL).—The National Agricultural Library (NAL) is the largest and most accessible agricultural research library in the world. It provides services directly to the staff of USDA and to the public, primarily via the NAL web site, <http://www.nal.usda.gov>. NAL was created with the USDA in 1862 and was named in 1962 a national library by Congress, as the primary agricultural information resource of the United States. NAL is the premier library for collecting, managing, and disseminating agricultural knowledge. The Library is the repository of our Nation's agricultural heritage, the provider of world class information, and the wellspring for generating new fundamental knowledge and advancing scientific discovery. It is a priceless national resource that, through its services, programs, information products, and web-based tools and technologies, serves anyone who needs agricultural information. The Library's vision is "advancing access to global information for agriculture."

Repair and Maintenance of Facilities.—Funds are used to restore, upgrade, and maintain ARS' facilities to meet Occupational Safety and Health Administration and EPA requirements, provide suitable workspace for in-house research programs, and to retrofit existing structures for better energy utilization.

Reimbursements.—ARS performs research activities and services for other USDA, Federal, and non-Federal agencies. These activities and services are paid for on a reimbursable basis.

Object Classification (in millions of dollars)

Identification code 12-1400-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	503	505	511
11.3 Other than full-time permanent	10	10	10
11.5 Other personnel compensation	13	14	14
11.9 Total personnel compensation	526	529	535
12.1 Civilian personnel benefits	175	176	178
21.0 Travel and transportation of persons	12	13	13
22.0 Transportation of things	1	1	1
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	41	42	41
24.0 Printing and reproduction	1	1	1
25.1 Advisory and assistance services	1	1	1
25.2 Other services from non-Federal sources	6	11	8
25.4 Operation and maintenance of facilities	33	34	33
25.5 Research and development contracts	147	152	153
25.7 Operation and maintenance of equipment	15	13	16
26.0 Supplies and materials	82	87	86
31.0 Equipment	36	36	45
32.0 Land and structures	3	3	3
41.0 Grants, subsidies, and contributions	10	10	9
99.0 Direct obligations	1,090	1,110	1,124
99.0 Reimbursable obligations	141	141	141
99.9 Total new obligations	1,231	1,251	1,265

Employment Summary

Identification code 12-1400-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	6,986	6,986	6,986
2001 Reimbursable civilian full-time equivalent employment	502	502	502

BUILDINGS AND FACILITIES

For acquisition of land, construction, repair, improvement, extension, alteration, and purchase of fixed equipment or facilities as necessary to carry out the agricultural research programs of the Department of Agriculture, where not otherwise provided, \$155,000,000 to remain available until expended.

Program and Financing (in millions of dollars)

Identification code 12-1401-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Building and facilities projects	5	5	32
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	10	5	.....
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation .....	.....	.....	155
1160 Appropriation, discretionary (total) .....	.....	.....	155
1930 Total budgetary resources available	10	5	155
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	5	.....	123
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	82	30	14
3010 Obligations incurred, unexpired accounts	5	5	32
3011 Obligations incurred, expired accounts	1	.....	.....
3020 Outlays (gross)	-58	-21	-18
3050 Unpaid obligations, end of year	30	14	28
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	82	30	14
3200 Obligated balance, end of year	30	14	28
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross .....	.....	.....	155
Outlays, gross:			
4010 Outlays from new discretionary authority .....	.....	.....	8
4011 Outlays from discretionary balances	58	21	10
4020 Outlays, gross (total)	58	21	18
4180 Budget authority, net (total) .....	.....	.....	155
4190 Outlays, net (total)	58	21	18

This account provides funds for the acquisition of land, construction, repair, improvement, extension, alterations, and purchases of fixed equipment or facilities of or used by the Agricultural Research Service. The 2014 Budget request includes \$155 million to fully fund the planning, design, and construction of a new consolidated poultry research facility at the Southeast Poultry Research Laboratory in Athens, Georgia, and would address highly virulent poultry diseases that require increased biocontainment capabilities and state-of-the-art facilities.

Object Classification (in millions of dollars)

Identification code 12-1401-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.2 Other services from non-Federal sources .....	.....	.....	10
25.4 Operation and maintenance of facilities	4	5	22
32.0 Land and structures	1	.....	.....
99.9 Total new obligations	5	5	32

Trust Funds

MISCELLANEOUS CONTRIBUTED FUNDS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8214-0-7-352	2012 actual	2013 CR	2014 est.
0100 Balance, start of year

Receipts:				
0220	Deposits of Miscellaneous Contributed Funds, Science and Education Administration	30	30	24
0400	Total: Balances and collections	30	30	24
Appropriations:				
0500	Miscellaneous Contributed Funds	-30	-30	-24
0799	Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-8214-0-7-352				
Obligations by program activity:				
0001	Miscellaneous contributed funds	24	24	24
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	21	28	34
1021	Recoveries of prior year unpaid obligations	1		
1050	Unobligated balance (total)	22	28	34
Budget authority:				
Appropriations, mandatory:				
1201	Appropriation (special or trust fund)	30	30	24
1260	Appropriations, mandatory (total)	30	30	24
1930	Total budgetary resources available	52	58	58
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	28	34	34
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	7	7	3
3010	Obligations incurred, unexpired accounts	24	24	24
3020	Outlays (gross)	-23	-28	-26
3040	Recoveries of prior year unpaid obligations, unexpired	-1		
3050	Unpaid obligations, end of year	7	3	1
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	7	7	3
3200	Obligated balance, end of year	7	3	1
Budget authority and outlays, net:				
Mandatory:				
4090	Budget authority, gross	30	30	24
Outlays, gross:				
4100	Outlays from new mandatory authority		21	17
4101	Outlays from mandatory balances	23	7	9
4110	Outlays, gross (total)	23	28	26
4180	Budget authority, net (total)	30	30	24
4190	Outlays, net (total)	23	28	26

Miscellaneous contributed funds received from States, local organizations, individuals, and others are available for work under cooperative agreements on research activities.

Object Classification (in millions of dollars)

Identification code 12-8214-0-7-352				
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	5	5	5
11.3	Other than full-time permanent	1	1	1
11.5	Other personnel compensation	1	1	1
11.9	Total personnel compensation	7	7	7
12.1	Civilian personnel benefits	2	2	2
21.0	Travel and transportation of persons	1	1	1
25.2	Other services from non-Federal sources	2	2	2
25.5	Research and development contracts	6	6	6
26.0	Supplies and materials	3	3	3
31.0	Equipment	1	1	1
41.0	Grants, subsidies, and contributions	2	2	2
99.9	Total new obligations	24	24	24

Employment Summary

Identification code 12-8214-0-7-352				
		2012 actual	2013 CR	2014 est.
1001	Direct civilian full-time equivalent employment	108	108	108

NATIONAL INSTITUTE OF FOOD AND AGRICULTURE
Federal Funds

INTEGRATED ACTIVITIES

For the integrated research, education, and extension grants programs, including necessary administrative expenses, \$28,129,000, as follows: for competitive grants programs authorized under section 406 of the Agricultural Research, Extension, and Education Reform Act of 1998 (7 U.S.C. 7626), \$21,143,000, including \$4,000,000 for the organic transition program and \$17,143,000 for crop protection; \$998,000 for the regional rural development centers program; and \$5,988,000 for the Food and Agriculture Defense Initiative authorized under section 1484 of the National Agricultural Research, Extension, and Teaching Policy Act of 1977, to remain available until September 30, 2015.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1502-0-1-352				
Obligations by program activity:				
0010	Organic research and extension init	20		
0020	Water quality	5	5	
0040	Regional pest management centers	4	4	
0050	Crop Protection			17
0070	Methyl bromide transition program	2	2	
0071	Homeland Security	6	6	6
0085	Specialty Crop Research Initiative	50		
0087	Regional Rural development centers	1	1	1
0088	Organic transition	4	4	4
0900	Total new obligations	92	22	28
Budgetary Resources:				
Unobligated balance:				
1021	Recoveries of prior year unpaid obligations	1		
1050	Unobligated balance (total)	1		
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	21	22	28
1160	Appropriation, discretionary (total)	21	22	28
Appropriations, mandatory:				
1221	Appropriations transferred from other accts [12-4336]	70		
1260	Appropriations, mandatory (total)	70		
1900	Budget authority (total)	91	22	28
1930	Total budgetary resources available	92	22	28
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	267	280	178
3010	Obligations incurred, unexpired accounts	92	22	28
3011	Obligations incurred, expired accounts	68		
3020	Outlays (gross)	-100	-124	-96
3040	Recoveries of prior year unpaid obligations, unexpired	-1		
3041	Recoveries of prior year unpaid obligations, expired	-46		
3050	Unpaid obligations, end of year	280	178	110
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	267	280	178
3200	Obligated balance, end of year	280	178	110
Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	21	22	28
Outlays, gross:				
4010	Outlays from new discretionary authority	1	4	4

INTEGRATED ACTIVITIES—Continued
Program and Financing—Continued

Identification code 12–1502–0–1–352	2012 actual	2013 CR	2014 est.
4011 Outlays from discretionary balances	39	54	61
4020 Outlays, gross (total)	40	58	65
Mandatory:			
4090 Budget authority, gross	70		
Outlays, gross:			
4100 Outlays from new mandatory authority	3		
4101 Outlays from mandatory balances	57	66	31
4110 Outlays, gross (total)	60	66	31
4180 Budget authority, net (total)	91	22	28
4190 Outlays, net (total)	100	124	96

Under the Integrated Activities account, research, education and/or extension grants are awarded for competitive and non-competitive programs.

Organic Transition Program.—This program supports the development and implementation of biologically based pest management practices that mitigate the ecological, agronomic, and economic risks associated with the transition from conventional to organic agricultural production systems. The 2014 Budget includes \$4.0 million, which is the same as the 2012 enacted level.

Crop Protection/Pest Management Program.—This program supports projects that respond to pest management challenges with coordinated region-wide and national research, education, and extension programs, and serves as a catalyst for promoting further development and use of integrated pest management approaches. The program also fosters regional and national team building efforts, communication networks, and enhanced stakeholder participation. The 2014 Budget includes \$17.1 million, which reflects combined pest management funding transferred from Research and Education and Extension Activities.

Regional rural development centers.—Funding supports activities that pursue a holistic development strategy that tailors programming to meet regional and local needs and addresses areas of opportunity arising from a consumer-driven agricultural economy. The 2014 Budget includes \$1.0 million, which is the same as the 2012 enacted level.

Food and agriculture defense initiative (homeland security).—The program provides support and enhancement of nationally-coordinated plant and animal disease diagnostic networks and supports activities to identify and respond to high risk biological pathogens in the food and agricultural system. The 2014 Budget includes 6.0 million. Additional funding for these laboratories is included in the Animal and Plant Health Inspection Service.

Organic Agriculture Research and Extension Initiative.—This mandatory program, authorized by section 7206 of the Food, Conservation, and Energy Act of 2008 (FCEA), 2008 Farm Bill, supports research and extension programs that enhance the ability of producers and processors who have already adopted organic standards to grow and market high quality organic agricultural products. Mandatory funding for the program expired at the end of September 2012.

Specialty Crop Research Initiative.—This mandatory program, authorized by section 7311 of the FCEA, 2008 Farm Bill, provides funding to solve critical industry issues through research and extension activities that focus on research in plant breeding, genetics, and genomics to improve crop characteristics; efforts to identify and address threats from pests and diseases, including threats to specialty crop pollinators; efforts to improve production efficiency, productivity, and profitability over the long term; new innovations and technology, including improved mechanization and technologies that delay or inhibit ripening; and methods to

prevent, detect, monitor, control, and respond to potential food safety hazards in the production and processing of specialty crops. Mandatory funding for the program expired at the end of September 2012.

Object Classification (in millions of dollars)

Identification code 12–1502–0–1–352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	2	2	1
41.0 Grants, subsidies, and contributions	90	20	27
99.9 Total new obligations	92	22	28

Employment Summary

Identification code 12–1502–0–1–352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	8	8	9

BIOMASS RESEARCH AND DEVELOPMENT

Program and Financing (in millions of dollars)

Identification code 12–1003–0–1–271	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Biomass research and development	72	1	
0900 Total new obligations (object class 41.0)	72	1	
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	31	1	
1021 Recoveries of prior year unpaid obligations	2		
1050 Unobligated balance (total)	33	1	
Budget authority:			
Appropriations, mandatory:			
1221 Appropriations transferred from other accts [12–4336] ...	40		
1260 Appropriations, mandatory (total)	40		
1930 Total budgetary resources available	73	1	
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	45	95	63
3010 Obligations incurred, unexpired accounts	72	1	
3020 Outlays (gross)	–20	–33	–33
3040 Recoveries of prior year unpaid obligations, unexpired	–2		
3050 Unpaid obligations, end of year	95	63	30
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	45	95	63
3200 Obligated balance, end of year	95	63	30
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	40		
Outlays, gross:			
4100 Outlays from new mandatory authority	5		
4101 Outlays from mandatory balances	15	33	33
4110 Outlays, gross (total)	20	33	33
4180 Budget authority, net (total)	40		
4190 Outlays, net (total)	20	33	33

Biomass Research and Development is authorized by the Biomass Research and Development Act of 2000. The program provides competitive grants for research, development, and demonstration to encourage innovation and development related to biomass, and improved commercialization of biobased products and energy. USDA and the Department of Energy jointly administer the program.

Current priorities focus on the following: feedstock development and production; biobased products emphasizing environmental

and economic performance and gasification of animal manure; integrated resource management and biomass use; demonstration projects that use biodiesel for all operations in the supply chain to produce corn grain ethanol; and effective and targeted incentive systems for biomass commercialization and adoption. Mandatory funding for the program expired at the end of September 2012.

NATIONAL INSTITUTE OF FOOD AND AGRICULTURE
RESEARCH AND EDUCATION ACTIVITIES

For payments to agricultural experiment stations, for cooperative forestry and other research, for facilities, and for other expenses, \$801,140,000, as follows: to carry out the provisions of the Hatch Act of 1887 (7 U.S.C. 361a-i), \$236,334,000; for grants for cooperative forestry research (16 U.S.C. 582a through a-7), \$32,934,000; for payments to eligible institutions (7 U.S.C. 3222), \$50,898,000, provided that each institution receives no less than \$1,000,000; for special grants (7 U.S.C. 450i(c)), \$1,405,000; for competitive grants on improved pest control (7 U.S.C. 450i(c)), \$11,913,000; for competitive grants (7 U.S.C. 450i(b)), \$383,376,000, to remain available until expended; for the 1994 research grants program for 1994 institutions pursuant to section 536 of Public Law 103-382 (7 U.S.C. 301 note), \$1,801,000, to remain available until expended; for the veterinary medicine loan repayment program under section 1415A of the National Agricultural Research, Extension, and Teaching Policy Act of 1977 (7 U.S.C. 3151a), \$4,790,000, to remain available until expended; for an education grants program for Hispanic-serving Institutions (7 U.S.C. 3241), \$9,219,000; for competitive grants for the purpose of carrying out all provisions of 7 U.S.C. 3156 to individual eligible institutions or consortia of eligible institutions in Alaska and in Hawaii, with funds awarded equally to each of the States of Alaska and Hawaii, \$3,194,000; for aquaculture grants (7 U.S.C. 3322), \$3,920,000; for sustainable agriculture research and education (7 U.S.C. 5811 and 7 U.S.C. 5832), \$22,667,000; for a program of capacity building grants (7 U.S.C. 3152(b)(4)) to institutions eligible to receive funds under 7 U.S.C. 3221 and 3222, \$19,336,000, to remain available until expended (7 U.S.C. 2209b); for payments to the 1994 Institutions pursuant to section 534(a)(1) of Public Law 103-382, \$3,335,000; for grants for insular areas under sections 1490 and 1491 of the National Agricultural Research, Extension, and Teaching Policy Act of 1977 (7 U.S.C. 3362 and 3363), \$1,650,000; and for necessary expenses of Research and Education Activities, \$14,368,000, of which \$7,830,000, to remain available until expended, are to provide partial support for grants management systems.

HISPANIC SERVING AGRICULTURAL COLLEGES AND UNIVERSITIES ENDOWMENT FUND

For the Hispanic-Serving Agricultural Colleges and Universities Endowment Fund under section 1456(b) (7 U.S.C. 3243(b)) of the National Agricultural Research, Extension and Teaching Policy Act of 1977, \$10,000,000, to remain available until expended.

NATIVE AMERICAN INSTITUTIONS ENDOWMENT FUND

For the Native American Institutions Endowment Fund authorized by Public Law 103-382 (7 U.S.C. 301 note), \$11,880,000, to remain available until expended.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-1500-0-1-352	2012 actual	2013 CR	2014 est.
0100 Balance, start of year	136	148	160
Receipts:			
0240 Earnings on Investments, Native American Institutions Endowment Fund	5	5	5
0400 Total: Balances and collections	141	153	165
Appropriations:			
0500 Research and Education Activities	-5	-5	-5
0501 Research and Education Activities	12	12	22

0599 Total appropriations	7	7	17
0799 Balance, end of year	148	160	182

Program and Financing (in millions of dollars)

Identification code 12-1500-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Payments under the Hatch Act	236	237	236
0002 Cooperative forestry research	33	33	33
0003 Payments to 1890 colleges and Tuskegee Univ. and West Virginia State University	51	51	51
0004 Special research grants	42	43	42
0005 Agriculture Food and Research Initiative	279	463	383
0006 Animal health and disease research	4	4	.....
0007 Federal Administration	11	11	14
0008 Higher education	48	52	37
0009 Native American Institutions Endowment Fund	5	5	5
0012 Veterinary Medical Services Act	5	5	5
0015 Sun Grant Program	2	2	.....
0016 Farm Business Management and Benchmarking	1	1	.....
0017 Competitive Grants for Policy Research	4	4	.....
0799 Total direct obligations	721	911	806
0801 Reimbursable program activity	14	14	14
0900 Total new obligations	735	925	820

Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	179	197	.....
1021 Recoveries of prior year unpaid obligations	28	.....	.....
1050 Unobligated balance (total)	207	197	.....
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	717	721	823
1101 Appropriation (Native American Endowment Interest)	5	5	5
1134 Portion precluded from obligation (-) (N.A. Endowment Fund)	-12	-12	-22
1160 Appropriation, discretionary (total)	710	714	806
Spending authority from offsetting collections, discretionary:			
1700 Collected	1	14	14
1701 Change in uncollected payments, Federal sources	14	.....	.....
1750 Spending auth from offsetting collections, disc (total)	15	14	14
1900 Budget authority (total)	725	728	820
1930 Total budgetary resources available	932	925	820
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	197	.....	.....

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1,136	1,077	1,167
3010 Obligations incurred, unexpired accounts	735	925	820
3011 Obligations incurred, expired accounts	28	.....	.....
3020 Outlays (gross)	-742	-835	-1,007
3040 Recoveries of prior year unpaid obligations, unexpired	-28	.....	.....
3041 Recoveries of prior year unpaid obligations, expired	-52	.....	.....
3050 Unpaid obligations, end of year	1,077	1,167	980
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-43	-31	-31
3070 Change in uncollected pymts, Fed sources, unexpired	-14	.....	.....
3071 Change in uncollected pymts, Fed sources, expired	26	.....	.....
3090 Uncollected pymts, Fed sources, end of year	-31	-31	-31
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1,093	1,046	1,136
3200 Obligated balance, end of year	1,046	1,136	949

Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	725	728	820
Outlays, gross:			
4010 Outlays from new discretionary authority	157	379	427
4011 Outlays from discretionary balances	585	456	580
4020 Outlays, gross (total)	742	835	1,007
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-13	-14	-14
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-14	.....	.....
4052 Offsetting collections credited to expired accounts	13	.....	.....

RESEARCH AND EDUCATION ACTIVITIES—Continued
Program and Financing—Continued

Identification code 12–1500–0–1–352	2012 actual	2013 CR	2014 est.
4060 Additional offsets against budget authority only (total)	-1	.....	.....
4070 Budget authority, net (discretionary)	711	714	806
4080 Outlays, net (discretionary)	729	821	993
4180 Budget authority, net (total)	711	714	806
4190 Outlays, net (total)	729	821	993
Memorandum (non-add) entries:			
5000 Total investments, SOY: Federal securities: Par value	134	142	154
5001 Total investments, EOY: Federal securities: Par value	142	154	176

The National Institute of Food and Agriculture (NIFA) participates in a nationwide system of agricultural research and education program planning and coordination between State institutions and the U.S. Department of Agriculture. It assists in maintaining cooperation among the State institutions, and between the State institutions and their Federal research partners. The agency administers grants and payments to State institutions to supplement State and local funding for agricultural research and higher education.

Agriculture and Food Research Initiative competitive grants.—Section 7406 of FCEA establishes the Agriculture and Food Research Initiative (AFRI). AFRI is the core competitive grant program for fundamental and applied research, extension, and education to address food and agricultural sciences. AFRI projects will address critical issues in U.S. agriculture in the areas of agricultural and food production and security; agricultural production and climate variability; sustainable bioenergy; nutrition and health; food safety; foundational science; food, agricultural, natural resources, and human sciences education initiative; and water and water resources. Addressing these critical issues will engage scientists and educators with expertise in plant health and production and plant products; animal health and production and animal products; food safety, nutrition, and health; renewable energy, natural resources, and environment; agricultural systems and technology; and agriculture economics and rural communities. AFRI allows greater flexibility in the types of projects funded to include: single function projects in research, education, and extension, and integrated research, education and/or extension awards. The 2014 Budget proposes to increase funding for AFRI from \$266 million to \$383 million, a 44 percent increase in this program from the 2013 estimate.

Payments under the Hatch Act.—Funds under the Hatch Act are allocated on a formula basis to agricultural experiment stations of the land-grant colleges in the 50 States, the District of Columbia, Puerto Rico, Guam, the Virgin Islands, American Samoa, Micronesia, and Northern Mariana Islands. The 2014 Budget is funded at the same level as the 2012 enacted level, \$236.3 million.

Cooperative forestry research.—These funds are allocated by formula to land-grant colleges or agricultural experiment stations in the 50 States, Puerto Rico, Guam, the Virgin Islands, and other State-supported colleges and universities having a forestry school and offering graduate training in forestry sciences. The 2014 Budget is funded at the same level as the 2012 enacted level, \$32.9 million.

Payments to 1890 colleges and Tuskegee University and West Virginia State University.—Funds allocated on a formula basis support agricultural research and broaden the curricula at the eighteen 1890 land-grant colleges, including Tuskegee University and West Virginia State University. The 2014 Budget is funded at the same level as the 2012 enacted level, \$50.9 million.

Special research grants.—This program addresses research areas of national interest. The 2014 Budget includes \$22.7 million for sustainable agriculture. Funding is proposed for IR-4 minor crop pest management at \$11.9 million to address the growing need for registration of safe pesticides for minor crops and lead to a reduction by half in the levels of chemical residues in food products. Funding for agroclimatology (global change) is proposed at \$1.4 million for research at universities as part of a coordinated Federal initiative. The 2014 Budget also includes funding for aquaculture centers at the same level as 2012 enacted, \$3.9 million.

1994 Institutions Research.—The 2014 Budget maintains funding at the 2012 enacted level of \$1.8 million for the competitive research grants program to build research capacity at the thirty-four 1994 institutions by supporting agricultural research activities that address tribal, national and multistate priorities.

Federal administration.—A coordinating and review staff assists in maintaining cooperation within and among the States, and between the States and their Federal research partners. This staff also administers research and education grants and payments to States. Federal administration is funded from a combination of program set-asides from formula and grant programs and from direct appropriation for administration. The 2014 Budget includes \$14.4 million, which is \$3.8 million over the 2013 annualized CR level. Most of the increase will support the Electronic Grants Administration System.

Higher education.—2014 funding is proposed for Hispanic-serving institutions education grants program at \$9.2 million. Funding is also proposed for Native American institutions at \$3.3 million, Alaska Native-serving and Native Hawaiian-serving Institutions at \$3.2 million, and Grants for Insular Areas programs at \$1.7 million. These programs enable universities to broaden their curricula; and increase faculty development, student research projects, and the number of new scholars recruited in the food and agricultural sciences. In addition, an increased number of graduate students, including minority graduate students, will be enrolled in the agricultural sciences. The 2014 Budget proposes \$19.3 million for a capacity building program at the 1890 institutions as part of the USDA initiative to strengthen these institutions through a broadening of curricula, and increased faculty development and student research projects. Funding is also proposed in the 2014 Budget, at \$4.8 million, for the Veterinary Medical Services Act to provide incentives to hire Federal veterinarians to work in shortage areas.

Reimbursable program.—Funds support basic and applied agriculture research and activities performed for other USDA, Federal, and non-Federal agencies.

Native American Institutions Endowment Fund.—The 2014 Budget includes the same level as 2012 enacted, \$11.9 million, for an endowment for the 1994 land-grant institutions (34 Tribally controlled colleges) to strengthen the infrastructure of these institutions and develop Indian expertise for the food and agricultural sciences and businesses and their own communities. At the termination of each fiscal year, the Secretary withdraws the income from the endowment fund for the fiscal year, and after making adjustments for the cost of administering the fund, distributes the adjusted income on a formula basis to the 1994 land-grant institutions.

Hispanic-Serving Agricultural Colleges and Universities Endowment Fund.—This endowment fund for Hispanic-Serving Agricultural Colleges and Universities will launch the production of skilled and marketable Hispanic student population for employment in the food and agriculture sector. Over the next ten years, the Endowment will lead to significant and measur-

able enhanced competence and marketability of Hispanic students in the food and agricultural sciences. The 2014 Budget includes \$10 million for this proposed fund.

Object Classification (in millions of dollars)

Identification code 12-1500-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	37	20	20
12.1 Civilian personnel benefits	7	5	5
21.0 Travel and transportation of persons	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services from non-Federal sources	6	4	4
25.5 Research and development contracts	17	9	9
41.0 Grants, subsidies, and contributions	652	871	766
99.0 Direct obligations	721	911	806
99.0 Reimbursable obligations	14	14	14
99.9 Total new obligations	735	925	820

Employment Summary

Identification code 12-1500-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	242	245	254

BUILDINGS AND FACILITIES

Program and Financing (in millions of dollars)

Identification code 12-1501-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Direct program activity	2		
0900 Total new obligations (object class 41.0)	2		
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	2		
1930 Total budgetary resources available	2		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1	3	2
3010 Obligations incurred, unexpired accounts	2		
3020 Outlays (gross)		-1	-1
3050 Unpaid obligations, end of year	3	2	1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1	3	2
3200 Obligated balance, end of year	3	2	1
Budget authority and outlays, net:			
Discretionary:			
Outlays, gross:			
4011 Outlays from discretionary balances		1	1
4190 Outlays, net (total)		1	1

Funds provide grants to States and other eligible recipients for the acquisition of land, construction, repair, improvement, extension, alteration and purchase of fixed equipment or facilities to carry out agricultural research, extension, and teaching programs. No funding has been appropriated to this account since 1997.

EXTENSION ACTIVITIES

For payments to States, the District of Columbia, Puerto Rico, Guam, the Virgin Islands, Micronesia, the Northern Marianas, and American Samoa, \$459,037,000, as follows: payments for cooperative extension work under the Smith-Lever Act, to be distributed under sections 3(b) and 3(c) of said Act, and under section 208(c) of Public Law 93-471, for retirement and employees' compensation costs for extension agents, \$294,000,000; payments for extension work at the 1994 Institutions under the Smith-Lever Act (7 U.S.C. 343(b)(3)), \$4,312,000; payments for the nutrition and

family education program for low-income areas under section 3(d) of the Act, \$67,934,000; payments for the farm safety program and youth farm safety education and certification extension grants under section 3(d) of the Act, \$4,610,000; payments for New Technologies for Agriculture Extension under section 3(d) of the Act, \$1,750,000; payments to upgrade research, extension, and teaching facilities at institutions eligible to receive funds under 7 U.S.C. 3221 and 3222, \$19,730,000, to remain available until expended; payments for youth-at-risk programs under section 3(d) of the Smith-Lever Act, \$8,395,000; payments for carrying out the provisions of the Renewable Resources Extension Act of 1978 (16 U.S.C. 1671 et seq.), \$4,060,000; payments for the federally recognized Tribes Extension Program under section 3(d) of the Smith-Lever Act, \$3,039,000; payments for cooperative extension work by eligible institutions (7 U.S.C. 3221), \$42,592,000, provided that each institution receives no less than \$1,000,000; and for necessary expenses of Extension Activities, \$8,615,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-0502-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Smith-Lever Act, 3(b) and 3(c)	294	295	294
0002 Youth at risk	8	8	8
0004 Expanded food and nutrition education program (EFNEP)	68	68	68
0005 Pest management	10	10	
0006 Farm Safety	5	5	5
0009 Federally Recognized Tribes Extension Program	3	3	3
0013 Payments to 1890 colleges and Tuskegee Univ. and West Virginia State University	43	43	43
0015 Renewable resources extension act	4	4	4
0016 Federal administration	8	8	8
0019 1890 facilities (section 1447)	21	23	20
0021 Sustainable agriculture	5	5	
0022 1994 institutions activities	4	4	4
0024 Rural health and safety education	2	2	
0025 Grants to youth serving organizations	1	1	
0026 Risk management education	5	5	5
0027 New technologies for ag. extension	2	2	2
0029 Beginning Farmers and Ranchers Development Program	19		
0030 Food Animal Residue Avoidance Database	1	1	
0799 Total direct obligations	503	487	464
0801 Reimbursable program activity	22	22	22
0900 Total new obligations	525	509	486
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	9	4	
1001 Discretionary unobligated balance brought fwd, Oct 1	9	4	
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	475	478	459
1160 Appropriation, discretionary (total)	475	478	459
Appropriations, mandatory:			
1221 Appropriations transferred from other accts [12-4085] ...	5	5	5
1221 Appropriations transferred from other accts [12-4336] ...	19		
1260 Appropriations, mandatory (total)	24	5	5
Spending authority from offsetting collections, discretionary:			
1700 Collected	2	22	22
1701 Change in uncollected payments, Federal sources	19		
1750 Spending auth from offsetting collections, disc (total)	21	22	22
1900 Budget authority (total)	520	505	486
1930 Total budgetary resources available	529	509	486
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	4		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	695	642	624
3010 Obligations incurred, unexpired accounts	525	509	486
3011 Obligations incurred, expired accounts	30		
3020 Outlays (gross)	-541	-527	-755
3041 Recoveries of prior year unpaid obligations, expired	-67		
3050 Unpaid obligations, end of year	642	624	355

EXTENSION ACTIVITIES—Continued
Program and Financing—Continued

Identification code 12-0502-0-1-352	2012 actual	2013 CR	2014 est.
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-127	-100	-100
3070 Change in uncollected pymts, Fed sources, unexpired	-19	.....	.....
3071 Change in uncollected pymts, Fed sources, expired	46	.....	.....
3090 Uncollected pymts, Fed sources, end of year	-100	-100	-100
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	568	542	524
3200 Obligated balance, end of year	542	524	255
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	496	500	481
Outlays, gross:			
4010 Outlays from new discretionary authority	163	220	297
4011 Outlays from discretionary balances	351	285	434
4020 Outlays, gross (total)	514	505	731
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-13	-22	-22
4033 Non-Federal sources	-1	.....	.....
4040 Offsets against gross budget authority and outlays (total) ...	-14	-22	-22
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-19	.....	.....
4052 Offsetting collections credited to expired accounts	12	.....	.....
4060 Additional offsets against budget authority only (total)	-7	.....	.....
4070 Budget authority, net (discretionary)	475	478	459
4080 Outlays, net (discretionary)	500	483	709
Mandatory:			
4090 Budget authority, gross	24	5	5
Outlays, gross:			
4100 Outlays from new mandatory authority	1	3	3
4101 Outlays from mandatory balances	26	19	21
4110 Outlays, gross (total)	27	22	24
4180 Budget authority, net (total)	499	483	464
4190 Outlays, net (total)	527	505	733

The Cooperative Extension System, a national educational network, is a dynamic organization pledged to meeting the country's needs for research-based educational programs that will enable people to make practical decisions to improve their lives. To accomplish its mission, the Cooperative Extension System adjusts programs to meet the shifting needs and priorities of the people it serves.

The non-formal educational network combines the expertise and resources of Federal, State, and local partners. The partners in this unique System are: a) The National Institute of Food and Agriculture at the U.S. Department of Agriculture; b) Extension professionals at land-grant universities throughout the United States and its territories; and c) Extension professionals in nearly all of the Nation's 3,150 counties. Thousands of paraprofessionals and nearly 3 million volunteers support this partnership and magnify its impact. Strong linkages with both public and private external groups are also crucial to the Cooperative Extension System's strength and vitality.

Programs supported with Smith-Lever 3(b) and (c) legislated formula funds are the major educational efforts central to the mission of the System and common to most Extension units. These programs are the foundation of the Extension organization and partnership that are intended to increase the number of community-based projects, families, and individuals reached to disseminate research findings as widely and quickly as possible. The use of electronic mail, satellite transmission of courses, and computer-assisted instruction are encouraged to communicate ideas. The 2014 Budget proposes Smith-Lever 3(b) and (c) programs to be funded at \$294.0 million, which is the same as the 2012 enacted level.

Extension resources are provided to the States by these formula funds and competitively-awarded programs such as sustainable agriculture. Smith-Lever 3(b) and (c) provides payments to the 1890 colleges and Tuskegee University and West Virginia State University, funded at \$42.6 million in the 2014 Budget request, the same as the 2012 enacted level, and provides funds to support the Extension's infrastructure.

Designated programs funded by Smith-Lever 3(d) include the Expanded Food and Nutrition Education Program (EFNEP); New Technologies for Agricultural Extension; Children, Youth and Families at Risk; AgrAbility/Farm Safety (Farm Safety Program and Youth Farm Safety Education and Certification); and Federally-Recognized Tribes Extension Program. The 2014 Budget includes \$85.7 million for these programs. Other Extension programs supported in the 2014 Budget include Extension Services at 1994 Institutions at \$4.3 million, Renewable Resources Extension Act at \$4.1 million, and 1890 Facilities Grants at \$19.7 million.

Federal administration.—A coordinating and review staff assists in maintaining cooperation within and among the States, and between the States and their Federal partners. This staff also administers extension grants and payments to States. Federal administration is funded from direct appropriation for administration. The 2014 Budget proposes \$8.6 million in funding, which includes \$0.5 million for support of risk management education.

Beginning Farmer and Rancher Development Program.—This mandatory program, authorized by section 7410 of the Food, Conservation, and Energy Act of 2008 (FCEA), 2008 Farm Bill, provides funding to support the development of education, outreach, curricula, workshops, educational teams, training, and technical assistance programs to assist beginning farmers and ranchers in the United States and its territories in entering, building, and managing successful farm and ranch enterprises. This program also provides support for an online electronic and library clearinghouse to provide associated support to individually funded projects, and the overall program. Mandatory funding for the program expired at the end of September 2012.

Object Classification (in millions of dollars)

Identification code 12-0502-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	11	11	11
11.5 Other personnel compensation	1	.....	.....
11.9 Total personnel compensation	12	11	11
12.1 Civilian personnel benefits	4	3	3
21.0 Travel and transportation of persons	1	1	1
25.2 Other services from non-Federal sources	2	2	2
25.4 Operation and maintenance of facilities .....	.....	2	2
25.5 Research and development contracts	1	1	1
41.0 Grants, subsidies, and contributions	484	467	444
99.0 Direct obligations	504	487	464
99.0 Reimbursable obligations	21	22	22
99.9 Total new obligations	525	509	486

Employment Summary

Identification code 12-0502-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	155	157	154

ANIMAL AND PLANT HEALTH INSPECTION SERVICE

Federal Funds

SALARIES AND EXPENSES

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Animal and Plant Health Inspection Service, including up to \$30,000 for representation allowances and for expenses pursuant to the Foreign Service Act of 1980 (22 U.S.C. 4085), \$797,601,000, of which \$1,507,000, to remain available until expended, shall be available for the control of outbreaks of insects, plant diseases, animal diseases and for control of pest animals and birds ("contingency fund") to the extent necessary to meet emergency conditions; of which \$8,944,000, to remain available until expended, shall be used for the cotton pests program for cost share purposes or for debt retirement for active eradication zones; of which \$37,891,000, to remain available until expended, shall be for Animal Health Technical Services; of which \$893,000 shall be for activities under the authority of the Horse Protection Act of 1970, as amended (15 U.S.C. 1831); of which \$49,840,000, to remain available until expended, shall be used to support avian health; of which \$4,335,000, to remain available until expended, shall be for information technology infrastructure; of which \$147,419,000, to remain available until expended, shall be for specialty crop pests; of which, \$8,877,000, to remain available until expended, shall be for field crop and rangeland ecosystem pests; of which \$48,290,000, to remain available until expended, shall be for tree and wood pests; of which \$3,723,000, to remain available until expended, shall be for the National Veterinary Stockpile; of which up to \$1,500,000, to remain available until expended, shall be for the scrapie program for indemnities; of which \$1,500,000, to remain available until expended, shall be for the wildlife damage management program for aviation safety: Provided, That, of amounts available under this heading for wildlife services methods development, \$1,000,000 shall remain available until expended: Provided further, That, of amounts available under this heading for the screwworm program, \$4,990,000 shall remain available until expended: Provided further, That no funds shall be used to formulate or administer a brucellosis eradication program for the current fiscal year that does not require minimum matching by the States of at least 40 percent: Provided further, That this appropriation shall be available for the operation and maintenance of aircraft and the purchase of not to exceed four, of which two shall be for replacement only: Provided further, That, in addition, in emergencies which threaten any segment of the agricultural production industry of this country, the Secretary may transfer from other appropriations or funds available to the agencies or corporations of the Department such sums as may be deemed necessary, to be available only in such emergencies for the arrest and eradication of contagious or infectious disease or pests of animals, poultry, or plants, and for expenses in accordance with sections 10411 and 10417 of the Animal Health Protection Act (7 U.S.C. 8310 and 8316) and sections 431 and 442 of the Plant Protection Act (7 U.S.C. 7751 and 7772), and any unexpended balances of funds transferred for such emergency purposes in the preceding fiscal year shall be merged with such transferred amounts: Provided further, That appropriations hereunder shall be available pursuant to law (7 U.S.C. 2250) for the repair and alteration of leased buildings and improvements, but unless otherwise provided the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building.

In fiscal year 2014, the agency is authorized to collect fees to cover the total costs of providing technical assistance, goods, or services requested by States, other political subdivisions, domestic and international organizations, foreign governments, or individuals, provided that such fees are structured such that any entity's liability for such fees is reasonably based on the technical assistance, goods, or services provided to the entity by the agency, and such fees shall be reimbursed to this account, to remain available until expended, without further appropriation, for providing such assistance, goods, or services.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-1600-0-1-352	2012 actual	2013 CR	2014 est.
0100 Balance, start of year			
Receipts:			
0200 1990 Food, Agricultural Quarantine Inspection Fees	548	558	566
0220 Fees, Animal and Plant Health Inspection User Fee Account			20
0299 Total receipts and collections	548	558	586
0400 Total: Balances and collections	548	558	586
Appropriations:			
0500 Salaries and Expenses	-548	-558	-566
0799 Balance, end of year			20

Program and Financing (in millions of dollars)

Identification code 12-1600-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Animal Health	290	296	283
0002 Plant Health	349	324	293
0003 Wildlife Services	87	91	104
0004 Regulatory Management	35	35	35
0005 Emergency Management	18	19	19
0006 Safe Trade and International Technical Assistance	33	34	34
0007 Animal Welfare	28	28	29
0008 Agency Management	10	10	10
0010 Emergency Program Funding	25	11	
0011 Agricultural Quarantine Inspection User Fees	188	193	193
0012 H1N1 Transfer From HHS	5	4	4
0013 2008 Farm Bill, Sections 10201 and 10202	52	50	50
0100 Total direct program	1,120	1,095	1,054
0799 Total direct obligations	1,120	1,095	1,054
0801 Reimbursable program	157	160	160
0900 Total new obligations	1,277	1,255	1,214
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	280	308	287
1001 Discretionary unobligated balance brought fwd, Oct 1	185	201	
1021 Recoveries of prior year unpaid obligations	22		
1050 Unobligated balance (total)	302	308	287
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	817	822	798
1120 Appropriations transferred to other accts [12-4609]	-3		
1121 Appropriations transferred from other accts [12-4336]	21		
1160 Appropriation, discretionary (total)	835	822	798
Appropriations, mandatory:			
1201 Appropriation (AQI User Fees)	548	558	566
1220 Appropriations transferred to other accts [70-0530]	-349	-350	-355
1221 Appropriations transferred from other accts [12-4336]	55	50	50
1260 Appropriations, mandatory (total)	254	258	261
Spending authority from offsetting collections, discretionary:			
1700 Collected	131	154	154
1701 Change in uncollected payments, Federal sources	74		
1750 Spending auth from offsetting collections, disc (total)	205	154	154
1900 Budget authority (total)	1,294	1,234	1,213
1930 Total budgetary resources available	1,596	1,542	1,500
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-11		
1941 Unexpired unobligated balance, end of year	308	287	286
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	413	418	230
3010 Obligations incurred, unexpired accounts	1,277	1,255	1,214
3011 Obligations incurred, expired accounts	18		
3020 Outlays (gross)	-1,252	-1,443	-1,240
3040 Recoveries of prior year unpaid obligations, unexpired	-22		
3041 Recoveries of prior year unpaid obligations, expired	-16		
3050 Unpaid obligations, end of year	418	230	204
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-75	-140	-140
3070 Change in uncollected pymts, Fed sources, unexpired	-74		
3071 Change in uncollected pymts, Fed sources, expired	9		
3090 Uncollected pymts, Fed sources, end of year	-140	-140	-140

SALARIES AND EXPENSES—Continued
Program and Financing—Continued

Identification code 12–1600–0–1–352	2012 actual	2013 CR	2014 est.
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	338	278	90
3200 Obligated balance, end of year	278	90	64
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	1,040	976	952
Outlays, gross:			
4010 Outlays from new discretionary authority	722	853	833
4011 Outlays from discretionary balances	300	311	146
4020 Outlays, gross (total)	1,022	1,164	979
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-26	-32	-32
4033 Non-Federal sources	-111	-122	-122
4040 Offsets against gross budget authority and outlays (total)	-137	-154	-154
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-74		
4052 Offsetting collections credited to expired accounts	6		
4060 Additional offsets against budget authority only (total)	-68		
4070 Budget authority, net (discretionary)	835	822	798
4080 Outlays, net (discretionary)	885	1,010	825
Mandatory:			
4090 Budget authority, gross	254	258	261
Outlays, gross:			
4100 Outlays from new mandatory authority	168	216	218
4101 Outlays from mandatory balances	62	63	43
4110 Outlays, gross (total)	230	279	261
4180 Budget authority, net (total)	1,089	1,080	1,059
4190 Outlays, net (total)	1,115	1,289	1,086

The Secretary of Agriculture established the Animal and Plant Health Inspection Service (APHIS) on April 2, 1972, under the authority of Reorganization Plan No. 2 of 1953 and other authorities. The mission of the Agency is to protect the health and value of American agriculture and natural resources and is carried out using three major areas of activity, as follows:

Safeguarding and Emergency Preparedness / Response.—APHIS monitors plant and animal health throughout the world and uses the information to set effective agricultural import policies to prevent the introduction of foreign plant and animal pests and diseases. Should a pest or disease enter the United States, APHIS works cooperatively with other Federal, State, and industry partners to conduct plant and animal health monitoring programs to rapidly diagnose them and determine if there is a need to establish new pest or disease management programs. APHIS, in conjunction with States, industry, and other stakeholders, protects American agriculture by eradicating harmful pests and diseases or, where eradication is not feasible, by minimizing their economic impact. APHIS makes judicious use of resources by identifying instances when neither eradication nor management may be possible. The Agency monitors endemic pests and diseases through surveys to detect their locations and works with States and other programs to enact regulatory controls and conduct outreach to prevent the spread of pests and diseases into non-infested parts of the country. The Agency maintains a cadre of trained professionals prepared to respond immediately to potential animal and plant health emergencies. Program personnel investigate reports of suspected exotic pests and diseases and take emergency action if necessary. Through its Wildlife Services program, APHIS protects agriculture from damage caused by animal predators through identification, demonstration, and application of the most appropriate methods of control. The Agency's regulations also allow the benefits of genetic research to safely enter the marketplace, while protecting against the re-

lease of potentially harmful organisms into the environment. APHIS also conducts diagnostic laboratory activities that support the Agency's veterinary disease and plant pest prevention, detection, control, and eradication programs. The Agency also provides and directs technology development to support plant and animal protection programs of the Agency and its cooperators at the State, national, and international levels.

Safe Trade and International Technical Assistance.—Sanitary (animal) and phytosanitary (plant) (SPS) regulations can have a significant impact on market access for the United States as an exporter of agricultural products. APHIS plays a central role in resolving technical trade issues to ensure the smooth and safe movement of agricultural commodities into and out of the United States. APHIS helps to protect the United States from emerging plant and animal pests and diseases while meeting obligations under the World Trade Organization's SPS agreement by assisting developing countries in improving their safeguarding systems. APHIS develops and implements programs designed to identify and reduce agricultural pest and disease threats while still outside of U.S. borders, to enhance safe agricultural trade, and to strengthen emergency response preparedness.

Animal Welfare.—The Agency conducts regulatory activities to ensure the humane care and treatment of animals, including horses, as required by the Animal Welfare Act of 1966 as amended (7 U.S.C. 2131–2159), and the Horse Protection Act of 1970 as amended (15 U.S.C. 1821–1831). These activities include inspection of certain establishments that handle animals intended for research, exhibition, and sale as pets, and monitoring of certain horse shows.

APHIS' 2014 budget request of \$798 million is an overall reduction of \$24 million from the 2013 estimate. The budget request includes funding to continue implementation of the refocused Animal Disease Traceability program that will enable us to detect animal disease faster, minimize disease spread, and assist in keeping global trade markets open to U.S. animals and animal products. The Agency is also requesting funding to enforce the Animal Welfare retail pet store rule, which closes a loophole of pets being sold over the Internet, phone, and by mail, that are currently exempt from the regulatory process. The requested funding levels will help support these important regulatory efforts.

APHIS also is requesting \$20 million to implement a national control program for feral swine. Feral swine are a harmful and destructive invasive species whose increase in population and expanding range is having significant impact on animal and human health; crops and livestock; rural, suburban and even urban areas; and, natural resources and native resources, causing an estimated \$1.5 billion in damages annually. The overall objective of the program will be to minimize the damage inflicted by feral swine. The Agency proposed an increase to support the efforts, while proposing reductions in other areas. These reductions include programs where we have achieved success, such as nearing eradication for the cotton pests pink bollworm and boll weevil, and the Agency's enhanced ability to prepare for, detect, and respond to avian health issues. Other reductions are for programs which we have determined as lower priority, where the Federal role could be smaller, and where cooperators who benefit directly from activities should increase their contributions. The budget request also includes decreases for programs where activities are concluding or progress is slower than anticipated.

Object Classification (in millions of dollars)

Identification code 12-1600-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	428	432	435
11.3 Other than full-time permanent	5	5	5
11.5 Other personnel compensation	3	3	3
11.9 Total personnel compensation	436	440	443
12.1 Civilian personnel benefits	141	142	146
13.0 Benefits for former personnel	7	4	5
21.0 Travel and transportation of persons	23	25	26
22.0 Transportation of things	2	2	2
23.1 Rent, Communications, and Utilities	35	35	35
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	395	368	319
26.0 Supplies and materials	52	50	50
31.0 Equipment	21	22	21
32.0 Land and structures		1	1
41.0 Other grants, subsidies, and contributions	4	4	4
42.0 Other insurance claims and indemnities	3	1	1
99.0 Direct obligations	1,120	1,095	1,054
99.0 Reimbursable obligations	157	160	160
99.9 Total new obligations	1,277	1,255	1,214

Employment Summary

Identification code 12-1600-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	6,023	6,020	6,010
2001 Reimbursable civilian full-time equivalent employment	1,280	1,550	1,550

BUILDINGS AND FACILITIES

For plans, construction, repair, preventive maintenance, environmental support, improvement, extension, alteration, and purchase of fixed equipment or facilities, as authorized by 7 U.S.C. 2250, and acquisition of land as authorized by 7 U.S.C. 428a, \$3,175,000, to remain available until expended.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1601-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Buildings and facilities	4	3	3
0900 Total new obligations (object class 25.2)	4	3	3
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1		
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	3	3	3
1160 Appropriation, discretionary (total)	3	3	3
1930 Total budgetary resources available	4	3	3
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	8	5	2
3010 Obligations incurred, unexpired accounts	4	3	3
3020 Outlays (gross)	-7	-6	-5
3050 Unpaid obligations, end of year	5	2	
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	8	5	2
3200 Obligated balance, end of year	5	2	
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	3	3	3

Outlays, gross:			
4010 Outlays from new discretionary authority		1	1
4011 Outlays from discretionary balances	7	5	4
4020 Outlays, gross (total)	7	6	5
4180 Budget authority, net (total)	3	3	3
4190 Outlays, net (total)	7	6	5

The buildings and facilities account provides for plans, construction, repair, preventive maintenance, environmental support, improvement, extension, alteration, purchase of fixed equipment or facilities, and acquisition of land, as needed, for Animal and Plant Health Inspection Service (APHIS) operated facilities, which include animal quarantine stations, border inspection stations, sterile insect rearing facilities, and laboratories.

For these activities, the 2014 Budget proposes \$3.175 million which includes funding to address safety issues with several facilities.

Trust Funds

MISCELLANEOUS TRUST FUNDS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-9971-0-7-352	2012 actual	2013 CR	2014 est.
0100 Balance, start of year			
Receipts:			
0220 Deposits of Miscellaneous Contributed Funds, APHIS	10	9	9
0400 Total: Balances and collections	10	9	9
Appropriations:			
0500 Miscellaneous Trust Funds	-10	-9	-9
0799 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-9971-0-7-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Miscellaneous trust funds	12	12	9
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	13	11	8
Budget authority:			
Appropriations, mandatory:			
1201 Appropriation (special or trust fund)	10	9	9
1260 Appropriations, mandatory (total)	10	9	9
1930 Total budgetary resources available	23	20	17
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	11	8	8
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1	2	3
3010 Obligations incurred, unexpired accounts	12	12	9
3020 Outlays (gross)	-11	-11	-9
3050 Unpaid obligations, end of year	2	3	3
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1	2	3
3200 Obligated balance, end of year	2	3	3
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	10	9	9
Outlays, gross:			
4100 Outlays from new mandatory authority	8	8	8
4101 Outlays from mandatory balances	3	3	1
4110 Outlays, gross (total)	11	11	9
4180 Budget authority, net (total)	10	9	9
4190 Outlays, net (total)	11	11	9

MISCELLANEOUS TRUST FUNDS—Continued

The following services are financed by fees and miscellaneous contributions advanced by importers, manufacturers, States, organizations, individuals, and others:

Miscellaneous contributed funds.—Funds are received from States, local organizations, individuals, and others and are available for plant and animal quarantine inspection and cooperative plant and animal disease and pest control activities (7 U.S.C. 450b, 2220).

Object Classification (in millions of dollars)

Identification code 12-9971-0-7-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	6	6	5
12.1 Civilian personnel benefits	2	1	1
21.0 Travel and transportation of persons	2	2	1
25.2 Other services from non-Federal sources	1	2	1
26.0 Supplies and materials	1	1	1
99.9 Total new obligations	12	12	9

Employment Summary

Identification code 12-9971-0-7-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	150	150	150

FOOD SAFETY AND INSPECTION SERVICE

Federal Funds

FOOD SAFETY AND INSPECTION SERVICE

For necessary expenses to carry out services authorized by the Federal Meat Inspection Act, the Poultry Products Inspection Act, and the Egg Products Inspection Act, including not to exceed \$50,000 for representation allowances and for expenses pursuant to section 8 of the Act approved August 3, 1956 (7 U.S.C. 1766), \$1,008,473,000; and in addition, \$1,000,000 may be credited to this account from fees collected for the cost of laboratory accreditation as authorized by section 1327 of the Food, Agriculture, Conservation and Trade Act of 1990 (7 U.S.C. 138f): Provided, That funds provided for the Public Health Data Communication Infrastructure system shall remain available until expended: Provided further, That no fewer than 148 full-time equivalent positions shall be employed during fiscal year 2014 for purposes dedicated solely to inspections and enforcement related to the Humane Methods of Slaughter Act: Provided further, That this appropriation shall be available pursuant to law (7 U.S.C. 2250) for the alteration and repair of buildings and improvements, but the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-3700-0-1-554	2012 actual	2013 CR	2014 est.
0100 Balance, start of year			
Receipts:			
0220 Fees, Food Safety Inspection User Fee Account			4
0400 Total: Balances and collections			4
0799 Balance, end of year			4

Program and Financing (in millions of dollars)

Identification code 12-3700-0-1-554	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Salaries and expenses	1,004	1,011	1,008

0801 Reimbursable program	156	153	153
0900 Total new obligations	1,160	1,164	1,161

Budgetary Resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	7	22	22
1021 Recoveries of prior year unpaid obligations	1		
1050 Unobligated balance (total)	8	22	22
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	1,004	1,011	1,008
1120 Appropriations transferred to other accts [12-3700]	-104		
1121 Appropriations transferred from other accts [12-3700]	104		
1160 Appropriation, discretionary (total)	1,004	1,011	1,008
Spending authority from offsetting collections, discretionary:			
1700 Collected	167	153	153
1701 Change in uncollected payments, Federal sources	4		
1750 Spending auth from offsetting collections, disc (total)	171	153	153
1900 Budget authority (total)	1,175	1,164	1,161
1930 Total budgetary resources available	1,183	1,186	1,183
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-1		
1941 Unexpired unobligated balance, end of year	22	22	22

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	185	183	184
3010 Obligations incurred, unexpired accounts	1,160	1,164	1,161
3011 Obligations incurred, expired accounts	2		
3020 Outlays (gross)	-1,154	-1,163	-1,162
3040 Recoveries of prior year unpaid obligations, unexpired	-1		
3041 Recoveries of prior year unpaid obligations, expired	-9		
3050 Unpaid obligations, end of year	183	184	183
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-28	-31	-31
3070 Change in uncollected pymts, Fed sources, unexpired	-4		
3071 Change in uncollected pymts, Fed sources, expired	1		
3090 Uncollected pymts, Fed sources, end of year	-31	-31	-31
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	157	152	153
3200 Obligated balance, end of year	152	153	152

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	1,175	1,164	1,161
Outlays, gross:			
4010 Outlays from new discretionary authority	1,006	993	991
4011 Outlays from discretionary balances	148	170	171
4020 Outlays, gross (total)	1,154	1,163	1,162
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-2	-1	-1
4033 Non-Federal sources	-166	-152	-152
4040 Offsets against gross budget authority and outlays (total)	-168	-153	-153
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-4		
4052 Offsetting collections credited to expired accounts	1		
4060 Additional offsets against budget authority only (total)	-3		
4070 Budget authority, net (discretionary)	1,004	1,011	1,008
4080 Outlays, net (discretionary)	986	1,010	1,009
4180 Budget authority, net (total)	1,004	1,011	1,008
4190 Outlays, net (total)	986	1,010	1,009

The primary objective of the Food Safety and Inspection Service (FSIS) is to ensure that meat, poultry, and egg products are wholesome, unadulterated, and properly labeled and packaged, as required by the Federal Meat Inspection Act, the Poultry Products Inspection Act, and the Egg Products Inspection Act. In carrying out this mission, FSIS oversight responsibility covers a significant percentage of American spending on food. Providing adequate resources for Federal food safety agencies is a priority of the Administration. The 2014 Budget proposes \$1,008.5 million for inspection of meat, poultry and egg products, which is a \$2.1 million decrease from the annualized 2013 Continuing Resolution level. The proposed budget contains an increase for sufficient

funding to implement the Cooperative Interstate Shipment program. There is a decrease for implementation of new methods in poultry slaughter inspection. In addition, the budget proposes a performance-based user fee, which will be charged to plants that have sample failures or require additional inspection activities due to regulatory non-compliance.

FEDERALLY FUNDED INSPECTION ACTIVITIES

	2012 actual	2013 est.	2014 est.
Federally inspected establishments:			
Slaughter Plants	13	13	13
Processing Plants	3,976	4,016	4,016
Combination slaughter and processing plants	1,065	1,076	1,076
Talmadge-Aiken plants	343	346	346
Import Establishments	117	118	118
Egg plants	83	84	84
Other plants	666	673	673
Federally inspected and passed production (millions of pounds):			
Meat Slaughter	48,557	49,043	49,533
Poultry Slaughter	56,383	56,947	57,516
Egg products	4,052	4,093	4,134
Import/export activity (millions of pounds):			
Meat and poultry imported	3,074	3,200	3,400
Meat and poultry exported	16,855	16,500	16,750
Intrastate inspection¹			
Intrastate inspection	27	27	27
Talmadge-Aiken inspection	9	9	9
Number of slaughter and/or processing plants (excludes exempt plants)	1,700	1,720	1,720
Compliance activities:			
Investigations and surveillance activities	11,505	12,500	12,750
Enforcement actions completed	1,254	1,265	1,275
Product Testing (samples analyzed):			
Food Chemistry	1,304	1,304	1,304
Food Microbiology	110,164	110,164	110,164
Chemical Residues	23,739	23,739	23,739
Antibiotic Residues	202,200	202,200	202,200
Pathology Samples	5,282	5,282	5,282
Egg Products:			
Food microbiology	1,563	1,563	1,563
Consumer Education and public outreach:			
Meat and poultry hotline calls received	74,437	67,839	71,231
Website visits	14,594,233	16,500,000	18,500,000
Electronic messages received	8,331	4,427	4,468
Publications distributed	819,609	842,877	844,884
E-mail alert service subscribers	112,287	120,000	140,000
Epidemiological Investigations:			
Cooperative efforts with State and public health offices	31	31	31
Illnesses reported and treated ²	1,520	1,520	1,520

¹States with cooperative agreements which are operating programs.

²Data must be collected over a number of years to chart national trends and estimate the incidence of foodborne illness and treatment.

Object Classification (in millions of dollars)

Identification code 12-3700-0-1-554	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	552	542	528
11.3 Other than full-time permanent	11	12	12
11.5 Other personnel compensation	25	39	39
11.9 Total personnel compensation	588	593	579
12.1 Civilian personnel benefits	211	213	208
13.0 Benefits for former personnel	1	1	9
21.0 Travel and transportation of persons	38	40	46
22.0 Transportation of things	4	3	4
23.1 Rental payments to GSA	1	1	1
23.3 Communications, utilities, and miscellaneous charges	12	13	13
24.0 Printing and reproduction	1	1	1
25.1 Advisory and assistance services	3	3	3
25.2 Other services from non-Federal sources	50	46	46
25.3 Other goods and services from Federal sources	21	21	21
25.4 Operation and maintenance of facilities	1	1	1
25.7 Operation and maintenance of equipment	1	2	2
26.0 Supplies and materials	12	12	12
31.0 Equipment	9	10	10
32.0 Land and structures	1	.....	.....
41.0 Grants, subsidies, and contributions	48	51	52
42.0 Insurance claims and indemnities	2	.....	.....
99.0 Direct obligations	1,004	1,011	1,008
99.0 Reimbursable obligations	155	153	153

99.5 Below reporting threshold	1	.....	.....
99.9 Total new obligations	1,160	1,164	1,161

Employment Summary

Identification code 12-3700-0-1-554	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	9,351	9,360	9,122
2001 Reimbursable civilian full-time equivalent employment	29	27	27

Trust Funds

EXPENSES AND REFUNDS, INSPECTION AND GRADING OF FARM PRODUCTS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8137-0-7-352	2012 actual	2013 CR	2014 est.
0100 Balance, start of year .....	.....	.....	.....
Receipts:			
0220 Deposits of Fees, Inspection and Grading of Farm Products, Food Safety and Quality Service	11	10	10
0400 Total: Balances and collections	11	10	10
Appropriations:			
0500 Expenses and Refunds, Inspection and Grading of Farm Products	-11	-10	-10
0799 Balance, end of year .....	.....	.....	.....

Program and Financing (in millions of dollars)

Identification code 12-8137-0-7-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Expenses and refunds, inspection and grading of farm products	10	10	10
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	2	3	3
Budget authority:			
Appropriations, mandatory:			
1201 Appropriation (special or trust fund)	11	10	10
1260 Appropriations, mandatory (total)	11	10	10
1900 Budget authority (total)	11	10	10
1930 Total budgetary resources available	13	13	13
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	3	3	3

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1	1	1
3010 Obligations incurred, unexpired accounts	10	10	10
3020 Outlays (gross)	-10	-10	-10
3050 Unpaid obligations, end of year	1	1	1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1	1	1
3200 Obligated balance, end of year	1	1	1

Budget authority and outlays, net:

Mandatory:			
4090 Budget authority, gross	11	10	10
Outlays, gross:			
4100 Outlays from new mandatory authority	6	10	10
4101 Outlays from mandatory balances	4	.....	.....
4110 Outlays, gross (total)	10	10	10
4180 Budget authority, net (total)	11	10	10
4190 Outlays, net (total)	10	10	10

Under authority of the Agricultural Marketing Act of 1946, Federal meat and poultry inspection services are provided upon request and for a fee in cases where inspection is not mandated by statute. This service includes: certifying products for export beyond the requirements of export certificates; inspecting certain animals and poultry intended for human food where inspection

EXPENSES AND REFUNDS, INSPECTION AND GRADING OF FARM PRODUCTS—Continued

is not required by statute, such as buffalo, rabbit, and quail; and inspecting products intended for animal consumption.

Object Classification (in millions of dollars)

Identification code 12-8137-0-7-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	5	5	5
11.5 Other personnel compensation	3	3	3
11.9 Total personnel compensation	8	8	8
12.1 Civilian personnel benefits	2	2	2
99.9 Total new obligations	10	10	10

Employment Summary

Identification code 12-8137-0-7-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	80	81	81

GRAIN INSPECTION, PACKERS AND STOCKYARDS ADMINISTRATION

Federal Funds

SALARIES AND EXPENSES

For necessary expenses of the Grain Inspection, Packers and Stockyards Administration, \$40,531,000: Provided, That this appropriation shall be available pursuant to law (7 U.S.C. 2250) for the alteration and repair of buildings and improvements, but the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-2400-0-1-352	2012 actual	2013 CR	2014 est.
0100 Balance, start of year			
Receipts:			
0220 Fees, Grain Inspection, Packers and Stockyards User Fee Account			27
0400 Total: Balances and collections			27
0799 Balance, end of year			27

Program and Financing (in millions of dollars)

Identification code 12-2400-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Packers and stockyards program	21	21	23
0002 Grain regulatory program	16	17	18
0900 Total new obligations	37	38	41
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1			3
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	38	38	41
1160 Appropriation, discretionary (total)	38	38	41
Spending authority from offsetting collections, discretionary:			
1700 Collected		3	3
1750 Spending auth from offsetting collections, disc (total)		3	3
1900 Budget authority (total)	38	41	44
1930 Total budgetary resources available	38	41	47

Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-1		
1941 Unexpired unobligated balance, end of year		3	6

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	6	5	2
3010 Obligations incurred, unexpired accounts	37	38	41
3020 Outlays (gross)	-37	-41	-44
3041 Recoveries of prior year unpaid obligations, expired	-1		
3050 Unpaid obligations, end of year	5	2	-1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	6	5	2
3200 Obligated balance, end of year	5	2	-1

Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	38	41	44
Outlays, gross:			
4010 Outlays from new discretionary authority	32	34	37
4011 Outlays from discretionary balances	5	7	7
4020 Outlays, gross (total)	37	41	44
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources		-3	-3
4180 Budget authority, net (total)	38	38	41
4190 Outlays, net (total)	37	38	41

The Grain Inspection, Packers and Stockyards Administration's (GIPSA) Grain Regulatory Program promotes and enforces the accurate and uniform application of the United States Grain Standards Act (USGSA) and applicable provisions of the Agricultural Marketing Act of 1946. GIPSA identifies, evaluates, and implements new or improved techniques for measuring grain quality. GIPSA also establishes and updates testing and grading standards to facilitate the marketing of U.S. grain, oilseeds, and related products. GIPSA briefs foreign buyers, assesses foreign inspection and weighing techniques, and responds to foreign quality and quantity complaints.

GIPSA's Packers and Stockyards Program (P&SP) promotes fair business practices, financial integrity, and competitive environments to market livestock, meat, and poultry. Through its oversight activities, including monitoring programs, reviews, and investigations, P&SP fosters fair competition, provides payment protection, and guards against deceptive and fraudulent trade practices that affect the movement and price of meat animals and their products. P&SP's work protects consumers and members of the livestock, meat, and poultry industries. P&SP enforces the Packers and Stockyards (P&S) Act, which prohibits unfair, deceptive, and unjust discriminatory practices by market agencies, dealers, stockyards, packers, swine contractors, and live poultry dealers in the livestock, meat packing, and poultry industries. The P&S Act provides an important safety net for livestock producers and poultry growers in rural America. P&SP conducts routine and ongoing regulatory inspections and audits to assess whether subject entities are operating in compliance with the Act, and conducts investigations of potential P&S Act violations identified by either industry complaints or previous GIPSA regulatory inspections. The 2014 Budget requests \$40.5 million, an increase of \$2.55 million above the annualized 2013 Continuing Resolution level to purchase necessary equipment, including scientific equipment, supplies, and other support expenses.

MAIN WORKLOAD FACTORS

	2012 actual	2013 est.	2014 est.
Grain Regulatory Program:			
U.S. standards and factors (attribute tests) in effect at end of year	129	129	129
Standards reviews and factors in progress	4	7	6
Standards reviews and factors completed	2	4	3
On-site investigations	6	6	6
Designations renewed	20	17	16
Registration certificates issued	130	135	135
Packers and Stockyards Program:			
Investigations	3280	3800	4000

Regulatory Activities	2218	2800	3000
Livestock market agencies/dealers registered	5853	5900	6000
Stockyards posted	1238	1200	1150
Slaughtering and processing packers subject to the Act (estimated) ...	4400	4350	4300
Meat distributors, brokers, and dealers subject to the Act (estimated)	2759	2700	2600
Poultry operations subject to the Act	133	130	130

Object Classification (in millions of dollars)

Identification code 12-2400-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	22	23	24
12.1 Civilian personnel benefits	6	6	7
21.0 Travel and transportation of persons	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services from non-Federal sources	3	2	3
26.0 Supplies and materials	1	1	1
31.0 Equipment	1	1	1
99.0 Direct obligations	34	35	38
99.0 Reimbursable obligations	3	3	3
99.9 Total new obligations	37	38	41

Employment Summary

Identification code 12-2400-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	295	291	285
2001 Reimbursable civilian full-time equivalent employment	8	8	8

LIMITATION ON INSPECTION AND WEIGHING SERVICES EXPENSES

Not to exceed \$50,000,000 (from fees collected) shall be obligated during the current fiscal year for inspection and weighing services: Provided, That if grain export activities require additional supervision and oversight, or other uncontrollable factors occur, this limitation may be exceeded by up to 10 percent with notification to the Committees on Appropriations of both Houses of Congress.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-4050-0-3-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0801 Limitation on inspection and weighing services	54	50	50
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	18	14	16
Budget authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected	48	52	50
1801 Change in uncollected payments, Federal sources	2		
1850 Spending auth from offsetting collections, mand (total)	50	52	50
1930 Total budgetary resources available	68	66	66
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	14	16	16
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	4	7	1
3010 Obligations incurred, unexpired accounts	54	50	50
3020 Outlays (gross)	-51	-56	-50
3050 Unpaid obligations, end of year	7	1	1
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-5	-7	-7
3070 Change in uncollected pymts, Fed sources, unexpired	-2		
3090 Uncollected pymts, Fed sources, end of year	-7	-7	-7
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	-1		-6
3200 Obligated balance, end of year		-6	-6

Budget authority and outlays, net:

4090	Budget authority, gross	50	52	50
Mandatory:				
Outlays, gross:				
4100	Outlays from new mandatory authority	48	50	50
4101	Outlays from mandatory balances	3	6	
4110	Outlays, gross (total)	51	56	50
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4120	Federal sources	-9	-2	
4123	Non-Federal sources	-39	-50	-50
4130	Offsets against gross budget authority and outlays (total) ...	-48	-52	-50
Additional offsets against gross budget authority only:				
4140	Change in uncollected pymts, Fed sources, unexpired	-2		
4170	Outlays, net (mandatory)	3	4	
4190	Outlays, net (total)	3	4	

The Grain Inspection, Packers and Stockyards Administration (GIPSA) provides a uniform system for the inspection and weighing of grain. Services provided under this system are financed through a fee-supported revolving fund. Fee-supported programs include direct services, supervision activities and administrative functions. Direct services include official grain inspection and weighing by GIPSA employees at certain export ports as well as the inspection of U.S. grain shipped through Canada. GIPSA supervises the inspection and weighing activities performed by its own employees. FGIS supervises 55 official private and state agencies: 43 official private agencies and seven official state agencies that are designated to provide official inspection and/or weighing services in domestic markets; four official state agencies that are delegated to provide mandatory official export inspection and weighing services and designated to provide official domestic inspection and weighing services within the state; and one official state agency that is delegated to provide mandatory official export inspection and weighing services within the state. GIPSA provides an appeal service of original grain inspections and a registration system for the grain exporting firms. Through support from the Association of American Railroads and user fees, GIPSA conducts a railroad track scale testing program. In addition, GIPSA provides grading services, on request, for rice and grain related products under the authority of the Agricultural Marketing Act of 1946.

	2012 actual	2013 est.	2014 est.
Export grain inspected and/or weighed (million metric tons):			
By Federal personnel	63.9	59.4	74.3
By delegated states/official agencies	41	40.6	41.6
Quantity of grain inspected (official inspections) domestically (million metric tons)	175.1	185.3	213.7
Number of official grain inspections and reinspections:			
By Federal personnel	104,758	97,956	122,527
By delegated states/official agencies	3,114,680	3,120,635	3,197,498
Number of appeals (Grain, Rice, and Pulses)	2,037	3,030	3,030
Number of appeals to the Board of Appeals and Review (Grain, Rice, and Pulses)	182	266	266
Quantity of rice inspected (million metric tons)	3.6	3.7	3.8
Quantity of rice exports (million metric tons)	3.6	3.7	3.8

Object Classification (in millions of dollars)

Identification code 12-4050-0-3-352	2012 actual	2013 CR	2014 est.
Reimbursable obligations:			
Personnel compensation:			
11.1 Full-time permanent	31	33	33
11.3 Other than full-time permanent	1	1	1
11.9 Total personnel compensation	32	34	34
12.1 Civilian personnel benefits	6	8	8
21.0 Travel and transportation of persons	1	2	2
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services from non-Federal sources	3	4	4
25.3 Other goods and services from Federal sources	10		
26.0 Supplies and materials	1	1	1
99.9 Total new obligations	54	50	50

LIMITATION ON INSPECTION AND WEIGHING SERVICES EXPENSES—Continued
Employment Summary

Identification code 12-4050-0-3-352	2012 actual	2013 CR	2014 est.
2001 Reimbursable civilian full-time equivalent employment	383	380	379

AGRICULTURAL MARKETING SERVICE

Federal Funds

MARKETING SERVICES

For necessary expenses of the Agricultural Marketing Service, \$82,792,000: Provided, That this appropriation shall be available pursuant to law (7 U.S.C. 2250) for the alteration and repair of buildings and improvements, but the cost of altering any one building during the fiscal year shall not exceed 10 percent of the current replacement value of the building.

Fees may be collected for the cost of standardization activities, as established by regulation pursuant to law (31 U.S.C. 9701).

LIMITATION ON ADMINISTRATIVE EXPENSES

Not to exceed \$60,435,000 (from fees collected) shall be obligated during the current fiscal year for administrative expenses: Provided, That if crop size is understated and/or other uncontrollable events occur, the agency may exceed this limitation by up to 10 percent with notification to the Committees on Appropriations of both Houses of Congress.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-2500-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Market news service	32	33	33
0002 Inspection and standardization	7	8	8
0003 Market protection and promotion	36	36	32
0004 Transportation and market development	6	6	10
0005 Farmers market promotion program	10		
0799 Total direct obligations	91	83	83
0801 Reimbursable program	88	67	64
0900 Total new obligations	179	150	147
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	38	37	37
1021 Recoveries of prior year unpaid obligations	2		
1050 Unobligated balance (total)	40	37	37
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	82	83	83
1160 Appropriation, discretionary (total)	82	83	83
Appropriations, mandatory:			
1221 Appropriations transferred from other accts [12-4336] ...	10		
1260 Appropriations, mandatory (total)	10		
Spending authority from offsetting collections, discretionary:			
1700 Collected	77	67	64
1701 Change in uncollected payments, Federal sources	10		
1750 Spending auth from offsetting collections, disc (total)	87	67	64
1900 Budget authority (total)	179	150	147
1930 Total budgetary resources available	219	187	184
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-3		
1941 Unexpired unobligated balance, end of year	37	37	37
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	46	55	42
3010 Obligations incurred, unexpired accounts	179	150	147
3011 Obligations incurred, expired accounts	5		
3020 Outlays (gross)	-166	-163	-156

3040 Recoveries of prior year unpaid obligations, unexpired	-2		
3041 Recoveries of prior year unpaid obligations, expired	-7		
3050 Unpaid obligations, end of year	55	42	33
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-3	-13	-13
3070 Change in uncollected pymts, Fed sources, unexpired	-10		
3090 Uncollected pymts, Fed sources, end of year	-13	-13	-13
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	43	42	29
3200 Obligated balance, end of year	42	29	20

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	169	150	147
Outlays, gross:			
4010 Outlays from new discretionary authority	116	140	137
4011 Outlays from discretionary balances	43	13	14
4020 Outlays, gross (total)	159	153	151
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-36	-4	-4
4033 Non-Federal sources	-41	-63	-60
4040 Offsets against gross budget authority and outlays (total) ...	-77	-67	-64
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-10		
4070 Budget authority, net (discretionary)	82	83	83
4080 Outlays, net (discretionary)	82	86	87
Mandatory:			
4090 Budget authority, gross	10		
Outlays, gross:			
4100 Outlays from new mandatory authority	1		
4101 Outlays from mandatory balances	6	10	5
4110 Outlays, gross (total)	7	10	5
4180 Budget authority, net (total)	92	83	83
4190 Outlays, net (total)	89	96	92

Memorandum (non-add) entries:

5000 Total investments, SOY: Federal securities: Par value			2
5001 Total investments, EOY: Federal securities: Par value	2		2

Agricultural Marketing Service activities assist producers and handlers of agricultural commodities by providing a variety of marketing-related services. These services continue to become more complex as the volume of agricultural commodities increases, as greater numbers of new processed commodities are developed, and as the agricultural market structure undergoes extensive changes. Marketing changes include increased concentration in food retailing, direct buying, decentralization of processing, growth of interregional competition, vertical integration, and contract farming.

The 2014 Budget requests \$82,792,000 for Marketing Services, approximately \$0.8 million above the annualized 2013 Continuing Resolution level. The individual Marketing Services activities include:

Market news service.—The market news program provides the agricultural community with information pertaining to the movement of agricultural products. This nationwide service provides daily reports on the supply, demand, and price of over 700 commodities on domestic and foreign markets.

Inspection, grading and standardization.—Nationally uniform standards of quality for agricultural products are established and applied to specific lots of products to: promote confidence between buyers and sellers; reduce hazards in marketing due to misunderstandings and disputes arising from the use of nonstandard descriptions; and encourage better preparation of uniform quality products for market. Grading services are provided on request for cotton and tobacco.

Quarterly inspection of egg handlers and hatcheries is conducted to ensure the proper disposition of shell eggs unfit for human consumption.

MARKET NEWS PROGRAM

	2012 actual	2013 est.	2014 est.
Percentage of reports released on time	98%	98%	98%

COTTON AND TOBACCO USER FEE PROGRAM

	2012 actual	2013 est.	2014 est.
Cotton classed (bales in millions)	14.8	15	11.1
Domestic and Imported tobacco graded (million pounds)	10	8.8	8.8
Domestic and Imported tobacco inspected (million kilograms)	63.1	0.13	0.26

FEDERALLY FUNDED INSPECTION AND MARKETING ACTIVITIES

	2012 actual	2013 est.	2014 est.
States and Commonwealths with cooperative agreements	30	30	30
Percentage of noncomplying shell egg lots that are reprocessed or diverted	100%	100%	100%

STANDARDIZATION ACTIVITIES

	2012 actual	2013 est.	2014 est.
International and U.S. standards in effect, end of fiscal year	545	548	552
Number of commodities covered	227	227	228

Market protection and promotion.—This program consists of: 1) the research and promotion programs which are designed to improve the competitive position and expand markets for cotton, eggs and egg products, honey, pork, beef, dairy products, potatoes, watermelons, mushrooms, soybeans, fluid milk, popcorn, blueberries, avocados, lamb, mangos and peanuts; 2) the Federal Seed Act; and 3) the administration of the Capper-Volstead Act and the Agricultural Fair Practices Act.

The Pesticide Recordkeeping program monitors compliance of private certified applicators with Federal regulations requiring them to keep records of restricted pesticides used in agricultural production. Of the total funds provided for Marketing Services pursuant to the Continuing Resolution (CR) for 2013, \$1,842,000 is for Pesticide Recordkeeping (PRK) program activities for the full term of the CR. No funding is included in the 2014 Budget for this program.

The Pesticide Data program develops comprehensive, statistically defensible information on pesticide residues in food to improve government dietary risk procedures.

Federal seed inspectors conduct tests on seed samples to help ensure truthful labeling of agricultural and vegetable seeds sold in interstate commerce.

The Capper-Volstead Act and the Agricultural Fair Practices Act protect producers against discriminatory practices by handlers, permit producers to engage in cooperative efforts, and ensure that such cooperatives do not engage in practices that monopolize or restrain trade.

The National Organic Program certifies that organically produced food products meet national standards.

MARKET PROTECTION AND PROMOTION ACTIVITIES

	2012 actual	2013 est.	2014 est.
Pesticide data program (PDP):			
Number of children's food commodities included in PDP	21	21	21
Number of compounds reported by PDP labs	447	430	447
Seed Act:			
Interstate investigations:			
Completed	255	250	250
Pending	242	250	250
Seed samples tested	219	250	250
Percentage of cases submitted that are completed	100%	100%	100%
Plant Variety Protection Act:			
Number of applications received	491	450	450
Certificates of protection issued and abandoned	590	760	750
Percentage of board budgets and marketing plans approved within time frame goal	100%	100%	100%
Country of Origin Labeling			
Retail compliance reviews	3974	2441	4000
Complaints investigated	12	12	12
State and Commonwealths with cooperative agreements	49	50	50

Transportation and Market Development.—This program is designed to enhance the marketing of domestic agricultural

commodities by conducting research into more efficient marketing methods and by providing technical assistance to areas interested in improving their food distribution facilities, and by helping to ensure that the Nation's transportation systems will adequately serve the needs of agriculture and rural areas of the United States.

WHOLESALE MARKET DEVELOPMENT ACTIVITIES

	2012 actual	2013 est.	2014 est.
Number of projects completed	12	12	15

TRANSPORTATION SERVICES ACTIVITIES

	2012 actual	2013 est.	2014 est.
Number of projects completed	16	14	13

Object Classification (in millions of dollars)

Identification code 12-2500-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	31	30	31
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	2	3	3
11.9 Total personnel compensation	34	34	35
12.1 Civilian personnel benefits	11	11	11
21.0 Travel and transportation of persons	1	1	2
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	20	21	20
25.3 Other goods and services from Federal sources	10	11	10
26.0 Supplies and materials	1	1	1
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	10		
99.0 Direct obligations	91	83	83
99.0 Reimbursable obligations	88	67	64
99.9 Total new obligations	179	150	147

Employment Summary

Identification code 12-2500-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	421	428	432
2001 Reimbursable civilian full-time equivalent employment	366	448	448

PAYMENTS TO STATES AND POSSESSIONS

For payments to departments of agriculture, bureaus and departments of markets, and similar agencies for marketing activities under section 204(b) of the Agricultural Marketing Act of 1946 (7 U.S.C. 1623(b)), \$1,363,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-2501-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Payments to states and possessions	1	1	1
0002 Specialty crop block grants	55	55	
0900 Total new obligations (object class 41.0)	56	56	1
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	1	1	1
1160 Appropriation, discretionary (total)	1	1	1
Appropriations, mandatory:			
1221 Transferred from other accounts for the Specialty Crop Block Grant Program [12-4336]	55	55	

PAYMENTS TO STATES AND POSSESSIONS—Continued
Program and Financing—Continued

Identification code 12-2501-0-1-352	2012 actual	2013 CR	2014 est.
1260 Appropriations, mandatory (total)	55	55	.....
1900 Budget authority (total)	56	56	1
1930 Total budgetary resources available	56	56	1
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	120	127	128
3010 Obligations incurred, unexpired accounts	56	56	1
3011 Obligations incurred, expired accounts	1	.....	.....
3020 Outlays (gross)	-47	-55	-56
3041 Recoveries of prior year unpaid obligations, expired	-3	.....	.....
3050 Unpaid obligations, end of year	127	128	73
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	120	127	128
3200 Obligated balance, end of year	127	128	73
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	1	1	1
Outlays, gross:			
4011 Outlays from discretionary balances	15	1	1
Mandatory:			
4090 Budget authority, gross	55	55	.....
Outlays, gross:			
4100 Outlays from new mandatory authority	1	.....	.....
4101 Outlays from mandatory balances	31	54	55
4110 Outlays, gross (total)	32	54	55
4180 Budget authority, net (total)	56	56	1
4190 Outlays, net (total)	47	55	56

Federal-State Marketing Improvement Program grants are made on a matching fund basis to State departments of agriculture to carry out specifically approved value-added programs designed to spotlight local marketing initiatives and enhance marketing efficiency. Under this activity, specialists work with farmers, marketing firms, and other agencies in solving marketing problems and in using research results.

Specialty Crop Block Grant-Farm Bill grants are block grants made to State departments of agriculture to enhance the competitiveness of specialty crops.

Employment Summary

Identification code 12-2501-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	4	4	.....

PERISHABLE AGRICULTURAL COMMODITIES ACT FUND

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-5070-0-2-352	2012 actual	2013 CR	2014 est.
0100 Balance, start of year .....	.....	.....	1
Receipts:			
0200 License Fees and Defaults, Perishable Agricultural Commodities Act Fund	12	12	12
0400 Total: Balances and collections	12	12	13
Appropriations:			
0500 Perishable Agricultural Commodities Act Fund	-12	-11	-11
0799 Balance, end of year .....	.....	1	2

Program and Financing (in millions of dollars)

Identification code 12-5070-0-2-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Perishable Agricultural Commodities Act	10	11	11

Budgetary Resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	5	7	7
Budget authority:			
Appropriations, mandatory:			
1201 Appropriation (special or trust fund)	12	11	11
1260 Appropriations, mandatory (total)	12	11	11
1930 Total budgetary resources available	17	18	18
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	7	7	7

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1	1	1
3010 Obligations incurred, unexpired accounts	10	11	11
3020 Outlays (gross)	-10	-11	-12
3050 Unpaid obligations, end of year	1	1	.....
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1	1	1
3200 Obligated balance, end of year	1	1	.....

Budget authority and outlays, net:

Mandatory:			
4090 Budget authority, gross	12	11	11
Outlays, gross:			
4100 Outlays from new mandatory authority	7	10	10
4101 Outlays from mandatory balances	3	1	2
4110 Outlays, gross (total)	10	11	12
4180 Budget authority, net (total)	12	11	11
4190 Outlays, net (total)	10	11	12

Memorandum (non-add) entries:

5000 Total investments, SOY: Federal securities: Par value .....	.....	.....	1
5001 Total investments, EOY: Federal securities: Par value .....	.....	1	.....

License fees are deposited in this special fund and are used to meet the costs of administering the Perishable Agricultural Commodities and the Produce Agency Acts (7 U.S.C. 491-497, 499a-499s).

The Acts are intended to ensure equitable treatment to farmers and others in the marketing of fresh and frozen fruits and vegetables. Commission merchants, dealers, and brokers handling these products in interstate and foreign commerce are licensed. Complaints of violations are investigated and violations dealt with by a) informal agreements between the two parties, b) formal decisions involving payment of reparation awards, and/or c) suspension or revocation of license and/or publication of the facts.

The Perishable Agricultural Commodities Act requires traders to have trust assets on hand to meet their obligations to fruit and vegetable suppliers. To preserve their trust and establish their rights ahead of other creditors, unpaid suppliers file notice with both the Department and their debtors that payment is due. The Act provides permanent authority to the Secretary of Agriculture to set license and reparation complaint filing fees.

PERISHABLE AGRICULTURAL COMMODITIES ACT ACTIVITIES

	2012 actual	2013 est.	2014 est.
Percentage of informal reparation complaints completed within time frame goal	90%	90%	90%

Object Classification (in millions of dollars)

Identification code 12-5070-0-2-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	6	6	6
12.1 Civilian personnel benefits	2	2	2
25.3 Other goods and services from Federal sources	2	3	3
99.9 Total new obligations	10	11	11

Employment Summary

Identification code 12-5070-0-2-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	72	77	77

1021 Recoveries of prior year unpaid obligations	1		
1050 Unobligated balance (total)	1	1	
Budget authority:			
Appropriations, discretionary:			
1132 Appropriations temporarily reduced		-150	-166
1134 Appropriations precluded from obligation		-150	
1160 Appropriation, discretionary (total)		-300	-166
Appropriations, mandatory:			
1201 Appropriation (special or trust fund)	7,947	8,990	9,211
1203 Appropriation (previously unavailable)	260	219	151
1220 Transferred to Food and Nutrition Service [12-3539]	-6,887	-7,986	-8,005
1220 Transferred to Department of Commerce [13-5139]	-109	-131	-131
1232 Appropriations and/or unobligated balance of appropriations temporarily reduced	-150		
1235 Appropriations precluded from obligation	-219	-1	-119
1260 Appropriations, mandatory (total)	842	1,091	1,107
Spending authority from offsetting collections, mandatory:			
1800 Collected	1	1	1
1850 Spending auth from offsetting collections, mand (total)	1	1	1
1900 Budget authority (total)	843	792	942
1930 Total budgetary resources available	844	793	942
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1		

FUNDS FOR STRENGTHENING MARKETS, INCOME, AND SUPPLY (SECTION 32)

(INCLUDING TRANSFERS OF FUNDS)

Funds available under section 32 of the Act of August 24, 1935 (7 U.S.C. 612c), shall be used only for commodity program expenses as authorized therein, including up to \$500,000 to pay for eligible small businesses' first pre-award audits, and other related operating expenses, except for: (1) transfers to the Department of Commerce as authorized by the Fish and Wildlife Act of August 8, 1956; (2) transfers otherwise provided in this Act; and (3) not more than \$20,181,000 for formulation and administration of marketing agreements and orders pursuant to the Agricultural Marketing Agreement Act of 1937 and the Agricultural Act of 1961.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-5209-0-2-605	2012 actual	2013 CR	2014 est.
0100 Balance, start of year	16,107	17,450	17,355
Receipts:			
0200 30 Percent of Customs Duties, Funds for Strengthening Markets, Income and Supply (section 32)	9,181	8,812	11,784
0240 General Fund Payment, Funds for Strengthening Markets, Income, and Supply (section 32)		1	1
0299 Total receipts and collections	9,181	8,813	11,785
0400 Total: Balances and collections	25,288	26,263	29,140
Appropriations:			
0500 Funds for Strengthening Markets, Income, and Supply (section 32)		150	166
0501 Funds for Strengthening Markets, Income, and Supply (section 32)		150	
0502 Funds for Strengthening Markets, Income, and Supply (section 32)	-7,947	-8,990	-9,211
0503 Funds for Strengthening Markets, Income, and Supply (section 32)	-260	-219	-151
0504 Funds for Strengthening Markets, Income, and Supply (section 32)	150		
0505 Funds for Strengthening Markets, Income, and Supply (section 32)	219	1	119
0599 Total appropriations	-7,838	-8,908	-9,077
0799 Balance, end of year	17,450	17,355	20,063

Program and Financing (in millions of dollars)

Identification code 12-5209-0-2-605	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Child nutrition program purchases	462	465	465
0002 Emergency surplus removal	171	101	201
0004 State option contract		5	5
0005 Removal of defective commodities		3	3
0006 Disaster Relief		5	5
0007 2008 Farm Bill Specialty Crop Purchases	162	165	206
0008 Small Business Support			1
0091 Subtotal, Commodity program payments	795	744	886
0101 Administrative expenses	47	48	55
0192 Total direct program	842	792	941
0799 Total direct obligations	842	792	941
0811 Reimbursable program	1	1	1
0900 Total new obligations	843	793	942

Budgetary Resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1		1	

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	24	28	1
3010 Obligations incurred, unexpired accounts	843	793	942
3020 Outlays (gross)	-838	-820	-942
3040 Recoveries of prior year unpaid obligations, unexpired	-1		
3050 Unpaid obligations, end of year	28	1	1
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-1	-1	-1
3090 Uncollected pymts, Fed sources, end of year	-1	-1	-1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	23	27	
3200 Obligated balance, end of year	27		

Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross		-300	-166
Outlays, gross:			
4010 Outlays from new discretionary authority		-300	-166
Mandatory:			
4090 Budget authority, gross	843	1,092	1,108
Outlays, gross:			
4100 Outlays from new mandatory authority	828	1,092	1,108
4101 Outlays from mandatory balances	10	28	
4110 Outlays, gross (total)	838	1,120	1,108
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4120 Federal sources	-1	-1	-1
4180 Budget authority, net (total)	842	791	941
4190 Outlays, net (total)	837	819	941

The Agriculture Appropriations Act of 1935 (7 U.S.C. 612c) established the Section 32 program which provides that 30 percent of U.S. Customs receipts for each calendar year are transferred to this account within the Department of Agriculture. The purpose of the Section 32 program is three-fold: to encourage the exportation of agricultural commodities and products, to encourage domestic consumption of agricultural products by diverting them, and to reestablish farmers' purchasing power by making payments in connection with the normal production of any agricultural commodity for domestic consumption. There is also a requirement that the funds available under Section 32 shall be principally devoted to perishable agricultural commodities (e.g., fruits and vegetables). Program funds are used for a variety of purposes in support of the three primary purposes specified in the program's authorizing legislation. Funds may be used to stabilize market conditions through purchasing surplus commodities which are in turn, distributed to nutrition assistance programs. Program funds are also used to purchase commodities that are distributed to schools as part of Child Nutrition Programs entitlements. Furthermore, funds are transferred to the Food

FUNDS FOR STRENGTHENING MARKETS, INCOME, AND SUPPLY (SECTION 32)—Continued

and Nutrition Service for commodity purchases under section 6 of the National School Lunch Act and other authorities specified in the Child Nutrition Programs statutes.

Object Classification (in millions of dollars)

Identification code 12-5209-0-2-605	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	16	17	18
12.1 Civilian personnel benefits	5	5	5
21.0 Travel and transportation of persons	1	1	1
22.0 Transportation of things	4	5	5
23.3 Communications, utilities, and miscellaneous charges	1	1	1
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	15	15	18
25.3 Other goods and services from Federal sources	19	19	26
26.0 Supplies and materials: Grants of commodities to States	1	1	1
26.0 Supplies and materials: Grants of commodities to States	786	727	864
31.0 Equipment	1	1	1
99.0 Direct obligations	842	792	941
99.0 Reimbursable obligations	1	1	1
99.9 Total new obligations	843	793	942

Employment Summary

Identification code 12-5209-0-2-605	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	171	171	173
2001 Reimbursable civilian full-time equivalent employment	9	9	9

Trust Funds

EXPENSES AND REFUNDS, INSPECTION AND GRADING OF FARM PRODUCTS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8015-0-7-352	2012 actual	2013 CR	2014 est.
0100 Balance, start of year			2
Receipts:			
0220 Deposits of Fees, Inspection and Grading of Farm Products, AMS	144	148	155
0240 Payments from General Fund, Wool Research, Development, and Promotion Trust Fund	2	2	2
0299 Total receipts and collections	146	150	157
0400 Total: Balances and collections	146	150	159
Appropriations:			
0500 Expenses and Refunds, Inspection and Grading of Farm Products	-146	-148	-155
0799 Balance, end of year		2	4

Program and Financing (in millions of dollars)

Identification code 12-8015-0-7-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Dairy products	5	6	7
0002 Fruits and vegetables	62	64	65
0003 Meat grading	31	31	32
0004 Poultry products	41	34	35
0005 Miscellaneous agricultural commodities	20	15	18
0900 Total new obligations	159	150	157

Budgetary Resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	73	68	68
1021 Recoveries of prior year unpaid obligations	6		
1050 Unobligated balance (total)	79	68	68
Budget authority:			
Appropriations, mandatory:			
1201 Appropriation (special or trust fund)	146	148	155
1221 Appropriations transferred from other accts [12-4336] ...	2	2	2

1260 Appropriations, mandatory (total)	148	150	157
1930 Total budgetary resources available	227	218	225
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	68	68	68

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	30	29	
3010 Obligations incurred, unexpired accounts	159	150	157
3020 Outlays (gross)	-154	-179	-133
3040 Recoveries of prior year unpaid obligations, unexpired	-6		
3050 Unpaid obligations, end of year	29		24
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	30	29	
3200 Obligated balance, end of year	29		24

Budget authority and outlays, net:

Mandatory:			
4090 Budget authority, gross	148	150	157
Outlays, gross:			
4100 Outlays from new mandatory authority	95	128	110
4101 Outlays from mandatory balances	59	51	23
4110 Outlays, gross (total)	154	179	133
4180 Budget authority, net (total)	148	150	157
4190 Outlays, net (total)	154	179	133

Memorandum (non-add) entries:

5000 Total investments, SOY: Federal securities: Par value			35
5001 Total investments, EOY: Federal securities: Par value		35	

Expenses and refunds, inspection and grading of farm products.—The Agricultural Marketing Service's commodity grading programs provide grading, examination, and certification services for a wide variety of fresh and processed food commodities using federally approved grade standards and purchase specifications. Commodities graded include poultry, livestock, meat, dairy products, and fresh and processed fruits and vegetables. These programs use official grade standards which reflect the relative quality of a particular food commodity based on laboratory testing and characteristics such as taste, color, weight, and physical condition. Producers voluntarily request grading and certification services which are provided on a fee for service basis.

Object Classification (in millions of dollars)

Identification code 12-8015-0-7-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	72	75	76
11.3 Other than full-time permanent	6	7	8
11.5 Other personnel compensation	11	11	11
11.9 Total personnel compensation	89	93	95
12.1 Civilian personnel benefits	31	28	29
13.0 Benefits for former personnel	1		
21.0 Travel and transportation of persons	10	4	4
23.2 Rental payments to others	3	1	2
23.3 Communications, utilities, and miscellaneous charges	2	4	4
25.2 Other services from non-Federal sources	6	7	7
25.3 Other goods and services from Federal sources	7	6	9
26.0 Supplies and materials	2	2	2
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	7	4	4
99.9 Total new obligations	159	150	157

Employment Summary

Identification code 12-8015-0-7-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	1,328	1,338	1,342

MILK MARKET ORDERS ASSESSMENT FUND

Program and Financing (in millions of dollars)

Identification code 12-8412-0-8-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0801 Administration	46	48	50
0802 Marketing service	7	7	8
0900 Total new obligations	53	55	58
Budgetary Resources:			
Budget authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected	53	55	58
1850 Spending auth from offsetting collections, mand (total)	53	55	58
1930 Total budgetary resources available	53	55	58
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	53	55	58
3020 Outlays (gross)	-53	-55	-58
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	53	55	58
Outlays, gross:			
4100 Outlays from new mandatory authority	53	55	58
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources	-53	-55	-58

The Secretary of Agriculture is authorized by the Agricultural Marketing Agreement Act of 1937, as amended under certain conditions to issue Federal milk marketing orders establishing minimum prices which handlers are required to pay for milk purchased from producers. There are currently 10 Federally-sanctioned milk market orders in operation.

Market administrators are appointed by the Secretary and are responsible for carrying out the terms of specific marketing orders. Their operating expenses, partly financed by assessments on regulated handlers and partly by deductions from producers, are reported to the Agricultural Marketing Service. The majority of these funds are collected and deposited in checking and savings accounts in local banks, and disbursed directly by the market administrator. A portion of the funds collected are invested in securities such as certificates of deposit.

Expenses of local offices are met from an administrative fund and a marketing service fund, which are prescribed in each order. The administrative fund is derived from prorated handler assessments. The marketing service fund of the individual order disseminates market information to producers who are not members of a qualified cooperative. It also provides for the verification of the weights, sampling, and testing of milk from these producers. The cost of these services is borne by such producers.

The maximum rates for administrative assessment and for marketing services are set forth in each order and adjustments below these rates are made from time to time upon recommendations by the market administrator and upon approval of the Agricultural Marketing Service to provide reserves at about a six month operating level. Upon termination of any order, the statute provides for distributing the proceeds from net assets pro rata to contributing handlers or producers, as the case may be.

Object Classification (in millions of dollars)

Identification code 12-8412-0-8-351	2012 actual	2013 CR	2014 est.
Reimbursable obligations:			
Personnel compensation:			
11.1 Full-time permanent	31	32	32
11.3 Other than full-time permanent			1

11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	32	33	34
12.1 Civilian personnel benefits	9	10	11
21.0 Travel and transportation of persons	3	3	3
23.2 Rental payments to others	4	4	4
23.3 Communications, utilities, and miscellaneous charges	2	2	2
25.2 Other services from non-Federal sources	1	1	1
26.0 Supplies and materials	1	1	2
31.0 Equipment	1	1	1
99.9 Total new obligations	53	55	58

Employment Summary

Identification code 12-8412-0-8-351	2012 actual	2013 CR	2014 est.
2001 Reimbursable civilian full-time equivalent employment	370	370	370

RISK MANAGEMENT AGENCY

Federal Funds

RISK MANAGEMENT AGENCY

For necessary expenses of the Risk Management Agency, \$71,496,000: Provided, That not to exceed \$1,000 shall be available for official reception and representation expenses, as authorized by 7 U.S.C. 1506(i).

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-2707-0-1-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Administrative and operating expenses	75	75	71
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	75	75	71
1160 Appropriation, discretionary (total)	75	75	71
1930 Total budgetary resources available	75	75	71
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	19	17	17
3010 Obligations incurred, unexpired accounts	75	75	71
3020 Outlays (gross)	-77	-75	-72
3050 Unpaid obligations, end of year	17	17	16
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	19	17	17
3200 Obligated balance, end of year	17	17	16
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	75	75	71
Outlays, gross:			
4010 Outlays from new discretionary authority	60	60	57
4011 Outlays from discretionary balances	17	15	15
4020 Outlays, gross (total)	77	75	72
4180 Budget authority, net (total)	75	75	71
4190 Outlays, net (total)	77	75	72

The Risk Management Agency (RMA) was established under provisions of the Federal Agriculture Improvement and Reform Act of 1996 (1996 Act), P.L. 104-127, approved April 4, 1996. RMA is responsible for administration and oversight of programs authorized under the Federal Crop Insurance Act (7 U.S.C. 1501 et seq.) and promotes the National welfare by improving the economic stability of agriculture through a secure system of crop insurance. This administrative expense account includes resources to maintain ongoing operations of the Federal crop insur-

RISK MANAGEMENT AGENCY—Continued

ance program and other functions assigned to RMA such as risk management education. This account covers expenses of national, regional and compliance offices located across the United States. The 2014 Budget requests \$71.496 million.

The Federal crop insurance program is delivered through private insurance companies. Certain administrative expenses incurred by the companies are reimbursed through mandatory funding that is reflected in the Federal Crop Insurance Corporation Fund account. The funding in this account appropriately covers administrative activities for RMA where mandatory funding is not available and cannot be funded with funds from the Federal Crop Insurance Corporation Fund account.

Object Classification (in millions of dollars)

Identification code 12-2707-0-1-351	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	41	40	40
11.3 Other than full-time permanent	1	1	1
11.9 Total personnel compensation	42	41	41
12.1 Civilian personnel benefits	12	12	12
21.0 Travel and transportation of persons	1	1	1
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	1	1	1
25.2 Other services from non-Federal sources	18	19	15
99.9 Total new obligations	75	75	71

Employment Summary

Identification code 12-2707-0-1-351	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	470	455	455

CORPORATIONS

The following corporations and agencies are hereby authorized to make expenditures, within the limits of funds and borrowing authority available to each such corporation or agency and in accord with law, and to make contracts and commitments without regard to fiscal year limitations as provided by section 104 of the Government Corporation Control Act as may be necessary in carrying out the programs set forth in the budget for the current fiscal year for such corporation or agency, except as hereinafter provided.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

FEDERAL CROP INSURANCE CORPORATION FUND

For payments as authorized by section 516 of the Federal Crop Insurance Act (7 U.S.C. 1516), such sums as may be necessary, to remain available until expended.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-4085-0-3-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Indemnities	4,532	8,867	6,888
0002 Delivery Expenses	1,373	1,313	1,315
0003 Underwriting Gains	1,669	.....	1,261
0004 Federal Crop Insurance Act Initiatives	31	39	39

0799 Total direct obligations	7,605	10,219	9,503
0801 Reimbursable program - indemnities	4,981	8,105	4,144
0802 Reimbursable program - program related IT	20	20	20
0899 Total reimbursable obligations	5,001	8,125	4,164
0900 Total new obligations	12,606	18,344	13,667

Budgetary Resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	561	564	564
1021 Recoveries of prior year unpaid obligations	2	.....	.....
1050 Unobligated balance (total)	563	564	564
Budget authority:			
Appropriations, discretionary:			
1134 Appropriations precluded from obligation .....	.....	-75	.....
1160 Appropriation, discretionary (total) .....	.....	-75	.....
Appropriations, mandatory:			
1200 Appropriation	7,605	10,219	9,503
1220 Appropriations transferred to other accts [12-0502]	-5	-5	-5
1221 Appropriations transferred from other accts [12-4336]	6	6	6
1260 Appropriations, mandatory (total)	7,606	10,220	9,504
Spending authority from offsetting collections, mandatory:			
1800 Collected	5,001	8,199	4,164
1850 Spending auth from offsetting collections, mand (total)	5,001	8,199	4,164
1900 Budget authority (total)	12,607	18,344	13,668
1930 Total budgetary resources available	13,170	18,908	14,232
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	564	564	565

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	441	3,234	3,238
3010 Obligations incurred, unexpired accounts	12,606	18,344	13,667
3020 Outlays (gross)	-9,811	-18,340	-13,880
3040 Recoveries of prior year unpaid obligations, unexpired	-2	.....	.....
3050 Unpaid obligations, end of year	3,234	3,238	3,025
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	441	3,234	3,238
3200 Obligated balance, end of year	3,234	3,238	3,025

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross .....	.....	-75	.....
Outlays, gross:			
4010 Outlays from new discretionary authority .....	.....	-75	.....
Mandatory:			
4090 Budget authority, gross	12,607	18,419	13,668
Outlays, gross:			
4100 Outlays from new mandatory authority	9,537	17,498	12,784
4101 Outlays from mandatory balances	274	917	1,096
4110 Outlays, gross (total)	9,811	18,415	13,880
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources	-5,001	-8,199	-4,164
4180 Budget authority, net (total)	7,606	10,145	9,504
4190 Outlays, net (total)	4,810	10,141	9,716

Summary of Budget Authority and Outlays (in millions of dollars)

	2012 actual	2013 CR	2014 est.
Enacted/requested:			
Budget Authority	7,606	10,145	9,504
Outlays	4,810	10,141	9,716
Legislative proposal, subject to PAYGO:			
Budget Authority .....	.....	.....	-513
Outlays .....	.....	.....	-513
Total:			
Budget Authority	7,606	10,145	8,991
Outlays	4,810	10,141	9,203

The Federal Crop Insurance Corporation (FCIC) is a wholly owned government corporation created February 16, 1938 (7 U.S.C. 1501). The program was amended by P.L. 96-365, dated September 26, 1980, to provide for nationwide expansion of a comprehensive crop insurance plan. The crop insurance program includes products involving yield and revenue insurance, pasture, rangeland and forage, livestock, and other educational and risk

mitigation initiatives/tools to manage risk. FCIC is administered by the Risk Management Agency (RMA), and provides economic stability to agriculture through a secure system of crop insurance. FCIC provides to farmers a risk management program that protects against agricultural production losses due to unavoidable causes such as drought, excessive moisture, hail, wind, hurricane, tornado, lightning, and insects. In addition to these causes, revenue insurance programs are available to protect against loss of revenue stemming from low prices, poor yields, or a combination of both. Federal crop insurance is available through private insurance companies that market and service policies and also share in the risk. Thus, the program delivery is a joint effort between the Federal government and the private insurance industry. There were over 1.1 million policies written in crop year 2012 with over \$11 billion in premiums and indemnities projected at about \$17 billion. Crop insurance is available for more than 350 different commodities in over 3,162 counties covering all 50 states, and Puerto Rico. RMA continues to pursue initiatives to make higher levels of crop insurance protection more affordable and useful to producers and improve program integrity.

The 2014 Budget requests funding to support \$13.7 billion in obligations, a decrease of over \$4.7 billion from the 2013 estimated obligations of \$18.3 billion. Estimates for the 2013 fiscal year are based on 2012 crop year projected loss ratio of 1.5, factoring in some actuals with estimates for the year. In fiscal year 2014, funding level estimates are based on a 1.0 loss ratio, which is the statutory target loss ratio used for estimating future crop insurance costs.

In fiscal year 2013 the appropriations request appears lower than what might be expected in a 1.5 loss ratio year, but that is due to a timing shift in premium collections. Policy changes made by the 2008 Farm Bill were intended to accelerate premium collections originally due in fiscal year 2013 into fiscal year 2012. However, in response to the severe drought conditions the USDA used its discretionary authority to waive interest penalties for one month on late paid premiums. This effectively shifted some premium collections back into fiscal year 2013 and reduced the overall need for additional appropriations. This is a one-time shift, and the funding returns to normal beginning in fiscal year 2014.

Commercial insurance companies deliver crop insurance. For producers who obtain Catastrophic Crop Insurance (CAT), which compensates the farmer for losses exceeding 50 percent of the individual's average yield at 55 percent of the expected market price, the premium is entirely subsidized. The cost to the producer for this type of coverage is an annual administrative fee of \$300 per crop per county.

Additional coverage is available to producers and is commonly referred to as "buy-up" coverage. Policyholders can elect to be paid up to 100 percent of the market price established by FCIC for each unit of production their actual yield is less than the individual yield guarantee. Premium rates for additional coverage depend on the level of protection selected and vary from crop to crop and county to county. Producers are assessed a fee of \$30 per crop, per county, in addition to a share of the premium. The additional levels of insurance coverage are more attractive to farmers due to availability of optional units, other policy provisions not available with CAT coverage, and the ability to obtain a level of protection that permits them to use crop insurance as loan collateral and to achieve greater financial security.

Revenue protection for specified products is provided by extending traditional multi-peril crop insurance protection, based on actual production history, to include price variability based on futures market prices. Producers have a choice of revenue protec-

tion (protection against loss of revenue caused by low prices, low yields, or a combination of both) or yield protection (protection for production losses only) within one Basic Provision and the applicable Crop Provision.

The following table illustrates Crop Year statistics as of September 30, 2012. Crop Year is generally all activity for crops from July 1-June 30 of a given year.

	2012 est.	2013 est.	2014 est.
Number of States	50	50	50
Number of counties	3,162	3,162	3,162
Insurance in force (millions)	116,647	116,086	94,095
Insured acreage (millions)	282	279	270
Producer premium (millions)	4,116	4,111	3,249
Premium subsidy (millions)	6,940	6,902	5,485
Total premium (millions)	11,056	11,013	8,734
Indemnities (millions)	17,064	11,013	8,734
Loss ratio	1.54	1.00	1.00

Financing.—The Corporation is authorized under the Federal Crop Insurance Act, as amended, to use funds from the issuance of capital stock which provides working capital for the Corporation.

Receipts, which are for deposit to this fund, mainly come from premiums paid by farmers. The principal payments from this fund are for indemnities to insured farmers, and administrative expenses for approved insurance providers.

Premium subsidies are authorized by section 508(b) of the Federal Crop Insurance Act, as amended, and are received through appropriations.

The following table illustrates premium subsidies and indemnities for all crop years as expected to occur during the period of October 1-September 30 for fiscal years 2013 and 2014 .

PREMIUM AND SUBSIDY

(In millions of dollars)

	2013 est.	2014 est.
Premiums:		
Additional coverage premium subsidy	12,131	6,607
Catastrophic coverage premium subsidy	264	261
Subtotal, premium subsidy	12,395	6,868
Producer premium	4,116	4,111
Total premiums	16,511	10,979
Indemnities:		
Additional coverage	16,621	10,752
Catastrophic coverage	406	261
Total indemnities	17,027	11,013

NET INCOME OR LOSS (-) ON INSURANCE OPERATIONS

(In millions of dollars)

	2013 est.	2014 est.
Producer premium less indemnities	-12,911	-6,902
Interest expense, net	0	0
Delivery expenses ¹	1,313	1,315
Other income or expense, net (CAT fees)	53	53
Federal Crop Insurance Act Initiatives	59	59
Reinsurance underwriting gain (+) or loss (-)	0	1,262
Net income or loss (-)	-11,486	-4,213

¹Figures reflect delivery expenses borne by the Fund in accordance with the Food, Conservation, and Energy Act of 2008, P.L. 110-246.

Balance Sheet (in millions of dollars)

Identification code 12-4085-0-3-351	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	755	3,613
1206 Non-Federal assets: Receivables, net	4,109	5,540

FEDERAL CROP INSURANCE CORPORATION FUND—Continued
Balance Sheet—Continued

Identification code 12-4085-0-3-351	2011 actual	2012 actual
1999 Total assets	4,864	9,153
LIABILITIES:		
2105 Federal liabilities: Other	1	1
Non-Federal liabilities:		
2201 Accounts payable	138	1,330
2207 Other	11,352	20,821
2999 Total liabilities	11,491	22,152
NET POSITION:		
3100 Unexpended appropriations	538	564
3300 Cumulative results of operations	-7,165	-13,563
3999 Total net position	-6,627	-12,999
4999 Total liabilities and net position	4,864	9,153

Object Classification (in millions of dollars)

Identification code 12-4085-0-3-351	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.2 Other services-Agriculture Risk Protection Act of 2000			
Initiatives	53	59	59
25.2 Other services from non-Federal sources	3,020	1,312	2,576
42.0 Insurance claims and indemnities (reinsured buyup)	4,532	8,848	6,868
99.0 Direct obligations	7,605	10,219	9,503
Reimbursable obligations:			
42.0 Insurance claims, indemnities and program related IT	5,001	8,125	4,164
99.0 Reimbursable obligations	5,001	8,125	4,164
99.9 Total new obligations	12,606	18,344	13,667

FEDERAL CROP INSURANCE CORPORATION FUND

(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12-4085-4-3-351	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation			-513
1260 Appropriations, mandatory (total)			-513
1930 Total budgetary resources available			-513
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year			-513
Change in obligated balance:			
Unpaid obligations:			
3020 Outlays (gross)			513
3050 Unpaid obligations, end of year			513
Memorandum (non-add) entries:			
3200 Obligated balance, end of year			513
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross			-513
Outlays, gross:			
4100 Outlays from new mandatory authority			-513
4180 Budget authority, net (total)			-513
4190 Outlays, net (total)			-513

As part of the President's commitment to fiscal responsibility the Budget includes five proposals. The proposals include programmatic changes that:

1. Establish a reasonable rate of return to participating crop insurance companies. A USDA commissioned study found that when compared to other private companies, crop insurance companies rate of return on investment (ROI) should be around 12 percent, but that it is currently expected to be 14 percent. The Administration is proposing to lower the crop insurance compan-

ies' ROI to meet the 12 percent target. This proposal is expected to save about \$1.2 billion over 10 years.

2. Reduce the reimbursement rate of administrative and operating expenses. The current cap on administrative expenses to be paid to participating crop insurance companies is based on the 2010 premiums, which were among the highest ever. A more appropriate level for the cap would be based on 2006 premiums, neutralizing the spike in commodity prices over the last few years, but not harming the delivery system. The Administration, therefore, proposes setting the cap at \$0.9 billion adjusted annually for inflation. This proposal is expected to save about \$2.8 billion over 10 years.

3. Decrease the premium subsidy paid on behalf of producers by 3 percentage points. The proposal would reduce the premium subsidy levels by 3 percentage points for those policies that are currently subsidized by more than 50 percent. This proposal is expected to save about \$4.2 billion over 10 years.

4. Decrease the premium subsidy paid on behalf of producers by 2 percentage points on policies where the producer elects the harvest price option (HPO). This reduction is in addition to the 3 percentage point reduction on policies currently subsidized by more than 50 percent. The HPO provides upward price protection which provides a higher indemnity if the commodity prices are higher at harvest time than when the policy was purchased. This proposal is expected to save about \$3.2 billion over 10 years.

5. Decrease the premium rate on catastrophic coverage to better reflect historical performance. This proposal would require that USDA reset premium rates to more accurately reflect the performance of the catastrophic portfolio. The proposal is expected to save about \$292 million over 10 years.

FARM SERVICE AGENCY

Federal Funds

SALARIES AND EXPENSES

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Farm Service Agency, \$1,176,460,000: Provided, That the Secretary is authorized to use the services, facilities, and authorities (but not the funds) of the Commodity Credit Corporation to make program payments for all programs administered by the Agency: Provided further, That other funds made available to the Agency for authorized activities may be advanced to and merged with this account: Provided further, That funds made available to county committees shall remain available until expended.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-0600-0-1-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Conservation	307	308	301
0002 Income support	869	872	850
0005 Commodity operations	26	26	25
0300 Subtotal, direct program	1,202	1,206	1,176
0799 Total direct obligations	1,202	1,206	1,176
0801 Farm loans	291	292	307
0802 Other programs	125	92	92
0899 Total reimbursable obligations	416	384	399
0900 Total new obligations	1,618	1,590	1,575

Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	16	22	22
1012	Unobligated balance transfers between expired and unexpired accounts	10		
1021	Recoveries of prior year unpaid obligations	2		
1050	Unobligated balance (total)	28	22	22
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	1,199	1,206	1,176
1160	Appropriation, discretionary (total)	1,199	1,206	1,176
Spending authority from offsetting collections, discretionary:				
1700	Collected	405	384	399
1701	Change in uncollected payments, Federal sources	35		
1750	Spending auth from offsetting collections, disc (total)	440	384	399
1900	Budget authority (total)	1,639	1,590	1,575
1930	Total budgetary resources available	1,667	1,612	1,597
Memorandum (non-add) entries:				
1940	Unobligated balance expiring	-27		
1941	Unexpired unobligated balance, end of year	22	22	22
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	242	280	207
3010	Obligations incurred, unexpired accounts	1,618	1,590	1,575
3011	Obligations incurred, expired accounts	11		
3020	Outlays (gross)	-1,571	-1,663	-1,603
3040	Recoveries of prior year unpaid obligations, unexpired	-2		
3041	Recoveries of prior year unpaid obligations, expired	-18		
3050	Unpaid obligations, end of year	280	207	179
Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-125	-62	-62
3070	Change in uncollected pymts, Fed sources, unexpired	-35		
3071	Change in uncollected pymts, Fed sources, expired	98		
3090	Uncollected pymts, Fed sources, end of year	-62	-62	-62
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	117	218	145
3200	Obligated balance, end of year	218	145	117
Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	1,639	1,590	1,575
Outlays, gross:				
4010	Outlays from new discretionary authority	1,371	1,397	1,387
4011	Outlays from discretionary balances	200	266	216
4020	Outlays, gross (total)	1,571	1,663	1,603
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4030	Federal sources	-503	-384	-399
4033	Non-Federal sources	-2		
4040	Offsets against gross budget authority and outlays (total) ...	-505	-384	-399
Additional offsets against gross budget authority only:				
4050	Change in uncollected pymts, Fed sources, unexpired	-35		
4052	Offsetting collections credited to expired accounts	100		
4060	Additional offsets against budget authority only (total)	65		
4070	Budget authority, net (discretionary)	1,199	1,206	1,176
4080	Outlays, net (discretionary)	1,066	1,279	1,204
4180	Budget authority, net (total)	1,199	1,206	1,176
4190	Outlays, net (total)	1,066	1,279	1,204

The Farm Service Agency (FSA) was established October 3, 1994, pursuant to the Federal Crop Insurance Reform and Department of Agriculture Reorganization Act of 1994, P.L. 103-354. The Department of Agriculture Reorganization Act of 1994 was amended on April 4, 1996, by the Federal Agriculture Improvement and Reform Act of 1996 (1996 Act), P.L. 104-127. The FSA administers a variety of activities, such as farm income support programs through various loans and payments; the Conservation Reserve Program (CRP); the Emergency Conservation Program; the Hazardous Waste Management Program; the Commodity Operation Programs including the warehouse examination function; farm ownership, farm operating, emergency disaster, and other loan programs; and the Noninsured Crop Disaster Assistance Program (NAP), which provides crop loss protection for growers of many crops for which crop insurance is not avail-

able. The American Taxpayer Relief Act of 2012 extended the 2008 Farm Bill through the 2013 crop year. FSA also assists in the administration of several conservation cost-share programs financed by the Commodity Credit Corporation (CCC), including the Grasslands Reserve Program (GRP). In addition, FSA currently provides certain administrative support services to the Foreign Agricultural Service (FAS) and to the Risk Management Agency (RMA).

This consolidated administrative expenses account includes funds to cover expenses of programs administered by, and functions assigned to, FSA. The funds consist of a direct appropriation, transfers from program loan accounts under credit reform procedures, user fees, and advances and reimbursements from other sources. This is a consolidated account for administrative expenses of national, regional, State, and county offices. The 2014 Budget decreases the direct appropriation by \$22 million and increases the transfers by \$17 million, providing about \$1.5 billion in total (approximately the same level as the 2012 enacted level).

USDA's FSA, Natural Resources Conservation Service, and Rural Development offices act as separate franchises, with offices often located adjacent to each other. Prior efforts to improve the efficiency of USDA's county-based offices have resulted in significant co-location and introduction of new information technology to simplify customer transactions.

Farm programs.—These programs provide an economic safety net through farm income support to eligible producers, cooperatives, and associations to help improve the economic stability and viability of the agricultural sector and to ensure the production of an adequate and reasonably priced supply of food and fiber. Activities of the Agency include providing direct and counter-cyclical and average crop revenue election payments, providing marketing assistance loans and loan deficiency payments enabling recipients to continue farming operations without marketing their product immediately after harvest, and providing a financial safety net to eligible producers when natural disasters adversely affect their farming operation. These programs range from covering losses of; grazing under the Livestock Forage Disaster Program, orchard trees and nursery to help replant or rehabilitate trees under the Tree Assistance Program, crop production and quality under the Supplemental Revenue Assistance Payments Program, production under the Noninsured Crop Disaster Assistance Program, livestock under the Livestock Indemnity Program, livestock, honeybees and farm raised fish for losses that are not covered under the previously listed programs under the Emergency Assistance for Livestock, Honeybees, and Farm Raised Fish.

Farm program activities include the following functions dealing with the administration of programs carried out through the farmer committee system of the FSA: (a) developing program regulations and procedures; (b) collecting and compiling basic data for individual farms; (c) establishing individual farm base acres for farm planting history; (d) notifying producers of established base acres and farm planting histories; (e) conducting referendums and certifying results; (f) accepting farmer certifications and checking compliance for specific purposes; (g) processing commodity loan documents and issuing checks; (h) processing direct and counter-cyclical and average crop revenue election (ACRE) payments and issuing checks; (i) certifying payment eligibility and monitoring payment limitations; and (j) processing farm storage facility loans and issuing checks.

Conservation and environment.—These programs assist agricultural producers and landowners in implementing practices to conserve soil, water, air, and wildlife resources on America's farmland and ranches to help protect the human and natural

SALARIES AND EXPENSES—Continued

environment. Objectives of the Agency include improving environmental quality, protecting natural resources, and enhancing habitat for fish and wildlife, including threatened and endangered species; providing Emergency Conservation Program funding for farmers and ranchers to rehabilitate damaged farmland and for carrying out emergency conservation measures during periods of severe drought or flooding; protecting the public health of communities through implementation of the Hazardous Waste Management Program; and implementing contracting, financial reporting, and other administrative operations processes. These activities include: (a) processing producer requests for conservation cost-sharing and issuing conservation reserve rental payments; and (b) transferring funds to the Natural Resources Conservation Service and other agencies for other conservation programs.

Commodity operations.—This activity includes: (a) overall management of CCC-owned commodities; (b) purchasing commodities; (c) donating commodities; (d) selling commodities; (e) accounting for loans and commodities; and (f) commercial warehouse activities, which include improving the effectiveness and efficiency of FSA's commodity acquisition, procurement, storage, and distribution activities to support domestic and international food assistance programs and administering the U.S. Warehouse Act (USWA). FSA provides for the examination of warehouses licensed under the USWA and non-licensed warehouses storing CCC-owned or pledged commodities. Examiners perform periodic examinations of the facilities and the warehouse records to ensure protection of depositors against potential losses of the stored commodities and to ensure compliance with the USWA and any CCC storage agreements.

Farm loans (reimbursable).—Provides for administering the direct and guaranteed loan programs covered under the Agricultural Credit Insurance Fund (ACIF). Objectives of the Agency include improving the economic viability of farmers and ranchers, reducing losses in direct loan programs, responding to loan making and servicing requests, and maximizing financial and technical assistance to underserved groups. Activities include reviewing applications, servicing the loan portfolio, and providing technical assistance and guidance to borrowers. Funding for farm loan administrative expenses is transferred to this consolidated account from the ACIF. Appropriations representing subsidy amounts necessary to support the individual program loan levels under Federal Credit Reform are made to the ACIF account.

Other reimbursable activities.—FSA collects a fee or is reimbursed for performing a variety of services for other Federal agencies, CCC, industry, and others, including certain administrative support services for the Risk Management Agency and the Foreign Agricultural Service, and for county office services provided to Federal and non-Federal entities, including a variety of services to producers.

Object Classification (in millions of dollars)

Identification code 12-0600-0-1-351	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	157	150	151
11.3 Other than full-time permanent	1		
11.5 Other personnel compensation	1		
11.9 Total personnel compensation	159	150	151
12.1 Civilian personnel benefits	46	44	44
13.0 Benefits for former personnel	3		
21.0 Travel and transportation of persons	5	7	4
22.0 Transportation of things	2	3	1
23.3 Communications, utilities, and miscellaneous charges	17	8	6
24.0 Printing and reproduction	1	1	
25.2 Other services from non-Federal sources	325	327	310

26.0	Supplies and materials	3	3	2
31.0	Equipment	3	3	3
41.0	Grants, subsidies, and contributions	637	660	655
42.0	Insurance claims and indemnities	1		
99.0	Direct obligations	1,202	1,206	1,176
99.0	Reimbursable obligations	416	384	399
99.9	Total new obligations	1,618	1,590	1,575

Employment Summary

Identification code 12-0600-0-1-351	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	1,862	1,814	1,814
2001 Reimbursable civilian full-time equivalent employment	2,626	2,622	2,622

STATE MEDIATION GRANTS

For grants pursuant to section 502(b) of the Agricultural Credit Act of 1987, as amended (7 U.S.C. 5101-5106), \$3,782,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-0170-0-1-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 State mediation grants	4	4	4
0900 Total new obligations (object class 41.0)	4	4	4
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	4	4	4
1160 Appropriation, discretionary (total)	4	4	4
1930 Total budgetary resources available	4	4	4
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	2	2	2
3010 Obligations incurred, unexpired accounts	4	4	4
3020 Outlays (gross)	-4	-4	-4
3050 Unpaid obligations, end of year	2	2	2
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	2	2	2
3200 Obligated balance, end of year	2	2	2
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	4	4	4
Outlays, gross:			
4010 Outlays from new discretionary authority	2	2	2
4011 Outlays from discretionary balances	2	2	2
4020 Outlays, gross (total)	4	4	4
4180 Budget authority, net (total)	4	4	4
4190 Outlays, net (total)	4	4	4

This grant program is authorized by Title V of the Agricultural Credit Act of 1987, P.L. 100-233, as amended. Originally designed to address agricultural credit disputes, the program was expanded by the Federal Crop Insurance Reform and Department of Agriculture Reorganization Act of 1994 (P.L. 103-354) to include other agricultural issues such as wetland determinations, conservation compliance, rural water loan programs, grazing on National Forest System lands, and pesticide use. Grants are made to States whose agricultural mediation programs have been certified by the Farm Service Agency. A grant will not exceed 69 percent of the total fiscal year funds that a qualifying State requires to operate and administer its agricultural mediation program. In

no case will the total amount of a grant exceed \$500,000 annually. Current authority for the program under P.L. 111–233 expires September 10, 2015. The 2014 Budget requests \$3.8 million for the program, which is the same as the 2013 estimated level.

GRANT OBLIGATIONS

	2012 actual	2013 est.	2014 est.
Number of States receiving grants	34	37	38
Amount of grants (in millions of dollars)	4	4	4

DISCRIMINATION CLAIMS SETTLEMENT

Program and Financing (in millions of dollars)

Identification code 12–1144–0–1–351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Discrimination Claims Settlement		1,150	
0900 Total new obligations (object class 42.0)		1,150	
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1,150	1,150	
1930 Total budgetary resources available	1,150	1,150	
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1,150		
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts		1,150	
3020 Outlays (gross)		–1,150	
Budget authority and outlays, net:			
Mandatory:			
Outlays, gross:			
4101 Outlays from mandatory balances		1,150	
4190 Outlays, net (total)		1,150	

The Claims Resolution Act of 2010, P.L. 111–291 that was signed into law on December 8, 2010 provides funding to settle claims of prior discrimination brought by black farmers against the Department of Agriculture. These funds supplement funding previously provided to USDA for this purpose by section 14012 of P.L. 110–246. Claimants that suffered discrimination between 1989 and 1997 and submitted a late-filing request can seek fast-track payments of up to \$50,000 plus debt relief, or choose a longer, more rigorous review and documentation process for damages of up to \$250,000. The actual value of awards may be reduced based on the total amount of funds made available and the number of successful claims.

USDA SUPPLEMENTAL ASSISTANCE

Program and Financing (in millions of dollars)

Identification code 12–2701–0–1–351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Geographically disadvantaged farmers and ranchers program	2	2	
0900 Total new obligations (object class 41.0)	2	2	
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	782	3	3
1020 Adjustment of unobligated bal brought forward, Oct 1	–962		
1021 Recoveries of prior year unpaid obligations	183		
1050 Unobligated balance (total)	3	3	3
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	2	2	
1160 Appropriation, discretionary (total)	2	2	

1930 Total budgetary resources available	5	5	3
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	3	3	3

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	186	3	2
3010 Obligations incurred, unexpired accounts	2	2	
3020 Outlays (gross)	–2	–3	–2
3040 Recoveries of prior year unpaid obligations, unexpired	–183		
3050 Unpaid obligations, end of year	3	2	
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	186	3	2
3200 Obligated balance, end of year	3	2	

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	2	2	
Outlays, gross:			
4011 Outlays from discretionary balances	2	3	2
4180 Budget authority, net (total)	2	2	
4190 Outlays, net (total)	2	3	2

Sec. 1621 of the Food, Conservation, and Energy Act of 2008, Public Law 110–246 Section 1621, enacted June 18, 2008, (2008 Farm Bill) authorized reimbursement payments to geographically disadvantaged farmers or ranchers to transport agricultural commodities or inputs used to produce agricultural commodities; and the Department of Defense and Full-Year Continuing Appropriations Act, 2012, Public Law 112–55 Section 724, provided \$1,996,000 to the Farm Service Agency to administer a program to assist farmers and ranchers in Hawaii, Alaska, Puerto Rico, Virgin Islands and insular areas who paid to transport either an agricultural commodity or an input used to produce an agricultural commodity during 2012.

REFORESTATION PILOT PROGRAM

Program and Financing (in millions of dollars)

Identification code 12–3305–0–1–302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Reforestation pilot program	1	1	
0900 Total new obligations (object class 41.0)	1	1	
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	1	1	
1160 Appropriation, discretionary (total)	1	1	
1930 Total budgetary resources available	1	1	
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	1	1	
3020 Outlays (gross)	–1	–1	
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	1	1	
Outlays, gross:			
4010 Outlays from new discretionary authority	1	1	
4180 Budget authority, net (total)	1	1	
4190 Outlays, net (total)	1	1	

In 2012, \$600,000 was appropriated by Section 727 of the 2012 Consolidated and Further Continuing Appropriations Act, P.L. 112–55. The program's purpose is to demonstrate the use of new technologies that increase the rate of growth of re-forested hardwood trees on private non-industrial forest lands, enrolling lands on the coast of the Gulf of Mexico that were damaged by

REFORESTATION PILOT PROGRAM—Continued
Hurricane Katrina in 2005. The 2014 Budget proposes no funding for this program.

EMERGENCY CONSERVATION PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-3316-0-1-453	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Emergency conservation program	75	188	
0900 Total new obligations (object class 41.0)	75	188	
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	106	173	
1011 Unobligated balance transfer from other accts [12-5531]	14		
1021 Recoveries of prior year unpaid obligations	5		
1050 Unobligated balance (total)	125	173	
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	123	15	
1160 Appropriation, discretionary (total)	123	15	
1930 Total budgetary resources available	248	188	
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	173		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	32	46	144
3010 Obligations incurred, unexpired accounts	75	188	
3020 Outlays (gross)	-56	-90	-93
3040 Recoveries of prior year unpaid obligations, unexpired	-5		
3050 Unpaid obligations, end of year	46	144	51
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	32	46	144
3200 Obligated balance, end of year	46	144	51
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	123	15	
Outlays, gross:			
4010 Outlays from new discretionary authority	24		
4011 Outlays from discretionary balances	32	90	93
4020 Outlays, gross (total)	56	90	93
4180 Budget authority, net (total)	123	15	
4190 Outlays, net (total)	56	90	93

The Emergency Conservation Program (ECP) was authorized by the Agricultural Credit Act of 1978 (16 U.S.C. 2201-05). It provides funds for sharing the cost of emergency measures to deal with cases of severe damage to farmlands and rangelands resulting from natural disasters.

During 2012, 45 States and 1 Territory participated in the Emergency Conservation Program (ECP), involving an estimated 1,900,000 acres and approximately \$56,113,938 in cost-share and technical assistance outlays. In 2012, the Consolidated and Further Continuing Appropriations Act, P.L. 112-55, provided \$122,700,000 for ECP. Use of this appropriation is limited to major disasters declared pursuant to the Robert T. Stafford Disaster Relief and Emergency Assistance Act (42 U.S.C. 5121 et seq.). These funds continue to help agricultural producers remove debris from farmland, restore livestock fences and conservation structures, provide water for livestock during periods of severe drought, and grade and shape farmland damaged by natural disasters. The Disaster Relief Appropriations Act, 2013 provided \$15 million for ECP and, as in 2012, limits the use of funds for

major disasters declared pursuant to the Stafford Act. The 2014 Budget does not propose funding for this program.

EMERGENCY FOREST RESTORATION PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-0171-0-1-453	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 EFRP	17	51	
0900 Total new obligations (object class 41.0)	17	51	
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	16	28	
1021 Recoveries of prior year unpaid obligations	1		
1050 Unobligated balance (total)	17	28	
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	28	23	
1160 Appropriation, discretionary (total)	28	23	
1930 Total budgetary resources available	45	51	
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	28		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	2	16	59
3010 Obligations incurred, unexpired accounts	17	51	
3020 Outlays (gross)	-2	-8	-22
3040 Recoveries of prior year unpaid obligations, unexpired	-1		
3050 Unpaid obligations, end of year	16	59	37
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	2	16	59
3200 Obligated balance, end of year	16	59	37
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	28	23	
Outlays, gross:			
4011 Outlays from discretionary balances	2	8	22
4180 Budget authority, net (total)	28	23	
4190 Outlays, net (total)	2	8	22

The Emergency Forest Restoration Program (EFRP) provides payments to eligible owners of non-industrial private forest (NIPF) for implementation of emergency measures to restore land damaged by a natural disaster. A total of \$18 million was appropriated by the Supplemental Appropriations Act of 2010, P.L. 111-212 and an additional \$28.4 million was appropriated in 2012 by the Consolidated and Further Continuing Appropriations Act, P.L. 112-55. During 2012, 9 States participated in the EFRP involving an estimated 1,360 acres and approximately \$1,991,152 in cost-share and technical assistance outlays. The 2014 Budget does not include funding for EFRP.

GRASSROOTS SOURCE WATER PROTECTION PROGRAM

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-3304-0-1-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Grassroots source water payments	4	4	
0900 Total new obligations (object class 41.0)	4	4	

Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100	Appropriation	4	4
1160	Appropriation, discretionary (total)	4	4
1930	Total budgetary resources available	4	4
Change in obligated balance:			
Unpaid obligations:			
3010	Obligations incurred, unexpired accounts	4	4
3020	Outlays (gross)	-4	-4
Budget authority and outlays, net:			
Discretionary:			
4000	Budget authority, gross	4	4
Outlays, gross:			
4010	Outlays from new discretionary authority	4	4
4180	Budget authority, net (total)	4	4
4190	Outlays, net (total)	4	4

The Grassroots Source Water Protection Program (GSWPP) is a joint project by USDA's Farm Service Agency and the nonprofit National Rural Water Association. It is designed to help prevent source water pollution in States through voluntary practices installed by producers at the local level. GSWPP uses onsite technical assistance capabilities of each State rural water association that operates a wellhead or groundwater protection program in the State. State rural water associations can deliver assistance in developing source water protection plans within priority watersheds for the common goal of preventing the contamination of drinking water supplies. The 2008 Farm Bill authorized this program to continue through 2012. The Taxpayer Relief Act of 2012 extended this program through September 30, 2013. The 2012 enacted level provided \$3.8 million for GSWPP, and the 2014 Budget proposes no funding for this program.

AGRICULTURAL CREDIT INSURANCE FUND PROGRAM ACCOUNT
(INCLUDING TRANSFERS OF FUNDS)

For gross obligations for the principal amount of direct and guaranteed farm ownership (7 U.S.C. 1922 et seq.) and operating (7 U.S.C. 1941 et seq.) loans, emergency loans (7 U.S.C. 1961 et seq.), Indian tribe land acquisition loans (25 U.S.C. 488), boll weevil loans (7 U.S.C. 1989), guaranteed conservation loans (7 U.S.C. 1924 et seq.), Indian highly fractionated land loans (25 U.S.C. 488), and individual development account grants (7 U.S.C. 1981–2008r) to be available from funds in the Agricultural Credit Insurance Fund, as follows: farm ownership loans, \$2,575,000,000, of which \$2,000,000,000 shall be for unsubsidized guaranteed loans and \$575,000,000 shall be for direct loans; operating loans, \$2,723,686,000, of which \$1,500,000,000 shall be for unsubsidized guaranteed loans and \$1,223,686,000 shall be for direct loans; emergency loans, \$34,658,000; Indian tribe land acquisition loans, \$2,000,000; guaranteed conservation loans, \$150,000,000; Indian highly fractionated land loans, \$10,000,000; and for boll weevil eradication program loans, \$60,000,000: Provided, That the Secretary shall deem the pink bollworm to be a boll weevil for the purpose of boll weevil eradication program loans.

For the cost of direct and guaranteed loans and grants, including the cost of modifying loans as defined in section 502 of the Congressional Budget Act of 1974, as follows: farm ownership loans, \$4,428,000 for direct loans; operating loans, \$85,358,000, of which \$18,300,000 shall be for unsubsidized guaranteed loans, and \$67,058,000 shall be for direct loans; emergency loans, \$1,698,000, to remain available until expended; and Indian highly fractionated land loans, \$68,000.

In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, \$314,918,000 of which \$306,998,000 shall be paid to the appropriation for "Farm Service Agency, Salaries and Expenses".

Funds appropriated by this Act to the Agricultural Credit Insurance Program Account for farm ownership, operating and conservation direct loans and guaranteed loans may be transferred among these programs:

Provided, That the Committees on Appropriations of both Houses of Congress are notified at least 15 days in advance of any transfer.

DAIRY INDEMNITY PROGRAM

(INCLUDING TRANSFER OF FUNDS)

For necessary expenses involved in making indemnity payments to dairy farmers and manufacturers of dairy products under a dairy indemnity program, such sums as may be necessary, to remain available until expended: Provided, That such program is carried out by the Secretary in the same manner as the dairy indemnity program described in the Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act, 2001 (Public Law 106–387, 114 Stat. 1549A-12).

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12–1140–0–1–351	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0010	Administrative expenses - PLCE	7	8	8
Credit program obligations:				
0701	Direct loan subsidy	93	85	73
0702	Loan guarantee subsidy	16	26	18
0705	Reestimates of direct loan subsidy	135	86	.....
0706	Interest on reestimates of direct loan subsidy	31	41	.....
0707	Reestimates of loan guarantee subsidy	18	23	.....
0708	Interest on reestimates of loan guarantee subsidy	16	26	.....
0709	Administrative expenses	290	291	307
0791	Direct program activities, subtotal	599	578	398
0900	Total new obligations	606	586	406
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	4	2	.....
1001	Discretionary unobligated balance brought fwd, Oct 1	4	2	.....
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	406	408	406
1160	Appropriation, discretionary (total)	406	408	406
Appropriations, mandatory:				
1200	Appropriation	199	176	.....
1260	Appropriations, mandatory (total)	199	176	.....
1900	Budget authority (total)	605	584	406
1930	Total budgetary resources available	609	586	406
Memorandum (non-add) entries:				
1940	Unobligated balance expiring	-1	.....	.....
1941	Unexpired unobligated balance, end of year	2	.....	.....
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	98	21	12
3010	Obligations incurred, unexpired accounts	606	586	406
3020	Outlays (gross)	-679	-595	-412
3041	Recoveries of prior year unpaid obligations, expired	-4	.....	.....
3050	Unpaid obligations, end of year	21	12	6
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	98	21	12
3200	Obligated balance, end of year	21	12	6
Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	406	408	406
Outlays, gross:				
4010	Outlays from new discretionary authority	386	401	400
4011	Outlays from discretionary balances	94	18	12
4020	Outlays, gross (total)	480	419	412
Mandatory:				
4090	Budget authority, gross	199	176	.....
Outlays, gross:				
4100	Outlays from new mandatory authority	199	176	.....
4180	Budget authority, net (total)	605	584	406
4190	Outlays, net (total)	679	595	412

AGRICULTURAL CREDIT INSURANCE FUND PROGRAM ACCOUNT—Continued
Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 12-1140-0-1-351	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Farm Ownership	530	541	575
115002 Farm Operating	1,169	1,068	1,224
115003 Emergency Disaster	31	36	35
115004 IndianTribes Land Acquisition	2	2	2
115005 Boll Weevil Eradication	21	100	60
115010 Indian Highly Fractionated Land	11	11	10
115999 Total direct loan levels	1,751	1,758	1,906
Direct loan subsidy (in percent):			
132001 Farm Ownership	4.80	4.24	0.77
132002 Farm Operating	5.63	5.57	5.48
132003 Emergency Disaster	5.01	5.62	4.90
132004 IndianTribes Land Acquisition .....	.....	-14.85	-35.53
132005 Boll Weevil Eradication	-2.16	-2.54	-2.69
132010 Indian Highly Fractionated Land .....	.....	1.73	0.68
132999 Weighted average subsidy rate	5.27	4.65	3.72
Direct loan subsidy budget authority:			
133001 Farm Ownership	25	23	4
133002 Farm Operating	66	59	67
133003 Emergency Disaster	2	2	2
133004 IndianTribes Land Acquisition .....	.....	.....	-1
133005 Boll Weevil Eradication .....	.....	-3	-2
133999 Total subsidy budget authority	93	81	70
Direct loan subsidy outlays:			
134001 Farm Ownership	30	25	7
134002 Farm Operating	62	70	69
134003 Emergency Disaster	2	2	3
134004 IndianTribes Land Acquisition .....	.....	.....	-1
134005 Boll Weevil Eradication .....	.....	-2	-2
134999 Total subsidy outlays	94	95	76
Direct loan upward reestimates:			
135001 Farm Ownership	56	27	.....
135002 Farm Operating	83	69	.....
135003 Emergency Disaster	15	17	.....
135005 Boll Weevil Eradication	1	10	.....
135008 Credit Sales of Acquired Property	2	2	.....
135011 Conservation - Direct	1	.....	.....
135012 Farm Operating - ARRA	7	1	.....
135999 Total upward reestimate budget authority	165	126	.....
Direct loan downward reestimates:			
137001 Farm Ownership	-28	-63	.....
137002 Farm Operating	-33	-48	.....
137003 Emergency Disaster	-17	-16	.....
137005 Boll Weevil Eradication	-7	-2	.....
137008 Credit Sales of Acquired Property	-3	-3	.....
137999 Total downward reestimate budget authority	-88	-132	.....
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Farm Ownership—Unsubsidized	1,500	1,500	2,000
215002 Farm Operating—Unsubsidized	934	2,209	1,500
215005 Conservation - Guaranteed .....	.....	150	150
215999 Total loan guarantee levels	2,434	3,859	3,650
Guaranteed loan subsidy (in percent):			
232001 Farm Ownership—Unsubsidized	-0.01	-0.07	-0.16
232002 Farm Operating—Unsubsidized	1.74	1.19	1.22
232005 Conservation - Guaranteed .....	.....	-0.28	-0.36
232999 Weighted average subsidy rate	0.66	0.64	0.40
Guaranteed loan subsidy budget authority:			
233001 Farm Ownership—Unsubsidized .....	.....	-1	-3
233002 Farm Operating—Unsubsidized	16	26	18
233005 Conservation - Guaranteed .....	.....	.....	-1
233999 Total subsidy budget authority	16	25	14
Guaranteed loan subsidy outlays:			
234001 Farm Ownership—Unsubsidized .....	.....	-1	-3
234002 Farm Operating—Unsubsidized	15	24	18
234999 Total subsidy outlays	15	23	15
Guaranteed loan upward reestimates:			
235001 Farm Ownership—Unsubsidized	10	11	.....
235002 Farm Operating—Unsubsidized	15	26	.....
235003 Farm Operating—Subsidized	8	13	.....
235999 Total upward reestimate budget authority	33	50	.....
Guaranteed loan downward reestimates:			
237001 Farm Ownership—Unsubsidized	-16	-20	.....
237002 Farm Operating—Unsubsidized	-76	-35	.....

237003 Farm Operating—Subsidized	-28	-15	.....
237999 Total downward reestimate subsidy budget authority	-120	-70	.....
Administrative expense data:			
3510 Budget authority	298	298	315
3590 Outlays from new authority	296	298	315

The Agricultural Credit Insurance Fund program account's loans are authorized by Title III of the Consolidated Farm and Rural Development Act, as amended.

This program account includes subsidies to provide direct and guaranteed loans for farm ownership, farm operating, conservation, and emergency loans to individuals. This account also includes funding for individual development account grants. Indian tribes and tribal corporations are eligible for Indian land acquisition loans, while individual Native Americans are eligible for loans for the purchase of highly fractionated Indian lands. Boll weevil eradication loans are available to eliminate the cotton boll weevil pest from infested areas. The 2014 Budget does not provide funding for guaranteed subsidized farm operating loans or direct conservation loans. The 2013 estimated level is \$108.9 million for loan subsidies, and the 2014 Budget requests \$91.6 million for loan subsidies and grants, which is a decrease of \$17.3 million. However, the 2014 Budget request is sufficient to support about the same loan levels as those in 2013. The 2014 Budget also provides an increase in loan level of \$34.7 million for Emergency Loans, which have been funded through the use of carryover funds for the past several years.

As required by the Federal Credit Reform Act of 1990, this account records for this program the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including credit sales of acquired property), 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 administrative costs, the 2013 estimated level provides \$299.4 million, and the 2014 Budget requests \$314.9 million, which is an increase of \$15.5 million.

Under the Dairy Indemnity Program, payments are made to farmers and manufacturers of dairy products who are directed to remove their milk or milk products from commercial markets because they contain residues of chemicals that have been registered and approved by the Federal Government, other chemicals, nuclear radiation, or nuclear fallout. Indemnification may also be paid for cows producing such milk. In 2012, \$286,777 was paid to producers who filed claims under the program and the 2014 Budget requests such sums as may be necessary, which are estimated to be \$250,000 for this program.

Object Classification (in millions of dollars)

Identification code 12-1140-0-1-351	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.3 Other goods and services from Federal sources	297	299	315
41.0 Grants, subsidies, and contributions	309	287	91
99.9 Total new obligations	606	586	406

AGRICULTURAL CREDIT INSURANCE FUND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4212-0-3-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0003 Capitalized costs	6	7	7
0005 Civil rights settlements .....	.....	3	3

0091	Direct program by activities - subtotal (1 level)	6	10	10
	Credit program obligations:			
0710	Direct loan obligations	1,751	1,758	1,906
0713	Payment of interest to Treasury	289	265	250
0740	Negative subsidy obligations		3	3
0742	Downward reestimate paid to receipt account	42	85	
0743	Interest on downward reestimates	47	48	
0791	Direct program activities, subtotal	2,129	2,159	2,159
0900	Total new obligations	2,135	2,169	2,169
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	856	381	79
1021	Recoveries of prior year unpaid obligations	64		
1023	Unobligated balances applied to repay debt	-856	-375	-75
1024	Unobligated balance of borrowing authority withdrawn	-60		
1050	Unobligated balance (total)	4	6	4
Financing authority:				
Borrowing authority, mandatory:				
1400	Borrowing authority	1,962	1,654	1,826
1440	Borrowing authority, mandatory (total)	1,962	1,654	1,826
Spending authority from offsetting collections, mandatory:				
1800	Collected	1,945	1,888	1,787
1801	Change in uncollected payments, Federal sources	-5		
1825	Spending authority from offsetting collections applied to repay debt	-1,390	-1,300	-1,300
1850	Spending auth from offsetting collections, mand (total)	550	588	487
1900	Financing authority (total)	2,512	2,242	2,313
1930	Total budgetary resources available	2,516	2,248	2,317
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	381	79	148

Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	338	310	453
3010	Obligations incurred, unexpired accounts	2,135	2,169	2,169
3020	Financing disbursements (gross)	-2,099	-2,026	-2,180
3040	Recoveries of prior year unpaid obligations, unexpired	-64		
3050	Unpaid obligations, end of year	310	453	442
Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-22	-17	-17
3070	Change in uncollected pymts, Fed sources, unexpired	5		
3090	Uncollected pymts, Fed sources, end of year	-17	-17	-17
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	316	293	436
3200	Obligated balance, end of year	293	436	425

Financing authority and disbursements, net:				
Mandatory:				
4090	Financing authority, gross	2,512	2,242	2,313
Financing disbursements:				
4110	Financing disbursements, gross	2,099	2,026	2,180
Offsets against gross financing authority and disbursements:				
Offsetting collections (collected) from:				
4120	Federal Sources: Reestimate payment from program account	-165	-126	
4120	Federal Sources: Subsidy payment from program account	-94	-97	-79
4122	Federal Sources: Interest on uninvested funds	-52	-48	-50
4123	Repayments of principal	-1,406	-1,376	-1,426
4123	Repayments of interest	-223	-241	-232
4123	Other	-5		
4130	Offsets against gross financing auth and disbursements (total)	-1,945	-1,888	-1,787
Additional offsets against financing authority only (total):				
4140	Change in uncollected pymts, Fed sources, unexpired	5		
4160	Financing authority, net (mandatory)	572	354	526
4170	Financing disbursements, net (mandatory)	154	138	393
4180	Financing authority, net (total)	572	354	526
4190	Financing disbursements, net (total)	154	138	393

Status of Direct Loans (in millions of dollars)

Identification code 12-4212-0-3-351	2012 actual	2013 CR	2014 est.	
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans	1,812	1,726	1,906
1121	Limitation available from carry-forward	31	32	
1142	Unobligated direct loan limitation (-)	-60		

1143	Unobligated limitation carried forward (P.L. 106-113) (-)	-32		
1150	Total direct loan obligations	1,751	1,758	1,906
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	6,984	7,259	7,465
1231	Disbursements: Direct loan disbursements	1,707	1,623	1,902
1251	Repayments: Repayments and prepayments	-1,403	-1,376	-1,426
1261	Adjustments: Capitalized interest	8		
1263	Write-offs for default: Direct loans	-37	-41	-50
1290	Outstanding, end of year	7,259	7,465	7,891

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including credit sales of acquired property 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.

This account finances direct loans for farm ownership, farm operating, emergency disaster, Indian land acquisition, Indian highly fractionated land, boll weevil eradication, conservation, and credit sales of acquired property.

Balance Sheet (in millions of dollars)

Identification code 12-4212-0-3-351	2011 actual	2012 actual	
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	856	382
Investments in US securities:			
1106	Receivables, net	166	112
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	6,984	7,259
1402	Interest receivable	223	221
1403	Accounts receivable from foreclosed property	9	10
1405	Allowance for subsidy cost (-)	-434	-446
1405	Allowance for Interest Receivable (-)	-78	-80
1499	Net present value of assets related to direct loans	6,704	6,964
1999	Total assets	7,726	7,458
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	7,635	7,316
2207	Non-Federal liabilities: Other	91	142
2999	Total liabilities	7,726	7,458
4999	Total upward reestimate subsidy BA [12-1140]	7,726	7,458

AGRICULTURAL CREDIT INSURANCE FUND GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4213-0-3-351	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0003	Purchase of guaranteed loans	1	1	1
0004	Interest assistance	3	12	6
0091	Direct program by activities - subtotal (1 level)	4	13	7
Credit program obligations:				
0711	Default claim payments on principal	39	45	46
0712	Default claim payments on interest	1	1	1
0713	Payment of interest to Treasury	1	2	2
0740	Negative subsidy obligations		1	4
0742	Downward reestimate paid to receipt account	93	49	
0743	Interest on downward reestimates	26	20	
0791	Direct program activities, subtotal	160	118	53
0900	Total new obligations	164	131	60

Budgetary Resources:

Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	197	145	167
1021	Recoveries of prior year unpaid obligations	22	30	30
1023	Unobligated balances applied to repay debt	-6	-1	-1
1050	Unobligated balance (total)	213	174	196

AGRICULTURAL CREDIT INSURANCE FUND GUARANTEED LOAN FINANCING
ACCOUNT—Continued

Program and Financing—Continued

Identification code 12-4213-0-3-351	2012 actual	2013 CR	2014 est.	
Financing authority:				
Borrowing authority, mandatory:				
1400	Borrowing authority	7	1	1
1440	Borrowing authority, mandatory (total)	7	1	1
Spending authority from offsetting collections, mandatory:				
1800	Collected	87	123	72
1801	Change in uncollected payments, Federal sources	2		
1850	Spending auth from offsetting collections, mand (total)	89	123	72
1900	Financing authority (total)	96	124	73
1930	Total budgetary resources available	309	298	269
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	145	167	209

Change in obligated balance:

Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	99	63	42
3010	Obligations incurred, unexpired accounts	164	131	60
3020	Financing disbursements (gross)	-178	-122	-50
3040	Recoveries of prior year unpaid obligations, unexpired	-22	-30	-30
3050	Unpaid obligations, end of year	63	42	22
Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1		-2	-2
3070	Change in uncollected pymts, Fed sources, unexpired	-2		
3090	Uncollected pymts, Fed sources, end of year	-2	-2	-2
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	99	61	40
3200	Obligated balance, end of year	61	40	20

Financing authority and disbursements, net:

Mandatory:				
4090	Financing authority, gross	96	124	73
Financing disbursements:				
4110	Financing disbursements, gross	178	122	50
Offsets against gross financing authority and disbursements:				
Offsetting collections (collected) from:				
4120	Payments from program account upward reestimate	-48	-49	
4120	Payments from program account subsidy		-24	-18
4122	Interest on uninvested funds	-4	-4	-4
4123	Fees and premiums	-35	-42	-46
4123	Loss recoveries and repayments		-4	-4
4130	Offsets against gross financing auth and disbursements (total)	-87	-123	-72
Additional offsets against financing authority only (total):				
4140	Change in uncollected pymts, Fed sources, unexpired	-2		
4160	Financing authority, net (mandatory)	7	1	1
4170	Financing disbursements, net (mandatory)	91	-1	-22
4180	Financing authority, net (total)	7	1	1
4190	Financing disbursements, net (total)	91	-1	-22

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4213-0-3-351	2012 actual	2013 CR	2014 est.	
Position with respect to appropriations act limitation on commitments:				
2111	Limitation on guaranteed loans made by private lenders	2,611	3,859	3,650
2142	Uncommitted loan guarantee limitation	-177		
2150	Total guaranteed loan commitments	2,434	3,859	3,650
2199	Guaranteed amount of guaranteed loan commitments	2,384	3,473	3,285
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	12,483	12,837	14,004
2231	Disbursements of new guaranteed loans	2,649	3,684	3,679
2251	Repayments and prepayments	-2,157	-2,439	-2,661
Adjustments:				
2261	Terminations for default that result in loans receivable	-65	-65	-65
2263	Terminations for default that result in claim payments	-73	-13	-13
2290	Outstanding, end of year	12,837	14,004	14,944
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	11,346	12,604	13,450

Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	115	137	150
2331	Disbursements for guaranteed loan claims	41	24	24
2351	Repayments of loans receivable	-1	-1	-1
2361	Write-offs of loans receivable	-18	-10	-10
2390	Outstanding, end of year	137	150	163

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. This account finances commitments made for farm ownership, operating, and conservation guaranteed loan programs.

Balance Sheet (in millions of dollars)

Identification code 12-4213-0-3-351	2011 actual	2012 actual	
ASSETS:			
1101	Federal assets: Fund balances with Treasury	296	206
1206	Non-Federal assets: Receivables, net	36	50
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:			
1501	Defaulted guaranteed loans receivable, gross	115	137
1505	Allowance for subsidy cost (-)	-113	-136
1599	Net present value of assets related to defaulted guaranteed loans	2	1
1999	Total assets	334	257
LIABILITIES:			
Federal liabilities:			
2104	Resources payable to Treasury	11	12
2105	Other	114	62
2204	Non-Federal liabilities: Liabilities for loan guarantees	209	183
2999	Total liabilities	334	257
4999	Total liabilities and net position	334	257

AGRICULTURAL CREDIT INSURANCE FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4140-0-3-351	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0008	Loan recoverable costs	1	4	4
0108	Administrative expenses - Department of Justice fees		1	1
0109	Costs incidental to acquisition of real property	1	2	2
0118	Civil rights settlements		5	2
0191	Total operating expenses	1	8	5
0900	Total new obligations (object class 25.2)	2	12	9

Budgetary Resources:

Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	38	22	
1021	Recoveries of prior year unpaid obligations	1		
1022	Capital transfer of unobligated balances to general fund	-38	-22	
1050	Unobligated balance (total)	1		
Budget authority:				
Spending authority from offsetting collections, mandatory:				
1800	Collected	203	152	133
1820	Capital transfer of spending authority from offsetting collections to general fund	-180	-140	-124
1850	Spending auth from offsetting collections, mand (total)	23	12	9
1930	Total budgetary resources available	24	12	9
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	22		

Change in obligated balance:

Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	2	1	4
3010	Obligations incurred, unexpired accounts	2	12	9
3020	Outlays (gross)	-2	-9	-11

3040	Recoveries of prior year unpaid obligations, unexpired	-1		
3050	Unpaid obligations, end of year	1	4	2
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	2	1	4
3200	Obligated balance, end of year	1	4	2

Budget authority and outlays, net:

Mandatory:

4090	Budget authority, gross	23	12	9
Outlays, gross:				
4100	Outlays from new mandatory authority	1	8	7
4101	Outlays from mandatory balances	1	1	4
4110	Outlays, gross (total)	2	9	11
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4123	Non-Federal sources Principal Repayments	-151	-109	-91
4123	Non-Federal sources Interest Repayments	-47	-38	-37
4123	Non-Federal sources Miscellaneous	-5	-5	-5
4130	Offsets against gross budget authority and outlays (total)	-203	-152	-133
4160	Budget authority, net (mandatory)	-180	-140	-124
4170	Outlays, net (mandatory)	-201	-143	-122
4180	Budget authority, net (total)	-180	-140	-124
4190	Outlays, net (total)	-201	-143	-122

Status of Direct Loans (in millions of dollars)

Identification code 12-4140-0-3-351	2012 actual	2013 CR	2014 est.	
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	855	692	580
1251	Repayments: Repayments and prepayments	-151	-109	-91
1261	Adjustments: Capitalized interest	2	2	2
Write-offs for default:				
1263	Direct loans	-4	-5	-4
1264	Other adjustments, net (+ or -)	-10		
1290	Outstanding, end of year	692	580	487

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4140-0-3-351	2012 actual	2013 CR	2014 est.	
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	17	13	10
2251	Repayments and prepayments	-4	-3	-3
2290	Outstanding, end of year	13	10	7
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	12	9	6

As required by the Federal Credit Reform Act of 1990, this account records for the farm loan programs all cash flows to and from the Government resulting from direct loans obligated, loan guarantees committed, and grants made prior to 1992. New loan activity in 1992 and beyond (including credit sales of acquired property that resulted from obligations or commitments in any year) is recorded in corresponding program and financing accounts. Payments to settle certain discrimination claims against USDA may also be made from this account.

Balance Sheet (in millions of dollars)

Identification code 12-4140-0-3-351	2011 actual	2012 actual	
ASSETS:			
1101	Federal assets: Fund balances with Treasury	40	23
1601	Loans Receivable	855	692
1602	Interest receivable	189	167
1603	Allowance for estimated uncollectible loans and interest (-)	-182	-168
1604	Direct loans and interest receivable, net	862	691
1606	Foreclosed property	13	12
1699	Value of assets related to direct loans	875	703
1999	Total assets	915	726
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	913	725
2201	Non-Federal liabilities: Accounts payable	2	1

2999	Total liabilities	915	726
4999	Total liabilities and net position	915	726

COMMODITY CREDIT CORPORATION FUND
REIMBURSEMENT FOR NET REALIZED LOSSES
(INCLUDING TRANSFERS OF FUNDS)

For the current fiscal year, such sums as may be necessary to reimburse the Commodity Credit Corporation for net realized losses sustained, and not previously reimbursed, pursuant to section 2 of the Act of August 17, 1961 (15 U.S.C. 713a-11): Provided, That of the funds available to the Commodity Credit Corporation under section 11 of the Commodity Credit Corporation Charter Act (15 U.S.C. 714i) for the conduct of its business with the Foreign Agricultural Service, up to \$5,000,000 may be transferred to and used by the Foreign Agricultural Service for information resource management activities of the Foreign Agricultural Service that are not related to Commodity Credit Corporation business.

HAZARDOUS WASTE MANAGEMENT
(LIMITATION ON EXPENSES)

For the current fiscal year, the Commodity Credit Corporation shall not expend more than \$5,000,000 for site investigation and cleanup expenses, and operations and maintenance expenses to comply with the requirement of section 107(g) of the Comprehensive Environmental Response, Compensation, and Liability Act (42 U.S.C. 9607(g)), and section 6001 of the Resource Conservation and Recovery Act (42 U.S.C. 6961).

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-4336-0-3-999	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0001	Commodity purchases and related inventory transactions	813	1,034	863
0002	Storage, transportation and other obligations	41	31	18
0003	Dairy export incentive program			3
0004	Market access program	200	200	200
0005	Technical Assistance for speciality crops	9	9	
0006	Emerging markets program	10	10	
0007	Foreign market development cooperative	35	35	
0008	Quality samples program	2	2	2
0009	Pilot program for regional food aid	1		
0010	Feed grains	1,774	2,249	2,250
0011	Wheat	873	1,108	1,069
0012	Rice	326	419	415
0013	Cotton	526	630	691
0014	Dairy program	403	370	
0015	Tobacco program	953	960	960
0016	Peanut program	66	68	68
0017	Wool and Mohair program			1
0018	Other Payment Activity	1,783		1
0023	Non-Insured assistance program	254	225	168
0024	Oilseeds payment program	448	579	553
0027	Technical Assistance for Brazilian Cotton Industry	294		
0028	Biomass Crop Assistance Program	7		
0029	Bio-Based Fuel Production		170	
0030	Marketing Loan Writeoffs		21	14
0036	Conservation reserve program (CRP)	1,824	1,989	2,040
0037	Emergency Forestry Conservation Reserve Program	6	6	6
0047	Reimbursable agreement/transfers to State and Federal Agencies	50	46	43
0048	Treasury	3	9	16
0049	Other interest	1	2	2
0052	Conservation Reserve Program Technical assistance	144	73	169
0056	Pigford Claims	25	50	
0057	BEHT Non-Commodity Costs		140	140
0058	Section 416b/FFP/ocean transportation	45	56	53
0192	Total support and related programs	10,916	10,491	9,745
0799	Total direct obligations	10,916	10,491	9,745
0801	Commodity loans	5,660	6,921	6,811
0802	Commodities procured - PL480 Titles II / III Commodity costs	745	925	730

COMMODITY CREDIT CORPORATION FUND—Continued
Program and Financing—Continued

Identification code 12-4336-0-3-999	2012 actual	2013 CR	2014 est.
0804 P. L. 480 ocean transportation	865	925	730
0809 Reimbursable program activities, subtotal	7,270	8,771	8,271
0899 Total reimbursable obligations	7,270	8,771	8,271
0900 Total new obligations	18,186	19,262	18,016
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1,601	823	879
1020 Adjustment of unobligated bal brought forward, Oct 1		55	
1021 Recoveries of prior year unpaid obligations	645		
1050 Unobligated balance (total)	2,246	878	879
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation			55
1160 Appropriation, discretionary (total)			55
Appropriations, mandatory:			
1200 Appropriation	9,527	9,156	12,539
1220 Appropriations transferred to other accts [12-2500]	-10		
1220 Appropriations transferred to other accts [12-1003]	-40		
1220 Appropriations transferred to other accts [12-3507]	-21	-21	-21
1220 Appropriations transferred to other accts [12-1004]	-3,425	-3,919	-3,558
1220 Appropriations transferred to other accts [12-0123]	-1		
1220 Appropriations transferred to other accts [12-8015]	-2	-2	-2
1220 Appropriations transferred to other accts [12-1502]	-70		
1220 Appropriations transferred to other accts [12-2501]	-55	-55	
1220 Appropriations transferred to other accts [12-4085]	-6	-6	-6
1220 Appropriations transferred to other accts [12-2073]	-65	-80	-45
1220 Appropriations transferred to other accts [12-1908]	-22	-63	-41
1220 Appropriations transferred to other accts [12-1600]	-76	-50	-50
1220 Appropriations transferred to other accts [12-9915]	-22		
1220 Appropriations transferred to other accts [12-0502]	-19		
1220 Appropriations transferred to other accts [12-1002]		-165	-165
1220 Appropriations transferred to other accts [12-1955]		-3	-3
1236 Appropriations applied to repay debt	-5,693	-4,792	-8,648
Borrowing authority, mandatory:			
1400 Borrowing authority	19,508	9,148	8,064
1421 Borrowing authority applied to repay debt	-8,240		
1440 Borrowing authority, mandatory (total)	11,268	9,148	8,064
Spending authority from offsetting collections, mandatory:			
1800 Collected	8,992	10,105	9,897
1800 MARAD Cargo Preference Reimbursements		10	5
1801 Change in uncollected payments, Federal sources	13		
1825 Spending authority from offsetting collections applied to repay debt	-3,510		
1850 Spending auth from offsetting collections, mand (total)	5,495	10,115	9,902
1900 Budget authority (total)	16,763	19,263	18,021
1930 Total budgetary resources available	19,009	20,141	18,900
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	823	879	884
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	8,370	9,931	9,969
3010 Obligations incurred, unexpired accounts	18,186	19,262	18,016
3020 Outlays (gross)	-15,980	-19,224	-18,119
3040 Recoveries of prior year unpaid obligations, unexpired	-645		
3050 Unpaid obligations, end of year	9,931	9,969	9,866
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-32	-45	-45
3070 Change in uncollected pymts, Fed sources, unexpired	-13		
3090 Uncollected pymts, Fed sources, end of year	-45	-45	-45
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	8,338	9,886	9,924
3200 Obligated balance, end of year	9,886	9,924	9,821
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross			55
Outlays, gross:			
4010 Outlays from new discretionary authority			55
Mandatory:			
4090 Budget authority, gross	16,763	19,263	17,966
Outlays, gross:			
4100 Outlays from new mandatory authority	9,063	13,577	13,155

4101 Outlays from mandatory balances	6,917	5,647	4,909
4110 Outlays, gross (total)	15,980	19,224	18,064
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4120 PL 480 Appropriation	-1,466	-1,400	-1,400
4120 Sales To Special Activities	-745	-925	-730
4120 Other Federal sources	-1,851	-970	-965
4123 Commodity Loans Repaid	-4,782	-6,593	-6,509
4123 Acre Loans Repaid	-50	-194	-257
4123 Sales and Other Proceeds	-30	-22	-23
4123 Interest Revenue	-68	-11	-18
4130 Offsets against gross budget authority and outlays (total)	-8,992	-10,115	-9,902
Additional offsets against gross budget authority only:			
4140 Change in uncollected pymts, Fed sources, unexpired	-13		
4160 Budget authority, net (mandatory)	7,758	9,148	8,064
4170 Outlays, net (mandatory)	6,988	9,109	8,162
4180 Budget authority, net (total)	7,758	9,148	8,119
4190 Outlays, net (total)	6,988	9,109	8,217

Summary of Budget Authority and Outlays (in millions of dollars)

	2012 actual	2013 CR	2014 est.
Enacted/requested:			
Budget Authority	7,758	9,148	8,119
Outlays	6,988	9,109	8,217
Legislative proposal, subject to PAYGO:			
Budget Authority			650
Outlays			650
Total:			
Budget Authority	7,758	9,148	8,769
Outlays	6,988	9,109	8,867

Status of Direct Loans (in millions of dollars)

Identification code 12-4336-0-3-999	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on obligations:			
1131 Direct loan obligations exempt from limitation	5,660	6,921	6,811
1150 Total direct loan obligations	5,660	6,921	6,811
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	335	395	530
1231 Disbursements: Direct loan disbursements	5,660	6,921	6,811
1251 Repayments: Repayments and prepayments	-5,600	-6,786	-6,766
1290 Outstanding, end of year	395	530	575

The Commodity Credit Corporation (CCC) was created to: stabilize, support, and protect farm income and prices; help maintain balanced and adequate supplies of agricultural commodities, their products, foods, feeds, and fibers; and help in their orderly distribution.

The Corporation's capital stock of \$100 million is held by the U.S. Treasury. Under present law, up to \$30 billion may be borrowed from the U.S. Treasury to finance operations.

Current, indefinite appropriation authority is requested to cover all net realized losses. Appropriations to the Corporation for net realized losses have no effect on budget authority, as they are used to repay debt directly with the Treasury.

Budget assumptions.—The following general assumptions form the basis for the Corporation's 2013 and 2014 budget estimates: (a) national income will rise both in 2013 and 2014 from the present level; (b) 2013 crop production will increase from 2012 crop levels for some commodities; (c) generally, exports of agricultural commodities in 2014 are expected to be higher than 2013 levels; and (d) yields for the 2013 crops are based on recent averages adjusted for trends.

It is difficult to accurately forecast requirements for the year ending September 30, 2014, since the projections are subject to complex and unpredictable factors such as weather, other factors which affect the volume of production of crops not yet planted, feed, food, and energy needs here and overseas, and available dollar exchange.

Appropriations are made to reimburse the Corporation for net realized losses sustained in carrying out its operations.

USDA has incorporated stochastic price and production variability into its 10-year budget baseline process starting with the 2007 President's Budget. For the 2012–2023 crops, Commodity Credit Corporation outlay projections for counter-cyclical payments, Average Crop Revenue Election (ACRE) payments, marketing loan benefits, and Milk Income Loss Contract payments are based on price probability distributions and flexibilities generated by the Economic Research Service's Food and Agricultural Policy Simulation model. This approach was used for feed grains (corn, barley, sorghum, oats), wheat, rice, upland cotton, soybeans, sugar, and dairy.

2014 ESTIMATE

(In millions of dollars)

Program	Gross obligations	Net outlays	Net realized loss for year
Farm income, marketing assistance loans, and price support:			
Commodity loans (non-ACRE)	6,551	42	0
ACRE loans	260	3	0
Feed grain payments	2,250	2,250	2,250
Wheat payments	1,069	1,069	1,069
Rice payments	415	415	415
Cotton payments	642	642	642
Oilseed payments	544	544	544
Other support and related	2,531	721	781
Other items not distributed by program:			
Interest	17	-2	-2
All other	62	313	62
Total, farm income, marketing assistance loans, and price-support programs	14,341	5,997	5,761
Conservation programs:			
Conservation reserve program	2,160	2,160	2,160
Emergency forestry conservation reserve program	5	5	5
Voluntary Public Access	0	0	0
Conservation Program Transfers to NRCS	0	0	3,670
Total, conservation programs	2,165	2,165	5,835
Total, Commodity Credit Corporation	16,506	8,162	11,596

PROGRAMS OF THE CORPORATION

Price support, marketing assistance loans, and related stabilization programs.—The Corporation conducts programs to support farm income and prices and stabilize the market for agricultural commodities. Price support is provided to producers of agricultural commodities through loans, purchases, payments, and other means. This is done mainly under the Commodity Credit Corporation Charter Act, as amended, the Agricultural Act of 1949 (1949 Act), as amended, the Farm Security and Rural Investment Act of 2002 (2002 Farm Bill), and the Food, Conservation and Energy Act of 2008 (2008 Farm Bill) as amended by the American Taxpayer Relief Act of 2012 (P.L. 112–240).

Price support is mandatory for sugar and dairy products. Marketing assistance loans are mandatory for wheat, feed grains, oilseeds, upland cotton, peanuts, rice, and pulse crops. Loans are also required to be made for sugar, honey, wool, mohair, and extra long staple cotton.

One method of providing support is loans to and purchases from producers. With limited exceptions, loans made on commodities are nonrecourse. The commodities serve as collateral for the loan and on maturity the producer may deliver or forfeit such collateral to satisfy the loan obligation without further payment.

Direct purchases may be made from processors as well as producers, depending on the commodity involved. Also, special purchases are made under various laws for the removal of surpluses; for example, the Act of August 19, 1958, as amended, and section 416 of the Agricultural Act of 1949, as amended.

Direct Payments and Counter-Cyclical Payments.—The 2002 Farm Bill established direct payments and counter-cyclical payments for May 2002 through 2007. The payments were extended through the 2012 crop year by the 2008 Farm Bill and through the 2013 crop year by the American Taxpayer Relief Act of 2012. The eligible commodities for both direct payments and counter-cyclical payments are wheat, corn, grain sorghum, barley, oats, upland cotton, rice, soybeans, other oilseeds, and peanuts. The 2008 Farm Bill adds the following as eligible commodities: long grain and medium grain rice and pulse crops, expanded to include large chickpeas.

Direct Payments are payments to producers for which payment yields and base acres are established. The commodity payment amount is calculated as follows: Payment Amount = specified rate x payment acres x payment yield. At the option of the producer, the producer can choose to receive advance payments (up to 22 percent) during the producer's selected month. The month selected may be any month during the period beginning on December 1 of the calendar year before the calendar year in which the crop of the covered commodity is harvested through the month within which the direct payment would otherwise be made. The direct payment rates established in the 2008 Farm Bill are the same as those in the 2002 Farm Bill; however, payment acres decrease from 85 percent to 83.3 percent of base acres for 2009–2011 crops, and no advance payments are available for the 2012 and subsequent crops.

Counter-Cyclical Payments are payments to producers for which payment yields and base acres are established for eligible commodities if it is determined that the effective commodity price is less than the target commodity price. Counter-cyclical payments will be made for the crop as soon as practicable after the end of the 12-month marketing year for the eligible commodity.

Average Crop Revenue Election (ACRE) Payments.—The 2008 Farm Bill adds the ACRE program for the 2009–2012 crop years and the American Taxpayer Relief Act of 2012 extended the ACRE program to the 2013 crop year. Producers who elect to enroll a farm in ACRE are eligible for ACRE payments in lieu of counter-cyclical payments on the farm and in exchange for a 20 percent reduction in direct payments on the farm and a 30 percent reduction in the marketing assistance loan rates for all commodities produced on the farm except that the loan rate for seed cotton loans will not be so reduced. The election to enroll a farm in ACRE may be made for any of the crop years 2009–2012, but once the election is made, it is irrevocable through the 2012 crop.

Marketing assistance loans.—The 2002 Farm Bill authorized producers of eligible crops to receive non-recourse marketing assistance loans from the government for any quantity of a loan commodity produced on the farm by pledging their production as loan collateral. This loan shall have a term of 9 months beginning on the first day of the first month after the month in which the loan is made. The loan cannot be extended. As a condition of the receipt of a marketing assistance loan, the producer shall comply with applicable conservation requirements under subtitle B of title XII of the Food Security Act of 1985 and applicable wetland protection requirements under subtitle C of title XII of the Act during the term of the loan. Producers of eligible commodities can repay a marketing assistance loan at a rate that is the lesser of (1) the loan rate established for the commodity plus interest; or (2) a rate that the Secretary determines. Special rules apply to upland cotton, rice, and extra long staple cotton. Crops eligible for marketing assistance loans include wheat, corn, barley, oats, grain sorghum, rice, upland cotton, soybeans, extra long staple cotton, other oilseeds, dry peas, lentils, small chickpeas, honey, wool, and mohair. The 2008 Farm Bill establishes specific

COMMODITY CREDIT CORPORATION FUND—Continued

loan rates for long grain and medium grain rice and restricts loan rate adjustments to grade and quality factors. Also, large chickpeas are added as a new marketing assistance loan commodity with a higher loan rate than small chickpeas.

Marketing loss assistance for asparagus producers.—The 2008 Farm Bill authorizes the use of \$15 million to make payments to 2007 crop asparagus producers. Of the total, \$7.5 million was available to fresh market asparagus producers and \$7.5 million was available to frozen market asparagus producers.

Peanut price support program.—Under the 2008 Farm Bill, as amended by the American Taxpayer Relief Act of 2012, peanuts qualify for ACRE or direct payments, counter-cyclical payments, marketing assistance loans and loan deficiency payments for the 2009 through 2013 crops.

The 2002 Farm Bill terminated the marketing quota programs and repealed price support programs. The prior quota programs stayed in effect for the 2001 crop only, with quota buyout compensation payments being made during 2002 through 2006. The prior price support programs remained in effect for the 2002 crop only, notwithstanding any other provision of law or crop insurance policy.

The 2002 Farm Bill established marketing assistance loans for the 2002 through 2007 crops, with the loan rate for peanuts of \$355 per ton. The 2008 Farm Bill continues this rate. The payment rate shall be the amount by which the established loan rate exceeds the rate at which a loan may be repaid.

Tobacco program.—The American Jobs Creation Act of 2004, P.L. 108–357, eliminated the program effective with the 2005 crop. In return for losing the program, growers and quota holders will receive a buyout. The owners of quota are being paid \$7 per pound for the quota they hold. The actual producers are being paid \$3 per pound for the quota they produced. The legislation eliminates all geographic and poundage restrictions on tobacco production as well as price support. The buyout is funded by assessments on the tobacco product manufacturers and importers. The program will cost \$10.14 billion, and the growers and quota holders will be paid over a 10-year period.

Sugar program.—Sugar qualifies for price support. The 2002 Farm Bill extended the national average sugar loan rates to cover through the 2007 crops at 18 cents per pound for raw cane sugar and 22.9 cents per pound for refined beet sugar. The 2008 Farm Bill, as amended by the American Taxpayer Relief Act of 2012 provides for escalating rates through crop year 2013. For raw cane sugar, the rate increases to 18.25 cents per pound for 2009, 18.5 cents per pound for 2010 and 18.75 cents per pound for 2011–2013. For refined beet sugar, the rates for crop year 2009–2013 are the raw cane sugar rate times 1.285. Loans are available to processors of domestically grown sugarcane and sugar beets for a term of nine months that does not begin or extend beyond the end/beginning of a fiscal year. The non-recourse loans extend through the 2007 crop for processors of domestically produced sugar beets and sugarcane including for in-process sugar. Loans for in-process sugar have a loan rate of 80 percent of the loan rate for raw cane sugar or refined beet sugar (based on the source material used). If forfeitures occur, the processor shall convert the in-process into final product at no cost to the CCC. Upon transfer, the processor will receive payment based on the loan rate less 80 percent of raw cane or refined beet sugar rate times the quantity of sugar transferred. The loan program will continue through the 2013 crop. The 2002 Farm Bill did not resume the sugar marketing assessment collections but authorized marketing allotments. The 2002 Act provided assistance for sugar donations in the amount of 10,000 tons to compensate

sugar producers who suffer losses incurred beyond existing CCC administered programs. This assistance was a one-time occurrence.

The 2008 Farm Bill extends the marketing allotment provisions of the 2002 Act, except they are now permanent and cannot be set at a level less than 85 percent of estimated sugar deliveries for human consumption. The 2008 Farm Bill introduces the Feedstock Flexibility Program, which requires the diversion of sugar from food use to ethanol producers, if needed, to keep sugar prices above levels at which sugar processors might otherwise forfeit sugar under loan to the CCC.

Dairy program.—The 2002 Farm Bill extended the Dairy Price Support Program from June 1, 2002 through December 31, 2007 at a rate of \$9.90 per hundredweight for milk containing 3.7 percent butterfat. The support program is carried out through the purchase of butter, nonfat dry milk, and cheese at prices that enable processors to pay dairy farmers, on average, the support price for milk. As under previous law, the Secretary may allocate the rate of price support between the purchase prices for nonfat dry milk and butter in a manner that minimizes CCC expenditures or other objectives, as the Secretary considers appropriate. Cash CCC inventory sales (with some exceptions) shall be at any price that the Secretary determines will maximize CCC returns. The 2002 Farm Bill repealed all legislative authority for the Dairy Recourse Loan Program but established a new Milk Income Loss Contract Program (MILC), under which the Secretary may contract with eligible producers to make monthly payments when milk prices fall below specified levels. The U.S. Troop Readiness, Veterans' Care, Katrina Recovery, and Iraq Accountability Appropriations Act, 2007 (P.L. 110–28) extended the MILC program through September 2007.

The 2008 Farm Bill, as amended by the American Taxpayer Relief Act of 2012 replaces the price support program of the 2002 Farm Bill with the Dairy Product Price Support Program, which is effective for calendar years 2008–2013. It requires the Secretary to support the price of cheddar cheese, butter and nonfat dry milk through purchases of such products at prices not less than \$1.13 per pound for cheddar cheese in blocks, not less than \$1.10 per pound for cheddar cheese in barrels, not less than \$1.05 per pound for butter, and not less than \$0.80 per pound for nonfat dry milk. Purchase prices for milk products may be adjusted lower based on preset levels of product net removals. The 2008 Farm Bill, as amended by the American Taxpayer Relief Act of 2012 extends the MILC program through September 30, 2013: The payment calculation percentage is raised from 34 percent to 45 percent and the payment quantity is raised from 2,400,000 to 2,985,000 million pounds per fiscal year effective October 1, 2008 through August 31, 2013. A feed cost adjuster is added that raises the \$16.94 base price when the national average ration cost exceeds \$7.35 per hundredweight for a given month.

Section 748(a) of the fiscal year 2010 USDA Appropriations Act, P.L. 111–80, appropriated \$60 million for the purchase of cheese and cheese products, which the Commodity Credit Corporation finished procuring in fiscal year 2011.

Payment Limitations.—In general, the 2002 Farm Bill revised the Food Security Act of 1985 (7 U.S.C. 1308) for payment limitations. The total amount of direct payments made to a person during any crop year for one or more covered commodities may not exceed \$40,000. The 2008 Farm Bill rescinds the three entity rule for payment limitation purposes for the 2009–2012 crops. Instead, payments are tracked as received directly or indirectly by an individual person or legal entity (otherwise termed direct attribution). Except for participants who elect to receive ACRE payments, the direct payment limitation remains at \$40,000 for

covered commodities in the 2008 Farm Bill, with a separate \$40,000 payment limitation for peanut direct payments. The payment limitation on counter-cyclical payments made to a person during any crop year for one or more covered commodities continues at \$65,000 in the 2008 Farm Bill, except for participants who elect to receive ACRE payments. For counter-cyclical payments, there is a separate \$65,000 payment limitation for peanut counter-cyclical payments. For producers that receive ACRE payments, the payment limit is \$65,000 plus the amount their direct payments are reduced due to their participation in ACRE. The total amount of gains and payments that a person may receive during any crop year under marketing assistance loan and loan deficiency payment provisions may not exceed \$75,000 for crop years 2002–2008. The 2008 Farm Bill rescinds the payment limitation for both marketing loan gains and loan deficiency payments beginning with the 2009 crop. Notwithstanding any other provision of law, an individual or entity shall not be eligible to receive any benefit described above if the average adjusted annual gross income of the individual or entity exceeds \$2,500,000, unless not less than 75 percent of the average adjusted gross income of the individual or entity is derived from farming, ranching, or forestry operations, as determined by the Secretary. The 2008 Farm Bill extends these provisions through the 2008 crop year, but makes commodity program payments subject to farm and nonfarm adjusted gross income (AGI) limits for 2009–2013 crop years. The AGI attributable to farming activities is adjusted farm gross income (AFGI), and the AGI attributable to other activities is adjusted nonfarm gross income (ANGI). If AFGI exceeds \$750,000, the person or entity is ineligible to receive commodity program payments, and if ANGI exceeds \$500,000, the person or entity is ineligible to receive payments. Commodity program payments include direct, counter-cyclical, ACRE, loan deficiency, marketing loan gain, NAP, supplemental crop disaster assistance, MILC, and trade adjustment assistance payments. The 2012 Enacted level included a general provision that prohibited direct payments to individuals or entities with an average adjusted gross income in excess of \$1 million. The 2013 Budget does not continue this limitation.

Noninsured Assistance Program.—The Agricultural Risk Protection Act of 2000 eliminated the area loss requirement for triggers and made other changes. It also included a provision that all types or varieties of a crop or commodity may be considered to be a single eligible crop for NAP assistance and provided additional funding in 2002 with annual increases through 2010. The 2008 Farm Bill amended the payment limitation provisions to conform with direct attribution of payments to a person of legal entity.

Dairy Export Incentive Program (DEIP).—DEIP provides cash bonus payments to exporters to facilitate commercial sales of U.S. dairy products in overseas markets. Estimates of the quantity of dairy products to be exported under DEIP and associated expenditures were formulated within the maximum allowable expenditure and quantity levels specified in conjunction with provisions of the Uruguay Round Agreement. Consequently, current baseline projections assume that DEIP will not exceed \$116.6 million annually during 2002–2012. Actual DEIP subsidies are further limited on a product-by-product basis under the Uruguay Round.

Export Enhancement Program (EEP).—The 2008 Farm Bill eliminated authority for the program.

Market Access Program (MAP).—Under the MAP, CCC Funds are used to reimburse participating organizations for a portion of the costs of carrying out overseas marketing and promotional activities. The 2008 Farm Bill, as amended by the American

Taxpayer Relief Act of 2012 continued the authority for the MAP program with funding of \$200 million for 2008–2013.

Foreign Market Development Cooperator Program (FMD) and Quality Samples Program.—Under the FMD program, cost-share assistance is provided to nonprofit commodity and agricultural trade associations to support overseas market development activities that are designed to remove long-term impediments to increased U.S. trade. The 2002 Farm Bill increased the available funds for this program to \$34.5 million for 2002 through 2007 and the 2008 Farm Bill, as amended by the American Taxpayer Relief Act of 2012 continues this funding level for 2008–2013. In addition, the budget proposes to increase discretionary funding for the program in fiscal year 2011 by \$34.5 million as part of a broader government wide initiative to increase export promotion.

CCC will fund the Quality Samples Program at an authorized annual level of \$2.5 million. Under this initiative, samples of U.S. agricultural products will be provided to foreign importers to promote a better understanding and appreciation for the high quality of U.S. products.

Commodity Donations.—The 2008 Farm Bill authorizes the donation of surplus commodity inventory to domestic nutrition programs. The Corporation may also donate commodities under the authority of section 416(b) of the Agricultural Act of 1949 to carry out programs of assistance in developing countries and friendly countries and pay costs associated with making the commodities available. Commodities that are acquired by CCC in the normal course of its domestic support operations will be available for donation. The Corporation may also use its funds to furnish commodities overseas under the authority of the Food for Progress Act of 1985; however, not more than \$55 million of the funds of the Corporation (exclusive of the costs of commodities) may be used for each fiscal year.

The Bill Emerson Humanitarian Trust.—The Bill Emerson Humanitarian Trust (BEHT) is a commodity and/or monetary reserve designed to ensure that the United States can meet its international food aid commitments. Assets of the Trust can be released any time the Administrator of the U.S. Agency for International Development determines that PL 480 Title II is inadequate to meet those needs in any fiscal year. When a release from the Trust is authorized, the Trust's assets cover all commodity costs associated with the release. All non-commodity costs, including ocean freight charges; internal transportation, handling, and storage overseas; and certain administrative costs are paid by CCC. The 2008 Farm Bill, as amended by the American Taxpayer Relief Act of 2012 extended the authorization to replenish the BEHT through 2013.

Conservation Programs

Conservation Programs.—Conservation programs administered by the Farm Service Agency and the Natural Resources Conservation Service are funded through the Commodity Credit Corporation. These programs help farmers adopt and maintain conservation systems that protect water and air quality, reduce soil erosion, protect and enhance wildlife habitat and wetlands, conserve water, and sequester carbon.

Conservation Reserve Program (CRP).—Administered by FSA, the purpose of CRP is to cost-effectively assist farm owners and operators in conserving and improving soil, water, air, and wildlife resources by converting highly erodible and other environmentally sensitive acreage normally devoted to the production of agricultural commodities to a long-term resource-conserving cover. CRP participants enroll contracts for periods from 10 to 15 years in exchange for annual rental payments and cost-share and technical assistance for installing approved conservation practices.

COMMODITY CREDIT CORPORATION FUND—Continued

The CRP is authorized in all 50 States, Puerto Rico, and the Virgin Islands, on all highly erodible cropland, other environmentally sensitive cropland, and certain marginal pastureland meeting the eligibility criteria. In addition to cropland in areas adjacent to lakes and streams converted to buffers, and cropland that can serve as restored or constructed wetlands, eligible land may include cropland contributing to water quality problems, and other lands posing environmental threats. Also eligible for the CRP are water quality or wildlife habitat impaired areas that do not meet the Highly Erodible Land (HEL) criteria, such as the Chesapeake Bay, Great Lakes, and Long Island Sound watershed regions.

CRP was established by the 1985 Food Security Act and amended and extended under subsequent farm bills. In the 2008 Farm Bill (P.L. 110–246) CRP was re-authorized through September 30, 2012. The 2008 Farm Bill permitted CRP to enroll up to 32 million acres at any one time beginning October 1, 2009; expanded Farmable Wetlands Program (FWP) eligibility; included provisions for funding a tree thinning cost-share program; and included a program transitioning expiring CRP lands from retiring producers to beginning and socially disadvantaged farmers. Most recently, the American Taxpayer Relief Act of 2012 (P.L. 112–240) extended the CRP enrollment period through September 30, 2013.

CRP enrolls land through general signups, Conservation Reserve Enhancement Program (CREP) signups, and non-CREP continuous signups, including FWP. Under general signup provisions, producers compete nationally during specified enrollment periods for acceptance based on an environmental benefits index. Under continuous signup provisions, producers enroll specified high-environmental value lands such as wetlands, riparian buffers, and various types of habitat at any time during the year without competition.

General signups were held in fiscal years 2011 and 2012, in which 2.7 million acres and 3.6 million acres, respectively, were enrolled. Approximately 620,000 acres were enrolled under FY 2012s continuous signup. The budget assumes a general signup of approximately 2.8 million acres in 2013, and a continuous signup of about 700,000 acres. Under continuous signup, including CREP and FWP, a combined total of 5.3 million acres were under contract as of the end of fiscal year 2012.

Fiscal year 2012 ended with 29.5 million acres under contract. With contracts expiring on 6.5 million acres on September 30, 2012 and contracts beginning on 3.6 million acres from FY 2012's general signup and 500,000 acres of continuous signup, 2012 enrollment began with 27.1 million acres under contract. General and continuous signup are assumed to be held annually with enrollment projected to range between 30 and 32 million acres throughout the baseline period. For FY2014, the Budget proposes to allow up to \$50 million in mandatory funding for FSA to administer the CRP. Finally, the Budget includes a legislative proposal to gradually reduce the total acreage cap for CRP to 25 million acres.

For those conservation programs administered by the Natural Resources Conservation Service (NRCS), funding is transferred from CCC to NRCS's Farm Security and Rural Investment Programs account (see the NRCS section). Specifically, these programs include: the Environmental Quality Incentives Program; the Wetlands Reserve Program; the Wildlife Habitat Incentives program; the Farmland Protection Program; the Conservation Security Program; the Conservation Stewardship Program; the Chesapeake Bay Watershed Program; the Agriculture Water Enhancement Program; the Healthy Forest Reserve Program;

and the Grassland Reserve Program. NRCS also receives funding from the CCC to carry out technical assistance for the Conservation Reserve Program and to carry out part of the Agricultural Management Assistance Program (see below).

Voluntary Public Access and Habitat Incentive Program (VPA-HIP).—was established by the Food Security Act of 1985, as amended with the passage of the Food, Conservation, and Energy act of 2008 (2008 Farm Bill). VPA-HIP is a competitive grant program, with up to \$50 million available through FY 2012. Funding is limited to State and tribal governments establishing new public access programs, expanding existing public access programs, and/or enhancing wildlife habitat on lands enrolled in public access programs.

The primary objective of the VPA-HIP is to encourage owners and operators of privately-held farm, ranch, and forest land to voluntarily make that land available for access by the public for wildlife-dependent recreation, including hunting or fishing, under programs implemented by State or tribal governments. VPA-HIP will provide environmental, economic and social benefits including, but not limited to, enhanced wildlife habitat, improved wildlife populations, increased revenue for rural communities, and expanded opportunities for re-connecting Americans with the great outdoors. To date, nearly \$30 million of VPA-HIP funding has been obligated to 26 state fish and wildlife agencies and one tribal government entity. Pursuant to the Consolidated and Further Continuing Appropriations Act, 2012 (P.L. 112–55), no funding was made available for VPA-HIP in fiscal year 2012. The 2013 Budget proposes funding for a similar program to be administered by the Natural Resources Conservation Service. However, in January 2013, The American Taxpayer Relief Act of 2012 (P.L. 112–240) authorized up to \$10 million to be appropriated for VPA-HIP in fiscal year 2013 but funds still must be appropriated through separate legislation.

Biomass Crop Assistance Program (BCAP).—The 2008 Farm Bill amended the 2002 Farm Bill to authorize this program to support the establishment and production of eligible crops for conversion to bioenergy in selected BCAP project areas; and to assist agricultural and forest land owners and operators with the collection, harvest, storage, and transportation of eligible material for use in a biomass conversion facility.

BCAP is a primary component of the domestic agriculture, energy, and environmental strategy to reduce U.S. reliance on foreign oil, improve domestic energy security, reduce carbon pollution, and spur rural economic development and job creation. BCAP is the only federal program focused on growing the crops needed for bioenergy production (heat, power, liquid fuels). BCAP provides two categories of assistance: (1) establishment costs and annual payments to produce eligible biomass crops; and (2) matching payments for the delivery of eligible material to qualified biomass conversion facilities by eligible material owners.

For establishment and annual payments in FY 2012, BCAP processed the submission of project proposals seeking more than \$80 million to enroll more than 76,000 acres. FSA designated two new project areas and expanded on existing project area, targeting acreage signup in FY 2012 of 9,000 acres. BCAP project area signups were held from June to September 2012, resulting in the enrollment of over 3,129 acres for three different feedstocks (shrub willow, switch grass, & two varieties of giant miscanthus) with intended conversion to fuel pellets, bio-ethanol, and biobased products.

The total BCAP obligations for fiscal year 2012 were approximately \$11.6 million. The fiscal year 2012 BCAP matching payments total investment (obligation) was approximately \$557,443, supporting the collection, harvest, storage and transportation of

nearly 10,320 dry tons of herbaceous crop residue (corn stover) for conversion to bioenergy in fiscal year 2012. Fiscal year 2012 BCAP obligations for appeals, technical assistance, IT and other administrative costs totaled approximately \$2.7 million. The Consolidated and Further Continuing Appropriations Act, 2012 (P.L. 112–55) limited funding for the program to \$17 million. In January 2013, the American Taxpayer Relief Act of 2012 (P.L. 112–240) authorized up to \$20 million to be appropriated for BCAP in fiscal year 2013 but funds must still be appropriated through separate legislation.

Agricultural Management Assistance Program.—The Agricultural Risk Protection Act of 2000 authorized CCC funding of \$10 million for 2001 and subsequent years for the Agricultural Management Assistance Program (AMAP). AMAP provides cost-share assistance to producers in states in which Federal Crop Insurance Program participation is historically low as determined by the Secretary of Agriculture. The Secretary delegated authority to implement this program to the Natural Resources Conservation Service, Risk Management Agency, and the Agricultural Marketing Service. The 2008 Farm Bill increased funding to \$15 million for 2008–2012 and increased to 16 the number of States eligible to participate. P.L. 112–55 extended the \$15 million level through fiscal year 2014. The 2014 Budget proposes a reduction of the level to \$10 million in FY 2014.

Emergency Forestry Conservation Reserve Program (EFCRP).—The Department of Defense, Emergency Supplemental Appropriations to Address Hurricanes in the Gulf of Mexico, and Pandemic Influenza Act of 2006, P.L. 109–148, as amended by P.L. 109–234 and P.L. 110–28, mandates that the Secretary shall carry out an emergency pilot program in States that the Secretary determines have suffered damage to merchantable timber in counties affected by hurricanes during the 2005 calendar year. The Act provided \$404.1 million for this program, called the Emergency Forestry Conservation Reserve Program (EFCRP). P.L. 109–234 increased funding for EFCRP by \$100 million, to \$504.1 million. P.L. 110–28 lifted a restriction limiting the program to calendar year 2006. Signup ended on January 30, 2009. There were 231,365 acres enrolled as of September 30, 2012. These acres have not counted against the CRP maximum program authority for acreage enrollment.

Loan operations.—The following table reflects commodity loan operations of the Corporation:

[In millions of dollars]				
Item	2012 actual	2013 est.	2014 est.	
Loans outstanding, gross, start of year:				
Commodity Credit Corporation	335	395	530	
Additional loans made	5,660	6,921	6,811	
Deduct:				
Loans repaid	–5,600	–6,786	–6,766	
Acquisition of loan collateral	0	0	0	
Write-offs	0	0	0	
Total loans outstanding, gross, end of year	395	530	575	

Inventory operations.—The following table reflects the inventory operations applicable to the preceding programs:

AGRICULTURAL COMMODITIES				
[In millions of dollars]				
Item	2012 actual	2013 est.	2014 est.	
On hand, start of year, gross	53	14	0	
Acquisitions:				
Forfeiture of loan collateral	0	0	1	
Excess of collateral acquired over loans canceled	0	0	0	
Purchases	813	1,034	828	
Transfers and exchanges	0	0	0	
Carrying charges:				
Charges to inventory	0	0	0	

Storage and handling (non-add)	1	1	0
Transportation (non-add)	0	0	0
Total acquisitions	813	1,034	828
Dispositions:			
Domestic donations to:			
Families	3	0	0
Institutions	1	0	0
Total domestic donations	4	0	0
Export donations	95	123	98
Sales and transfers:			
Special programs: Title II, Public Law 480	745	925	730
Other sales	8	0	0
Net loss or gain (-) on sales and transfers	0	0	0
Total sales and transfers	753	925	730
Total dispositions	852	1,048	828
On hand, end of year, gross	14	0	0

Other data.—The following table reflects other data which are applicable to price support and related programs:

DATA ON SUPPORT AND RELATED PROGRAMS

[In millions of dollars]				
Item	2012 actual	2013 est.	2014 est.	
Loans made	5,660	6,698	6,551	
Loans repaid	5,600	6,593	6,509	
Loan collateral forfeited	0	0	0	
Loans outstanding, end of year	395	500	542	
Acquisitions	813	1,034	828	
Cost of commodities sold	753	925	730	
Cost of commodities donated	99	123	98	
Inventory, end of year	14	0	0	
Investment in loans and inventory, end of year	409	500	542	
Direct producer payments	7,300	8,565	8,120	
Net expenditures	6,988	9,109	8,162	
Realized losses	9,156	12,539	11,596	

Operating expenses.—The Corporation carries out its functions through utilization of employees and facilities of other Government agencies. Administrative expenses are incurred by: the Farm Service Agency (FSA); the Foreign Agricultural Service; the Natural Resources Conservation Service; the Risk Management Agency; other agencies of the Department engaged in the Corporation's activities; and the Office of the Inspector General for audit functions. Additional expenses are incurred by FSA county offices for work related to programs of the Corporation, other FSA expenses offset by revenue, custodian, and agency expenses of the Federal Reserve banks and lending agencies, and miscellaneous costs.

Expenses are incurred for acquisition, operation, maintenance, improvement, or disposition of existing property that the Corporation owns or in which it has an interest. These expenses are treated as program expenses. Such program expenses include inspection, classing, and grading work performed on a fee basis by Federal employees or Federal- or State-licensed inspectors; and special services performed by Federal agencies within and outside this Department. Most of these general expenses, including storage and handling, transportation, inspection, classing and grading, and producer storage payments, are included in program costs. They are shown in the program and financing schedule in the entries entitled "Storage, transportation, and other obligations not included above."

Section 161 of the 1996 Act amended Section 11 of the CCC Charter Act to limit the use of CCC funds for the transfer and allotment of funds to State and Federal agencies. The Section 11 cap of \$56 million including FSA loan service fees remains at \$56 million in 2011 and 2012.

COMMODITY CREDIT CORPORATION FUND—Continued

The Corporation receives reimbursement for grain requisitioned pursuant to Public Law 87–152 by the States from Corporation stocks to feed resident wildlife threatened with starvation through the appropriation reimbursement for net realized losses. There have been no requisitions in recent years, however. The Corporation receives reimbursement for the commodity costs and other costs, including administrative costs, for commodities supplied to domestic nutrition programs and international food aid programs.

FINANCING

Borrowing authority.—The Corporation has an authorized capital stock of \$100 million held by the U.S. Treasury and, effective in 1988, authority to have outstanding borrowings up to \$30 billion at any one time.

Funds are borrowed from the Treasury and may also be borrowed from private lending agencies and others. The Corporation reserves a sufficient amount of its borrowing authority to purchase at any time all notes and other obligations evidencing loans made to the Corporation by such agencies and others. All bonds, notes, debentures, and similar obligations issued by the Corporation are subject to approval by the Secretary of the Treasury as required by the Act of March 8, 1938.

Interest on borrowings from the Treasury (and on capital stock) is paid at a rate based upon the average interest rate of all outstanding marketable obligations (of comparable maturity date) of the United States as of the preceding month. Interest is also paid on other notes and obligations at a rate prescribed by the Corporation and approved by the Secretary of the Treasury.

The Department of Agriculture and Related Agencies Appropriation Act, 1966, made provision for terminating interest after June 30, 1964 on the portion of the Corporation's borrowings from the Treasury equal to the unreimbursed realized losses recorded on the books of the Corporation after the end of the fiscal year in which such losses are realized.

POSITION WITH RESPECT TO BORROWING AUTHORITY, END OF YEAR

Item	[In millions of dollars]		
	2012 actual	2013 est.	2014 est.
Statutory borrowing authority	30,000	30,000	30,000
Deduct: Borrowings from Treasury	15	3,653	3,003
Net statutory borrowing authority available	29,985	26,347	26,997

Note.—Accounts payable, accrued liabilities, and other outstanding obligations not reflected on this table do not become charges against the statutory borrowing authority until they result in borrowings from the Treasury.

Contract authority.—Price support and other programs required by statute may result in the Corporation incurring obligations in excess of available funds and borrowing authority. Such obligations are liquidated from subsequent appropriations and other funds that may become available to the Corporation. Any increase in obligations in excess of available fund resources is reported as contract authority in the year involved; a decrease is reported as the application of appropriations and other funds to liquidate the authority.

Appropriations.—Under section 2 of Public Law 87–155 annual appropriations are authorized for each fiscal year to reimburse the Corporation for net realized losses incurred as of the close of each year.

The special activities are financed as indicated in the program descriptions above. In addition to certain reimbursements from other agencies, appropriations are made for foreign assistance programs.

Deficit.—The net realized losses of the Corporation have previously been reimbursed as follows:

SUPPORT AND RELATED PROGRAMS

[In millions of dollars]

	2012 actual
Realized losses, 1933 to 2012, inclusive	515,045
Reimbursements by the Treasury:	
Reimbursements of realized losses:	
Appropriations (73 times)	502,731
Note cancellations (6 times)	2,698
Less dividends paid to Treasury (4 times)	–138
Total reimbursements for net realized losses	505,291
Other reimbursements:	
Appropriations (2 times)	542
Note cancellation (1 time)	56
Total other reimbursements	598
Total	505,889
Realized deficit as of September 30, 2012, support and related programs	9,156

Balance Sheet (in millions of dollars)

Identification code 12–4336–0–3–999	2011 actual	2012 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	1,876	896
Investments in US securities:		
1106 Receivables, net	360	438
Non-Federal assets:		
1206 Receivables, net	66	121
1207 Advances and prepayments	70	68
1601 Direct loans, gross	335	395
1602 Interest receivable	1	1
1699 Value of assets related to direct loans	336	396
Other Federal assets:		
1802 Inventories and related properties	3	
1803 Property, plant and equipment, net	48	29
1901 Other assets	31	15
1999 Total assets	2,790	1,963
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	1	1
2103 Debt	22	315
2105 Other	1,344	1,617
Non-Federal liabilities:		
2201 Accounts payable	56	56
2207 Other	6,471	6,468
2999 Total liabilities	7,894	8,457
NET POSITION:		
3100 Unexpended appropriations	111	111
3300 Cumulative results of operations	–5,215	–6,605
3999 Total net position	–5,104	–6,494
4999 Total liabilities and net position	2,790	1,963

Object Classification (in millions of dollars)

Identification code 12–4336–0–3–999	2012 actual	2013 CR	2014 est.
Direct obligations:			
22.0 Transportation of things	43	193	193
25.2 Other services from non-Federal sources	262	162	181
25.2 Other services: Storage and handling	1	1	
26.0 Supplies and materials: Costs of commodities sold or donated	813	1,034	863
41.0 Grants, subsidies, and contributions	9,794	9,040	8,491
42.0 Insurance claims and indemnities		50	
43.0 Interest and dividends	3	11	17
99.0 Direct obligations	10,916	10,491	9,745
Reimbursable obligations:			
22.0 Transportation of things: P. L. 480 ocean transportation	865	925	730
26.0 Supplies and materials - Cost of Commodities Procured/Donated - PL 480	745	925	730
33.0 Investments and loans	5,660	6,921	6,811
99.0 Reimbursable obligations	7,270	8,771	8,271

99.9	Total new obligations	18,186	19,262	18,016
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COMMODITY CREDIT CORPORATION FUND
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12-4336-4-3-999	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001	Mandatory Disaster Assistance		650
0192	Total support and related programs		650
0900	Total new obligations (object class 41.0)		650
Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1200	Appropriation		650
1260	Appropriations, mandatory (total)		650
1930	Total budgetary resources available		650
Change in obligated balance:			
Unpaid obligations:			
3010	Obligations incurred, unexpired accounts		650
3020	Outlays (gross)		-650
Budget authority and outlays, net:			
Mandatory:			
4090	Budget authority, gross		650
Outlays, gross:			
4100	Outlays from new mandatory authority		650
4180	Budget authority, net (total)		650
4190	Outlays, net (total)		650

As part of the President's commitment to fiscal responsibility, the Budget includes significant offsets. The proposals include programmatic changes that:

1. *Eliminate Direct Payments.*—The direct payment program provides producers fixed annual income payments for covered commodities based upon historical planted acres and yields. Payments are made regardless of whether the farmer is currently producing those crops. Direct payments do not vary based upon actual production or prices. As a result, landowners receive direct payments during times of record profitability, yet the direct payments may not provide an adequate safety-net during difficult times. Eliminating them would save the Government roughly \$3 billion per year.

2. *Cap the Conservation Reserve Program Acreage.*—Private lands conservation efforts play a critical role in conserving the Nations soil, water, and related natural resources. The Administration is very supportive of programs that create incentives for private lands conservation and has made great strides in leveraging these resources with those of other Federal agencies towards greater landscape-scale conservation. However, in light of the current economic realities and to reduce the deficit, the Administration proposes to cap the maximum allowable acreage enrollment in the Conservation Reserve Program at 25 million acres, saving about \$2.2 billion over 10 years when compared to the 2014 Budget's baseline.

3. *Extend Mandatory Disaster Assistance.*—The Administration strongly supports disaster assistance programs that protect farmers in their time of greatest need. The Food, Conservation, and Energy Act of 2008 provided producers with mandatory disaster assistance programs for the 2008 to 2011 crops. To strengthen the safety net, the Administration proposes to extend some of these programs. In particular, the Administration proposes to extend mandatory funding, through the Commodity Credit Corporation, for the Livestock Indemnity Program, Livestock Forage Program, Emergency Assistance for Livestock,

Honey Bees and Farm Raised Fish, and Tree Assistance Program. The programs provide financial assistance to producers when they suffer a loss of livestock or the ability to graze their livestock, loss of trees in an orchard, and other losses due to diseases or adverse weather. This proposal is estimated to cost about \$3 billion over 10 years.

4. *Provide Gross Margin Protection for Dairy Producers.*—The Administration supports a strong safety net for dairy producers. While row crop producers are experiencing record or near record prices for the corn and soy beans they raise, the profits of dairy producers are being squeezed by rising feed costs. Dairy gross margin insurance, available through the Federal crop insurance program, would allow producers to purchase insurance coverage to protect their profitability. Federal support for livestock insurance products, including dairy gross margin insurance, is currently capped at \$20 million per year. This proposal would provide an additional \$100 million per year, from the funds of the Commodity Credit Corporation, to support the dairy gross margin insurance program available through the Federal crop insurance program.

5. *Provide Funding for Other Administration Priorities.*—The Administration remains strongly committed to programs that create jobs, expand markets for existing products, and help develop the next generation of farmers and ranchers. To accomplish these goals, the Administration proposes additional funding to extend the Biomass Research and Development Initiative and the Rural Energy for America Program and provide funding for organics, specialty crops, and beginning farmers. These proposals would invest an additional \$1.3 billion in these high priority initiatives.

COMMODITY CREDIT CORPORATION EXPORT (LOANS) CREDIT GUARANTEE PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For administrative expenses to carry out the Commodity Credit Corporation's export guarantee program, GSM 102 and GSM 103, \$6,748,000; to cover common overhead expenses as permitted by section 11 of the Commodity Credit Corporation Charter Act and in conformity with the Federal Credit Reform Act of 1990, of which \$6,394,000 shall be paid to the appropriation for "Foreign Agricultural Service, Salaries and Expenses", and of which \$354,000 shall be paid to the appropriation for "Farm Service Agency, Salaries and Expenses".

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1336-0-1-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0707	Reestimates of loan guarantee subsidy	49	52
0708	Interest on reestimates of loan guarantee subsidy	20	7
0709	Administrative expenses	7	7
0900	Total new obligations	76	66
Budgetary Resources:			
Unobligated balance:			
1000	Unobligated balance brought forward, Oct 1	20	
Budget authority:			
Appropriations, discretionary:			
1100	Appropriation	7	7
1160	Appropriation, discretionary (total)	7	7
Appropriations, mandatory:			
1200	Appropriation - upward reestimate	69	59

COMMODITY CREDIT CORPORATION EXPORT (LOANS) CREDIT GUARANTEE PROGRAM ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-1336-0-1-351	2012 actual	2013 CR	2014 est.
1230 Unobligated balance of appropriations permanently reduced	-20		
1260 Appropriations, mandatory (total)	49	59	
1900 Budget authority (total)	56	66	7
1930 Total budgetary resources available	76	66	7
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	76	66	7
3020 Outlays (gross)	-76	-66	-7
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	7	7	7
Outlays, gross:			
4010 Outlays from new discretionary authority	7	7	7
Mandatory:			
4090 Budget authority, gross	49	59	
Outlays, gross:			
4100 Outlays from new mandatory authority	69	59	
4180 Budget authority, net (total)	56	66	7
4190 GSM 103 [12-4337]	76	66	7

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

Identification code 12-1336-0-1-351	2012 actual	2013 CR	2014 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 GSM 102	4,132	5,400	5,400
215003 Export guarantee program—Facilities		100	100
215999 Total loan guarantee levels	4,132	5,500	5,500
Guaranteed loan subsidy (in percent):			
232001 GSM 102	-0.69	-1.10	-1.07
232003 Export guarantee program—Facilities		-4.65	-4.67
232999 Weighted average subsidy rate	-0.69	-1.16	-1.14
Guaranteed loan subsidy budget authority:			
233001 GSM 102	-29	-59	-58
233003 Export guarantee program—Facilities		-5	-5
233999 Total subsidy budget authority	-29	-64	-63
Guaranteed loan subsidy outlays:			
234001 GSM 102	-34	-53	-57
234003 Export guarantee program—Facilities		-2	-2
234999 Total subsidy outlays	-34	-55	-59
Guaranteed loan upward reestimates:			
235001 GSM 102	65	55	
235002 Supplier Credit	4	3	
235999 Total upward reestimate budget authority	69	58	
Guaranteed loan downward reestimates:			
237001 GSM 102	-4	-24	
237002 Supplier Credit	-3	-4	
237999 Total downward reestimate subsidy budget authority	-7	-28	
Administrative expense data:			
3510 Budget authority	7	7	7
3590 Outlays from new authority	7	7	7

This is the program account for the GSM-102 CCC Export Credit Guarantee Program. The GSM-102 Export Credit Guarantee Program covers credit terms of up to three years. Under this program, CCC does not provide financing, but guarantees payments due from foreign banks and buyers. Because payment is guaranteed, financial institutions in the United States can offer competitive credit terms to foreign banks, usually with interest rates based on the London Inter-Bank Offered Rate (LIBOR). If the foreign bank fails to make any payment as agreed, the exporter or assignee must submit a notice of default to the CCC. A claim for loss must be filed, and the CCC will promptly pay claims found to be in good order. CCC usually guarantees 98 percent of

the principal payment due and interest based on a percentage of the one-year Treasury rate.

A portion of the GSM-102 guarantees is also made available as Facilities Guarantees. Under this activity, CCC guarantees export financing for capital goods and services to improve handling, marketing, processing, storage, or distribution of imported agricultural commodities and products.

The subsidy estimates for the GSM-102 program are determined in large part by the obligor's sovereign or non-sovereign country risk grade. These grades are developed annually by the International Credit Risk Assessment System Committee (ICRAS). In unusual circumstances, an ICRAS grade for a country may change during the fiscal year. The default estimates for GSM-102 guarantees still use the ICRAS grades, but are now based on programmatic experience and country-specific assumptions rather than the government-wide risk premia used previously.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the credit guarantees committed in 1992 and beyond (including modifications of credit 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. The 2014 Budget displays the GSM loan guarantee volume, the subsidy level that can be justified by forecast economic conditions, and the expected supply/demand conditions of countries requesting GSM loan guarantees. The 2014 Budget includes \$6.8 million for administrative expenses.

Object Classification (in millions of dollars)

Identification code 12-1336-0-1-351	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.3 Other goods and services from Federal sources	7	7	7
41.0 Grants, subsidies, and contributions	69	59	
99.9 Total new obligations	76	66	7

COMMODITY CREDIT CORPORATION EXPORT GUARANTEE FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4337-0-3-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0711 Default claim payments on principal		92	92
0713 Payment of interest to Treasury	25	27	29
0715 Pro Rate Share of Claims paid to banks	2	3	3
0740 Negative subsidy obligations	29	64	63
0742 Downward reestimate paid to receipt account	1	16	
0743 Interest on downward reestimates	6	11	
0900 Total new obligations	63	213	187
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	275	138	179
1023 Unobligated balances applied to repay debt	-159	-27	
1050 Unobligated balance (total)	116	111	179
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority		119	126
1440 Borrowing authority, mandatory (total)		119	126
Spending authority from offsetting collections, mandatory:			
1800 Collected	174	163	117
1825 Spending authority from offsetting collections applied to repay debt	-89	-1	-1
1850 Spending auth from offsetting collections, mand (total)	85	162	116
1900 Financing authority (total)	85	281	242
1930 Total budgetary resources available	201	392	421

Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	138	179	234
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	18	13	49
3010	Obligations incurred, unexpired accounts	63	213	187
3020	Financing disbursements (gross)	-68	-177	-181
3050	Unpaid obligations, end of year	13	49	55
Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-115	-115	-115
3090	Uncollected pymts, Fed sources, end of year	-115	-115	-115
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	-97	-102	-66
3200	Obligated balance, end of year	-102	-66	-60

Financing authority and disbursements, net:				
Mandatory:				
4090	Financing authority, gross	85	281	242
Financing disbursements:				
4110	Financing disbursements, gross	68	177	181
Offsets against gross financing authority and disbursements:				
Offsetting collections (collected) from:				
4120	Payments from Program Account Upward Reestimate	-69	-58	.....
4122	Interest on uninvested funds	-3	-3	-3
4123	Loan origination fee	-40	-43	-65
4123	Principal collections	-40	-26	-12
4123	Interest collections	-22	-33	-37
4130	Offsets against gross financing auth and disbursements (total)	-174	-163	-117
4160	Financing authority, net (mandatory)	-89	118	125
4170	Financing disbursements, net (mandatory)	-106	14	64
4180	Financing authority, net (total)	-89	118	125
4190	Financing disbursements, net (total)	-106	14	64

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4337-0-3-351				
	2012 actual	2013 CR	2014 est.	
Position with respect to appropriations act limitation on commitments:				
2131	Guaranteed loan commitments exempt from limitation	4,132	5,500	5,500
2150	Total guaranteed loan commitments	4,132	5,500	5,500
2199	Guaranteed amount of guaranteed loan commitments	4,132	5,387	5,387
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	6,115	5,458	5,668
2231	Disbursements of new guaranteed loans	4,132	5,500	5,500
2251	Repayments and prepayments	-4,789	-5,198	-5,198
2263	Adjustments: Terminations for default that result in claim payments .....	.....	-92	-92
2290	Outstanding, end of year	5,458	5,668	5,878
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	5,349	5,555	5,760
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	870	815	756
2351	Repayments of loans receivable	-55	-59	-48
2390	Outstanding, end of year	815	756	708

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond. 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 12-4337-0-3-351			
	2011 actual	2012 actual	
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	178	36
1101	Accounts Receivable, net	78	66

Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:			
1501	Defaulted guaranteed loans receivable, gross	870	815
1502	Interest receivable	11	14
1505	Allowance for subsidy cost (-)	-286	-266
1599	Net present value of assets related to defaulted guaranteed loans	595	563
1999	Total assets	851	665
LIABILITIES:			
Federal liabilities:			
2101	Accounts payable	1	1
2104	Resources payable to Treasury	705	457
Non-Federal liabilities:			
2204	Liabilities for loan guarantees	115	174
2207	Other	30	33
2999	Total liabilities	851	665
4999	Total liabilities and net position	851	665

COMMODITY CREDIT CORPORATION GUARANTEED LOANS LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4338-0-3-351				
	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0001	Operating Expenses	1	1	1
0100	Direct program activities, subtotal	1	1	1
0900	Total new obligations (object class 41.0)	1	1	1
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	5	.....	.....
1022	Capital transfer of unobligated balances to general fund	-5	.....	.....
Budget authority:				
Spending authority from offsetting collections, mandatory:				
1800	Collected	35	8	8
1820	Capital transfer of spending authority from offsetting collections to general fund	-34	-7	-7
1850	Spending auth from offsetting collections, mand (total)	1	1	1
1930	Total budgetary resources available	1	1	1
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	6	6	5
3010	Obligations incurred, unexpired accounts	1	1	1
3020	Outlays (gross)	-1	-2	-2
3050	Unpaid obligations, end of year	6	5	4
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	6	6	5
3200	Obligated balance, end of year	6	5	4
Budget authority and outlays, net:				
Mandatory:				
4090	Budget authority, gross	1	1	1
Outlays, gross:				
4100	Outlays from new mandatory authority	1	1	1
4101	Outlays from mandatory balances .....	.....	1	1
4110	Outlays, gross (total)	1	2	2
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4123	Non-Federal sources	-35	-8	-8
4180	Budget authority, net (total)	-34	-7	-7
4190	Outlays, net (total)	-34	-6	-6

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4338-0-3-351				
	2012 actual	2013 CR	2014 est.	
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	124	109	101
2351	Repayments of loans receivable	-15	-8	-8
2390	Outstanding, end of year	109	101	93

COMMODITY CREDIT CORPORATION GUARANTEED LOANS LIQUIDATING
ACCOUNT—Continued

This account includes amounts for activities previously funded in the Commodity Credit Corporation Fund.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from loan guarantees committed prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-4338-0-3-351	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	11	6
1701 Defaulted guaranteed loans, gross	124	109
1702 Interest receivable	1	206
1703 Allowance for estimated uncollectible loans and interest (-)	-75	-264
1799 Value of assets related to loan guarantees	50	51
1999 Total assets	61	57
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	6	6
2104 Resources payable to Treasury	40	30
2207 Non-Federal liabilities: Other		6
2999 Total liabilities	46	42
NET POSITION:		
3300 Cumulative results of operations	15	15
4999 Total liabilities and net position	61	57

FARM STORAGE FACILITY LOANS PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-3301-0-1-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0705 Reestimates of direct loan subsidy	5	4	
0706 Interest on reestimates of direct loan subsidy	3	4	
0900 Total new obligations (object class 41.0)	8	8	
Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation	8	8	
1260 Appropriations, mandatory (total)	8	8	
1930 Total budgetary resources available	8	8	
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	8	8	
3020 Outlays (gross)	-8	-8	
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	8	8	
Outlays, gross:			
4100 Outlays from new mandatory authority	8	8	
4180 Budget authority, net (total)	8	8	
4190 Outlays, net (total)	8	8	

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

Identification code 12-3301-0-1-351	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Farm Storage Facility Loans	200	300	300
115002 Sugar Storage Facility Loans		9	9
115999 Total direct loan levels	200	309	309
Direct loan subsidy (in percent):			
132001 Farm Storage Facility Loans	-2.30	-2.46	-2.52

132002 Sugar Storage Facility Loans		-3.30	-2.80
132999 Weighted average subsidy rate	-2.30	-2.48	-2.53
Direct loan subsidy budget authority:			
133001 Farm Storage Facility Loans	-5	-7	-8
133999 Total subsidy budget authority	-5	-7	-8
Direct loan subsidy outlays:			
134001 Farm Storage Facility Loans	-4	-4	-7
134999 Total subsidy outlays	-4	-4	-7
Direct loan upward reestimates:			
135001 Farm Storage Facility Loans	8	8	
135999 Total upward reestimate budget authority	8	8	
Direct loan downward reestimates:			
137001 Farm Storage Facility Loans	-14	-26	
137999 Total downward reestimate budget authority	-14	-26	

Farm Storage Facility Loan (FSFL) Program.—The FSFL program was established by the Commodity Credit Corporation (CCC) in 1949 to offer low-cost financing to producers for the construction or upgrade of on-farm storage facilities—the program was discontinued in the early 1980's when studies showed sufficient storage space was available. The FSFL was re-established in 2000 due to a severe shortage of available storage. The program was implemented in 2000 by CCC under Section 504(c) of the Federal Credit Reform Act of 1990. The Food, Conservation and Energy Act of 2008 expanded the loan limits, term limits, and eligible commodities for which facilities can be financed by the program. The program now provides producers financing with seven, ten, or twelve-year repayment terms and low interest rates. The program gives producers greater marketing flexibility when farm storage is limited and/or transportation difficulties cause storage problems, allows farmers to benefit from new marketing and technological advances, and maximizes their returns through identity-preserved marketing.

Sugar Storage Facility Loans.—The 2002 Farm Bill, as amended by the 2008 Farm Bill, directs that the CCC establish a sugar storage facility loan program to provide financing for processors of domestically produced sugarcane and sugar beets to construct or upgrade storage and handling facilities for raw sugars and refined sugars. The loan term is a minimum of seven years with the amount and terms being determined as any other commercial loan.

As required by the Federal Credit Reform Act of 1990, this account records the subsidy costs associated with the direct loans obligated in 1992 and beyond, as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis, and the administrative expenses are estimated on a cash basis.

FARM STORAGE FACILITY DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4158-0-3-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0710 Direct loan obligations	200	309	309
0713 Payment of interest to Treasury	25	26	25
0740 Negative subsidy obligations	5	8	8
0742 Downward reestimate paid to receipt account	10	23	
0743 Interest on downward reestimates	4	3	
0900 Total new obligations	244	369	342
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	123	19	21
1021 Recoveries of prior year unpaid obligations	29		
1023 Unobligated balances applied to repay debt	-150	-19	-21

1050	Unobligated balance (total)	2		
Financing authority:				
Borrowing authority, mandatory:				
1400	Borrowing authority	322	357	357
1421	Borrowing authority applied to repay debt	-110		
1440	Borrowing authority, mandatory (total)	212	357	357
Spending authority from offsetting collections, mandatory:				
1800	Payments from program account	7	8	
1800	Principal repayments	162	188	163
1800	Interest repayments	22	28	21
1800	Interest on Uninvested Funds	10	8	8
1800	Fees and Other Collections	3	1	1
1801	Change in uncollected payments, Federal sources	-1		
1825	Spending authority from offsetting collections applied to repay debt	-154	-200	-150
1850	Spending auth from offsetting collections, mand (total)	49	33	43
1900	Financing authority (total)	261	390	400
1930	Total budgetary resources available	263	390	400
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	19	21	58

Change in obligated balance:

Unpaid obligations:

3000	Unpaid obligations, brought forward, Oct 1	192	159	159
3010	Obligations incurred, unexpired accounts	244	369	342
3020	Financing disbursements (gross)	-248	-369	-342
3040	Recoveries of prior year unpaid obligations, unexpired	-29		
3050	Unpaid obligations, end of year	159	159	159
Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-1		
3070	Change in uncollected pymts, Fed sources, unexpired	1		
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	191	159	159
3200	Obligated balance, end of year	159	159	159

Financing authority and disbursements, net:

Mandatory:

4090	Financing authority, gross	261	390	400
Financing disbursements:				
4110	Financing disbursements, gross	248	369	342
Offsets against gross financing authority and disbursements:				
Offsetting collections (collected) from:				
4120	Payment from program account Upward Reestimate	-8	-8	
4122	Interest on uninvested funds	-10	-8	-8
4123	Principal collections	-186	-188	-163
4123	Interest collections		-28	-21
4123	Fees and Other Collections		-1	-1
4130	Offsets against gross financing auth and disbursements (total)	-204	-233	-193
Additional offsets against financing authority only (total):				
4140	Change in uncollected pymts, Fed sources, unexpired	1		
4160	Financing authority, net (mandatory)	58	157	207
4170	Financing disbursements, net (mandatory)	44	136	149
4180	Financing authority, net (total)	58	157	207
4190	Financing disbursements, net (total)	44	136	149

Status of Direct Loans (in millions of dollars)

Identification code 12-4158-0-3-351	2012 actual	2013 CR	2014 est.	
Position with respect to appropriations act limitation on obligations:				
1131	Direct loan obligations exempt from limitation	200	309	309
1150	Total direct loan obligations	200	309	309
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	671	714	830
1231	Disbursements: Direct loan disbursements	205	304	304
1251	Repayments: Repayments and prepayments	-162	-188	-163
1290	Outstanding, end of year	714	830	971

As required by the Federal Credit Reform Act of 1990, 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.

Balance Sheet (in millions of dollars)

Identification code 12-4158-0-3-351	2011 actual	2012 actual	
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	314	178
Investments in US securities:			
1106	Receivables, net	8	8
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	671	714
1402	Interest receivable	49	52
1405	Allowance for subsidy cost (-)	-30	-21
1499	Net present value of assets related to direct loans	690	745
1999	Total assets	1,012	931
LIABILITIES:			
Federal liabilities:			
2103	Debt payable to Treasury	997	905
2105	Other Federal Liabilities	15	26
2999	Total liabilities	1,012	931
4999	Total liabilities and net position	1,012	931

EMERGENCY BOLL WEEVIL LOAN PROGRAM ACCOUNT

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

Identification code 12-3303-0-1-351	2012 actual	2013 CR	2014 est.
Direct loan downward reestimates:			
137001	Emergency Boll Weevil and Apple Loans	-4	
137999	Total downward reestimate budget authority	-4	

APPLE LOANS PROGRAM ACCOUNT

The Agricultural Risk Protection Act of 2000 authorized up to \$5 million for the cost to provide loans to producers of apples for economic losses as the result of low prices. Although the program is funded through the Commodity Credit Corporation, program management is performed through farm loan programs. No further funding is requested for this program.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, 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.

EMERGENCY BOLL WEEVIL DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4221-0-3-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0742	Downward reestimate paid to receipt account	2	
0743	Interest on downward reestimates	2	
0900	Total new obligations	4	

Budgetary Resources:

Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	1	1	3
Financing authority:				
Borrowing authority, mandatory:				
1400	Borrowing authority	7		
1421	Borrowing authority applied to repay debt	-3		
1440	Borrowing authority, mandatory (total)	4		

EMERGENCY BOLL WEEVIL DIRECT LOAN FINANCING ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-4221-0-3-351	2012 actual	2013 CR	2014 est.
Spending authority from offsetting collections, mandatory:			
1800 Principal repayments		2	1
1850 Spending auth from offsetting collections, mand (total)		2	1
1900 Financing authority (total)	4	2	1
1930 Total budgetary resources available	5	3	4
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1	3	4
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	4		
3020 Financing disbursements (gross)	-4		
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	4	2	1
Financing disbursements:			
4110 Financing disbursements, gross	4		
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4123 Principal repayments		-2	-1
4180 Financing authority, net (total)	4		
4190 Financing disbursements, net (total)	4	-2	-1

Status of Direct Loans (in millions of dollars)

Identification code 12-4221-0-3-351	2012 actual	2013 CR	2014 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	9	9	7
1251 Repayments: Repayments and prepayments		-2	-1
1290 Outstanding, end of year	9	7	6

As required by the Federal Credit Reform Act of 1990, 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.

Balance Sheet (in millions of dollars)

Identification code 12-4221-0-3-351	2011 actual	2012 actual
ASSETS:		
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	9	9
1405 Allowance for subsidy cost (-)	-5	-5
1499 Net present value of assets related to direct loans	4	4
1999 Total assets	4	4
LIABILITIES:		
2101 Federal liabilities: Accounts payable	4	4
4999 Total liabilities and net position	4	4

AGRICULTURAL DISASTER RELIEF FUND

Program and Financing (in millions of dollars)

Identification code 12-5531-0-2-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Disaster payments	694	882	
0900 Total new obligations (object class 41.0)	694	882	
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	485	177	
1010 Unobligated balance transfer to other accts [12-3316]	-14		
1050 Unobligated balance (total)	471	177	

Budget authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	400	705	
1440 Borrowing authority, mandatory (total)	400	705	
1900 Budget authority (total)	400	705	
1930 Total budgetary resources available	871	882	
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	177		
Special and non-revolving trust funds:			
1952 Expired unobligated balance, start of year	2	3	3
1953 Expired unobligated balance, end of year	3	3	3
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	30	29	
3010 Obligations incurred, unexpired accounts	694	882	
3011 Obligations incurred, expired accounts	1		
3020 Outlays (gross)	-696	-911	
3050 Unpaid obligations, end of year	29		
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	30	29	
3200 Obligated balance, end of year	29		
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	400	705	
Outlays, gross:			
4100 Outlays from new mandatory authority	193	705	
4101 Outlays from mandatory balances	503	206	
4110 Outlays, gross (total)	696	911	
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources	-2		
Additional offsets against gross budget authority only:			
4142 Offsetting collections credited to expired accounts	2		
4160 Budget authority, net (mandatory)	400	705	
4170 Outlays, net (mandatory)	694	911	
4180 Budget authority, net (total)	400	705	
4190 Outlays, net (total)	694	911	
Memorandum (non-add) entries:			
5080 Outstanding debt, SOY: Repayable advances	-696	-1,096	-1,801
5081 Outstanding debt, EOY: Repayable advances	-1,096	-1,801	-1,801
5082 Borrowing: Repayable advances	-400	-705	

The Food, Conservation, and Energy Act of 2008 (2008 Farm Bill), P.L. 110-246, provided for Supplemental Agricultural Disaster Assistance under Sec.12033 and 15101. The Taxpayer Relief Act of 2012 provides authority to continue the Food, Conservation, and Energy Act of 2008 for fiscal year 2013. This includes the Agricultural Disaster Relief Trust Fund, which is composed of amounts equivalent to 3.1 percent of the amounts received in the general fund of the U.S. Treasury during 2008-2011 attributable to the duties collected on articles entered, or withdrawn from warehouse, for consumption under the Harmonized Tariff Schedule of the United States. The fund has authority to borrow and make repayable advances that are such sums as may be necessary to make up the fund's budget authority. Advances to the fund must be repaid with interest to the general fund of the U.S. Treasury when the Secretary of the Treasury determines that funds are available in the trust fund.

Obligations of \$694,335,032 were incurred and total outlays were \$696,171,992 in FY 2012, as shown in the table below. Unobligated balances carried over to 2012 of \$485,094,851 and obligated repayable advances of \$400,000,000 provided the funding for 2012 obligations. In 2012, the amount of customs receipts credited to the Agricultural Disaster Relief Trust Fund receipt account totaled \$36,629.69. Available budget authority totaling \$176,699,490 was carried forward into 2013 as an unobligated balance.

An additional \$705,000,000 of borrowing authority in 2013 will be utilized to make payments for the continuing disaster pro-

grams (SURE payments for qualifying crop losses due to natural disasters occurring on or before September 30, 2011).

Fiscal Year 2012 Agricultural Disaster Relief Trust Fund Obligations and Outlays

[In millions of dollars]

PROGRAMS	OBLIGATIONS	OUTLAYS
Emergency Assistance for Livestock, Honey Bees, and Farm-Raised Fish Program (ELAP)	9	10
Livestock Forage Disaster Program (LFP)	79	85
Livestock Indemnity Program (LIP)	26	27
Supplemental Revenue Assistance Payments (SURE) Program	561	567
Tree Assistance Program (TAP)	19	7
Subtotal	694	696
Unallocated	0	-4
Total	694	692

Under P.L. 110-246, funding for this mandatory program was used to make payments to farmers and ranchers under the following five disaster assistance programs: Supplemental Revenue Assistance Payments (SURE) Program; Livestock Forage Disaster Program (LFP); Livestock Indemnity Program (LIP); Tree Assistance Program (TAP); and Emergency Assistance for Livestock, Honey Bees, and Farm-Raised Fish Program (ELAP). All of these programs except for SURE were extended by the Taxpayer Relief Act of 2012. However, 2013 funding for the programs is dependent on a discretionary appropriation.

Fiscal Year 2012—Fiscal Year 2014 Agricultural Disaster Relief Trust Fund Outlays

PROGRAMS	2012 actual	2013 est.	2014 est.
Emergency Assistance for Livestock, Honey Bees, and Farm-Raised Fish Program (ELAP)	10	0	0
Livestock Forage Disaster Program (LFP)	85	0	0
Livestock Indemnity Program (LIP)	27	0	0
Supplemental Revenue Assistance Payments (SURE) Program	567	911	0
Tree Assistance Program (TAP)	7	0	0
SUBTOTAL	696	911	0
Unallocated	-4	0	0
TOTAL	692	911	0

The American Recovery and Reinvestment Act of 2009 (ARRA) amended the 2008 Farm Bill and the SURE Program to modify the payment formulas for 2008 crops. The ARRA also provided an additional 90 day window for 2008 crops for those producers who did not obtain a policy or plan of insurance or NAP coverage or elect to buy in by September 16, 2008 as authorized under the 2008 Farm Bill. Total ARRA SURE payment outlays made in 2010 were \$578,170,337. An additional \$236,392,421 in ARRA SURE payments were outlayed in fiscal year 2011. In 2012, \$1,099,265 in ARRA SURE payments were outlayed in fiscal year 2012. There were also \$156,736 of ARRA TAP payments made in 2010.

Trust Funds

TOBACCO TRUST FUND

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8161-0-7-351	2012 actual	2013 CR	2014 est.
0100 Balance, start of year	1	1	1
Receipts:			
0200 Excise Taxes for Tobacco Assessments, Tobacco Trust Fund	939	960	960
0400 Total: Balances and collections	940	961	961
Appropriations:			
0500 Tobacco Trust Fund	-939	-960	-960
0799 Balance, end of year	1	1	1

Program and Financing (in millions of dollars)

Identification code 12-8161-0-7-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Tobacco Buyout Cost Reimbursement to CCC	891	960	960
0900 Total new obligations (object class 41.0)	891	960	960
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1		48	48
Budget authority:			
Appropriations, mandatory:			
1201 Appropriation (special or trust fund)	939	960	960
1260 Appropriations, mandatory (total)	939	960	960
1930 Total budgetary resources available	939	1,008	1,008
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	48	48	48
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	891	960	960
3020 Outlays (gross)	-891	-960	-960
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	939	960	960
Outlays, gross:			
4100 Outlays from new mandatory authority	891	960	960
4180 Budget authority, net (total)	939	960	960
4190 Outlays, net (total)	891	960	960

NATURAL RESOURCES CONSERVATION SERVICE

Federal Funds

PRIVATE LANDS CONSERVATION OPERATIONS

For necessary expenses for carrying out the provisions of the Act of April 27, 1935 (16 U.S.C. 590a-f), including preparation of conservation plans and establishment of measures to conserve soil and water (including farm irrigation and land drainage and such special measures for soil and water management as may be necessary to prevent floods and the siltation of reservoirs and to control agricultural related pollutants); operation of conservation plant materials centers; classification and mapping of soil; dissemination of information; acquisition of lands, water, and interests therein for use in the plant materials program by donation, exchange, or purchase at a nominal cost not to exceed \$100 pursuant to the Act of August 3, 1956 (7 U.S.C. 428a); purchase and erection or alteration or improvement of permanent and temporary buildings; and operation and maintenance of aircraft, \$807,937,000, to remain available until September 30, 2015: Provided, That appropriations hereunder shall be available pursuant to 7 U.S.C. 2250 for construction and improvement of buildings and public improvements at plant materials centers, except that the cost of alterations and improvements to other buildings and other public improvements shall not exceed \$750,000: Provided further, That when buildings or other structures are erected on non-Federal land, that the right to use such land is obtained as provided in 7 U.S.C. 2250a.

In addition, \$695,000,000, to be available for the same time period and for the same purposes as the appropriation from which transferred, shall be derived by transfer from the Farm Security and Rural Investment Program for technical assistance in support of conservation programs authorized by Title XII of the Food Security Act of 1985 (16 U.S.C. 3801-3862), as amended; Section 524(b) of the Federal Crop Insurance Act (7 U.S.C. 1524(b)), as amended; and Section 502 of the Healthy Forests Restoration Act of 2003, as amended: Provided, That, of such amount, at least \$25,000,000 shall be competitively awarded to non-Federal conservation partners pursuant to 16 U.S.C. 3842: Provided further, That, upon a determination that additional funding is necessary for technical assistance for the purposes provided herein, additional such amounts may be derived by transfer from the Farm Security and Rural Investment Program: Provided further, That any portion of the funding derived by transfer deemed not necessary for the purposes provided herein may be transferred to the Farm Security and Rural Investment Program: Provided

PRIVATE LANDS CONSERVATION OPERATIONS—Continued

further, That the transfer authority provided under this heading is in addition to any other transfer authority provided elsewhere in this Act.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12–1000–0–1–302	2012 actual	2013 CR	2014 est.
0100 Balance, start of year			
Receipts:			
0220 NRCS Fees for Conservation Planning			22
0400 Total: Balances and collections			22
0799 Balance, end of year			22

Program and Financing (in millions of dollars)

Identification code 12–1000–0–1–302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Technical assistance	711	772	1,409
0002 Soil surveys	79	85	77
0003 Snow survey and water forecasting	10	9	8
0004 Plant materials centers	10	10	9
0799 Total direct obligations	810	876	1,503
0801 EPA Great Lakes - Reimbursable	7	5	5
0802 Reimbursable program activity	29	35	35
0899 Total reimbursable obligations	36	40	40
0900 Total new obligations	846	916	1,543
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	34	58	15
1021 Recoveries of prior year unpaid obligations	15		
1050 Unobligated balance (total)	49	58	15
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	828	833	808
1121 Appropriations transferred from other accts [12–1004]			695
1160 Appropriation, discretionary (total)	828	833	1,503
Spending authority from offsetting collections, discretionary:			
1700 Collected	19	40	40
1701 Change in uncollected payments, Federal sources	20		
1750 Spending auth from offsetting collections, disc (total)	39	40	40
1900 Budget authority (total)	867	873	1,543
1930 Total budgetary resources available	916	931	1,558
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	–12		
1941 Unexpired unobligated balance, end of year	58	15	15
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	288	245	319
3010 Obligations incurred, unexpired accounts	846	916	1,543
3011 Obligations incurred, expired accounts	3		
3020 Outlays (gross)	–857	–842	–1,427
3040 Recoveries of prior year unpaid obligations, unexpired	–15		
3041 Recoveries of prior year unpaid obligations, expired	–20		
3050 Unpaid obligations, end of year	245	319	435
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	–35	–53	–53
3070 Change in uncollected pymts, Fed sources, unexpired	–20		
3071 Change in uncollected pymts, Fed sources, expired	2		
3090 Uncollected pymts, Fed sources, end of year	–53	–53	–53
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	253	192	266
3200 Obligated balance, end of year	192	266	382
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	867	873	1,543
Outlays, gross:			
4010 Outlays from new discretionary authority	656	704	1,205

4011	Outlays from discretionary balances	201	138	222
4020	Outlays, gross (total)	857	842	1,427
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4030	Federal sources	–20	–31	–31
4033	Non-Federal sources	–2	–9	–9
4040	Offsets against gross budget authority and outlays (total)	–22	–40	–40
Additional offsets against gross budget authority only:				
4050	Change in uncollected pymts, Fed sources, unexpired	–20		
4052	Offsetting collections credited to expired accounts	3		
4060	Additional offsets against budget authority only (total)	–17		
4070	Budget authority, net (discretionary)	828	833	1,503
4080	Outlays, net (discretionary)	835	802	1,387
4180	Budget authority, net (total)	828	833	1,503
4190	Outlays, net (total)	835	802	1,387

The Natural Resources Conservation Service (NRCS) protects the natural resource base on private lands by providing technical assistance to farmers, ranchers and other private landowners to support the development of conservations plans, and by providing financial assistance to partially offset the cost to install practices necessary to safeguard natural resources and improve wildlife habitat. NRCS provides additional support for conservation efforts through soil surveys, snow survey and water supply forecasting, and plant materials centers. These activities are supported by appropriated funding, including funding which has traditionally been requested in the Conservation Operations account, and by mandatory funding in the Farm Security and Rural Investment account. NRCS is comprised of roughly 11,000 employees across a wide range of natural resource backgrounds such as soil and rangeland conservation, wildlife biology, forestry and engineering. Through this collective conservationist workforce, the Administration strives to protect the natural resource base on private lands.

In 2014, the Administration proposes to show the total staff resources necessary to implement its private lands conservation program in the Private Lands Conservation Operations account. Importantly, this new display will not alter the current authorities under which staff resources are provided through mandatory and discretionary funding. In addition to providing greater transparency regarding the level of staff required to accomplish this important mission, the Administration also proposes to competitively award funding to private sector conservation partners in a way that will leverage Federal resources and increase key conservation outcomes across important regional and National landscapes. This process will ensure that all partnering entities are held to the same standards, metrics and performance measures while still allowing for flexible and innovative approaches to private lands conservation. A more detailed description of the specific programs within the Private lands Conservation Operations account follows:

Technical assistance.—Through the Conservation Technical Assistance (CTA) Program, NRCS provides agricultural producers, private landowners, conservation districts, Tribes, and other organizations with the knowledge and conservation tools they need to conserve, maintain, and improve our natural resources. This assistance comes in the form of both individual and landscape-scale conservation plans which contain optimal strategies tailored to protect the resources on the land they manage. Actions described in the plans help land managers reduce erosion; protect water quality and quantity; address air quality; enhance the quality of fish and wildlife habitat; improve long-term sustainability of all lands; and facilitate land use changes while protecting and sustaining our natural resources. In addition, legislation will be submitted for a user fee that helps

cover the costs of conservation planning services. The 2014 Budget requests a total of \$807.9 million for Conservation Operations.

MAIN WORKLOAD FACTORS

	2012 actual	2013 est.	2014 est.
Customers receiving technical assistance for planning & application, number	85,900	85,400	81,600
Conservation systems planned, million acres	26.8	26.6	25.4
Cropland with conservation applied to improve soil quality, million acres	8.2	8.0	7.6
Grazing land with conservation applied to protect the resource base, million acres	16.4	15.4	14.7

In addition to technical assistance for conservation planning provided through CTA, NRCS also offers technical assistance for the design, implementation, and management of cost-shared conservation practices through mandatory farm bill conservation programs under the Farm Security and Rural Investment Program. This combined technical assistance funding provides for the salaries and expenses of conservation professionals, including NRCS's extensive field staff and a growing number of technical service providers and other cooperators who work with land managers in assessing and applying conservation strategies. The following table is intended to provide a more complete summary of total Federal support for private lands conservation efforts as well as the Federal and non-Federal staff capacity supported by these technical assistance investments.

Soil surveys.—The primary focus of the Soil Survey Program is to provide current and consistent map interpretations and data sets of the soil resources of the United States. Managing soil as a strategic natural resource is a key component to the vitality of the Nation's rural economies. Scientists and policy makers use soil survey information in studying climate change and evaluating the sustainability and environmental impacts of land use and management practices. Soil surveys are used by planners, engineers, farmers, ranchers, developers, and home owners to evaluate soil suitability and make management decisions for farms, home sites, subdivisions, commercial and industrial sites, and wildlife and recreational areas. NRCS is the lead Federal agency for the National Cooperative Soil Survey (NCSS), a partnership of Federal land management agencies, State agricultural experiment stations, private consultants, and State and local governments. NRCS provides the scientific expertise to enable the NCSS to develop and maintain a uniform system for mapping and assessing soil resources. The Budget accelerates Soils Survey Program efforts to harmonize existing soils survey data to improve underlying data quality and meet new and emerging applications of soils data.

MAIN WORKLOAD FACTORS

	2012 actual	2013 est.	2014 est.
Acres mapped annually (millions)	36.8	38	40

Snow survey and water supply forecasting.—Snowpack is measured at nearly 1,800 automated and manual sites across the mountain west. Water supply forecasts are issued by NRCS and are used by Federal, State, local, Tribal and private entities for decisions related to agricultural production, hydroelectric power generation, fish and wildlife management, municipal and industrial water supply, reservoir management, urban development, drought assessment, flood hazards, recreation, and water quality management.

Operation of plant materials centers.—The identification, testing, evaluation, and demonstration of plants and plant technologies to solve natural resource problems and improve the utilization of natural resources are made at 27 plant materials centers (25 NRCS-managed and 2 with partial NRCS-funding) to determine suitability for erosion control, cropland soil health and pro-

ductivity, restoring wetlands, improving water quality, improving wildlife habitat (including pollinators), protecting streambank and riparian areas, stabilizing coastal dunes, producing biomass, improving air quality, and addressing other conservation treatment needs. Plant materials centers document and transfer plant science technology in fact sheets, technical notes, the NRCS Field Office Technical Guide, and transferred to the public on the Web. Work at plant materials centers is the foundation of vegetative recommendations for NRCS and many other Federal and State agencies.

Object Classification (in millions of dollars)

Identification code 12-1000-0-1-302	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	387	392	653
11.3 Other than full-time permanent	7	7	11
11.5 Other personnel compensation	4	4	8
11.9 Total personnel compensation	398	403	672
12.1 Civilian personnel benefits	133	134	225
13.0 Benefits for former personnel	2	2	2
21.0 Travel and transportation of persons	16	16	21
22.0 Transportation of things	3	3	3
23.2 Rental payments to others	16	17	16
23.3 Communications, utilities, and miscellaneous charges	15	16	26
24.0 Printing and reproduction	2	2	3
25.2 Other services from non-Federal sources	193	251	210
26.0 Supplies and materials	16	16	25
31.0 Equipment	16	16	33
32.0 Land and structures			267
99.0 Direct obligations	810	876	1,503
99.0 Reimbursable obligations	36	40	40
99.9 Total new obligations	846	916	1,543

Employment Summary

Identification code 12-1000-0-1-302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	5,808	5,894	9,625
2001 Reimbursable civilian full-time equivalent employment	151	158	158

FARM SECURITY AND RURAL INVESTMENT PROGRAMS

Program and Financing (in millions of dollars)

Identification code 12-1004-0-1-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Wetlands Reserve program	588	538	235
0002 Environmental Quality Incentives program	1,373	1,400	864
0004 Agricultural Water Enhancement Program	59	60	44
0005 Wildlife Habitat Incentives program	47	50	29
0006 Farm and Ranch Lands Protection program	145	150	139
0007 Conservation Security program	188	166	115
0008 Grassland Reserve program	65	67	
0009 Conservation Stewardship Program	742	768	878
0010 Agricultural Management Assistance program	2	3	
0011 Chesapeake Bay Watershed Initiative	50	50	50
0012 Healthy Forests Reserve Program	10	10	
0799 Total direct obligations	3,269	3,262	2,354
0801 Reimbursable Conservation Reserve Program	102	96	96
0802 Reimbursable EPA Great Lakes Environmental Quality Incentives Program	9	19	19
0899 Total reimbursable obligations	111	115	115
0900 Total new obligations	3,380	3,377	2,469
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	5	9	9
1021 Recoveries of prior year unpaid obligations	4		
1050 Unobligated balance (total)	9	9	9

FARM SECURITY AND RURAL INVESTMENT PROGRAMS—Continued
Program and Financing—Continued

Identification code 12-1004-0-1-302	2012 actual	2013 CR	2014 est.
Budget authority:			
Appropriations, discretionary:			
1120 Appropriations transferred to other accts [12-1000]			-695
1130 Appropriations permanently reduced			-509
1134 Appropriations precluded from obligation		-657	
1160 Appropriation, discretionary (total)		-657	-1,204
Appropriations, mandatory:			
1221 Appropriations transferred from other accts [12-4336]	3,425	3,919	3,558
1260 Appropriations, mandatory (total)	3,425	3,919	3,558
Spending authority from offsetting collections, mandatory:			
1800 Offsetting Collections Conservation Reserve Program	18	96	96
1800 Offsetting collections EPA Great Lakes, Other		19	19
1801 Change in uncollected payments, Federal sources	135		
1850 Spending auth from offsetting collections, mand (total)	153	115	115
1900 Budget authority (total)	3,578	3,377	2,469
1930 Total budgetary resources available	3,587	3,386	2,478
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-198		
1941 Unexpired unobligated balance, end of year	9	9	9
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	3,664	3,927	4,231
3010 Obligations incurred, unexpired accounts	3,380	3,377	2,469
3011 Obligations incurred, expired accounts	105		
3020 Outlays (gross)	-2,816	-3,073	-2,625
3040 Recoveries of prior year unpaid obligations, unexpired	-4		
3041 Recoveries of prior year unpaid obligations, expired	-402		
3050 Unpaid obligations, end of year	3,927	4,231	4,075
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-75	-195	-195
3070 Change in uncollected pymts, Fed sources, unexpired	-135		
3071 Change in uncollected pymts, Fed sources, expired	15		
3090 Uncollected pymts, Fed sources, end of year	-195	-195	-195
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	3,589	3,732	4,036
3200 Obligated balance, end of year	3,732	4,036	3,880
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross		-657	-1,204
Outlays, gross:			
4010 Outlays from new discretionary authority		-453	-872
4011 Outlays from discretionary balances			-129
4020 Outlays, gross (total)		-453	-1,001
Mandatory:			
4090 Budget authority, gross	3,578	4,034	3,673
Outlays, gross:			
4100 Outlays from new mandatory authority	919	1,090	972
4101 Outlays from mandatory balances	1,897	2,436	2,654
4110 Outlays, gross (total)	2,816	3,526	3,626
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4120 Federal sources	-49	-96	-96
4120 Baseline Program [EPA]		-19	-19
4130 Offsets against gross budget authority and outlays (total)	-49	-115	-115
Additional offsets against gross budget authority only:			
4140 Change in uncollected pymts, Fed sources, unexpired	-135		
4142 Offsetting collections credited to expired accounts	31		
4150 Additional offsets against budget authority only (total)	-104		
4160 Budget authority, net (mandatory)	3,425	3,919	3,558
4170 Outlays, net (mandatory)	2,767	3,411	3,511
4180 Budget authority, net (total)	3,425	3,262	2,354
4190 Outlays, net (total)	2,767	2,958	2,510

Summary of Budget Authority and Outlays (in millions of dollars)

	2012 actual	2013 CR	2014 est.
Enacted/requested:			
Budget Authority	3,425	3,262	2,354
Outlays	2,767	2,958	2,510
Legislative proposal, subject to PAYGO:			
Budget Authority			43

Outlays			-52
Total:			
Budget Authority	3,425	3,262	2,397
Outlays	2,767	2,958	2,458

Title XII of the Food Security Act of 1985 provided mandatory funding for critical conservation efforts on private lands, including critical wetlands, grasslands, forests, and farm and ranch lands. For conservation programs where NRCS is the lead implementation agency, funds are transferred from the Commodity Credit Corporation (CCC) to the Farm Security and Rural Investment Programs account. This mandatory funding supports NRCS efforts to protect the natural resource base on private lands by providing technical assistance to farmers, ranchers and other private landowners to support the development of conservations plans, and by providing financial assistance to partially offset the cost to install practices necessary to safeguard natural resources and improve wildlife habitat.

The Food, Conservation, and Energy Act of 2008 (P.L. 110-246), amended Title XII of the Food Security Act of 1985 and reauthorized a number of USDA's conservation programs. In addition, the American Taxpayer Relief Act of 2012 (P.L. 112-240) extended through the end of 2013 the programs that expired at the end of 2012. As noted below, a number of conservation programs were extended in the 2014 Budget's baseline based upon scorekeeping conventions and/or language included in the Consolidated and Further Continuing Appropriations Act of 2012 (P.L. 112-55). In 2014, the Administration proposes to show the total staff resources necessary to implement its private lands conservation program in the Private Lands Conservation Operations account. Importantly, this new display will not alter the current authorities under which staff resources are provided through mandatory and discretionary funding. This account will continue to show the funding provided for the financial assistance costs necessary for delivering the following programs:

Wetlands Reserve Program (WRP).—This program is authorized under Section 1237 of the Food Security Act of 1985, as amended. The authority provides for up to 3,041,200 acres to be enrolled in the program. The purpose of the WRP is to preserve, protect, and restore valuable wetlands. P.L. 112-240 extended the program's authority to enroll easements through the end of 2013. Therefore, the 2014 Budget includes \$268 million to support monitoring, restoration and maintenance of easements enrolled before September 30, 2013.

Environmental Quality Incentives Program (EQIP).—This program is authorized under section 1240 of the Food Security Act of 1985, as amended. Section 716 of the Consolidated and Further Continuing Appropriations Act of 2012 (P.L. 112-55) reauthorized the program through 2014, and the 2014 Budget assumes that the program extends beyond that date in the baseline for scorekeeping purposes. The purpose of the program is to promote agricultural production and environmental quality as compatible national goals. The 2014 Budget proposes \$1.35 billion for this program and proposes to permanently cancel funds exceeding this amount for the program in 2014.

Agricultural Water Enhancement Program (AWEP).—This program is authorized by Section 1240I of the Food Security Act of 1985, as amended. Under AWEP, NRCS enters into partnership agreements with eligible entities to promote ground and surface water conservation or improve water quality on agricultural lands. The program's authority to use CCC funds was extended through 2014. The 2014 Budget's baseline assumes extension of this program for scorekeeping purposes at a level of \$60 million.

Conservation Stewardship Program (CSP).—This program is authorized by Section 1238D of the Food Security Act of 1985, as amended. Section 716 of the Consolidated and Further Continuing Appropriations Act of 2012 (P.L. 112–55) reauthorized the program through 2014 and the 2014 Budget assumes that the program extends beyond that date in the baseline for scorekeeping purposes. The program encourages producers to address resource concerns in a comprehensive manner by undertaking additional conservation activities and improving, maintaining and managing existing conservation activities. The 2014 Budget proposes \$1,003 million for this program to enroll 11,991,222 acres and proposes to permanently reduce the program by 777,778 acres. This program is the successor to the Conservation Security Program, which was not continued in the Food, Conservation and Energy Act of 2008 except as necessary to support contracts entered into before September 30, 2008. The 2014 Budget proposes \$134 million for the Conservation Security Program.

Farmland Protection Program (FRPP).—This program is authorized under Section 1238I of the Food Security Act of 1985, as amended. Section 716 of the Consolidated and Further Continuing Appropriations Act of 2012 (P.L. 112–55) reauthorized the program through 2014 and the 2014 Budget assumes that the program extends beyond that date in the baseline for scorekeeping purposes and includes a net amount (factoring in the impact of a proposed mandatory reduction) of \$150 million. This program protects soil by limiting nonagricultural use of prime and unique farm and ranch land.

Wildlife Habitat Incentives Program (WHIP).—This program is authorized by Section 1240N of the Food Security Act of 1985, as amended. Section 716 of the Consolidated and Further Continuing Appropriations Act of 2012 (P.L. 112–55) reauthorized the program through 2014. The 2014 Budget assumes that the program extends beyond that date in the baseline for scorekeeping purposes and includes net amount (factoring in the impact of a proposed mandatory reduction) of \$45 million. The program develops habitat for upland wildlife, wetland wildlife, threatened and endangered species, fish, and other wildlife.

Grassland Reserve Program (GRP).—This program is authorized by Section 1238N of the Food Security Act of 1985, as amended. The purpose of the program is to assist landowners in restoring and protecting grassland. P.L. 112–240 extended the program's authority through the end of 2013.

Chesapeake Bay Watershed Program (CBWP).—This program is authorized by Section 1240Q of the Food Security Act of 1985, as amended. It helps agricultural producers improve water quality and quantity and restore, enhance and preserve soil, air and related resources in the Chesapeake Bay Watershed through the implementation of conservation practices. The program's authority to use CCC funds was extended through the end of 2013 by P.L. 112–240.

Conservation Reserve Program (CRP) Technical Assistance.—The CRP is authorized by Sections 1231–1235A of the Food Security Act of 1985, as amended. Although CRP is administered by the Farm Service Agency, NRCS provides technical assistance to producers to implement conservation practices on CRP land. FSA provides funds to NRCS as offsetting collections for this purpose in this account. P.L. 112–240 authorized the Conservation Reserve Program (CRP) to enroll new acres and retains the 32 million acre cap (enrollment is currently at 27 million acres) through September 30, 2013. The 2014 Budget assumes \$96 million in technical assistance for NRCS support of CRP.

In addition to the programs authorized under the Food Security Act of 1985, NRCS implements the following conservation programs:

Agricultural Management Assistance Program (AMA).—This program is authorized by Section 524(b) of the Federal Crop Insurance Act (7 U.S.C. 1524(b)), as amended. It authorizes \$15 million annually for 2008 through 2012. Section 716 of the Consolidated and Further Continuing Appropriations Act of 2012 (P.L. 112–55) reauthorized the program through 2014, and it is extended beyond that date in the baseline based upon permanent authority. This program is implemented by NRCS, the Agricultural Marketing Service, and the Risk Management Agency. The NRCS AMA activities are carried out in 16 states, as determined by the Secretary, in which participation in the Federal Crop Insurance Program is historically low. The program provides assistance to producers to mitigate financial risk by using conservation to reduce soil erosion and improve water quality. The Budget proposes limiting the overall AMA program to \$10 million in 2014, of which NRCS is limited to \$2.5 million.

Healthy Forests Reserve Program (HFRP).—This program is authorized by Section 502 of the Healthy Forests Restoration Act of 2003, as amended. The program assists landowners in restoring, enhancing and protecting forest ecosystems on private lands to promote the recovery of threatened and endangered species, improve biodiversity, and enhance carbon sequestration. P.L. 112–240 included a one year extension of program authorities provided by the 2008 Farm Bill. The Act authorizes USDA to implement these program authorities at their associated mandatory funding levels as in effect on September 30, 2012. This means that HFRP, which lost enrollment authority with the expiration of the 2008 Farm Bill, is authorized for 2013 enrollments.

NRCS works to deliver conservation programs using its technical field staff and by partnering with public and private entities through the Technical Service Provider (TSP) system. NRCS can contract with TSPs to help deliver the Farm Bill programs, or agricultural producers may select TSPs to help plan and implement conservation practices on their operations.

The U.S. has made great strides in improving water quality; however, nonpoint source pollution remains a significant challenge that requires policy attention and thoughtful new approaches. In 2014, the Budget continues the agency's efforts to better coordinate conservation efforts among key Federal partners, along with agricultural producer organizations, conservation districts, States, Tribes, NGOs and other local leaders to identify areas where a focused and coordinated approach can achieve substantial improvements in water quality. The Budget builds upon the collaborative process already underway among Federal partners to demonstrate substantial improvements in water quality from conservation programs by ensuring that USDAs key investments through Farm Bill conservation programs and related efforts are appropriately leveraged by other federal programs.

Finally, the Budget includes legislative proposals to reduce the allowable acreage cap for the Conservation Stewardship Program to 10,348,000 acres annually and to fund a new Agricultural Conservation Easement Program, which combines the authorities of the Wetlands Reserve Program, Grasslands Reserve Program, and the Farmland Protection Program.

FARM SECURITY AND RURAL INVESTMENT PROGRAMS—Continued

Object Classification (in millions of dollars)

Identification code 12–1004–0–1–302	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	281	281	
11.3 Other than full-time permanent	4	4	
11.5 Other personnel compensation	4	4	
11.9 Total personnel compensation	289	289	
12.1 Civilian personnel benefits	98	98	
21.0 Travel and transportation of persons	6	6	
22.0 Transportation of things	1	1	1
23.2 Rental payments to others	20	20	20
23.3 Communications, utilities, and miscellaneous charges	11	11	
24.0 Printing and reproduction	1	1	
25.2 Other services from non-Federal sources	131	130	112
26.0 Supplies and materials	9	9	
31.0 Equipment	17	17	
32.0 Land and structures	550	517	
41.0 Grants, subsidies, and contributions	2,136	2,163	2,221
99.0 Direct obligations	3,269	3,262	2,354
99.0 Reimbursable obligations	111	115	115
99.9 Total new obligations	3,380	3,377	2,469

Employment Summary

Identification code 12–1004–0–1–302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	4,283	4,154	
2001 Reimbursable civilian full-time equivalent employment	834	834	834

FARM SECURITY AND RURAL INVESTMENT PROGRAMS
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12–1004–4–1–302	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation			43
1260 Appropriations, mandatory (total)			43
1930 Total budgetary resources available			43
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year			43
Change in obligated balance:			
Unpaid obligations:			
3020 Outlays (gross)			52
3050 Unpaid obligations, end of year			52
Memorandum (non-add) entries:			
3200 Obligated balance, end of year			52
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross			43
Outlays, gross:			
4100 Outlays from new mandatory authority			–52
4180 Budget authority, net (total)			43
4190 Outlays, net (total)			–52

WATERSHED AND FLOOD PREVENTION OPERATIONS

Program and Financing (in millions of dollars)

Identification code 12–1072–0–1–301	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0003 Emergency watershed protection operations	213	102	
0004 Small watershed operations (P.L. 566)	6	14	
0005 Watershed Operations (P.L. 534)		12	
0006 EWP (SANDY)		180	
0799 Total direct obligations	219	308	

0802 Reimbursable program activity	17		
0900 Total new obligations	236	308	

Budgetary Resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	152	167	39
1021 Recoveries of prior year unpaid obligations	11		
1050 Unobligated balance (total)	163	167	39
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	216	180	
1160 Appropriation, discretionary (total)	216	180	
Spending authority from offsetting collections, discretionary:			
1700 Collected	14	10	
1701 Change in uncollected payments, Federal sources	10	–10	
1750 Spending auth from offsetting collections, disc (total)	24		
1900 Budget authority (total)	240	180	
1930 Total budgetary resources available	403	347	39
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	167	39	39

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	217	276	346
3010 Obligations incurred, unexpired accounts	236	308	
3011 Obligations incurred, expired accounts	2		
3020 Outlays (gross)	–163	–238	–139
3040 Recoveries of prior year unpaid obligations, unexpired	–11		
3041 Recoveries of prior year unpaid obligations, expired	–5		
3050 Unpaid obligations, end of year	276	346	207
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	–48	–58	–48
3070 Change in uncollected pymts, Fed sources, unexpired	–10	10	
3090 Uncollected pymts, Fed sources, end of year	–58	–48	–48
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	169	218	298
3200 Obligated balance, end of year	218	298	159

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	240	180	
Outlays, gross:			
4010 Outlays from new discretionary authority	26	72	
4011 Outlays from discretionary balances	137	166	139
4020 Outlays, gross (total)	163	238	139
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	–14	–10	
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	–10	10	
4070 Budget authority, net (discretionary)	216	180	
4080 Outlays, net (discretionary)	149	228	139
4180 Budget authority, net (total)	216	180	
4190 Outlays, net (total)	149	228	139

NRCS watershed programs provide for cooperative actions between the Federal Government and States and their political subdivisions to reduce damage from floodwater, sediment, and erosion; for the conservation, development, utilization, and disposal of water; and for the conservation and proper utilization of land. Funds in Watershed and Flood Prevention Operations can be used for either flood prevention projects or flood damage rehabilitation efforts, depending upon the needs and opportunities.

Emergency watershed protection program.—NRCS undertakes such emergency measures for runoff retardation and soil erosion prevention as may be needed to safeguard life and property from floods and the products of erosion on any watershed whenever natural elements or forces cause a sudden impairment of that watershed. An emergency is considered to exist when a watershed is suddenly impaired by flood, fire, wind, earthquake, drought or other natural causes and consequently life and property are endangered by floodwater, erosion, or sediment discharge. Subject to the terms and conditions of funding, NRCS may provide

Emergency Watershed Protection assistance to address small scale, localized disasters. In 2013, the Disaster Relief Appropriations Act provided \$180 million in Emergency Watershed Protection Program assistance for expenses related to Hurricane Sandy resulting from major disasters declared pursuant to the Robert T. Stafford Disaster Relief and Emergency Assistance Act (42 U.S.C. 5121 et seq). State agencies including environmental, natural resource, and fish and game agencies participate in planning and coordinating emergency work. Funding for the Emergency Watershed Protection Program is typically provided through emergency supplemental appropriations. The 2014 Budget does not request funding for this program.

Watershed operations authorized by Public Law 78-534.—NRCS cooperates with soil conservation districts and other local organizations in planning and installing flood prevention improvements in 11 watersheds authorized by the Flood Control Act of 1944. The Federal Government shares the cost of improvements for flood prevention, agricultural water management, recreation, and fish and wildlife development. This program did not receive an appropriation in 2011, 2012, and 2013, and the 2014 budget does not request funding for this program. NRCS is closing out watershed operations projects started prior to 2011 with unobligated balances from prior years.

Small watershed operations authorized by Public Law 83-566.—NRCS provides technical and financial assistance to local organizations to install measures for watershed protection, flood prevention, agricultural water management, recreation, and fish and wildlife enhancement. At least 70 percent of the funding provided is used for financial assistance. This program did not receive an appropriation in 2011, 2012, and 2013, and the 2014 budget does not request funding for this program. NRCS is closing out small watershed operations projects started prior to 2011 with unobligated balances from prior years.

Loans through the Agricultural Credit Insurance Fund have been made in previous years to the local sponsors in order to fund the local cost of Public Law 83-566 or 78-534 projects. No funding for these loans is assumed in 2014.

Object Classification (in millions of dollars)

Identification code 12-1072-0-1-301	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	8	11	.....
11.5 Other personnel compensation	1	1	.....
11.9 Total personnel compensation	9	12	.....
12.1 Civilian personnel benefits	2	4	.....
21.0 Travel and transportation of persons	1	1	.....
25.1 Advisory and assistance services	117	159	.....
25.2 Other services from non-Federal sources	13	37	.....
31.0 Equipment	1	3	.....
32.0 Land and structures	3	2	.....
41.0 Grants, subsidies, and contributions	73	90	.....
99.0 Direct obligations	219	308	.....
99.0 Reimbursable obligations	17	.....	.....
99.9 Total new obligations	236	308	.....

Employment Summary

Identification code 12-1072-0-1-301	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	105	93	.....
2001 Reimbursable civilian full-time equivalent employment	35	.....	.....

WATERSHED REHABILITATION PROGRAM

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1002-0-1-301	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Watershed rehabilitation program	21	7	.....
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	12	6	14
1020 Adjustment of unobligated bal brought forward, Oct 1	-1	.....	.....
1021 Recoveries of prior year unpaid obligations	1	.....	.....
1050 Unobligated balance (total)	12	6	14
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	15	15	.....
1130 Appropriations permanently reduced .....	.....	.....	-165
1134 Appropriations precluded from obligation .....	.....	-165	.....
1160 Appropriation, discretionary (total)	15	-150	-165
Appropriations, mandatory:			
1221 Appropriations transferred from other accts [12-4336] .....	.....	165	165
1260 Appropriations, mandatory (total) .....	.....	165	165
1900 Budget authority (total)	15	15	.....
1930 Total budgetary resources available	27	21	14
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	6	14	14
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	82	56	42
3010 Obligations incurred, unexpired accounts	21	7	.....
3011 Obligations incurred, expired accounts	1	.....	.....
3020 Outlays (gross)	-42	-21	-18
3040 Recoveries of prior year unpaid obligations, unexpired	-1	.....	.....
3041 Recoveries of prior year unpaid obligations, expired	-5	.....	.....
3050 Unpaid obligations, end of year	56	42	24
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-1	.....	.....
3061 Adjustments to uncollected pymts, Fed sources, brought forward, Oct 1	1	.....	.....
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	82	56	42
3200 Obligated balance, end of year	56	42	24

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	15	-150	-165
Outlays, gross:			
4010 Outlays from new discretionary authority	4	-50	-53
4011 Outlays from discretionary balances	38	18	-40
4020 Outlays, gross (total)	42	-32	-93
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
Mandatory:			
4090 Budget authority, gross .....	.....	165	165
Outlays, gross:			
4100 Outlays from new mandatory authority .....	.....	53	53
4101 Outlays from mandatory balances .....	.....	.....	58
4110 Outlays, gross (total) .....	.....	53	111
4180 Budget authority, net (total)	15	15	.....
4190 Outlays, net (total)	42	21	18

Under the authorities of Section 14 of the Watershed Protection and Flood Prevention Act, assistance is provided to communities to address the rehabilitation of aging local dams. The 2012 enacted level included \$15 million for the Watershed Rehabilitation Program. No funding is requested in the 2014 Budget, reflecting the Administration's position that the maintenance, repair, and operation of these dams are the responsibility of local project sponsors. The Budget also proposes no mandatory funding for

WATERSHED REHABILITATION PROGRAM—Continued
this program in 2014; \$165 million currently available are proposed to be permanently cancelled (see General Provisions for the Department of Agriculture).

Object Classification (in millions of dollars)

Identification code 12–1002–0–1–301	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	5	2	.....
12.1 Civilian personnel benefits	1	1	.....
25.1 Advisory and assistance services	4	1	.....
25.2 Other services from non-Federal sources	4	1	.....
41.0 Grants, subsidies, and contributions	7	2	.....
99.9 Total new obligations	21	7	.....

Employment Summary

Identification code 12–1002–0–1–301	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	59	20	.....

RESOURCE CONSERVATION AND DEVELOPMENT

Program and Financing (in millions of dollars)

Identification code 12–1010–0–1–302	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1	2	2
1021 Recoveries of prior year unpaid obligations	1	.....	.....
1050 Unobligated balance (total)	2	2	2
Budget authority:			
Appropriations, discretionary:			
1131 Unobligated balance of appropriations permanently reduced .....	.....	.....	–2
1160 Appropriation, discretionary (total) .....	.....	.....	–2
1930 Total budgetary resources available	2	2	.....
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	2	2	.....
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	2	1	1
3040 Recoveries of prior year unpaid obligations, unexpired	–1	.....	.....
3050 Unpaid obligations, end of year	1	1	1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	2	1	1
3200 Obligated balance, end of year	1	1	1
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross .....	.....	.....	–2
4180 Budget authority, net (total) .....	.....	.....	–2

The Resource Conservation and Development (RC&D) Program was developed under the Soil Conservation and Domestic Allotment Act (16 U.S.C 590a-590f); the Bankhead-Jones Farm Tenant Act (16 U.S.C. 1010 and 1011); and the Food and Agricultural Act of 1962 (P.L. 87–703). It is authorized under subtitle H, title XV of the Agricultural and Food Act of 1981 (16 U.S.C. 3451–3461), as amended. The program was permanently authorized by the Farm Security and Rural Investment Act of 2002 and further amended by the Food, Conservation, and Energy Act of 2008 (P.L. 110–246). No funding was appropriated for the RC&D Program in 2012 and 2013, and the 2014 Budget requests no funding for the program. After decades of Federal assistance, many RC&D Councils supported by the program have developed sufficiently strong State and local ties and are now able to secure funding for their continued operation without the need for ongoing

Federal assistance. The 2014 Budget includes a proposal to cancel remaining RC&D unobligated balances of \$2.017 million.

HEALTHY FORESTS RESERVE PROGRAM

Program and Financing (in millions of dollars)

Identification code 12–1090–0–1–302	2012 actual	2013 CR	2014 est.
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1	1	.....
3020 Outlays (gross) .....	.....	–1	.....
3050 Unpaid obligations, end of year	1	.....	.....
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1	1	.....
3200 Obligated balance, end of year	1	.....	.....
Budget authority and outlays, net:			
Discretionary:			
Outlays, gross:			
4011 Outlays from discretionary balances .....	.....	1	.....
4190 Outlays, net (total) .....	.....	1	.....

Title V of the Healthy Forests Restoration Act of 2003 (Public Law 108–148) authorized the establishment of the Healthy Forests Reserve Program (HFRP). This program assists landowners in restoring, enhancing and protecting forest ecosystems to 1) promote the recovery of threatened and endangered species; 2) improve biodiversity; and 3) enhance carbon sequestration.

NRCS implements this voluntary program. Only privately held land is eligible for enrollment into HFRP. Land enrolled in HFRP must have a restoration plan that includes practices necessary to restore and enhance habitat for species listed as threatened or endangered or candidates for the threatened or endangered species list. Technical assistance will be provided by USDA to assist owners in complying with the terms of restoration plans under HFRP.

The 2014 Budget does not request discretionary funding for the Healthy Forests Reserve Program.

GREAT PLAINS CONSERVATION PROGRAM

Program and Financing (in millions of dollars)

Identification code 12–2268–0–1–302	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1	.....	.....
1029 Other balances withdrawn .....	.....	–1	.....

The 1996 Farm Bill combined the authority for this and several other conservation programs into the Environmental Quality Incentives Program. The program provided cost-share assistance to participating landowners and operators in ten Great Plains states to develop and install long-term conservation plans and practices on their lands. The 2012 enacted level includes a general provision to rescind unobligated balances in this account.

FORESTRY INCENTIVES PROGRAM

Program and Financing (in millions of dollars)

Identification code 12–3336–0–1–302	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	6	.....	.....

1029 Other balances withdrawn -6

No funds are proposed for the Forestry Incentives Program (FIP). The FIP has not been reauthorized. Prior-year account balances are maintained in this account until expended. FIP shared up to 65 percent of the cost of tree planting and timber stand improvement in designated counties. Technical assistance was provided by the Forest Service. The 2012 Agriculture appropriations general provisions rescinded the unobligated balances in this account.

WATER BANK PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-3320-0-1-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Direct program activity	7	7	.....
0900 Total new obligations (object class 41.0)	7	7	.....
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	7	7	.....
1160 Appropriation, discretionary (total)	7	7	.....
1900 Budget authority (total)	7	7	.....
1930 Total budgetary resources available	7	7	.....
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1		7	12
3010 Obligations incurred, unexpired accounts	7	7	.....
3020 Outlays (gross)		-2	-2
3050 Unpaid obligations, end of year	7	12	10
Memorandum (non-add) entries:			
3100 Obligated balance, start of year		7	12
3200 Obligated balance, end of year	7	12	10
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	7	7	.....
Outlays, gross:			
4010 Outlays from new discretionary authority		1	.....
4011 Outlays from discretionary balances		1	2
4020 Outlays, gross (total)		2	2
4180 Budget authority, net (total)	7	7	.....
4190 Outlays, net (total)		2	2

The objectives of the Water Bank Program are to conserve water; to preserve, maintain, and improve the Nation's wetlands; to increase waterfowl habitat in migratory waterfowl nesting, breeding, and feeding areas in the United States; and to secure recreational and environmental benefits for the Nation. The program was authorized by the Water Bank Act of 1970, as amended by Public Law 96-182, approved January 2, 1980. The 2012 enacted level included \$7.5 million for this program. No funding is requested in the 2014 Budget, given that the program is duplicative of the Wetlands Reserve Program, USDA's primary wetlands conservation program.

Employment Summary

Identification code 12-3320-0-1-302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	2	1	.....

Trust Funds

MISCELLANEOUS CONTRIBUTED FUNDS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-8210-0-7-302	2012 actual	2013 CR	2014 est.
0100 Balance, start of year			1
Receipts:			
0220 Miscellaneous Contributed Funds		1	1
0400 Total: Balances and collections		1	2
0799 Balance, end of year		1	2

Program and Financing (in millions of dollars)

Identification code 12-8210-0-7-302	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	2	2	2
1930 Total budgetary resources available	2	2	2
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	2	2	2

Funds received in this account from State, local, and other organizations are available for work under cooperative agreements for soil survey, watershed protection, and resource conservation and development activities.

RURAL DEVELOPMENT

Federal Funds

RURAL DEVELOPMENT SALARIES AND EXPENSES

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses for carrying out the administration and implementation of programs in the Rural Development mission area, including activities with institutions concerning the development and operation of agricultural cooperatives; and for cooperative agreements; \$204,695,000: Provided, That \$32,000,000 shall be for the Comprehensive Loan Accounting System: Provided further, That notwithstanding any other provision of law, funds appropriated under this heading may be used for advertising and promotional activities that support the Rural Development mission area: Provided further, That any balances available from prior years for the Rural Utilities Service, Rural Housing Service, and the Rural Business-Cooperative Service salaries and expenses accounts shall be transferred to and merged with this appropriation.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-0403-0-1-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Salaries and expenses	182	183	204
0801 Reimbursable program	489	476	457
0900 Total new obligations	671	659	661
Budgetary Resources:			
Unobligated balance:			
1012 Unobligated balance transfers between expired and unexpired accounts	4	1	.....
1021 Recoveries of prior year unpaid obligations	1	.....	.....
1050 Unobligated balance (total)	5	1	.....
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	182	183	204
1160 Appropriation, discretionary (total)	182	183	204
Spending authority from offsetting collections, discretionary:			
1700 Collected	480	475	457

RURAL DEVELOPMENT SALARIES AND EXPENSES—Continued
Program and Financing—Continued

Identification code 12-0403-0-1-452	2012 actual	2013 CR	2014 est.
1701 Change in uncollected payments, Federal sources	5		
1750 Spending auth from offsetting collections, disc (total)	485	475	457
1900 Budget authority (total)	667	658	661
1930 Total budgetary resources available	672	659	661
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-1		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	164	129	124
3010 Obligations incurred, unexpired accounts	671	659	661
3011 Obligations incurred, expired accounts	11		
3020 Outlays (gross)	-707	-664	-651
3040 Recoveries of prior year unpaid obligations, unexpired	-1		
3041 Recoveries of prior year unpaid obligations, expired	-9		
3050 Unpaid obligations, end of year	129	124	134
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-1	-6	-6
3070 Change in uncollected pymts, Fed sources, unexpired	-5		
3090 Uncollected pymts, Fed sources, end of year	-6	-6	-6
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	163	123	118
3200 Obligated balance, end of year	123	118	128
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	667	658	661
Outlays, gross:			
4010 Outlays from new discretionary authority	579	560	561
4011 Outlays from discretionary balances	128	104	90
4020 Outlays, gross (total)	707	664	651
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-480	-475	-457
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-5		
4070 Budget authority, net (discretionary)	182	183	204
4080 Outlays, net (discretionary)	227	189	194
4180 Budget authority, net (total)	182	183	204
4190 Outlays, net (total)	227	189	194

The Rural Development Salaries and Expenses (S&E) account is a consolidated account to administer all Rural Development programs, including programs administered by the Rural Utilities Service (RUS), the Rural Housing Service (RHS), and the Rural Business-Cooperative Service (RBS).

RUS provides grants, direct loans and loan guarantees to suppliers of electric, telecommunications (for general purpose and for distance learning/telemedicine), and water and wastewater services in rural areas. Through the water and wastewater program, RUS also provides technical assistance. The electric and telecommunications loan and grant programs are administered in the national office in Washington, DC. The Rural Development field office staff performs the services related to the water and wastewater grant and loan programs. Program staff for the electric and telecommunication loans programs are general field representatives, who visit borrowers periodically and serve as liaisons between the borrowers and headquarters.

RHS delivers rural housing and community facility programs through a system of area, local, and State and national offices.

RBS delivers direct loans, loan guarantees, grants, technical assistance, and payment programs to cooperatives and other rural businesses.

The 2014 includes a \$32M set aside for the Comprehensive Loan Program (CLP) accounting system. The CLP investments will provide benefits to all RD stakeholders and program beneficiaries, including: improved data integrity, system reliability, and portfolio performance information; more user friendly interfaces for

customers and employees alike; and the ability to adopt loan program changes more quickly.

Object Classification (in millions of dollars)

Identification code 12-0403-0-1-452	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	100	98	109
11.3 Other than full-time permanent	1	1	1
11.9 Total personnel compensation	101	99	110
12.1 Civilian personnel benefits	32	32	35
13.0 Benefits for former personnel	4	1	
21.0 Travel and transportation of persons	3	3	3
23.2 Rental payments to others	5	4	5
23.3 Communications, utilities, and miscellaneous charges	1	1	1
24.0 Printing and reproduction	1	1	1
25.1 Advisory and assistance services		6	10
25.2 Other services from non-Federal sources	11	9	9
25.3 Other goods and services from Federal sources	14	17	19
25.4 Operation and maintenance of facilities	2	2	2
25.5 Research and development contracts	7	7	8
26.0 Supplies and materials	1	1	1
99.0 Direct obligations	182	183	204
99.0 Reimbursable obligations	489	476	457
99.9 Total new obligations	671	659	661

Employment Summary

Identification code 12-0403-0-1-452	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	1,410	1,392	1,547
2001 Reimbursable civilian full-time equivalent employment	3,783	3,608	3,453

RURAL COMMUNITY ADVANCEMENT PROGRAM

Program and Financing (in millions of dollars)

Identification code 12-0400-0-1-452	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1		
1020 Adjustment of unobligated bal brought forward, Oct 1	-1		

Until 2008, this account was used to consolidate, under the Rural Community Advancement Program (RCAP), funding for the direct and guaranteed water and waste disposal loans, water and waste disposal grants, emergency community water assistance grants, solid waste management grants, direct and guaranteed community facility loans, community facility grants, direct and guaranteed business and industry loans, rural business enterprise grants, and rural business opportunity grants. This was in accordance with the provisions set forth in the Federal Agriculture Improvement and Reform Act of 1996, as amended, Public Law 104-127 (the 1996 Act). The final remaining balances have been rescinded.

RURAL HOUSING SERVICE

Federal Funds

RURAL HOUSING ASSISTANCE GRANTS

For grants for very low-income housing repair made by the Rural Housing Service, as authorized by 42 U.S.C. 1474, \$25,000,000, to remain available until expended.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12–1953–0–1–604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0012 Very Low-Income Housing Repair Grants	30	30	25
0016 Rural Housing Preservation Grants	5	4	1
0018 Processing Workers Grants			2
0900 Total new obligations (object class 41.0)	35	34	28
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	4	4	4
1001 Discretionary unobligated balance brought fwd, Oct 1	4	4	
1021 Recoveries of prior year unpaid obligations	2	1	
1050 Unobligated balance (total)	6	5	4
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	33	33	25
1160 Appropriation, discretionary (total)	33	33	25
1930 Total budgetary resources available	39	38	29
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	4	4	1
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	25	19	12
3010 Obligations incurred, unexpired accounts	35	34	28
3020 Outlays (gross)	-39	-40	-33
3040 Recoveries of prior year unpaid obligations, unexpired	-2	-1	
3050 Unpaid obligations, end of year	19	12	7
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	25	19	12
3200 Obligated balance, end of year	19	12	7
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	33	33	25
Outlays, gross:			
4010 Outlays from new discretionary authority	27	28	24
4011 Outlays from discretionary balances	12	12	9
4020 Outlays, gross (total)	39	40	33
4180 Budget authority, net (total)	33	33	25
4190 Outlays, net (total)	39	40	33

The very low-income housing repair grant program is authorized under section 504 of the Housing Act of 1949, as amended. This grant program enables very low-income elderly residents in rural areas to improve or modernize their dwellings, to make the dwelling safer or more sanitary, or to remove health and safety hazards. The Budget requests \$25 million for this program in 2014.

No funding is requested in the 2014 Budget for the rural housing preservation grant program. USDA's preservation activities for multifamily housing are being carried out through programs in the multifamily housing revitalization account.

For other housing assistance grants authorized for funding in this account such as supervisory and technical assistance grants as authorized by section 509(f) and 525 of the Housing Act of 1949, as amended, no funding is requested in the 2014 Budget, which is the same as the 2013 CR level.

FARM LABOR PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12–1954–0–1–604	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	4		
1010 Unobligated balance transfer to other accts [12–2081]	-4		

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	110		
3030 Unpaid obligations transferred to other accts [12–2081]	-110		
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	110		

The direct farm labor loan program is authorized under section 514 and the rural housing for domestic farm labor grant program is authorized under section 516 of the Housing Act of 1949, as amended. The loans, grants, and contracts are made to public and private nonprofit organizations for low-rent housing and related facilities for domestic farm labor. Grants assistance may not exceed 90 percent of the cost of a project. Loans and grants may be used for construction of new structures, site acquisition and development, rehabilitation of existing structures, and purchase of furnishings and equipment for dwellings, dining halls, community rooms, and infirmaries. In order to gain efficiencies in administering the program, the farm labor housing program was merged with the Rural Housing Insurance Fund (RHIF) in 2012.

RENTAL ASSISTANCE PROGRAM

For rental assistance agreements entered into or renewed pursuant to the authority under section 521(a)(2) or agreements entered into in lieu of debt forgiveness or payments for eligible households as authorized by section 502(c)(5)(D) of the Housing Act of 1949, \$1,015,050,000; and, in addition, such sums as may be necessary, as authorized by section 521(c) of the Act, to liquidate debt incurred prior to fiscal year 1992 to carry out the rental assistance program under section 521(a)(2) of the Act: Provided, That of this amount not less than \$3,000,000 is for newly constructed units financed under sections 514 and 516 of the Housing Act of 1949: Provided further, That rental assistance agreements entered into or renewed during the current fiscal year shall be funded for a 1-year period: Provided further, That any unexpended balances remaining at the end of such one-year agreements may be transferred and used for the purposes of any debt reduction; maintenance, repair, or rehabilitation of any existing projects; preservation; and rental assistance activities authorized under title V of the Act: Provided further, That rental assistance provided under agreements entered into prior to fiscal year 2014 for a farm labor multi-family housing project financed under section 514 or 516 of the Act may not be recaptured for use in another project until such assistance has remained unused for a period of 6 consecutive months, if such project has a waiting list of tenants seeking such assistance or the project has rental assistance eligible tenants who are not receiving such assistance: Provided further, That such recaptured rental assistance shall, to the extent practicable, be applied to another farm labor multi-family housing project financed under section 514 or 516 of the Act.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12–0137–0–1–604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Rental assistance program	905	910	1,015
0900 Total new obligations (object class 41.0)	905	910	1,015
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	905	910	1,015
1100 Appropriation	24	34	34
1139 Appropriations substituted for borrowing authority	-24	-34	-34
1160 Appropriation, discretionary (total)	905	910	1,015
1930 Total budgetary resources available	905	910	1,015

RENTAL ASSISTANCE PROGRAM—Continued
Program and Financing—Continued

Identification code 12-0137-0-1-604	2012 actual	2013 CR	2014 est.
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, appropriation, start of year	1,186	975	807
3010 Obligations incurred, unexpired accounts	905	910	1,015
3020 Outlays (gross)	-1,116	-1,078	-927
3050 Unpaid obligations, end of year	975	807	895
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1,186	975	807
3200 Obligated balance, end of year	975	807	895
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	905	910	1,015
Outlays, gross:			
4010 Outlays from new discretionary authority	222	273	305
4011 Outlays from discretionary balances	894	805	622
4020 Outlays, gross (total)	1,116	1,078	927
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4033 Non-Federal sources	-1		
Additional offsets against gross budget authority only:			
4052 Offsetting collections credited to expired accounts	1		
4070 Budget authority, net (discretionary)	905	910	1,015
4080 Outlays, net (discretionary)	1,115	1,078	927
4180 Budget authority, net (total)	905	910	1,015
4190 Outlays, net (total)	1,115	1,078	927

The rental assistance program is authorized under section 521(a)(2) of the Housing Act of 1949, as amended, and is designed to reduce rent expenses for very low-income and low-income families living in RHS-financed rural rental and farm labor housing projects. Funding under this account is provided for renewals of existing rental assistance contracts and assistance for newly constructed units financed by the section 515 loan program and the 514/516 farm labor housing loan and grant programs. At USDA's discretion, some funds may also be used for additional servicing assistance for existing projects. For 2014, the request for rental assistance grants is for one year contracts with one-year availability, with a total funding level of \$1.015 billion.

The 2014 Budget proposes legislation to gain authorities for RHS to have access to the Health and Human Services National Database of New Hires as well as the IRS data, similar to what the Department of Housing and Urban Development has for its projects-based rental program.

From 1978 through 1991, the rental assistance program was funded under the Rural Housing Insurance Fund (RHIF). Beginning in 1992, pursuant to Credit Reform, a separate grant account was established for this program. Prior year obligations are funded with "such sums" amounts to cover those pre-credit reform contracts in RHIF.

MULTI-FAMILY HOUSING REVITALIZATION PROGRAM ACCOUNT

For the rural housing voucher program as authorized under section 542 of the Housing Act of 1949, but notwithstanding subsection (b) of such section, and for additional costs to conduct a demonstration program for the preservation and revitalization of multi-family rental housing properties described in this paragraph, \$32,575,000, to remain available until expended: Provided, That of the funds made available under this heading, \$12,575,000, shall be available for rural housing vouchers to any low-income household (including those not receiving rental assistance) residing in a property financed with a section 515 loan which has been prepaid after September 30, 2005: Provided further, That the amount of such voucher shall be the difference between comparable market rent for the section 515 unit and the tenant paid rent for such unit: Provided further, That funds made available for such vouchers shall be subject to the

availability of annual appropriations: Provided further, That the Secretary shall, to the maximum extent practicable, administer such vouchers with current regulations and administrative guidance applicable to section 8 housing vouchers administered by the Secretary of the Department of Housing and Urban Development: Provided further, That if the Secretary determines that the amount made available for vouchers in this or any other Act is not needed for vouchers, the Secretary may use such funds for the demonstration program for the preservation and revitalization of multi-family rental housing properties described in this paragraph: Provided further, That of the funds made available under this heading, \$20,000,000 shall be available for a demonstration program for the preservation and revitalization of the sections 514, 515, and 516 multi-family rental housing properties to restructure existing USDA multi-family housing loans, as the Secretary deems appropriate, expressly for the purposes of ensuring the project has sufficient resources to preserve the project for the purpose of providing safe and affordable housing for low-income residents and farm laborers including reducing or eliminating interest; deferring loan payments, subordinating, reducing or reamortizing loan debt; and other financial assistance including advances, payments and incentives (including the ability of owners to obtain reasonable returns on investment) required by the Secretary: Provided further, That the Secretary shall as part of the preservation and revitalization agreement obtain a restrictive use agreement consistent with the terms of the restructuring: Provided further, That if the Secretary determines that additional funds for vouchers described in this paragraph are needed, funds for the preservation and revitalization demonstration program may be used for such vouchers: Provided further, That if Congress enacts legislation to permanently authorize a multi-family rental housing loan restructuring program similar to the demonstration program described herein, the Secretary may use funds made available for the demonstration program under this heading to carry out such legislation with the prior notification to the Committees on Appropriations of both Houses of Congress: Provided further, That in addition to any other available funds, the Secretary may expend not more than \$1,000,000 total, from the program funds made available under this heading, for administrative expenses for activities funded under this heading.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-2002-0-1-604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0010 Grants	11	21	18
Credit program obligations:			
0701 Direct loan subsidy	8	10	18
0703 Subsidy for modifications of direct loans	3	3	
0705 Reestimates of direct loan subsidy	28	16	
0706 Interest on reestimates of direct loan subsidy	5	5	
0709 Administrative expenses	1	2	
0791 Direct program activities, subtotal	45	36	18
0900 Total new obligations (object class 41.0)	56	57	36
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	27	23	3
1001 Discretionary unobligated balance brought fwd, Oct 1	27	23	
1020 Adjustment of unobligated bal brought forward, Oct 1	1		
1021 Recoveries of prior year unpaid obligations	5	3	
1050 Unobligated balance (total)	33	26	3
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	13	13	33
1160 Appropriation, discretionary (total)	13	13	33
Appropriations, mandatory:			
1200 Appropriation	33	21	
1260 Appropriations, mandatory (total)	33	21	
1900 Budget authority (total)	46	34	33
1930 Total budgetary resources available	79	60	36

Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	23	3
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	49	45
3010	Obligations incurred, unexpired accounts	56	57
3020	Outlays (gross)	-57	-38
3031	Unpaid obligations transferred from other accts [12-2081]	2	
3040	Recoveries of prior year unpaid obligations, unexpired	-5	-3
3050	Unpaid obligations, end of year	45	61
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	49	45
3200	Obligated balance, end of year	45	61

Budget authority and outlays, net:			
Discretionary:			
4000	Budget authority, gross	13	13
Outlays, gross:			
4010	Outlays from new discretionary authority	2	4
4011	Outlays from discretionary balances	22	13
4020	Outlays, gross (total)	24	17
Mandatory:			
4090	Budget authority, gross	33	21
Outlays, gross:			
4100	Outlays from new mandatory authority	33	21
4180	Budget authority, net (total)	46	34
4190	Outlays, net (total)	57	38

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

Identification code 12-2002-0-1-604			
	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115001	Multi-Family Housing Relending Demo	4	5
115002	Multi-Family Housing Revitalization Seconds	5	9
115003	Multi-Family Revitalization Zero	6	5
115999	Total direct loan levels	15	19
Direct loan subsidy (in percent):			
132001	Multi-Family Housing Relending Demo	36.84	36.18
132002	Multi-Family Housing Revitalization Seconds	61.74	61.44
132003	Multi-Family Revitalization Zero	54.29	58.28
132999	Weighted average subsidy rate	52.12	53.96
Direct loan subsidy budget authority:			
133001	Multi-Family Housing Relending Demo	2	2
133002	Multi-Family Housing Revitalization Seconds	3	6
133003	Multi-Family Revitalization Zero	3	3
133999	Total subsidy budget authority	8	11
Direct loan subsidy outlays:			
134001	Multi-Family Housing Relending Demo	2	1
134002	Multi-Family Housing Revitalization Seconds	5	3
134003	Multi-Family Revitalization Zero	2	1
134004	Multi-Family Housing Revitalization Seconds Disasters	1	
134006	Multi-Family Housing Revitalization Modifications	5	2
134999	Total subsidy outlays	15	7
Direct loan upward reestimates:			
135003	Multi-Family Housing Revitalization Zero	1	1
135006	Multi-Family Housing Revitalization Modifications	32	21
135999	Total upward reestimate budget authority	33	22
Direct loan downward reestimates:			
137002	Multi-Family Housing Revitalization Seconds	-3	-3
137003	Multi-Family Revitalization Zero	-1	
137006	Multi-Family Housing Revitalization Modifications	-6	
137999	Total downward reestimate budget authority	-10	-3

USDA's portfolio of multifamily housing projects provides housing for nearly half a million low-income families, many of whom are elderly. Projects that received their financing prior to 1989 are allowed to prepay and leave the program. USDA may assist families displaced by sponsors' prepayments by providing them with letters of priority and vouchers, which were newly funded in 2006. The Budget requests \$12.6 million in 2014 for housing vouchers for residents of projects whose sponsors prepay their outstanding indebtedness on USDA loans and leave the program. In addition, the Budget requests \$20 million for continuation of the multi-family housing revitalization pilot program

in 2014. This funding will allow USDA to focus on management of the current multifamily housing portfolio to ensure that the USDA-financed properties continue to provide decent, safe, affordable housing for their rural tenant population.

Prior year obligated balances reflect funding for rental assistance for newly constructed units provided in limited amounts in 1984 and 1985. From 1986 through 1991 rental assistance for newly constructed units, as well as existing rental assistance contract renewals and additional servicing assistance for existing projects, had been funded under the Rural Housing Insurance Fund. Beginning in 1992, pursuant to Credit Reform, a separate grant account was established for the rental assistance program.

MULTIFAMILY HOUSING REVITALIZATION DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4269-0-3-604			
	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0710	Direct loan obligations	15	19
0713	Payment of interest to Treasury	10	15
0742	Downward reestimate paid to receipt account	10	3
0743	Interest on downward reestimates	1	
0744	Adjusting payments to liquidating accounts	62	
0900	Total new obligations	98	37

Budgetary Resources:			
Unobligated balance:			
1000	Unobligated balance brought forward, Oct 1	25	20
1021	Recoveries of prior year unpaid obligations	28	
1023	Unobligated balances applied to repay debt	-38	-20
1024	Unobligated balance of borrowing authority withdrawn	-15	
Financing authority:			
Borrowing authority, mandatory:			
1400	Borrowing authority	127	37
1421	Borrowing authority applied to repay debt	-9	
1440	Borrowing authority, mandatory (total)	118	37
Spending authority from offsetting collections, mandatory:			
1800	Collected	80	36
1801	Change in uncollected payments, Federal sources	-7	-7
1825	Spending authority from offsetting collections applied to repay debt	-73	-29
1900	Financing authority (total)	118	37
1930	Total budgetary resources available	118	37
Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	20	

Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	150	131
3010	Obligations incurred, unexpired accounts	98	37
3020	Financing disbursements (gross)	-89	-48
3040	Recoveries of prior year unpaid obligations, unexpired	-28	
3050	Unpaid obligations, end of year	131	120
Uncollected payments:			
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-40	-33
3070	Change in uncollected pymts, Fed sources, unexpired	7	7
3090	Uncollected pymts, Fed sources, end of year	-33	-26
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	110	98
3200	Obligated balance, end of year	98	94

Financing authority and disbursements, net:			
Mandatory:			
4090	Financing authority, gross	118	37
Financing disbursements:			
4110	Financing disbursements, gross	89	48
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120	Federal sources - subsidy outlays from program account	-47	-29
4120	Revitalization loan transfers	-27	
4122	Interest on uninvested funds	-4	-5
4123	Repayments of Principal	-2	-1
4123	Interest received on loans		-1

MULTIFAMILY HOUSING REVITALIZATION DIRECT LOAN FINANCING
ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-4269-0-3-604	2012 actual	2013 CR	2014 est.
4130 Offsets against gross financing auth and disbursements (total)	-80	-36	-23
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	7	7	16
4160 Financing authority, net (mandatory)	45	8	44
4170 Financing disbursements, net (mandatory)	9	12	25
4180 Financing authority, net (total)	45	8	44
4190 Financing disbursements, net (total)	9	12	25

Status of Direct Loans (in millions of dollars)

Identification code 12-4269-0-3-604	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on obligations:			
1131 Direct loan obligations exempt from limitation	15	19	36
1150 Total direct loan obligations	15	19	36
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	348	414	443
Disbursements:			
1231 Direct loan disbursements	16	9	18
1233 Purchase of loans assets from a liquidating account	62	21	14
1251 Repayments: Repayments and prepayments	-2	-1	-1
1264 Write-offs for default: Adjusting payment to the liquidating account	-10		
1290 Outstanding, end of year	414	443	474

Balance Sheet (in millions of dollars)

Identification code 12-4269-0-3-604	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	55	19
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	348	414
1402 Interest receivable	25	58
1405 Allowance for subsidy cost (-)	-214	-305
1499 Net present value of assets related to direct loans	159	167
1999 Total assets	214	186
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	214	186
4999 Total liabilities and net position	214	186

MUTUAL AND SELF-HELP HOUSING GRANTS

For grants and contracts pursuant to section 523(b)(1)(A) of the Housing Act of 1949 (42 U.S.C. 1490c), \$10,000,000, to remain available until expended.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-2006-0-1-604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Mutual and self-help housing grants	38	43	23
0900 Total new obligations (object class 41.0)	38	43	23
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	19	13	13
1001 Discretionary unobligated balance brought fwd, Oct 1	19	13	
1021 Recoveries of prior year unpaid obligations	2	13	
1050 Unobligated balance (total)	21	26	13

Identification code 12-1951-0-1-452	2012 actual	2013 CR	2014 est.
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	30	30	10
1160 Appropriation, discretionary (total)	30	30	10
1930 Total budgetary resources available	51	56	23
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	13	13	

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	64	67	62
3010 Obligations incurred, unexpired accounts	38	43	23
3020 Outlays (gross)	-33	-35	-39
3040 Recoveries of prior year unpaid obligations, unexpired	-2	-13	
3050 Unpaid obligations, end of year	67	62	46
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	64	67	62
3200 Obligated balance, end of year	67	62	46

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	30	30	10
Outlays, gross:			
4010 Outlays from new discretionary authority	5	5	2
4011 Outlays from discretionary balances	28	30	37
4020 Outlays, gross (total)	33	35	39
4180 Budget authority, net (total)	30	30	10
4190 Outlays, net (total)	33	35	39

This program is authorized under section 523 of the Housing Act of 1949, as amended. Grants and contracts are made for the purpose of providing technical and supervisory assistance to groups of families to enable them to build their own homes through the mutual exchange of labor. The 2014 Budget requests \$10 million.

RURAL COMMUNITY FACILITIES PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For gross obligations for the principal amount of direct loans as authorized by section 306 and described in section 381E(d)(1) of the Consolidated Farm and Rural Development Act, \$1,500,000,000.

For the cost of grants for rural community facilities programs as authorized by section 306 and described in section 381E(d)(1) of the Consolidated Farm and Rural Development Act, \$17,000,000, to remain available until expended: Provided, That \$4,000,000 of the amount appropriated under this heading shall be available for community facilities grants to tribal colleges, as authorized by section 306(a)(19) of such Act: Provided further, That sections 381E-H and 381N of the Consolidated Farm and Rural Development Act are not applicable to the funds made available under this heading.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1951-0-1-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0010 CF Grants	15	14	15
0012 Rural Community Development Initiative Grants	9	4	5
0013 Economic Impact Initiative Grants	8	9	2
0015 Tribal College Grants		3	4
0018 CF Grants Emergency Supplemental			1
0091 Direct program activities, subtotal	32	30	27
Credit program obligations:			
0702 Loan guarantee subsidy	10	8	3
0705 Reestimates of direct loan subsidy	2	24	
0706 Interest on reestimates of direct loan subsidy	1	6	
0707 Reestimates of loan guarantee subsidy	15	7	
0708 Interest on reestimates of loan guarantee subsidy	2	1	
0791 Direct program activities, subtotal	30	46	3

0900	Total new obligations (object class 41.0)	62	76	30
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	14	10	13
1001	Discretionary unobligated balance brought fwd, Oct 1	14	10	
1020	Adjustment of unobligated bal brought forward, Oct 1	-1		
1020	Adjustment of unobligated bal brought forward, Oct 1	-8		
1021	Recoveries of prior year unpaid obligations	7	12	
1050	Unobligated balance (total)	12	22	13
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	30	29	17
1130	Appropriations permanently reduced	-1		
1160	Appropriation, discretionary (total)	29	29	17
Appropriations, mandatory:				
1200	Appropriation	20	38	
1260	Appropriations, mandatory (total)	20	38	
1700	Spending authority from offsetting collections, discretionary: Collected	11		
1750	Spending auth from offsetting collections, disc (total)	11		
1900	Budget authority (total)	60	67	17
1930	Total budgetary resources available	72	89	30
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	10	13	

Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	185	137	90
3001	Adjustments to unpaid obligations, brought forward, Oct 1	8		
3010	Obligations incurred, unexpired accounts	62	76	30
3020	Outlays (gross)	-107	-111	-53
3040	Recoveries of prior year unpaid obligations, unexpired	-7	-12	
3041	Recoveries of prior year unpaid obligations, expired	-4		
3050	Unpaid obligations, end of year	137	90	67
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	193	137	90
3200	Obligated balance, end of year	137	90	67

Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	40	29	17
Outlays, gross:				
4010	Outlays from new discretionary authority	5	4	3
4011	Outlays from discretionary balances	82	69	50
4020	Outlays, gross (total)	87	73	53
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4033	Non-Federal sources	-11		
Mandatory:				
4090	Budget authority, gross	20	38	
Outlays, gross:				
4100	Outlays from new mandatory authority	20	38	
4180	Budget authority, net (total)	49	67	17
4190	Outlays, net (total)	96	111	53

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

Identification code 12-1951-0-1-452	2012 actual	2013 CR	2014 est.	
Direct loan levels supportable by subsidy budget authority:				
115002	Community Facility Loans	1,271	1,300	1,500
115999	Total direct loan levels	1,271	1,300	1,500
Direct loan subsidy (in percent):				
132002	Community Facility Loans	-3.03	-2.08	-13.21
132999	Weighted average subsidy rate	-3.03	-2.08	-13.21
Direct loan subsidy budget authority:				
133002	Community Facility Loans	-39	-27	-198
133999	Total subsidy budget authority	-39	-27	-198
Direct loan subsidy outlays:				
134002	Community Facility Loans	3	-11	-39
134003	Community Facility Emergency Supplemental Loans	2		
134004	Community Facility Loans - ARRA	6	3	2
134999	Total subsidy outlays	11	-8	-37
Direct loan upward reestimates:				
135002	Community Facility Loans	3	30	
135999	Total upward reestimate budget authority	3	30	

Direct loan downward reestimates:				
137002	Community Facility Loans	-130	-55	
137999	Total downward reestimate budget authority	-130	-55	
Guaranteed loan levels supportable by subsidy budget authority:				
215002	Community Facility Loan Guarantees	202	125	49
215999	Total loan guarantee levels	202	125	49
Guaranteed loan subsidy (in percent):				
232002	Community Facility Loan Guarantees	4.73	6.75	6.34
232999	Weighted average subsidy rate	4.73	6.70	6.21
Guaranteed loan subsidy budget authority:				
233002	Community Facility Loan Guarantees	10	8	3
233999	Total subsidy budget authority	10	8	3
Guaranteed loan subsidy outlays:				
234002	Community Facility Loan Guarantees		9	6
234999	Total subsidy outlays		9	6
Guaranteed loan upward reestimates:				
235002	Community Facility Loan Guarantees	17	8	
235999	Total upward reestimate budget authority	17	8	
Guaranteed loan downward reestimates:				
237002	Community Facility Loan Guarantees	-2	-13	
237999	Total downward reestimate subsidy budget authority	-2	-13	

This account funds the direct and guaranteed community facility loans and community facility grants, which are authorized under sections 306(a)(1) and 306(a)(19) of the Consolidated Farm and Rural Development Act, as amended. Loans are provided to local governments and nonprofit organizations for the construction and improvement of community facilities providing essential services in rural areas of not more than 20,000 population, such as hospitals and fire stations. Total program level in 2014 is projected to be \$1.5 billion for direct loans. The 2014 Budget proposes no guaranteed loans due to an increase in the cost of the program and because it is likely that some demand for the guarantee program will be filled with the increase in the direct loan program. The 2014 Budget requests \$17 million for grant purposes. This includes \$13 million for regular community facilities grants and \$4 million for Tribal College grants.

RURAL COMMUNITY FACILITY DIRECT LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4225-0-3-452	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
Credit program obligations:				
0710	Direct loan obligations	1,271	1,300	1,500
0713	Payment of interest to Treasury	199	214	221
0740	Negative subsidy obligations	39	27	198
0742	Downward reestimate paid to receipt account	102	48	
0743	Interest on downward reestimates	27	7	
0900	Total new obligations	1,638	1,596	1,919

Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	35		
1021	Recoveries of prior year unpaid obligations	127		
1023	Unobligated balances applied to repay debt	-38		
1024	Unobligated balance of borrowing authority withdrawn	-124		
Financing authority:				
Borrowing authority, mandatory:				
1400	Borrowing authority	1,446	1,118	1,386
1440	Borrowing authority, mandatory (total)	1,446	1,118	1,386
Spending authority from offsetting collections, mandatory:				
1800	Collected	405	486	537
1801	Change in uncollected payments, Federal sources	-16	-8	-4
1825	Spending authority from offsetting collections applied to repay debt	-197		
1850	Spending auth from offsetting collections, mand (total)	192	478	533
1900	Financing authority (total)	1,638	1,596	1,919

RURAL COMMUNITY FACILITY DIRECT LOANS FINANCING ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-4225-0-3-452	2012 actual	2013 CR	2014 est.
1930 Total budgetary resources available	1,638	1,596	1,919
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1,993	2,410	2,659
3010 Obligations incurred, unexpired accounts	1,638	1,596	1,919
3020 Financing disbursements (gross)	-1,094	-1,347	-1,633
3040 Recoveries of prior year unpaid obligations, unexpired	-127		
3050 Unpaid obligations, end of year	2,410	2,659	2,945
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-36	-20	-12
3070 Change in uncollected pymts, Fed sources, unexpired	16	8	4
3090 Uncollected pymts, Fed sources, end of year	-20	-12	-8
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1,957	2,390	2,647
3200 Obligated balance, end of year	2,390	2,647	2,937

Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	1,638	1,596	1,919
Financing disbursements:			
4110 Financing disbursements, gross	1,094	1,347	1,633
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources	-17	-38	-4
4122 Interest on uninvested funds	-23	-54	-64
4123 Repayment of principal	-365	-204	-243
4123 Interest received on loans		-190	-226
4130 Offsets against gross financing auth and disbursements (total)	-405	-486	-537
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	16	8	4
4160 Financing authority, net (mandatory)	1,249	1,118	1,386
4170 Financing disbursements, net (mandatory)	689	861	1,096
4180 Financing authority, net (total)	1,249	1,118	1,386
4190 Financing disbursements, net (total)	689	861	1,096

Status of Direct Loans (in millions of dollars)

Identification code 12-4225-0-3-452	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on obligations:			
1131 Direct loan obligations exempt from limitation	1,271	1,300	1,500
1150 Total direct loan obligations	1,271	1,300	1,500
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	3,737	4,282	5,092
1231 Disbursements: Direct loan disbursements	762	1,014	1,173
1251 Repayments: Repayments and prepayments	-205	-204	-243
1261 Adjustments: Capitalized interest	1		
1263 Write-offs for default: Direct loans	-13		
1290 Outstanding, end of year	4,282	5,092	6,022

This account reflects the funding from direct community facility loans to non-profit organizations and local governments for the construction and improvement of community facilities providing essential services in rural areas, such as hospitals, libraries, and fire/police stations.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4225-0-3-452	2011 actual	2012 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	111	193
Investments in US securities:		
1106 Receivables, net		24
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	3,737	4,282
1402 Interest receivable	35	45
1405 Allowance for subsidy cost (-)	-171	-6
1499 Net present value of assets related to direct loans	3,601	4,321
1999 Total assets	3,712	4,538
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	3,712	4,483
2105 Other		55
2999 Total liabilities	3,712	4,538
4999 Total liabilities and net position	3,712	4,538

RURAL COMMUNITY FACILITY GUARANTEED LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4228-0-3-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0711 Default claim payments on principal	8	8	9
0742 Downward reestimate paid to receipt account	2	10	
0743 Interest on downward reestimates	1	3	
0900 Total new obligations	11	21	9
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	63	79	80
1023 Unobligated balances applied to repay debt	-2		
1050 Unobligated balance (total)	61	79	80
Financing authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected	13	22	11
1801 Change in uncollected payments, Federal sources	16		
1850 Spending auth from offsetting collections, mand (total)	29	22	11
1900 Financing authority (total)	29	22	11
1930 Total budgetary resources available	90	101	91
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	79	80	82

Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	11	21	9
3020 Financing disbursements (gross)	-11	-21	-9
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1		-16	-16
3070 Change in uncollected pymts, Fed sources, unexpired	-16		
3090 Uncollected pymts, Fed sources, end of year	-16	-16	-16
Memorandum (non-add) entries:			
3100 Obligated balance, start of year		-16	-16
3200 Obligated balance, end of year	-16	-16	-16

Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	29	22	11
Financing disbursements:			
4110 Financing disbursements, gross	11	21	9
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources	-7	-17	-6
4122 Interest on uninvested funds	-2	-2	-3
4123 Guarantee Fees	-3	-2	-1
4123 Repayment of loan principal	-1	-1	-1
4130 Offsets against gross financing auth and disbursements (total)	-13	-22	-11

Additional offsets against financing authority only (total):			
4140	Change in uncollected pymts, Fed sources, unexpired	-16	
4170	Financing disbursements, net (mandatory)	-2	-1
4190	Financing disbursements, net (total)	-2	-1

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4228-0-3-452	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on commitments:			
2131	Guaranteed loan commitments exempt from limitation	202	125
2150	Total guaranteed loan commitments	202	125
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year	1,017	1,173
2231	Disbursements of new guaranteed loans	240	236
2251	Repayments and prepayments	-78	-117
Adjustments:			
2261	Terminations for default that result in loans receivable	-5	-9
2263	Terminations for default that result in claim payments	-3	-1
2264	Other adjustments, net	2 ¹	
2290	Outstanding, end of year	1,173	1,282
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year	938	1,026
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310	Outstanding, start of year	15	19
2331	Disbursements for guaranteed loan claims	5	6
2351	Repayments of loans receivable	-1	-1
2364	Other adjustments, net	-1 ²	-1 ³
2390	Outstanding, end of year	19	23

¹This adjustment is for reamortization/assumption of the principal only.

²Projections of the following items: Loss settlement for -1M

³Projected loss settlement for 1M

This account finances loan guarantee commitments for essential community facilities in rural areas.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4228-0-3-452	2011 actual	2012 actual
ASSETS:		
1101	Federal assets: Fund balances with Treasury	63
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1501	Defaulted guaranteed loans receivable, gross	15
1505	Allowance for subsidy cost (-)	-1
1599	Net present value of assets related to defaulted guaranteed loans	15
1999	Total assets	81
LIABILITIES:		
2104	Federal liabilities: Resources payable to Treasury	2
2204	Non-Federal liabilities: Liabilities for loan guarantees	76
2999	Total liabilities	78
4999	Total liabilities and net position	78

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For gross obligations for the principal amount of direct and guaranteed loans as authorized by title V of the Housing Act of 1949, to be available from funds in the rural housing insurance fund, as follows: \$360,000,000 shall be for direct loans and \$24,000,000,000 shall be for unsubsidized guaranteed loans; \$26,280,000 for section 504 housing repair loans; \$28,432,000 for section 515 rental housing loans; \$5,000,000 for section 524 site development loans; \$10,000,000 for credit sales of single family housing acquired property; and \$150,000,000 for section 538 guaranteed multi-family housing loans.

For the cost of direct and guaranteed loans, including the cost of modifying loans, as defined in section 502 of the Congressional Budget Act of 1974, as follows: section 502 loans, \$9,792,000 shall be for direct loans; section 504 housing repair loans, \$2,176,000; and repair, rehabilitation, and new construction of section 515 rental housing loans, \$6,656,000: Provided, That to support the loan program level for section 538 guaranteed loans made available under this heading the Secretary may charge or adjust any fees to cover the projected cost of such loan guarantees pursuant to the provisions of the Credit Reform Act of 1990 (2 U.S.C. 661 et seq.), and the interest on such loans may not be subsidized.

In addition, for the cost of direct loans, grants, and contracts, as authorized by 42 U.S.C. 1484 and 1486, \$13,992,000, to remain available until expended, for direct farm labor housing loans and domestic farm labor housing grants and contracts: Provided, That any balances available for the Farm Labor Program Account shall be transferred to and merged with this account.

In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, \$417,692,000 shall be paid to the appropriation for "Rural Development, Salaries and Expenses".

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-2081-0-1-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0011	Farm labor housing grants	3	18
Credit program obligations:			
0701	Direct loan subsidy	65	84
0705	Reestimates of direct loan subsidy	296	202
0706	Interest on reestimates of direct loan subsidy	83	139
0707	Reestimates of loan guarantee subsidy	341	664
0708	Interest on reestimates of loan guarantee subsidy	55	141
0709	Administrative expenses	431	433
0791	Direct program activities, subtotal	1,271	1,663
0900	Total new obligations	1,274	1,681
Budgetary Resources:			
Unobligated balance:			
1000	Unobligated balance brought forward, Oct 1	2	23
1001	Discretionary unobligated balance brought fwd, Oct 1	2	23
1011	Unobligated balance transfer from other accts [12-1954]	4	
1021	Recoveries of prior year unpaid obligations	7	10
1050	Unobligated balance (total)	13	33
Budget authority:			
Appropriations, discretionary:			
1100	Appropriation	511	514
1120	Appropriations transferred to other accts [12-4609]	-2	
1160	Appropriation, discretionary (total)	509	514
Appropriations, mandatory:			
1200	Appropriation	775	1,146
1260	Appropriations, mandatory (total)	775	1,146
1900	Budget authority (total)	1,284	1,660
1930	Total budgetary resources available	1,297	1,693
Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	23	12
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	94	157

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-2081-0-1-371	2012 actual	2013 CR	2014 est.
3010 Obligations incurred, unexpired accounts	1,274	1,681	461
3011 Obligations incurred, expired accounts	7		
3020 Outlays (gross)	-1,311	-1,671	-480
3030 Unpaid obligations transferred to other accts [12-2002]	-2		
3031 Unpaid obligations transferred from other accts [12-1954]	110		
3040 Recoveries of prior year unpaid obligations, unexpired	-7	-10	
3041 Recoveries of prior year unpaid obligations, expired	-8		
3050 Unpaid obligations, end of year	157	157	138
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	94	157	157
3200 Obligated balance, end of year	157	157	138
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	509	514	450
Outlays, gross:			
4010 Outlays from new discretionary authority	470	474	429
4011 Outlays from discretionary balances	66	51	51
4020 Outlays, gross (total)	536	525	480
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4033 Non-Federal sources	-8		
Additional offsets against gross budget authority only:			
4052 Offsetting collections credited to expired accounts	8		
4070 Budget authority, net (discretionary)	509	514	450
4080 Outlays, net (discretionary)	528	525	480
Mandatory:			
4090 Budget authority, gross	775	1,146	
Outlays, gross:			
4100 Outlays from new mandatory authority	775	1,146	
4180 Budget authority, net (total)	1,284	1,660	450
4190 Outlays, net (total)	1,303	1,671	480

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

Identification code 12-2081-0-1-371	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Section 502 Single-Family Housing	900	717	360
115004 Section 515 Multi-Family Housing	59	63	28
115007 Section 504 Housing Repair	10	10	26
115011 Section 514 Farm Labor Housing	3	53	43
115012 Section 524 Site Development			5
115013 Section 523 Self-Help Housing		5	
115014 Single-Family Housing Credit Sales	1	10	10
115999 Total direct loan levels	973	858	472
Direct loan subsidy (in percent):			
132001 Section 502 Single-Family Housing	4.73	5.97	2.72
132004 Section 515 Multi-Family Housing	34.12	35.17	23.41
132007 Section 504 Housing Repair	14.21	13.67	8.28
132011 Section 514 Farm Labor Housing	34.15	33.34	23.71
132012 Section 524 Site Development			-5.95
132013 Section 523 Self-Help Housing		-2.15	
132014 Single-Family Housing Credit Sales	-16.85	-8.97	-8.97
132999 Weighted average subsidy rate	6.68	9.67	5.83
Direct loan subsidy budget authority:			
133001 Section 502 Single-Family Housing	43	43	10
133004 Section 515 Multi-Family Housing	20	22	7
133007 Section 504 Housing Repair	1	1	2
133011 Section 514 Farm Labor Housing	1	18	10
133014 Single-Family Housing Credit Sales		-1	-1
133999 Total subsidy budget authority	65	83	28
Direct loan subsidy outlays:			
134001 Section 502 Single-Family Housing	40	44	17
134002 Section 502 Emergency Supplemental	6		
134004 Section 515 Multi-Family Housing	25	32	26
134007 Section 504 Housing Repair	2	1	2
134011 Section 514 Farm Labor Housing	11	12	17
134014 Single-Family Housing Credit Sales			-1
134999 Total subsidy outlays	84	89	61
Direct loan upward reestimates:			
135001 Section 502 Single-Family Housing	371	329	
135004 Section 515 Multi-Family Housing	2	3	
135007 Section 504 Housing Repair	4	4	
135011 Section 514 Farm Labor Housing	1		

135012 Section 524 Site Development		1	
135013 Section 523 Self-Help Housing	2		
135014 Single-Family Housing Credit Sales		3	
135999 Total upward reestimate budget authority	380	340	
Direct loan downward reestimates:			
137001 Section 502 Single-Family Housing	-7	-14	
137004 Section 515 Multi-Family Housing	-12	-14	
137007 Section 504 Housing Repair	-2		
137011 Section 514 Farm Labor Housing	-3	-6	
137012 Section 524 Site Development	-1		
137014 Single-Family Housing Credit Sales	-3		
137999 Total downward reestimate budget authority	-28	-34	
Guaranteed loan levels supportable by subsidy budget authority:			
215003 Guaranteed 538 Multi-Family Housing	103	130	150
215011 Guaranteed 502 Single Family Housing	19,213	24,000	24,000
215999 Total loan guarantee levels	19,316	24,130	24,150
Guaranteed loan subsidy (in percent):			
232003 Guaranteed 538 Multi-Family Housing	-0.06	-0.04	-0.19
232011 Guaranteed 502 Single Family Housing	-0.03	-0.25	-0.14
232999 Weighted average subsidy rate	-0.03	-0.25	-0.14
Guaranteed loan subsidy budget authority:			
233011 Guaranteed 502 Single Family Housing	-6	-60	-34
233999 Total subsidy budget authority	-6	-60	-34
Guaranteed loan subsidy outlays:			
234011 Guaranteed 502 Single Family Housing	-12	-52	-41
234999 Total subsidy outlays	-12	-52	-41
Guaranteed loan upward reestimates:			
235001 Guaranteed 502 Single Family Housing, Purchase	315	561	
235002 Guaranteed 502, Refinance		42	
235003 Guaranteed 538 Multi-Family Housing	20		
235011 Guaranteed 502 Single Family Housing	61	203	
235999 Total upward reestimate budget authority	396	806	
Guaranteed loan downward reestimates:			
237001 Guaranteed 502 Single Family Housing, Purchase		-2	
237002 Guaranteed 502, Refinance	-12		
237003 Guaranteed 538 Multi-Family Housing	-28		
237999 Total downward reestimate subsidy budget authority	-40	-2	
Administrative expense data:			
3510 Budget authority	431	433	418
3590 Outlays from new authority	431	433	418

Rural Housing Insurance Fund.—This fund was established in 1965 (Public Law 89-117) pursuant to section 517 of title V of the Housing Act of 1949, as amended.

The programs funded through the Rural Housing Insurance Fund Program account are: section 502 single family housing direct loans and loan guarantees; section 504 housing repair loans; section 515 multi-family housing direct loans; section 524 housing site loans, single family and multi-family housing credit sales of acquired property, section 538 multi-family housing guarantees, and section 523 self-help housing land development loan program. In addition, the farm labor housing program was merged with this account in 2012, bringing the 514 farm labor housing loans back into this account along with the 516 farm labor housing grants. The 514 loans were originally funded in this account, but were combined into a flexible funding stream in the farm labor housing grants account in 2001. Maintaining the flexible funding stream in the loan program account allows the administration of the farm labor program to be more efficient and less burdensome.

Loan programs are limited to rural areas that include towns, villages, and other places which are not part of an urban area. These areas have a population not in excess of 2,500 inhabitants, or in excess of 2,500, but not in excess of 10,000 if rural in character, or a population in excess of 10,000 but not more than 20,000. Areas are within a standard metropolitan statistical area and have a serious lack of mortgage credit for low- and moderate-income borrowers.

For 2014, the Budget funds single family housing activities primarily through the Section 502 single family housing guaranteed loan program. The Section 502 single family housing guarantees are requested at a \$24 billion loan level for 2014. The subsidy rate for 2014 is a blended rate of the new/purchase single family housing guarantees with the refinanced single housing guarantees, and with the combination annual and up-front fee structure, the subsidy rate continues to be negative.

The 2014 Budget requests a reduced loan level of \$360 million for Section 502 single family housing direct loans. The 2014 Budget requests a funding level of approximately \$28.4 million for Section 515 multi-family housing loans, \$26.3 million for Section 504 very low-income housing repair loans, \$5 million for Section 524 site development loan, and \$10 million for credit sales of acquired property for single family housing loans. No funding is requested for Section 523 self-help housing land development and credit sales of acquired property for multi-family housing.

The 2014 Budget also requests \$150 million in funding for the multi-family housing guaranteed loan program, and continues to include appropriations language that will allow the program to operate without interest subsidy and with a fee, which removes the main subsidy cost drivers in this program.

In addition, the 2014 Budget includes \$23.8 million in farm labor housing loans and \$8.3 million in farm labor housing grants.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including credit sales of acquired property), 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.

Object Classification (in millions of dollars)

Identification code 12-2081-0-1-371	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.3 Other goods and services from Federal sources	431	433	418
41.0 Grants, subsidies, and contributions	843	1,248	43
99.9 Total new obligations	1,274	1,681	461

RURAL HOUSING INSURANCE FUND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4215-0-3-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0005 Advances on behalf of borrowers	74	74	75
0006 Other expenses	22	22	22
0007 Interest Supplemental Paid to Lenders	1	1	1
0091 Direct Program by Activities - Subtotal (1 level)	97	97	98
Credit program obligations:			
0710 Direct loan obligations	974	859	472
0713 Payment of interest to Treasury	784	802	820
0742 Downward reestimate paid to receipt account	17	27	
0743 Interest on downward reestimates	11	7	
0791 Direct program activities, subtotal	1,786	1,695	1,292
0900 Total new obligations	1,883	1,792	1,390
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	59	103	
1021 Recoveries of prior year unpaid obligations	57		
1023 Unobligated balances applied to repay debt	-72	-103	
1024 Unobligated balance of borrowing authority withdrawn	-44		

Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	1,095	75	
1440 Borrowing authority, mandatory (total)	1,095	75	
Spending authority from offsetting collections, mandatory:			
1800 Collected	1,761	1,762	1,431
1801 Change in uncollected payments, Federal sources	-35	-45	-29
1825 Spending authority from offsetting collections applied to repay debt	-835		-12
1850 Spending auth from offsetting collections, mand (total)	891	1,717	1,390
1900 Financing authority (total)	1,986	1,792	1,390
1930 Total budgetary resources available	1,986	1,792	1,390
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	103		

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, fund balance with Treasury, start of year	615	486	497
3010 Obligations incurred, unexpired accounts	1,883	1,792	1,390
3020 Financing disbursements (gross)	-1,955	-1,781	-1,517
3040 Recoveries of prior year unpaid obligations, unexpired	-57		
3050 Unpaid obligations, end of year	486	497	370
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-143	-108	-63
3070 Change in uncollected pymts, Fed sources, unexpired	35	45	29
3090 Uncollected pymts, Fed sources, end of year	-108	-63	-34
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	472	378	434
3200 Obligated balance, end of year	378	434	336

Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	1,986	1,792	1,390
Financing disbursements:			
4110 Financing disbursements, gross	1,955	1,781	1,517
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources: payments from program account	-464	-428	-62
4122 Interest on uninvested funds	-61	-66	-68
4123 Non-Federal sources: Repayments of principal	-619	-651	-656
4123 Interest received on loans	-556	-557	-585
4123 Payments on judgments	-11	-8	-8
4123 Proceeds on sale of acquired property	-28	-30	-30
4123 Recaptured income	-10	-10	-10
4123 Fees	-11	-10	-10
4123 Miscellaneous collections	-1	-2	-2
4130 Offsets against gross financing auth and disbursements (total)	-1,761	-1,762	-1,431
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	35	45	29
4160 Financing authority, net (mandatory)	260	75	-12
4170 Financing disbursements, net (mandatory)	194	19	86
4180 Financing authority, net (total)	260	75	-12
4190 Financing disbursements, net (total)	194	19	86

Status of Direct Loans (in millions of dollars)

Identification code 12-4215-0-3-371	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on obligations:			
1131 Direct loan obligations exempt from limitation	974	859	472
1150 Total direct loan obligations	974	859	472
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	17,400	17,677	17,867
Disbursements:			
1231 Direct loan disbursements	1,049	848	599
1232 Purchase of loans assets from the public	6		
Repayments:			
1251 Repayments and prepayments	-650	-651	-656
1252 Proceeds from loan asset sales to the public or discounted	-60		
Adjustments:			
1261 Capitalized interest	29	20	20
1262 Discount on loan asset sales to the public or discounted	-1		
Write-offs for default:			
1263 Direct loans	-14	-27	-27
1264 Other adjustments, net (+ or -)	-82		
1290 Outstanding, end of year	17,677	17,867	17,803

RURAL HOUSING INSURANCE FUND DIRECT LOAN FINANCING
ACCOUNT—Continued

This account reflects the financing for direct rural housing loans for section the 502 very low- and low-to-moderate-income home ownership loan program; section 504 very low- income housing repair loan program; section 514 domestic farm labor housing loan program; section 515 rural rental housing loan program; sections 523 self-help housing loans, and 524 site development loans; and single family and multi-family housing credit sales of acquired property.

Loan programs are limited to rural areas that include towns, villages and other places which are not part of an urban area. These areas have a population not in excess of 2,500 inhabitants, or in excess of 2,500, but not in excess of 10,000 if rural in character, or a population in excess of 10,000, but not more than 20,000. Areas are not within a standard metropolitan statistical area and have a serious lack of mortgage credit for low- and moderate-income borrowers.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond including credit sales of acquired property. 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 12-4215-0-3-371	2011 actual	2012 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	198	341
Investments in US securities:		
1106 Receivables, net	253	219
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	17,400	17,677
1402 Interest receivable	193	205
1404 Foreclosed property	56	62
1405 Allowance for subsidy cost (-)	-2,553	-2,608
1499 Net present value of assets related to direct loans	15,096	15,336
1999 Total assets	15,547	15,896
LIABILITIES:		
Federal liabilities:		
2103 Debt	13,834	15,841
2105 Other	1,676	27
2201 Non-Federal liabilities: Accounts payable	37	28
2999 Total liabilities	15,547	15,896
4999 Total liabilities and net position	15,547	15,896

RURAL HOUSING INSURANCE FUND GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4216-0-3-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0003 Interest assistance paid to lenders	8	8	8
Credit program obligations:			
0711 Default claim payments on principal	497	501	586
0713 Payment of interest to Treasury	1		
0740 Negative subsidy obligations	7	60	34
0742 Downward reestimate paid to receipt account	29	2	
0743 Interest on downward reestimates	11		
0791 Direct program activities, subtotal	545	563	620
0900 Total new obligations	553	571	628
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	2,030	2,370	3,193
1021 Recoveries of prior year unpaid obligations	1		

1023 Unobligated balances applied to repay debt	-3		
1050 Unobligated balance (total)	2,028	2,370	3,193
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	7		
1440 Borrowing authority, mandatory (total)	7		
Spending authority from offsetting collections, mandatory:			
1800 Collected	882	1,394	803
1801 Change in uncollected payments, Federal sources	6		
1850 Spending auth from offsetting collections, mand (total)	888	1,394	803
1900 Financing authority (total)	895	1,394	803
1930 Total budgetary resources available	2,923	3,764	3,996
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	2,370	3,193	3,368

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	6	1	1
3010 Obligations incurred, unexpired accounts	553	571	628
3020 Financing disbursements (gross)	-557	-571	-628
3040 Recoveries of prior year unpaid obligations, unexpired	-1		
3050 Unpaid obligations, end of year	1	1	1
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1		-6	-6
3070 Change in uncollected pymts, Fed sources, unexpired	-6		
3090 Uncollected pymts, Fed sources, end of year	-6	-6	-6
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	6	-5	-5
3200 Obligated balance, end of year	-5	-5	-5

Financing authority and disbursements, net:

Mandatory:			
4090 Financing authority, gross	895	1,394	803
Financing disbursements:			
4110 Financing disbursements, gross	557	571	628
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources	-388	-805	
4122 Interest on uninvested funds	-57	-137	-266
4123 Non-Federal sources: guarantee fees	-416	-432	-516
4123 Repayments of Principal	-14	-14	-15
4123 Non-Federal sources	-5	-4	-4
4123 Interest Received on Loans	-2	-2	-2
4130 Offsets against gross financing auth and disbursements (total)	-882	-1,394	-803
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	-6		
4160 Financing authority, net (mandatory)	7		
4170 Financing disbursements, net (mandatory)	-325	-823	-175
4180 Financing authority, net (total)	7		
4190 Financing disbursements, net (total)	-325	-823	-175

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4216-0-3-371	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on commitments:			
2131 Guaranteed loan commitments exempt from limitation	19,316	24,130	24,150
2150 Total guaranteed loan commitments	19,316	24,130	24,150
2199 Guaranteed amount of guaranteed loan commitments	17,384	21,717	21,735
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	61,985	75,841	88,794
2231 Disbursements of new guaranteed loans	18,802	20,659	24,675
2251 Repayments and prepayments	-4,385	-7,205	-8,435
2263 Adjustments: Terminations for default that result in claim payments	-561	-501	-586
2290 Outstanding, end of year	75,841	88,794	104,448
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	55,787	80,057	80,783
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	414	721	850
2331 Disbursements for guaranteed loan claims	369	267	269
2351 Repayments of loans receivable	-15	-13	-13

2361	Write-offs of loans receivable	-47	-125	-126
2390	Outstanding, end of year	721	850	980

This account finances the guaranteed section 502 low-to-moderate-income home ownership loan program as well as the re-financings of those loans and the section 538 guaranteed multi-family housing loan program. The guaranteed programs enable the Rural Housing Service to utilize private sector resources for the making and servicing of loans while the Agency provides a financial guarantee to encourage private sector activity.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loan commitments made in 1992 and beyond. 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 12-4216-0-3-371	2011 actual	2012 actual	
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	2,030	2,362
Investments in US securities:			
1106	Receivables, net	396	763
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:			
1501	Defaulted guaranteed loans receivable, gross	414	721
1502	Interest receivable		1
1505	Allowance for subsidy cost (-)	-176	-415
1505	Currently not collectible (-)	-238	-297
1599	Net present value of assets related to defaulted guaranteed loans		10
1999	Total assets	2,426	3,135
LIABILITIES:			
Federal liabilities:			
2103	Debt	6	12
2104	Resources payable to Treasury	39	2
2204	Non-Federal liabilities: Liabilities for loan guarantees	2,381	3,121
2999	Total liabilities	2,426	3,135
4999	Total liabilities and net position	2,426	3,135

RURAL HOUSING INSURANCE FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4141-0-3-371	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0107	Other costs incident to loans	33	29	26
0900	Total new obligations (object class 25.2)	33	29	26
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	42	54	
1021	Recoveries of prior year unpaid obligations	7		
1022	Capital transfer of unobligated balances to general fund	-48	-54	
1050	Unobligated balance (total)	1		
Budget authority:				
Spending authority from offsetting collections, mandatory:				
1800	Collected	620	581	542
1820	Capital transfer of spending authority from offsetting collections to general fund	-534	-552	-516
1850	Spending auth from offsetting collections, mand (total)	86	29	26
1930	Total budgetary resources available	87	29	26
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	54		
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid fund balance with treasury, end of year	24	31	23
3010	Obligations incurred, unexpired accounts	33	29	26
3020	Outlays (gross)	-19	-37	-32

3040	Recoveries of prior year unpaid obligations, unexpired	-7		
3050	Unpaid obligations, end of year	31	23	17
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	24	31	23
3200	Obligated balance, end of year	31	23	17

Budget authority and outlays, net:

Mandatory:				
4090	Budget authority, gross	86	29	26
Outlays, gross:				
4100	Outlays from new mandatory authority	16	29	26
4101	Outlays from mandatory balances	3	8	6
4110	Outlays, gross (total)	19	37	32
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4120	Federal sources	-31		
4123	Non-Federal sources	-589	-581	-542
4130	Offsets against gross budget authority and outlays (total)	-620	-581	-542
4160	Budget authority, net (mandatory)	-534	-552	-516
4170	Outlays, net (mandatory)	-601	-544	-510
4180	Budget authority, net (total)	-534	-552	-516
4190	Outlays, net (total)	-601	-544	-510

Status of Direct Loans (in millions of dollars)

Identification code 12-4141-0-3-371	2012 actual	2013 CR	2014 est.	
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	8,964	8,560	8,197
1251	Repayments: Repayments and prepayments	-310	-301	-301
1261	Adjustments: Capitalized interest	4	4	4
Write-offs for default:				
1263	Direct loans	-28	-29	-29
1264	Other adjustments, net (+ or -)	-70	-37	-37
1290	Outstanding, end of year	8,560	8,197	7,834

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4141-0-3-371	2012 actual	2013 CR	2014 est.	
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	2	2	2
2251	Repayments and prepayments			
2290	Outstanding, end of year	2	2	2
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	2	2	2

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to 1992. New loan activity in 1992 and beyond is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-4141-0-3-371	2011 actual	2012 actual	
ASSETS:			
1101	Federal assets: Fund balances with Treasury	101	122
1601	Direct loans, gross	8,964	8,560
1602	Interest receivable	698	698
1603	Allowance for estimated uncollectible loans and interest (-)	-4,901	-4,451
1604	Direct loans and interest receivable, net	4,761	4,807
1606	Foreclosed property	33	32
1699	Value of assets related to direct loans	4,794	4,839
1901	Other Federal assets: Other assets	3	3
1999	Total assets	4,898	4,964
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	4,884	4,971
2207	Non-Federal liabilities: Other	14	-7
2999	Total liabilities	4,898	4,964

RURAL HOUSING INSURANCE FUND LIQUIDATING ACCOUNT—Continued
Balance Sheet—Continued

Identification code 12-4141-0-3-371	2011 actual	2012 actual
4999 Total liabilities and net position	4,898	4,964

RURAL BUSINESS—COOPERATIVE SERVICE

Federal Funds

ENERGY ASSISTANCE PAYMENTS

Program and Financing (in millions of dollars)

Identification code 12-2073-0-1-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0010 Energy Assistance Payments	40	41	57
0900 Total new obligations (object class 41.0)	40	41	57
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	73	98	52
1020 Adjustment of unobligated bal brought forward, Oct 1		-40	
1050 Unobligated balance (total)	73	58	52
Budget authority:			
Appropriations, discretionary:			
1134 Appropriations precluded from obligation		-45	
1160 Appropriation, discretionary (total)		-45	
Appropriations, mandatory:			
1221 Appropriations transferred from other accts [12-4336]	65	80	45
1260 Appropriations, mandatory (total)	65	80	45
1900 Budget authority (total)	65	35	45
1930 Total budgetary resources available	138	93	97
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	98	52	40
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	2	2	12
3010 Obligations incurred, unexpired accounts	40	41	57
3020 Outlays (gross)	-40	-31	-69
3050 Unpaid obligations, end of year	2	12	
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	2	2	12
3200 Obligated balance, end of year	2	12	
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross		-45	
Outlays, gross:			
4010 Outlays from new discretionary authority		-34	
4011 Outlays from discretionary balances			-11
4020 Outlays, gross (total)		-34	-11
Mandatory:			
4090 Budget authority, gross	65	80	45
Outlays, gross:			
4100 Outlays from new mandatory authority	35	60	34
4101 Outlays from mandatory balances	5	5	46
4110 Outlays, gross (total)	40	65	80
4180 Budget authority, net (total)	65	35	45
4190 Outlays, net (total)	40	31	69

The purpose of the Bioenergy Program for Advanced Biofuels is to provide payments to eligible agricultural producers to support and ensure an expanding production of advanced biofuels. This program is authorized pursuant to section 9005 of the Farm Security and Rural Investment Act of 2002, as amended by the Food, Conservation, the Energy Act of 2008 and the American Taxpayer Relief Act of 2012. The account also includes funding for Repowering Assistance payments. The purpose of this program is to encourage biorefineries to replace fossil fuel used to produce heat or power to operate the biorefineries. This program was

authorized pursuant to section 9004 of the Farm Security and Rural Investment Act of 2002, as amended by the Food, Conservation, and Energy Act of 2008 and the American Relief Act of 2012. The Budget does not request discretionary funding in 2014 for either program.

RURAL BUSINESS AND COOPERATIVE GRANTS

For the cost of grants to support projects that provide technical and financial assistance to assist small and emerging private businesses and cooperatives in rural areas based on a standard for private sector growth proposed by the grantee, \$55,000,000, which shall remain available through September 30, 2015: Provided, That the Secretary shall establish minimum performance standards that a grantee's plan must meet to be eligible for assistance: Provided further, That if a grantee does meet the grantee's proposed standard for a fiscal year shall not be eligible for funding for the subsequent fiscal year: Provided further, That the Secretary will award additional points for projects that serve communities with exceptional needs as measured by socioeconomic indicators, as established by the Secretary.

Program and Financing (in millions of dollars)

Identification code 12-0406-0-1-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0010 Rural Business and Cooperative Grants			55
0900 Total new obligations (object class 41.0)			55
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation			55
1160 Appropriation, discretionary (total)			55
1930 Total budgetary resources available			55
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts			55
3020 Outlays (gross)			-1
3050 Unpaid obligations, end of year			54
Memorandum (non-add) entries:			
3200 Obligated balance, end of year			54
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross			55
Outlays, gross:			
4010 Outlays from new discretionary authority			1
4180 Budget authority, net (total)			55
4190 Outlays, net (total)			1

The President's budget proposes a new economic development grant program designed to target small and emerging private businesses and cooperatives in rural areas with populations of 50,000 or less. This new program will award funding to grantees that meet or exceed minimum performance targets, and that agree to be tracked against those performance targets. Additional points will be awarded to communities that meet the minimum performance targets and have exceptional need as measured by socioeconomic indicators, established by the Secretary. Because the new program will improve upon the agency's current grant allocation and evaluation process, the President's Budget does not provide funding to the following programs: Rural Business Enterprise Grants, Rural Business Opportunity Grants, Rural Cooperative Development Grants, Small/Socially Disadvantaged Producer Grants, Rural Microenterprise Assistance Grants, and Rural Community Development Initiative Grants. The consolidated rural business and cooperative grant authority will allow the Agency to better promote economic development through regional planning, and by leveraging resources to create greater

wealth, improve quality of life, and sustain and grow the regional economy. The Department plans to set up the new platform for the Rural Business and Cooperative Grants Program under a Notice of Funding Availability. For 2014, \$55 million is available for the program to remain available until September 30, 2015.

RURAL COOPERATIVE DEVELOPMENT GRANTS

For rural cooperative development grants authorized under section 310B(e) of the Consolidated Farm and Rural Development Act (7 U.S.C. 1932), \$17,250,000, of which \$2,250,000 shall be for cooperative agreements for the appropriate technology transfer for rural areas program; and of which \$15,000,000, to remain available until expended, shall be for value-added agricultural product market development grants, as authorized by section 231 of the Agricultural Risk Protection Act of 2000 (7 U.S.C. 1621 note).

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12–1900–0–1–452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Rural Cooperative Development Grants	9	9	.....
0011 Value Added Agricultural Product Marketing (discretionary)	39	30	19
0012 Appropriate Technology Transfer for Rural Areas	2	2	2
0013 Value Added Agricultural Product Marketing (mandatory)	1	1	.....
0900 Total new obligations (object class 41.0)	51	42	21
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	41	17	18
1001 Discretionary unobligated balance brought fwd, Oct 1	40	17	.....
1021 Recoveries of prior year unpaid obligations	2	18	.....
1050 Unobligated balance (total)	43	35	18
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	25	25	17
1160 Appropriation, discretionary (total)	25	25	17
1900 Budget authority (total)	25	25	17
1930 Total budgetary resources available	68	60	35
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	17	18	14
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	34	56	40
3010 Obligations incurred, unexpired accounts	51	42	21
3020 Outlays (gross)	-27	-40	-43
3040 Recoveries of prior year unpaid obligations, unexpired	-2	-18	.....
3050 Unpaid obligations, end of year	56	40	18
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	34	56	40
3200 Obligated balance, end of year	56	40	18
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	25	25	17
Outlays, gross:			
4010 Outlays from new discretionary authority	7	3	3
4011 Outlays from discretionary balances	16	34	39
4020 Outlays, gross (total)	23	37	42
Mandatory:			
Outlays, gross:			
4101 Outlays from mandatory balances	4	3	1
4180 Budget authority, net (total)	25	25	17
4190 Outlays, net (total)	27	40	43

Grants for rural cooperative development were authorized under section 310B(e) of the Consolidated Farm and Rural Development Act by Public Law 104–127, April 4, 1996. These grants are made

available to nonprofit corporations and institutions of higher education to fund the establishment and operation of centers for rural cooperative development. In 2006, the Rural Business Service began a separate solicitation for the Small Minority Producer grants. These grants provide assistance to small, minority producers through cooperatives and associations of cooperatives. The Budget does not propose funding for these programs. Instead, these activities will be part of a new economic development grant program designed to target small and emerging private businesses and cooperatives in rural areas with populations of 50,000 or less. The new Rural Business and Cooperative Grants program will award funding to grantees that meet or exceed minimum performance targets, and that agree to be tracked against those performance targets. Additional points will be awarded to communities that meet the minimum performance targets and have exceptional need as measured by socioeconomic indicators, established by the Secretary. The new program will improve upon the agency's current grant allocation and evaluation process. The Appropriate Technology Transfer to Rural Areas (ATTRA) program was first authorized by the Food Security Act of 1985. The program provides information and technical assistance to agricultural producers to adopt sustainable agricultural practices that are environmentally friendly and lower production costs. The 2014 Budget requests \$2.25 million for ATTRA.

Additionally, USDA provides Value-Added Marketing Grants for producers of agricultural commodities. These grants can be used for planning activities and for working capital for marketing value-added agricultural products. The Budget requests to fund the program at \$15 million.

RURAL ECONOMIC DEVELOPMENT GRANTS

Program and Financing (in millions of dollars)

Identification code 12–3105–0–1–452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Rural economic development grants	10	10	10
0002 Subsidy	4	4	3
0900 Total new obligations (object class 41.0)	14	14	13
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	171	200	224
1021 Recoveries of prior year unpaid obligations	1	3	.....
1050 Unobligated balance (total)	172	203	224
Budget authority:			
Appropriations, discretionary:			
1131 Unobligated balance of appropriations permanently reduced .....	.....	-155	-155
1160 Appropriation, discretionary (total) .....	.....	-155	-155
Appropriations, mandatory:			
1230 Appropriations and/or unobligated balance of appropriations permanently reduced	-155	.....	.....
1260 Appropriations, mandatory (total)	-155	.....	.....
Spending authority from offsetting collections, mandatory:			
1800 Collected	197	190	166
1850 Spending auth from offsetting collections, mand (total)	197	190	166
1900 Budget authority (total)	42	35	11
1930 Total budgetary resources available	214	238	235
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	200	224	222
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	11	14	10
3010 Obligations incurred, unexpired accounts	14	14	13
3020 Outlays (gross)	-10	-15	-12
3040 Recoveries of prior year unpaid obligations, unexpired	-1	-3	.....

RURAL ECONOMIC DEVELOPMENT GRANTS—Continued
Program and Financing—Continued

Identification code 12-3105-0-1-452	2012 actual	2013 CR	2014 est.
3050 Unpaid obligations, end of year	14	10	11
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-15	-15	-15
3090 Uncollected pymts, Fed sources, end of year	-15	-15	-15
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	-4	-1	-5
3200 Obligated balance, end of year	-1	-5	-4
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross		-155	-155
Mandatory:			
4090 Budget authority, gross	42	190	166
Outlays, gross:			
4100 Outlays from new mandatory authority	10	6	5
4101 Outlays from mandatory balances		9	7
4110 Outlays, gross (total)	10	15	12
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4120 Cushion of Credit Payments	-187	-180	-156
4123 Guaranteed Underwriter Fees	-10	-10	-10
4130 Offsets against gross budget authority and outlays (total)	-197	-190	-166
4160 Budget authority, net (mandatory)	-155		
4170 Outlays, net (mandatory)	-187	-175	-154
4180 Budget authority, net (total)	-155	-155	-155
4190 Outlays, net (total)	-187	-175	-154

This grant program is authorized under section 313 of the Rural Electrification Act, as amended, and provides funds for the purpose of promoting rural economic development and job creation projects, including funding for project feasibility studies, start-up costs, incubator projects and other expenses for the purpose of fostering rural development.

Funding for this program is provided from the interest differential on Rural Utilities Service borrowers' "cushion of credit" accounts. The Budget proposes a cancellation of \$155 million from the "cushion of credit" account in 2014. The Budget proposes \$10 million for rural economic development grants and \$2.8 million for loan subsidy. This subsidy maintains the 2013 loan level at \$33.077 million.

RURAL MICROENTERPRISE INVESTMENT PROGRAM ACCOUNT

For the cost of loans, \$1,405,000, under the same terms and conditions as authorized by section 379E of the Consolidated Farm and Rural Development Act (7 U.S.C. 2008s): Provided, That such costs of loans, including the cost of modifying such loans, shall be as defined by section 502 of the Congressional Budget Act of 1974.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1955-0-1-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0011 Grants	1		1
Credit program obligations:			
0701 Direct loan subsidy			3
0900 Total new obligations (object class 41.0)	1		4
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1		

Budget authority:

Appropriations, discretionary:			
1100 Appropriation			1
1134 Appropriations precluded from obligation		-3	
1160 Appropriation, discretionary (total)		-3	1
Appropriations, mandatory:			
1221 Appropriations transferred from other accts [12-4336]		3	3
1260 Appropriations, mandatory (total)		3	3
1900 Budget authority (total)			4
1930 Total budgetary resources available	1		4

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	13	10	8
3010 Obligations incurred, unexpired accounts	1		4
3020 Outlays (gross)	-4	-2	-2
3050 Unpaid obligations, end of year	10	8	10
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	13	10	8
3200 Obligated balance, end of year	10	8	10

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross		-3	1
Outlays, gross:			
4011 Outlays from discretionary balances	1		-2
Mandatory:			
4090 Budget authority, gross		3	3
Outlays, gross:			
4101 Outlays from mandatory balances	3	2	4
4180 Budget authority, net (total)			4
4190 Outlays, net (total)	4	2	2

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

Identification code 12-1955-0-1-452	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Rural Microenterprise Direct Loans			46
115999 Total direct loan levels			46
Direct loan subsidy (in percent):			
132001 Rural Microenterprise Direct Loans			6.26
132999 Weighted average subsidy rate			6.26
Direct loan subsidy budget authority:			
133001 Rural Microenterprise Direct Loans			3
133999 Total subsidy budget authority			3
Direct loan subsidy outlays:			
134001 Rural Microenterprise Direct Loans	1	1	1
134999 Total subsidy outlays	1	1	1

This program provides microentrepreneurs with the skills necessary to establish new rural microenterprises, as well as support these types of businesses with technical and financial assistance. The program provides loans and grants to intermediaries that assist microentrepreneurs. For 2014 the Budget requests \$1.4 million in discretionary funds to support a loan level of \$22.4 million. The program is authorized pursuant to section 6022 of the Food, Conservation, and Energy Act of 2008, and the American Taxpayer Relief Act 2012.

RURAL MICROENTERPRISE INVESTMENT DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4354-0-3-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0710 Direct loan obligations			46
0900 Total new obligations			46
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	2		

1020	Adjustment of unobligated bal brought forward, Oct 1	-1		
1021	Recoveries of prior year unpaid obligations	1		
1023	Unobligated balances applied to repay debt	-1		
1024	Unobligated balance of borrowing authority withdrawn	-1		
Financing authority:				
Borrowing authority, mandatory:				
1400	Borrowing authority			42
1440	Borrowing authority, mandatory (total)			42
Spending authority from offsetting collections, mandatory:				
1800	Collected	1	1	3
1801	Change in uncollected payments, Federal sources	-1	-1	1
1850	Spending auth from offsetting collections, mand (total)			4
1900	Financing authority (total)			46
1930	Total budgetary resources available			46

Change in obligated balance:

Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	31	23	15
3010	Obligations incurred, unexpired accounts			46
3020	Financing disbursements (gross)	-7	-8	-7
3040	Recoveries of prior year unpaid obligations, unexpired	-1		
3050	Unpaid obligations, end of year	23	15	54
Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-5	-4	-3
3070	Change in uncollected pymts, Fed sources, unexpired	1	1	-1
3090	Uncollected pymts, Fed sources, end of year	-4	-3	-4
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	26	19	12
3200	Obligated balance, end of year	19	12	50

Financing authority and disbursements, net:

Mandatory:				
4090	Financing authority, gross			46
Financing disbursements:				
4110	Financing disbursements, gross	7	8	7
Offsets against gross financing authority and disbursements:				
Offsetting collections (collected) from:				
4120	Federal sources	-1	-1	-1
4123	Repayments of Loan Principal			-1
4123	Repayments of Loan Interest			-1
4130	Offsets against gross financing auth and disbursements (total)	-1	-1	-3
Additional offsets against financing authority only (total):				
4140	Change in uncollected pymts, Fed sources, unexpired	1	1	-1
4160	Financing authority, net (mandatory)			42
4170	Financing disbursements, net (mandatory)	6	7	4
4180	Financing authority, net (total)			42
4190	Financing disbursements, net (total)	6	7	4

Status of Direct Loans (in millions of dollars)

Identification code 12-4354-0-3-452				
Position with respect to appropriations act limitation on obligations:				
1131	Direct loan obligations exempt from limitation			46
1150	Total direct loan obligations			46
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	8	15	23
1231	Disbursements: Direct loan disbursements	7	8	6
1251	Repayments: Repayments and prepayments			-1
1290	Outstanding, end of year	15	23	28

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligations. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of this program is funded through the Rural Microenterprise Investment Program Account.

Balance Sheet (in millions of dollars)

Identification code 12-4354-0-3-452			
ASSETS:			
1101	Federal assets: Fund balances with Treasury	1	1
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	8	15

1405	Allowance for subsidy cost (-)	-1	-1
1499	Net present value of assets related to direct loans	7	14
1999	Total assets	8	15
LIABILITIES:			
2103	Federal liabilities: Debt	8	15
4999	Total liabilities and net position	8	15

RURAL BUSINESS PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For the cost of loan guarantees, for the rural business development programs authorized by section 310B and described in sections 310B (g) and 381E(d)(3)(B) of the Consolidated Farm and Rural Development Act, \$51,777,000, to remain available until expended: Provided, That sections 381E-H and 381N of the Consolidated Farm and Rural Development Act are not applicable to funds made available under this heading.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1902-0-1-452				
2012 actual				
2013 CR				
2014 est.				
Obligations by program activity:				
0010	Rural Business Enterprise Grants	29	32	3
0012	Rural Business Opportunity Grants	2	3	
0091	Direct program activities, subtotal	31	35	3
Credit program obligations:				
0702	Loan guarantee subsidy	59	52	63
0705	Reestimates of direct loan subsidy		2	
0706	Interest on reestimates of direct loan subsidy		2	
0707	Reestimates of loan guarantee subsidy	178	96	
0708	Interest on reestimates of loan guarantee subsidy	35	14	
0791	Direct program activities, subtotal	272	166	63
0900	Total new obligations (object class 41.0)	303	201	66
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	6	12	14
1001	Discretionary unobligated balance brought fwd, Oct 1	6	12	
1020	Adjustment of unobligated bal brought forward, Oct 1	-14		
1021	Recoveries of prior year unpaid obligations	8	14	
1050	Unobligated balance (total)		26	14
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	75	75	52
1160	Appropriation, discretionary (total)	75	75	52
Appropriations, mandatory:				
1200	Appropriation	213	114	
1260	Appropriations, mandatory (total)	213	114	
Spending authority from offsetting collections, discretionary:				
1700	Collected	27		
1750	Spending auth from offsetting collections, disc (total)	27		
1900	Budget authority (total)	315	189	52
1930	Total budgetary resources available	315	215	66
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	12	14	

Change in obligated balance:

Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	114	127	99
3001	Adjustments to unpaid obligations, brought forward, Oct 1			
		14		
3010	Obligations incurred, unexpired accounts	303	201	66
3020	Outlays (gross)	-293	-215	-89
3040	Recoveries of prior year unpaid obligations, unexpired	-8	-14	
3041	Recoveries of prior year unpaid obligations, expired	-3		
3050	Unpaid obligations, end of year	127	99	76
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	128	127	99

RURAL BUSINESS PROGRAM ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-1902-0-1-452	2012 actual	2013 CR	2014 est.
3200 Obligated balance, end of year	127	99	76
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	102	75	52
Outlays, gross:			
4010 Outlays from new discretionary authority	29	23	22
4011 Outlays from discretionary balances	51	78	67
4020 Outlays, gross (total)	80	101	89
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4033 Non-Federal sources	-27		
Mandatory:			
4090 Budget authority, gross	213	114	
Outlays, gross:			
4100 Outlays from new mandatory authority	213	114	
4180 Budget authority, net (total)	288	189	52
4190 Outlays, net (total)	266	215	89

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

Identification code 12-1902-0-1-452	2012 actual	2013 CR	2014 est.
Direct loan upward reestimates:			
135004 Business and Industry Loans		4	
135999 Total upward reestimate budget authority		4	
Direct loan downward reestimates:			
137004 Business and Industry Loans	-39		
137999 Total downward reestimate budget authority	-39		
Guaranteed loan levels supportable by subsidy budget authority:			
215007 Business and Industry Loan Guarantees	1,053	860	897
215999 Total loan guarantee levels	1,053	860	897
Guaranteed loan subsidy (in percent):			
232007 Business and Industry Loan Guarantees	5.58	5.88	6.99
232999 Weighted average subsidy rate	5.58	5.88	6.99
Guaranteed loan subsidy budget authority:			
233007 Business and Industry Loan Guarantees	59	51	63
233999 Total subsidy budget authority	59	51	63
Guaranteed loan subsidy outlays:			
234006 Guaranteed Business and Industry Loans - ARRA	3	3	2
234007 Business and Industry Loan Guarantees	2	51	66
234008 Business and Industry Emergency Supplemental Loan Guarantees		1	
234999 Total subsidy outlays	5	55	68
Guaranteed loan upward reestimates:			
235005 North American Development Bank Loan Guarantees	2		
235006 Guaranteed Business and Industry Loans - ARRA	33	8	
235007 Business and Industry Loan Guarantees	178	102	
235999 Total upward reestimate budget authority	213	110	
Guaranteed loan downward reestimates:			
237006 Guaranteed Business and Industry Loans - ARRA		-1	
237007 Business and Industry Loan Guarantees		-8	
237999 Total downward reestimate subsidy budget authority		-9	

This account funds direct and guaranteed business and industry loans, rural business enterprise grants, and rural business opportunity grants. Business and industry guaranteed and direct loans are authorized under section 310B(a)(1) of the Consolidated Farm and Rural Development, as amended. These loans are made to public, private or cooperative organizations, Indian tribes or tribal groups, corporate entities, or individuals for the purpose of improving the economic climate in rural areas. For direct loans, no funds have been requested or provided since 2002, and no funds are requested in the Budget. The 2014 projections for loan guarantees are \$740.7 million. The Budget does not propose funding for rural business enterprise grants and rural business opportunity grants. Instead, these activities will be part of a new economic development grant program designed to target small and emer-

ging private businesses and cooperatives in rural areas with populations of 50,000 or less. The new Rural Business and Cooperative Grants program will award funding to grantees that meet or exceed minimum performance targets, and that agree to be tracked against those performance targets. Additional points will be awarded to communities that meet the minimum performance targets and have exceptional need as measured by socioeconomic indicators, established by the Secretary. The new program will improve upon the agency's current grant allocation and evaluation process.

RURAL BUSINESS AND INDUSTRY DIRECT LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4223-0-3-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0713 Payment of interest to Treasury	3	3	3
0742 Downward reestimate paid to receipt account	20		
0743 Interest on downward reestimates	19		
0900 Total new obligations	42	3	3
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	10	4	
1023 Unobligated balances applied to repay debt	-10	-4	
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	39		
1440 Borrowing authority, mandatory (total)	39		
Spending authority from offsetting collections, mandatory:			
1800 Collected	7	10	4
1825 Spending authority from offsetting collections applied to repay debt		-7	-1
1850 Spending auth from offsetting collections, mand (total)	7	3	3
1900 Financing authority (total)	46	3	3
1930 Total budgetary resources available	46	3	3
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	4		
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	42	3	3
3020 Financing disbursements (gross)	-42	-3	-3
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	46	3	3
Financing disbursements:			
4110 Financing disbursements, gross	42	3	3
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources		-4	
4122 Interest on uninvested funds		-1	-1
4123 Repayments of principal	-5	-4	-3
4123 Interest received on loans	-1	-1	
4123 Non-Federal sources	-1		
4130 Offsets against gross financing auth and disbursements (total)	-7	-10	-4
4160 Financing authority, net (mandatory)	39	-7	-1
4170 Financing disbursements, net (mandatory)	35	-7	-1
4180 Financing authority, net (total)	39	-7	-1
4190 Financing disbursements, net (total)	35	-7	-1

Status of Direct Loans (in millions of dollars)

Identification code 12-4223-0-3-452	2012 actual	2013 CR	2014 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	25	17	13
1251 Repayments: Repayments and prepayments	-5	-4	-3
Write-offs for default:			
1263 Direct loans	-2		
1264 Other adjustments, net (+ or -)	-1		

1290	Outstanding, end of year	17	13	10
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As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of this program is funded through the Rural Business Program Account. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4223-0-3-452	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	10	5
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	25	17
1405 Allowance for subsidy cost (-)	-10	32
1499 Net present value of assets related to direct loans	15	49
1999 Total assets	25	54
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	25	54
4999 Total liabilities and net position	25	54

RURAL BUSINESS AND INDUSTRY GUARANTEED LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4227-0-3-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0711 Default claim payments on principal	159	228	259
0712 Default claim payments on interest	3	4	5
0713 Payment of interest to Treasury	1	1	1
0742 Downward reestimate paid to receipt account	6	6	6
0743 Interest on downward reestimates	3	3	3
0900 Total new obligations	163	242	265
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	369	531	525
1023 Unobligated balances applied to repay debt	-24	-12	-12
1050 Unobligated balance (total)	345	519	513
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	7	7	7
1440 Borrowing authority, mandatory (total)	7	7	7
Spending authority from offsetting collections, mandatory:			
1800 Collected	296	251	163
1801 Change in uncollected payments, Federal sources	46	-3	-3
1850 Spending auth from offsetting collections, mand (total)	342	248	163
1900 Financing authority (total)	349	248	163
1930 Total budgetary resources available	694	767	676
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	531	525	411
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	163	242	265
3020 Financing disbursements (gross)	-163	-242	-265
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-46	-46	-43
3070 Change in uncollected pymts, Fed sources, unexpired	-46	3	3
3090 Uncollected pymts, Fed sources, end of year	-46	-43	-43
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	-46	-46	-43
3200 Obligated balance, end of year	-46	-43	-43
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	349	248	163

Financing disbursements:			
4110 Financing disbursements, gross	163	242	265
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources	-218	-166	-67
4122 Interest on uninvested funds	-13	-16	-18
4123 Interest and principal on purchased loans from secondary market	-40	-47	-56
4123 Guarantee fees	-24	-22	-22
4123 Non-Federal sources	-1	-1	-1
4130 Offsets against gross financing auth and disbursements (total)	-296	-251	-163
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	-46	3	3
4160 Financing authority, net (mandatory)	7	7	7
4170 Financing disbursements, net (mandatory)	-133	-9	102
4180 Financing authority, net (total)	7	7	7
4190 Financing disbursements, net (total)	-133	-9	102

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4227-0-3-452	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on commitments:			
2131 Guaranteed loan commitments exempt from limitation	1,053	860	897
2150 Total guaranteed loan commitments	1,053	860	897
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	6,791	6,883	7,032
2231 Disbursements of new guaranteed loans	957	1,069	944
2251 Repayments and prepayments	-625	-688	-703
Adjustments:			
2261 Terminations for default that result in loans receivable	-95	-135	-153
2263 Terminations for default that result in claim payments	-66	-97	-111
2264 Other adjustments, net	-79	-79	-79
2290 Outstanding, end of year	6,883	7,032	7,009
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	5,506	5,625	5,607
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	349	269	402
2331 Disbursements for guaranteed loan claims	156	206	211
2351 Repayments of loans receivable	-37	-27	-40
2361 Write-offs of loans receivable	-63	-46	-68
2364 Other adjustments, net	-136	-136	-136
2390 Outstanding, end of year	269	402	505

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of this program is funded through the Rural Business Program Account. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account. The account finances loan guarantee commitments for business development in rural areas.

Balance Sheet (in millions of dollars)

Identification code 12-4227-0-3-452	2011 actual	2012 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	369	485
Investments in US securities:		
1106 Receivables, net	69	71
1501 Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable: Defaulted guaranteed loans receivable, gross	349	269
1999 Total assets	787	825
LIABILITIES:		
Federal liabilities:		
2104 Resources payable to Treasury	28	12
2105 Other	759	8
2204 Non-Federal liabilities: Liabilities for loan guarantees	759	805

RURAL BUSINESS AND INDUSTRY GUARANTEED LOANS FINANCING
ACCOUNT—Continued
Balance Sheet—Continued

Identification code 12-4227-0-3-452	2011 actual	2012 actual
2999 Total liabilities	787	825
4999 Total liabilities and net position	787	825

RURAL DEVELOPMENT LOAN FUND PROGRAM ACCOUNT
(INCLUDING TRANSFER OF FUNDS)

For the principal amount of direct loans, as authorized by the Rural Development Loan Fund (42 U.S.C. 9812(a)), \$18,889,000.

For the cost of direct loans, \$4,082,000, as authorized by the Rural Development Loan Fund (42 U.S.C. 9812(a)), of which \$531,000 shall be available through June 30, 2014, for Federally Recognized Native American Tribes; and of which \$1,021,000 shall be available through June 30, 2014, for Mississippi Delta Region counties (as determined in accordance with Public Law 100-460): Provided, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974.

In addition, for administrative expenses to carry out the direct loan programs, \$4,467,000 shall be paid to the appropriation for "Rural Development, Salaries and Expenses".

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-2069-0-1-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0701 Direct loan subsidy	6	6	4
0709 Administrative expenses	5	5	5
0900 Total new obligations	11	11	9
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	11	11	9
1160 Appropriation, discretionary (total)	11	11	9
1930 Total budgetary resources available	11	11	9
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	29	25	20
3010 Obligations incurred, unexpired accounts	11	11	9
3020 Outlays (gross)	-11	-16	-13
3041 Recoveries of prior year unpaid obligations, expired	-4		
3050 Unpaid obligations, end of year	25	20	16
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	29	25	20
3200 Obligated balance, end of year	25	20	16
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	11	11	9
Outlays, gross:			
4010 Outlays from new discretionary authority	5	5	5
4011 Outlays from discretionary balances	6	11	8
4020 Outlays, gross (total)	11	16	13
4180 Budget authority, net (total)	11	11	9
4190 Outlays, net (total)	11	16	13

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

Identification code 12-2069-0-1-452	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Intermediary Relending Program	18	19	19
115999 Total direct loan levels	18	19	19
Direct loan subsidy (in percent):			
132001 Intermediary Relending Program	33.88	32.04	21.61
132999 Weighted average subsidy rate	33.88	32.04	21.61
Direct loan subsidy budget authority:			
133001 Intermediary Relending Program	6	6	4
133999 Total subsidy budget authority	6	6	4
Direct loan subsidy outlays:			
134001 Intermediary Relending Program	6	11	8
134999 Total subsidy outlays	6	11	8
Direct loan downward reestimates:			
137001 Intermediary Relending Program	-5	-4	
137999 Total downward reestimate budget authority	-5	-4	
Administrative expense data:			
3510 Budget authority	5	5	4
3590 Outlays from new authority	5	5	4

This account finances loans to intermediary borrowers, who, in turn, re-lend the funds to small rural businesses, community development corporations, and other organizations for the purpose of improving economic opportunities in rural areas. Through the use of local intermediaries, this program serves small-scale enterprises and gives preference to those communities with the greatest need. The 2014 Budget proposes \$4.1 million in budget authority to support this program.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated in 1992 and beyond, 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.

Object Classification (in millions of dollars)

Identification code 12-2069-0-1-452	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.3 Other goods and services from Federal sources	5	5	5
41.0 Grants, subsidies, and contributions	6	6	4
99.9 Total new obligations	11	11	9

RURAL DEVELOPMENT LOAN FUND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4219-0-3-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0710 Direct loan obligations	17	19	19
0713 Payment of interest to Treasury	17	18	19
0742 Downward reestimate paid to receipt account	3	2	
0743 Interest on downward reestimates	2	2	
0900 Total new obligations	39	41	38
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1		2	
1021 Recoveries of prior year unpaid obligations	9		
1023 Unobligated balances applied to repay debt	-4	-2	
1024 Unobligated balance of borrowing authority withdrawn	-5		
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	25	10	8
1440 Borrowing authority, mandatory (total)	25	10	8

1800	Spending authority from offsetting collections, mandatory: Collected	37	36	34
1801	Change in uncollected payments, Federal sources	-4	-5	-4
1825	Spending authority from offsetting collections applied to repay debt	-17		
1850	Spending auth from offsetting collections, mand (total)	16	31	30
1900	Financing authority (total)	41	41	38
1930	Total budgetary resources available	41	41	38
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	2		

Change in obligated balance:

Unpaid obligations:

3000	Unpaid obligations, brought forward, Oct 1	79	71	60
3010	Obligations incurred, unexpired accounts	39	41	38
3020	Financing disbursements (gross)	-38	-52	-43
3040	Recoveries of prior year unpaid obligations, unexpired	-9		
3050	Unpaid obligations, end of year	71	60	55

Uncollected payments:

3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-29	-25	-20
3070	Change in uncollected pymts, Fed sources, unexpired	4	5	4
3090	Uncollected pymts, Fed sources, end of year	-25	-20	-16

Memorandum (non-add) entries:

3100	Obligated balance, start of year	50	46	40
3200	Obligated balance, end of year	46	40	39

Financing authority and disbursements, net:

Mandatory:

4090	Financing authority, gross	41	41	38
4110	Financing disbursements, gross	38	52	43

Offsets against gross financing authority and disbursements:

Offsetting collections (collected) from:

4120	Payments from program account	-6	-11	-8
4122	Interest on uninvested funds	-1	-2	-2
4123	Non-Federal sources - repayment of principal	-26	-19	-20
4123	Non-Federal sources - interest on loans	-4	-4	-4

Offsets against gross financing auth and disbursements (total)

4130	Offsets against gross financing auth and disbursements (total)	-37	-36	-34
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Additional offsets against financing authority only (total):

4140	Change in uncollected pymts, Fed sources, unexpired	4	5	4
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4160	Financing authority, net (mandatory)	8	10	8
4170	Financing disbursements, net (mandatory)	1	16	9
4180	Financing authority, net (total)	8	10	8
4190	Financing disbursements, net (total)	1	16	9

Status of Direct Loans (in millions of dollars)

Identification code 12-4219-0-3-452	2012 actual	2013 CR	2014 est.	
Position with respect to appropriations act limitation on obligations:				
1131	Direct loan obligations exempt from limitation	17	19	19
1150	Total direct loan obligations	17	19	19
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	439	428	438
1231	Disbursements: Direct loan disbursements	17	29	29
1251	Repayments: Repayments and prepayments	-26	-19	-20
1264	Write-offs for default: Other adjustments, net (+ or -)	-2		
1290	Outstanding, end of year	428	438	447

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. 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 12-4219-0-3-452	2011 actual	2012 actual	
ASSETS:			
1101	Federal assets: Fund balances with Treasury	11	11
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	439	428
1402	Interest receivable	2	2
1405	Allowance for subsidy cost (-)	-144	-144
1499	Net present value of assets related to direct loans	297	286

1999	Total assets	308	297
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	308	297
4999	Total liabilities and net position	308	297

RURAL DEVELOPMENT LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4233-0-3-452	2012 actual	2013 CR	2014 est.	
Budgetary Resources:				
Budget authority:				
Spending authority from offsetting collections, mandatory:				
1800	Collected	3	2	2
1820	Capital transfer of spending authority from offsetting collections to general fund	-3	-2	-2
Budget authority and outlays, net:				
Mandatory:				
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4123	Non-Federal sources	-3	-2	-2
4180	Budget authority, net (total)	-3	-2	-2
4190	Outlays, net (total)	-3	-2	-2

Status of Direct Loans (in millions of dollars)

Identification code 12-4233-0-3-452	2012 actual	2013 CR	2014 est.	
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	27	24	22
1251	Repayments: Repayments and prepayments	-3	-2	-2
1290	Outstanding, end of year	24	22	20

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated prior to 1992. New loan activity in 1992 and beyond is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-4233-0-3-452	2011 actual	2012 actual	
ASSETS:			
1601	Direct loans, gross	27	24
1603	Allowance for estimated uncollectible loans and interest (-)	-12	-7
1699	Value of assets related to direct loans	15	17
1999	Total assets	15	17
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	15	17
4999	Total liabilities and net position	15	17

RURAL ECONOMIC DEVELOPMENT LOANS PROGRAM ACCOUNT

(INCLUDING CANCELLATION OF FUNDS)

For the principal amount of direct loans, as authorized under section 313 of the Rural Electrification Act, for the purpose of promoting rural economic development and job creation projects, \$33,077,000.

Of the funds derived from interest on the cushion of credit payments, as authorized by section 313 of the Rural Electrification Act of 1936, \$155,000,000 shall not be obligated and \$155,000,000 are hereby permanently cancelled.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

RURAL ECONOMIC DEVELOPMENT LOANS PROGRAM ACCOUNT—Continued
Program and Financing (in millions of dollars)

Identification code 12-3108-0-1-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0701 Direct loan subsidy	6	10	6
0705 Reestimates of direct loan subsidy	1		
0900 Total new obligations (object class 41.0)	7	10	6
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	6	6	3
1021 Recoveries of prior year unpaid obligations	1	3	
1050 Unobligated balance (total)	7	9	3
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation	2		
1260 Appropriations, mandatory (total)	2		
Spending authority from offsetting collections, mandatory:			
1800 Collected	4	4	3
1850 Spending auth from offsetting collections, mand (total)	4	4	3
1900 Budget authority (total)	6	4	3
1930 Total budgetary resources available	13	13	6
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	6	3	
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	6	7	7
3010 Obligations incurred, unexpired accounts	7	10	6
3020 Outlays (gross)	-5	-7	-7
3040 Recoveries of prior year unpaid obligations, unexpired	-1	-3	
3050 Unpaid obligations, end of year	7	7	6
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	6	7	7
3200 Obligated balance, end of year	7	7	6
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	6	4	3
Outlays, gross:			
4100 Outlays from new mandatory authority	2	1	1
4101 Outlays from mandatory balances	3	6	6
4110 Outlays, gross (total)	5	7	7
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4120 Federal sources	-4	-4	-3
4180 Budget authority, net (total)	2		
4190 Outlays, net (total)	1	3	4

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

Identification code 12-3108-0-1-452	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Rural Economic Development Loans	41	78	73
115999 Total direct loan levels	41	78	73
Direct loan subsidy (in percent):			
132001 Rural Economic Development Loans	12.98	12.39	8.45
132999 Weighted average subsidy rate	12.98	12.39	8.45
Direct loan subsidy budget authority:			
133001 Rural Economic Development Loans	6	10	6
133999 Total subsidy budget authority	6	10	6
Direct loan subsidy outlays:			
134001 Rural Economic Development Loans	3	6	7
134999 Total subsidy outlays	3	6	7
Direct loan upward reestimates:			
135001 Rural Economic Development Loans	2		
135999 Total upward reestimate budget authority	2		
Direct loan downward reestimates:			
137001 Rural Economic Development Loans	-1	-1	
137999 Total downward reestimate budget authority	-1	-1	

Rural economic development loans are made for the purpose of promoting rural economic development and job creation projects. Loans are made to electric and telecommunication borrowers, who, in turn, finance rural development projects in their service areas. Program costs are derived from interest earnings on borrowers' "cushion of credit" loan prepayments. The 2014 Budget proposes a loan level of \$33 million for this program.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the direct loans obligated in 1992 and beyond. The subsidy amounts are estimated on a present value basis.

RURAL ECONOMIC DEVELOPMENT DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4176-0-3-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0710 Direct loan obligations	41	78	73
0713 Payment of interest to Treasury	4	4	5
0742 Downward reestimate paid to receipt account	1	1	
0900 Total new obligations	46	83	78
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1	2	
1021 Recoveries of prior year unpaid obligations	3		
1023 Unobligated balances applied to repay debt	-1	-2	
1024 Unobligated balance of borrowing authority withdrawn	-3		
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	46	49	36
1440 Borrowing authority, mandatory (total)	46	49	36
Spending authority from offsetting collections, mandatory:			
1800 Collected	28	33	39
1801 Change in uncollected payments, Federal sources	1	1	3
1825 Spending authority from offsetting collections applied to repay debt	-27		
1850 Spending auth from offsetting collections, mand (total)	2	34	42
1900 Financing authority (total)	48	83	78
1930 Total budgetary resources available	48	83	78
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	2		

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	33	47	77
3010 Obligations incurred, unexpired accounts	46	83	78
3020 Financing disbursements (gross)	-29	-53	-73
3040 Recoveries of prior year unpaid obligations, unexpired	-3		
3050 Unpaid obligations, end of year	47	77	82
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-6	-7	-8
3070 Change in uncollected pymts, Fed sources, unexpired	-1	-1	-3
3090 Uncollected pymts, Fed sources, end of year	-7	-8	-11
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	27	40	69
3200 Obligated balance, end of year	40	69	71

Financing authority and disbursements, net:

Mandatory:			
4090 Financing authority, gross	48	83	78
Financing disbursements:			
4110 Financing disbursements, gross	29	53	73
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal Funds: Program Account	-6	-7	-8
4122 Interest on uninvested funds	-1	-3	-3
4123 Non-Federal sources: Repayment of Principal	-21	-23	-28
4130 Offsets against gross financing auth and disbursements (total)	-28	-33	-39
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	-1	-1	-3
4160 Financing authority, net (mandatory)	19	49	36

4170	Financing disbursements, net (mandatory)	1	20	34
4180	Financing authority, net (total)	19	49	36
4190	Financing disbursements, net (total)	1	20	34

Status of Direct Loans (in millions of dollars)

Identification code 12-4176-0-3-452	2012 actual	2013 CR	2014 est.	
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans	33	33	33
1121	Limitation available from carry-forward	8	45	40
1150	Total direct loan obligations	41	78	73
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	110	113	139
1231	Disbursements: Direct loan disbursements	24	48	69
1251	Repayments: Repayments and prepayments	-21	-22	-27
1290	Outstanding, end of year	113	139	181

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. 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 12-4176-0-3-452	2011 actual	2012 actual	
ASSETS:			
1101	Federal assets: Fund balances with Treasury	11	9
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	110	113
1405	Allowance for subsidy cost (-)	-10	-12
1499	Net present value of assets related to direct loans	100	101
1999	Total assets	111	110
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	111	110
4999	Total upward reestimate subsidy BA [12-3108]	111	110

RURAL BUSINESS INVESTMENT PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-1907-0-1-452	2012 actual	2013 CR	2014 est.	
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	3	3	3
3050	Unpaid obligations, end of year	3	3	3
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	3	3	3
3200	Obligated balance, end of year	3	3	3

The Rural Business Investment Program was authorized and provided mandatory funding by section 6029 of the Farm Security and Rural Investment Act of 2002, Public Law 107-171. The Deficit Reduction Act rescinded the unobligated balance and no funds are requested for 2014.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, the subsidy costs associated with the loan guarantees committed in 1992 and beyond, 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.

RURAL BUSINESS INVESTMENT PROGRAM GUARANTEE FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4033-0-3-452	2012 actual	2013 CR	2014 est.	
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	1	1	2
Financing authority:				
Spending authority from offsetting collections, mandatory:				
1800	Collected		1	1
1850	Spending auth from offsetting collections, mand (total)		1	1
1930	Total budgetary resources available	1	2	3
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	1	2	3
Financing authority and disbursements, net:				
Mandatory:				
4090	Financing authority, gross		1	1
Offsets against gross financing authority and disbursements:				
Offsetting collections (collected) from:				
4120	Federal sources		-1	
4123	Non-Federal sources (Guaranteed fees)			-1
4130	Offsets against gross financing auth and disbursements (total)		-1	-1
4170	Financing disbursements, net (mandatory)		-1	-1
4190	Financing disbursements, net (total)		-1	-1

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4033-0-3-452	2012 actual	2013 CR	2014 est.	
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	12	16	20
2231	Disbursements of new guaranteed loans	4	5	4
2251	Repayments and prepayments		-1	-1
2290	Outstanding, end of year	16	20	23
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	16	20	23

Balance Sheet (in millions of dollars)

Identification code 12-4033-0-3-452	2011 actual	2012 actual	
ASSETS:			
1101	Federal assets: Fund balances with Treasury	1	1
1999	Total assets	1	1
LIABILITIES:			
2204	Non-Federal liabilities: Liabilities for loan guarantees	1	1
4999	Total liabilities and net position	1	1

RURAL ENERGY FOR AMERICA PROGRAM

For the cost of a program of loan guarantees and grants, under the same terms and conditions as authorized by section 9007 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 8107), \$19,741,000: Provided, That the cost of loan guarantees, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1908-0-1-451	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0011	Grants	22	12	28
Credit program obligations:				
0702	Loan guarantee subsidy	3	13	33
0707	Reestimates of loan guarantee subsidy	14	5	

RURAL ENERGY FOR AMERICA PROGRAM—Continued
Program and Financing—Continued

Identification code 12-1908-0-1-451	2012 actual	2013 CR	2014 est.
0708 Interest on reestimates of loan guarantee subsidy	1		
0791 Direct program activities, subtotal	18	18	33
0900 Total new obligations (object class 41.0)	40	30	61
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	3	15	
1020 Adjustment of unobligated bal brought forward, Oct 1		-15	
1021 Recoveries of prior year unpaid obligations	13		
1050 Unobligated balance (total)	16		
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	3	3	20
1134 Appropriations precluded from obligation		-41	
1160 Appropriation, discretionary (total)	3	-38	20
Appropriations, mandatory:			
1200 Appropriation	14	5	
1221 Appropriations transferred from other accts [12-4336]	22	63	41
1260 Appropriations, mandatory (total)	36	68	41
1900 Budget authority (total)	39	30	61
1930 Total budgetary resources available	55	30	61
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	15		

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	120	77	51
3010 Obligations incurred, unexpired accounts	40	30	61
3011 Obligations incurred, expired accounts	3		
3020 Outlays (gross)	-71	-56	-31
3040 Recoveries of prior year unpaid obligations, unexpired	-13		
3041 Recoveries of prior year unpaid obligations, expired	-2		
3050 Unpaid obligations, end of year	77	51	81
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	120	77	51
3200 Obligated balance, end of year	77	51	81

Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	3	-38	20
Outlays, gross:			
4010 Outlays from new discretionary authority	1	-2	
4011 Outlays from discretionary balances	7	14	-19
4020 Outlays, gross (total)	8	12	-19
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
Non-Federal sources			
4033 Additional offsets against gross budget authority only	-3		
4052 Offsetting collections credited to expired accounts	3		
4070 Budget authority, net (discretionary)	3	-38	20
4080 Outlays, net (discretionary)	5	12	-19
Mandatory:			
4090 Budget authority, gross	36	68	41
Outlays, gross:			
4100 Outlays from new mandatory authority	17	7	1
4101 Outlays from mandatory balances	46	37	49
4110 Outlays, gross (total)	63	44	50
4180 Budget authority, net (total)	39	30	61
4190 Outlays, net (total)	68	56	31

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

Identification code 12-1908-0-1-451	2012 actual	2013 CR	2014 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Renewable Energy Loan Guarantees	14	53	120
215999 Total loan guarantee levels	14	53	120
Guaranteed loan subsidy (in percent):			
232001 Renewable Energy Loan Guarantees	26.19	24.01	27.43
232999 Weighted average subsidy rate	26.19	24.01	27.43
Guaranteed loan subsidy budget authority:			
233001 Renewable Energy Loan Guarantees	4	13	33

233999 Total subsidy budget authority	4	13	33
Guaranteed loan subsidy outlays:			
234001 Renewable Energy Loan Guarantees	2	10	10
234999 Total subsidy outlays	2	10	10
Guaranteed loan upward reestimates:			
235001 Renewable Energy Loan Guarantees	14	5	
235999 Total upward reestimate budget authority	14	5	
Guaranteed loan downward reestimates:			
237001 Renewable Energy Loan Guarantees	-1	-5	
237999 Total downward reestimate subsidy budget authority	-1	-5	

The Rural Energy for America Program was formerly the Renewable Energy Systems and Energy Efficiency Improvements, and is authorized under 7 U.S.C. 8107. This program provides loan guarantees and grants to farmers, ranchers, and small rural businesses to purchase renewable energy systems and make energy efficiency improvements. The budget requests discretionary funding of \$7.4 million for grants and \$12.3 million for loan guarantees to support \$44.9 million in private lending. This program is authorized pursuant to Section 9007 of the Farm Security and Rural Investment Act of 2002, as amended by the Food, Conservation and Energy Act of 2008 and the American Taxpayer Relief Act of 2012.

RURAL ENERGY FOR AMERICA GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4267-0-3-451	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0711 Default claim payments on principal		8	8
0742 Downward reestimate paid to receipt account	1	5	
0900 Total new obligations	1	13	8
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	22	59	64
1023 Unobligated balances applied to repay debt	-6		
1050 Unobligated balance (total)	16	59	64
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	11		
1440 Borrowing authority, mandatory (total)	11		
Spending authority from offsetting collections, mandatory:			
1800 Collected	19	15	10
1801 Change in uncollected payments, Federal sources	14	3	23
1850 Spending auth from offsetting collections, mand (total)	33	18	33
1900 Financing authority (total)	44	18	33
1930 Total budgetary resources available	60	77	97
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	59	64	89

Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	1	13	8
3020 Financing disbursements (gross)	-1	-13	-8
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1		-14	-17
3070 Change in uncollected pymts, Fed sources, unexpired	-14	-3	-23
3090 Uncollected pymts, Fed sources, end of year	-14	-17	-40
Memorandum (non-add) entries:			
3100 Obligated balance, start of year		-14	-17
3200 Obligated balance, end of year	-14	-17	-40

Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	44	18	33
Financing disbursements:			
4110 Financing disbursements, gross	1	13	8
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources	-16	-15	-10

4122	Interest on uninvested funds	-1		
4123	Guarantee fees	-2		
4130	Offsets against gross financing auth and disbursements (total)	-19	-15	-10
	Additional offsets against financing authority only (total):			
4140	Change in uncollected pymts, Fed sources, unexpired	-14	-3	-23
4160	Financing authority, net (mandatory)	11		
4170	Financing disbursements, net (mandatory)	-18	-2	-2
4180	Financing authority, net (total)	11		
4190	Financing disbursements, net (total)	-18	-2	-2

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4267-0-3-451	2012 actual	2013 CR	2014 est.	
Position with respect to appropriations act limitation on commitments:				
2131	Guaranteed loan commitments exempt from limitation	14	53	120
2150	Total guaranteed loan commitments	14	53	120
2199	Guaranteed amount of guaranteed loan commitments	11	42	94
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	65	70	72
2231	Disbursements of new guaranteed loans	39	36	35
2251	Repayments and prepayments	-24	-26	-26
Adjustments:				
2261	Terminations for default that result in loans receivable		-8	-8
2264	Other adjustments, net	-10		
2290	Outstanding, end of year	70	72	73
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	56	57	57
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	10		6
2331	Disbursements for guaranteed loan claims		6	6
2361	Write-offs of loans receivable	-10		
2390	Outstanding, end of year		6	12

This account finances loan guarantee commitments to farmers, ranchers, and small businesses to purchase renewable energy systems and make energy efficiency improvements in rural areas.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of this program is funded through the Rural Energy for American Program Account.

Balance Sheet (in millions of dollars)

Identification code 12-4267-0-3-451	2011 actual	2012 actual	
ASSETS:			
1101	Federal assets: Fund balances with Treasury	22	34
	Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1501	Defaulted guaranteed loans receivable, gross	10	
1505	Allowance for subsidy cost (-)	-3	
1599	Net present value of assets related to defaulted guaranteed loans	7	
1999	Total assets	29	34
LIABILITIES:			
2103	Federal liabilities: Debt	7	1
2204	Non-Federal liabilities: Liability for loan guarantees	22	33
2999	Total liabilities	29	34
4999	Total liabilities and net position	29	34

BIOREFINERY ASSISTANCE PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-3106-0-1-452	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
Credit program obligations:				
0702	Loan guarantee subsidy	144	41	
0707	Reestimates of loan guarantee subsidy	20	5	
0708	Interest on reestimates of loan guarantee subsidy	1		
0900	Total new obligations (object class 41.0)	165	46	
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	186	41	
Budget authority:				
Appropriations, mandatory:				
1200	Appropriation	20	5	
1260	Appropriations, mandatory (total)	20	5	
1930	Total budgetary resources available	206	46	
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	41		
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	78	203	154
3010	Obligations incurred, unexpired accounts	165	46	
3020	Outlays (gross)	-40	-95	-96
3050	Unpaid obligations, end of year	203	154	58
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	78	203	154
3200	Obligated balance, end of year	203	154	58
Budget authority and outlays, net:				
Mandatory:				
4090	Budget authority, gross	20	5	
Outlays, gross:				
4100	Outlays from new mandatory authority	20	5	
4101	Outlays from mandatory balances	20	90	96
4110	Outlays, gross (total)	40	95	96
4180	Budget authority, net (total)	20	5	
4190	Outlays, net (total)	40	95	96

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

Identification code 12-3106-0-1-452	2012 actual	2013 CR	2014 est.	
Guaranteed loan levels supportable by subsidy budget authority:				
215001	Section 9003 Loan Guarantees	462	96	
215999	Total loan guarantee levels	462	96	
Guaranteed loan subsidy (in percent):				
232001	Section 9003 Loan Guarantees	31.30	42.00	
232999	Weighted average subsidy rate	31.30	42.00	
Guaranteed loan subsidy budget authority:				
233001	Section 9003 Loan Guarantees	145	40	
233999	Total subsidy budget authority	145	40	
Guaranteed loan subsidy outlays:				
234001	Section 9003 Loan Guarantees	20	90	96
234999	Total subsidy outlays	20	90	96
Guaranteed loan upward reestimates:				
235001	Section 9003 Loan Guarantees	20	5	
235999	Total upward reestimate budget authority	20	5	
Guaranteed loan downward reestimates:				
237001	Section 9003 Loan Guarantees		-35	
237999	Total downward reestimate subsidy budget authority		-35	

The Biorefinery Assistance Program provides loan guarantees to fund the development, construction, and retrofitting of commercial-scale advanced biorefineries. The 2014 Budget does not request discretionary funding for this program. The Biorefinery Assistance Program is authorized under section 9003 of the Farm Security and Rural Investment Act of 2002, as amended by the Food, Conservation, and Energy Act of 2008, and the American Taxpayers Relief Act of 2012.

BIOREFINERY ASSISTANCE PROGRAM ACCOUNT—Continued

Balance Sheet (in millions of dollars)

Identification code 12-3106-0-1-452	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	99	72
1999 Total assets	99	72
LIABILITIES:		
2204 Non-Federal liabilities: Liabilities for loan guarantees	99	72
4999 Total liabilities and net position	99	72

BIOREFINERY ASSISTANCE GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4355-0-3-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0711 Default claim payments on principal	38	7	10
0742 Downward reestimate paid to receipt account		31	
0743 Interest on downward reestimates		4	
0900 Total new obligations	38	42	10

Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	99	275	484
1023 Unobligated balances applied to repay debt	-36		
1050 Unobligated balance (total)	63	275	484
Financing authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected	47	98	101
1801 Change in uncollected payments, Federal sources	203	153	57
1850 Spending auth from offsetting collections, mand (total)	250	251	158
1900 Financing authority (total)	250	251	158
1930 Total budgetary resources available	313	526	642
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	275	484	632

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1			5
3010 Obligations incurred, unexpired accounts	38	42	10
3020 Financing disbursements (gross)	-38	-37	-4
3050 Unpaid obligations, end of year		5	11
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1		-203	-356
3070 Change in uncollected pymts, Fed sources, unexpired	-203	-153	-57
3090 Uncollected pymts, Fed sources, end of year	-203	-356	-413
Memorandum (non-add) entries:			
3100 Obligated balance, start of year		-203	-351
3200 Obligated balance, end of year	-203	-351	-402

Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	250	251	158
Financing disbursements:			
4110 Financing disbursements, gross	38	37	4
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources	-40	-95	-96
4122 Interest on uninvested funds	-2	-1	-1
4123 Loan Principal	-4	-2	-4
4123 Guaranteed Fees	-1		
4130 Offsets against gross financing auth and disbursements (total)	-47	-98	-101
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	-203	-153	-57
4170 Financing disbursements, net (mandatory)	-9	-61	-97
4190 Financing disbursements, net (total)	-9	-61	-97

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4355-0-3-452	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on commitments:			
2131 Guaranteed loan commitments exempt from limitation	462	97	
2150 Total guaranteed loan commitments	462	97	
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	165	133	279
2231 Disbursements of new guaranteed loans	55	167	217
2251 Repayments and prepayments	-6	-14	-28
Adjustments:			
2263 Terminations for default that result in claim payments	-38	-7	-10
2264 Other adjustments, net	-43		
2290 Outstanding, end of year	133	279	458
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	106	251	412
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year			2
2331 Disbursements for guaranteed loan claims	38	2	4
2351 Repayments of loans receivable	-5		
2361 Write-offs of loans receivable	-33		
2390 Outstanding, end of year		2	6

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of this program is funded through the Biorefinery Assistance Program Account.

Balance Sheet (in millions of dollars)

Identification code 12-4355-0-3-452	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	99	72
1999 Total assets	99	72
LIABILITIES:		
Non-Federal liabilities:		
2203 Debt	36	
2204 Liabilities for loan guarantees	63	72
2999 Total liabilities	99	72
4999 Total liabilities and net position	99	72

ALTERNATIVE AGRICULTURAL RESEARCH AND COMMERCIALIZATION CORPORATION REVOLVING FUND

Program and Financing (in millions of dollars)

Identification code 12-4144-0-3-352	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1	1	1
1930 Total budgetary resources available	1	1	1
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1	1	1

RURAL UTILITIES SERVICE

Federal Funds

HIGH ENERGY COST GRANTS

Program and Financing (in millions of dollars)

Identification code 12-2042-0-1-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 High energy cost grants	12	20	10
0900 Total new obligations (object class 41.0)	12	20	10
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	22	20	10
Budget authority:			
Appropriations, discretionary:			
1121 Appropriations transferred from other accts [12-1980]	10	10	.....
1160 Appropriation, discretionary (total)	10	10	.....
1930 Total budgetary resources available	32	30	10
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	20	10	.....
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	14	18	12
3010 Obligations incurred, unexpired accounts	12	20	10
3020 Outlays (gross)	-8	-26	-5
3050 Unpaid obligations, end of year	18	12	17
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	14	18	12
3200 Obligated balance, end of year	18	12	17
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	10	10	.....
Outlays, gross:			
4010 Outlays from new discretionary authority .....	.....	7	.....
4011 Outlays from discretionary balances	8	19	5
4020 Outlays, gross (total)	8	26	5
4180 Budget authority, net (total)	10	10	.....
4190 Outlays, net (total)	8	26	5

High energy costs grants can be made to eligible entities or the Denali Commission to construct, extend, upgrade, and otherwise improve energy generation, transmission, or distribution facilities serving communities in which the average residential expenditure for home energy is at least 275 percent of the national average residential expenditure for home energy (as determined by the Energy Information Agency using the most recent data available). Grants are also available to establish and support a revolving fund to provide a more cost-effective means of purchasing fuel where the fuel cannot be shipped by means of surface transportation. The Budget proposes no funding in 2014 for these grants.

RURAL WATER AND WASTE DISPOSAL PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For the cost of direct loans and grants for the rural water, waste water, waste disposal, and solid waste management programs authorized by sections 306, 306A, 306C, 306D, 306E, and 310B and described in sections 306C(a)(2), 306D, 306E, and 381E(d)(2) of the Consolidated Farm and Rural Development Act, \$304,000,000, to remain available until expended: Provided, That not to exceed 12 percent of the amount appropriated under this heading shall be for loans and grants including water and waste disposal systems grants authorized by 306C(a)(2)(B) and 306D of the Consolidated Farm and Rural Development Act, Federally recognized Native American Tribes authorized by 306C(a)(1), and the Department of Hawaiian Home Lands (of the State of Hawaii): Provided further, That funding provided for section 306D of the Consolidated Farm and Rural Development Act may be provided to a consortium formed pursuant to section 325 of Public Law 105-83: Provided further, That not more than

2 percent of the funding provided for section 306D of the Consolidated Farm and Rural Development Act may be used by the State of Alaska for training and technical assistance programs and not more than 2 percent of the funding provided for section 306D of the Consolidated Farm and Rural Development Act may be used by a consortium formed pursuant to section 325 of Public Law 105-83 for training and technical assistance programs: Provided further, That not to exceed 3 percent of the amount appropriated under this heading shall be for technical assistance grants for rural water and waste systems pursuant to section 306(a)(14) of such Act, unless the Secretary makes a determination of extreme need, of which not more than 30 percent shall be made available for a grant to a qualified non-profit multi-state regional technical assistance organization, with experience in working with small communities on water and waste water problems, the principal purpose of such grant shall be to assist rural communities with populations of 3,300 or less, in improving the planning, financing, development, operation, and management of water and waste water systems, and of which not more than 4 percent shall be for a qualified national Native American organization to provide technical assistance for rural water systems for tribal communities: Provided further, That not to exceed 2.5 percent of the amount appropriated under this heading shall be for contracting with qualified national organizations for a circuit rider program to provide technical assistance for rural water systems: Provided further, That not to exceed \$4,000,000 shall be for solid waste management grants: Provided further, That any prior year balances for high energy cost grants authorized by section 19 of the Rural Electrification Act of 1936 (7 U.S.C. 918a) shall be transferred to and merged with the Rural Utilities Service, High Energy Cost Grants Account: Provided further, That sections 381E-H and 381N of the Consolidated Farm and Rural Development Act are not applicable to the funds made available under this heading.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1980-0-1-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0010 Water and waste disposal systems grants	471	498	354
0011 Water and waste disposal systems grants-Natural disaster .....	.....	.....	4
0012 Solid waste management grants	3	3	4
0013 Emergency Community Water Assistance Grants	3	12	.....
0091 Direct program activities, subtotal	477	513	362
Credit program obligations:			
0701 Direct loan subsidy	90	77	.....
0702 Loan guarantee subsidy .....	.....	2	1
0705 Reestimates of direct loan subsidy	14	16	.....
0706 Interest on reestimates of direct loan subsidy	2	1	.....
0791 Direct program activities, subtotal	106	96	1
0900 Total new obligations (object class 41.0)	583	609	363
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	91	90	59
1001 Discretionary unobligated balance brought fwd, Oct 1	91	90	.....
1021 Recoveries of prior year unpaid obligations	64	55	.....
1050 Unobligated balance (total)	155	145	59
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	513	516	304
1120 Appropriations transferred to other accts [12-2042]	-10	-10	.....
1160 Appropriation, discretionary (total)	503	506	304
Appropriations, mandatory:			
1200 Appropriation	15	17	.....
1260 Appropriations, mandatory (total)	15	17	.....
1900 Budget authority (total)	518	523	304
1930 Total budgetary resources available	673	668	363
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	90	59	.....
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	3,084	2,621	2,091

RURAL WATER AND WASTE DISPOSAL PROGRAM ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-1980-0-1-452	2012 actual	2013 CR	2014 est.
3010 Obligations incurred, unexpired accounts	583	609	363
3020 Outlays (gross)	-949	-1,084	-875
3040 Recoveries of prior year unpaid obligations, unexpired	-64	-55	.....
3041 Recoveries of prior year unpaid obligations, expired	-33	.....	.....
3050 Unpaid obligations, end of year	2,621	2,091	1,579
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	3,084	2,621	2,091
3200 Obligated balance, end of year	2,621	2,091	1,579
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	503	506	304
Outlays, gross:			
4010 Outlays from new discretionary authority	16	21	12
4011 Outlays from discretionary balances	904	1,038	860
4020 Outlays, gross (total)	920	1,059	872
Mandatory:			
4090 Budget authority, gross	15	17	.....
Outlays, gross:			
4100 Outlays from new mandatory authority	15	17	.....
4101 Outlays from mandatory balances	14	8	3
4110 Outlays, gross (total)	29	25	3
4180 Budget authority, net (total)	518	523	304
4190 Outlays, net (total)	949	1,084	875

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

Identification code 12-1980-0-1-452	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Water and Waste Disposal Loans	947	951	1,200
115999 Total direct loan levels	947	951	1,200
Direct loan subsidy (in percent):			
132001 Water and Waste Disposal Loans	9.58	8.07	-0.87
132999 Weighted average subsidy rate	9.58	8.07	-0.87
Direct loan subsidy budget authority:			
133001 Water and Waste Disposal Loans	91	77	-10
133999 Total subsidy budget authority	91	77	-10
Direct loan subsidy outlays:			
134001 Water and Waste Disposal Loans	70	96	91
134002 Water and Waste Disposal Emergency Supplemental Loans .....	.....	1	1
134003 Water and Waste Disposal Loans - ARRA	56	50	28
134999 Total subsidy outlays	126	147	120
Direct loan upward reestimates:			
135001 Water and Waste Disposal Loans	15	17	.....
135999 Total upward reestimate budget authority	15	17	.....
Direct loan downward reestimates:			
137001 Water and Waste Disposal Loans	-126	-274	.....
137999 Total downward reestimate budget authority	-126	-274	.....
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Water and Waste Disposal Loan Guarantees	8	177	98
215999 Total loan guarantee levels	8	177	98
Guaranteed loan subsidy (in percent):			
232001 Water and Waste Disposal Loan Guarantees	1.59	1.06	0.71
232999 Weighted average subsidy rate	1.59	1.06	0.71
Guaranteed loan subsidy budget authority:			
233001 Water and Waste Disposal Loan Guarantees .....	.....	2	1
233999 Total subsidy budget authority .....	.....	2	1

This account funds the direct and guaranteed water and waste disposal loans, water and waste disposal grants, emergency community water assistance grants, and solid waste management grants.

Water and waste disposal loans are authorized under 7 U.S.C. 1926. The program provides direct loans to municipalities, counties, special purpose districts, certain Indian Tribes, and non-profit corporations to develop water and waste disposal systems in rural areas and towns with populations of less than

10,000. The program also guarantees water and waste disposal loans made by banks and other eligible lenders. In 2014 the projected loan level is \$1.2 billion for direct loans. No guaranteed loans are proposed for 2014 due to the increase in cost for this program coupled with the low demand for these funds.

Water and waste disposal grants are authorized under Section 306(a)(2) of the Consolidated Farm and Rural Development Act, as amended. Grants are authorized to be made to associations, including nonprofit corporations, municipalities, counties, public and quasi-public agencies, and certain Indian tribes. The grants can be used to finance development, storage, treatment, purification, or distribution of water or the collection, treatment, or disposal of waste in rural areas and cities or towns with populations of less than 10,000. The amount of any development grant may not exceed 75 percent of the eligible development cost of the project. In 2014, \$300 million is requested for this program.

Emergency community water assistance grants are authorized under Section 306A of the Consolidated Farm and Rural Development Act, as amended. Grants are made to public bodies and nonprofit organizations for construction or extension of water lines, repair or maintenance of existing systems, replacement of equipment, and payment of costs to correct emergency situations. These grants are funded on an as needed basis using flexibility of funds authority. The 2014 Budget assumes no funding for these grants.

Solid waste management grants are authorized under Section 310B(b) of the Consolidated Farm and Rural Development Act, as amended. Grants are made to non-profit organizations to provide regional technical assistance to local and regional governments and related agencies for the purpose of reducing or eliminating pollution of water resources, and for improving the planning and management of solid waste disposal facilities. In 2014 \$4 million is requested for this program.

RURAL WATER AND WASTE DISPOSAL DIRECT LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4226-0-3-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0710 Direct loan obligations	947	951	1,200
0713 Payment of interest to Treasury	561	595	630
0740 Negative subsidy obligations .....	.....	.....	10
0742 Downward reestimate paid to receipt account	98	209	.....
0743 Interest on downward reestimates	28	64	.....
0900 Total new obligations	1,634	1,819	1,840
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	60	333	.....
1021 Recoveries of prior year unpaid obligations	159	.....	.....
1023 Unobligated balances applied to repay debt	-80	-333	.....
1024 Unobligated balance of borrowing authority withdrawn	-139	.....	.....
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	980	966	980
1440 Borrowing authority, mandatory (total)	980	966	980
Spending authority from offsetting collections, mandatory:			
1800 Collected	1,516	1,168	1,225
1801 Change in uncollected payments, Federal sources	-53	-70	-120
1825 Spending authority from offsetting collections applied to repay debt	-476	-245	-245
1850 Spending auth from offsetting collections, mand (total)	987	853	860
1900 Financing authority (total)	1,967	1,819	1,840
1930 Total budgetary resources available	1,967	1,819	1,840
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	333	.....	.....

Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	4,349	3,872 3,242
3010	Obligations incurred, unexpired accounts	1,634	1,819 1,840
3020	Financing disbursements (gross)	-1,952	-2,449 -1,986
3040	Recoveries of prior year unpaid obligations, unexpired	-159	.....
3050	Unpaid obligations, end of year	3,872	3,242 3,096
Uncollected payments:			
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-412	-359 -289
3070	Change in uncollected pymts, Fed sources, unexpired	53	70 120
3090	Uncollected pymts, Fed sources, end of year	-359	-289 -169
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	3,937	3,513 2,953
3200	Obligated balance, end of year	3,513	2,953 2,927
Financing authority and disbursements, net:			
Mandatory:			
4090	Financing authority, gross	1,967	1,819 1,840
Financing disbursements:			
4110	Financing disbursements, gross	1,952	2,449 1,986
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120	Federal sources	-141	-164 -120
4122	Interest on uninvested funds	-49	-54 -60
4123	Repayment of principal	-841	-449 -494
4123	Interest Received on Loans	-485	-501 -551
4130	Offsets against gross financing auth and disbursements (total)	-1,516	-1,168 -1,225
Additional offsets against financing authority only (total):			
4140	Change in uncollected pymts, Fed sources, unexpired	53	70 120
4160	Financing authority, net (mandatory)	504	721 735
4170	Financing disbursements, net (mandatory)	436	1,281 761
4180	Financing authority, net (total)	504	721 735
4190	Financing disbursements, net (total)	436	1,281 761

Status of Direct Loans (in millions of dollars)

Identification code 12-4226-0-3-452	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on obligations:			
1131	Direct loan obligations exempt from limitation	947	951 1,200
1150	Total direct loan obligations	947	951 1,200
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	10,871	11,280 12,456
1231	Disbursements: Direct loan disbursements	1,264	1,625 1,345
1251	Repayments: Repayments and prepayments	-841	-449 -494
1261	Adjustments: Capitalized interest	1	.....
1263	Write-offs for default: Direct loans	-15	.....
1290	Outstanding, end of year	11,280	12,456 13,307

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. The subsidy cost of these loans is provided through the Rural Water and Waste Disposal Program Account. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

Balance Sheet (in millions of dollars)

Identification code 12-4226-0-3-452	2011 actual	2012 actual
ASSETS:		
Federal assets:		
1101	Fund balances with Treasury	176 614
Investments in US securities:		
1106	Receivables, net	15 17
Net value of assets related to post-1991 direct loans receivable:		
1401	Direct loans receivable, gross	10,871 11,280
1402	Interest receivable	109 102
1405	Allowance for subsidy cost (-)	-735 -556
1499	Net present value of assets related to direct loans	10,245 10,826
1999	Total assets	10,436 11,457

LIABILITIES:			
Federal liabilities:			
2103	Debt	10,310	11,183
2105	Other	126	274
2999	Total liabilities	10,436	11,457
4999	Total liabilities and net position	10,436	11,457

RURAL WATER AND WASTE WATER DISPOSAL GUARANTEED LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4218-0-3-452	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Financing authority:			
Spending authority from offsetting collections, mandatory:			
1800	Collected .....	.....	1
1850	Spending auth from offsetting collections, mand (total) .....	.....	1
1930	Total budgetary resources available .....	.....	1
Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year .....	.....	1
Financing authority and disbursements, net:			
Mandatory:			
4090	Financing authority, gross .....	.....	1
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120	Federal sources .....	.....	-1
4190	Financing disbursements, net (total) .....	.....	-1

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4218-0-3-452	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on commitments:			
2131	Guaranteed loan commitments exempt from limitation	8 177	98
2150	Total guaranteed loan commitments	8 177	98
2199	Guaranteed amount of guaranteed loan commitments	7 159	88
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year	62 78	85
2231	Disbursements of new guaranteed loans	26 18	57
2251	Repayments and prepayments	-10 -11	-12
2290	Outstanding, end of year	78 85	130
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year	68 73	110

This account finances loan guarantee commitments for water systems and waste disposal facilities in rural areas.

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals. Loans made prior to 1992 are recorded in the Rural Development Insurance Fund Liquidating Account.

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS LOANS PROGRAM ACCOUNT

(INCLUDING TRANSFER OF FUNDS)

The principal amount of guaranteed rural electric loans made under section 306 of the Rural Electrification Act of 1936 (7 U.S.C. 936) shall be \$4,000,000,000, and the principal amount of cost of money rural telecommunications loans made under section 305 of such Act (7 U.S.C. 935) shall be \$690,000,000: Provided, That not less than \$3,000,000,000 shall be used for the construction, acquisition, or improvement of renewable energy plants or for construction, acquisition or improvement of fossil-

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS LOANS PROGRAM
ACCOUNT—Continued

fuelled electric generating plants (whether new or existing) that utilize carbon sequestration systems: Provided further, That funding may be made available for fossil-fuel electric generating peaking units (new or existing) to the extent that the peaking unit operates in conjunction with an electric generating plant that produces electricity from solar, wind, or other intermittent sources of energy: Provided further, That not more than \$1,000,000,000 shall be available for environmental improvements to fossil-fuel electric generating plants that would reduce emission of air pollution including greenhouse gases.

In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, \$34,694,000, which shall be paid to the appropriation for "Rural Development, Salaries and Expenses".

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1230-0-1-271	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0705 Reestimates of direct loan subsidy	239	423	
0706 Interest on reestimates of direct loan subsidy	100	83	
0709 Administrative expenses	36	37	35
0900 Total new obligations	375	543	35
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1			1
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	37	38	35
1120 Appropriations transferred to other accts [12-4609]	-1		
1160 Appropriation, discretionary (total)	36	38	35
Appropriations, mandatory:			
1200 Appropriation	339	506	
1260 Appropriations, mandatory (total)	339	506	
1900 Budget authority (total)	375	544	35
1930 Total budgetary resources available	375	544	36
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year		1	1
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	9	3	1
3010 Obligations incurred, unexpired accounts	375	543	35
3020 Outlays (gross)	-377	-545	-35
3041 Recoveries of prior year unpaid obligations, expired	-4		
3050 Unpaid obligations, end of year	3	1	1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	9	3	1
3200 Obligated balance, end of year	3	1	1
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	36	38	35
Outlays, gross:			
4010 Outlays from new discretionary authority	36	37	35
4011 Outlays from discretionary balances	2	2	
4020 Outlays, gross (total)	38	39	35
Mandatory:			
4090 Budget authority, gross	339	506	
Outlays, gross:			
4100 Outlays from new mandatory authority	339	506	
4180 Budget authority, net (total)	375	544	35
4190 Outlays, net (total)	377	545	35

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

Identification code 12-1230-0-1-271	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115004 FFB Electric Loans	4,318	4,742	4,000

115006 Treasury Telecommunications Loans	19	80	690
115007 FFB Telecommunications Loans	61		
115008 FFB Guaranteed Underwriting	424		
115999 Total direct loan levels	4,822	4,822	4,690
Direct loan subsidy (in percent):			
132004 FFB Electric Loans	-4.00	-6.29	-3.31
132006 Treasury Telecommunications Loans	-1.19	-1.14	-1.19
132007 FFB Telecommunications Loans	-3.64		
132008 FFB Guaranteed Underwriting	-6.32		
132999 Weighted average subsidy rate	-4.19	-6.20	-3.00
Direct loan subsidy budget authority:			
133004 FFB Electric Loans	-173	-298	-132
133006 Treasury Telecommunications Loans		-1	-8
133007 FFB Telecommunications Loans	-2		
133008 FFB Guaranteed Underwriting	-27		
133999 Total subsidy budget authority	-202	-299	-140
Direct loan subsidy outlays:			
134001 Electric Hardship Loans	-2	-6	-5
134004 FFB Electric Loans	-70	-167	-203
134005 Telecommunication Hardship Loans	-2	-3	-3
134006 Treasury Telecommunications Loans			-1
134007 FFB Telecommunications Loans	-3	-4	-3
134008 FFB Guaranteed Underwriting		-13	-20
134999 Total subsidy outlays	-77	-193	-235
Direct loan upward reestimates:			
135001 Electric Hardship Loans	5	23	
135002 Municipal Electric Loans	3		
135003 Treasury Electric Loans	4	6	
135004 FFB Electric Loans	215	206	
135005 Telecommunication Hardship Loans	3	4	
135006 Treasury Telecommunications Loans	4	19	
135007 FFB Telecommunications Loans	18	22	
135008 FFB Guaranteed Underwriting	76	199	
135011 Electric Loan Modifications	12	27	
135999 Total upward reestimate budget authority	340	506	
Direct loan downward reestimates:			
137001 Electric Hardship Loans	-65	-22	
137002 Municipal Electric Loans	-8	-24	
137003 Treasury Electric Loans	-9	-7	
137004 FFB Electric Loans	-323	-295	
137005 Telecommunication Hardship Loans	-8	-5	
137006 Treasury Telecommunications Loans	-16	-6	
137007 FFB Telecommunications Loans	-9	-9	
137008 FFB Guaranteed Underwriting	-67	-12	
137011 Electric Loan Modifications	-1		
137999 Total downward reestimate budget authority	-506	-380	
Guaranteed loan downward reestimates:			
Administrative expense data:			
3510 Budget authority	36	37	35
3590 Outlays from new authority	36	37	35

The Rural Utilities Service (RUS) conducts the rural electrification and the rural telecommunications loan programs. The rural electrification loan program finances the operation of generating plants, electric transmission, and distribution lines or systems. The rural telecommunications loan program provides funding for construction, expansion, and operation of telecommunications lines and facilities or systems. The Budget requests \$690 million in 2014 for the telecommunications loan program.

The Budget supports the Administration's commitment to phase out fossil fuel subsidies. The total electric loan level included in the Budget is \$4 billion, of which, up to \$1 billion may be available for environmental improvements to fossil fuel electric generating plants that would reduce emissions of air pollutants, including greenhouse gases. The remaining funding would be limited to renewable energy, transmission, distribution, carbon capture projects on generation facilities, and low emission peaking units affiliated with energy facilities that produce electricity from solar, wind and other intermittent sources of energy.

RUS will cancel loans obligated, but not disbursed, more than ten years ago. Most electric loans obligated more than ten years ago have either been disbursed or cancelled. However, current law prohibits the cancellation of telecommunications loans in most instances. This has resulted in many outstanding obligations

that are older than ten years. Since loans are issued for specific projects, and technology is changing at a very fast pace, it is doubtful that the original project will be accomplished ten years after a loan is approved.

As required by the Federal Credit Reform Act of 1990, this account records, for rural electrification and telecommunications programs, the subsidy costs associated with the direct and guaranteed 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.

Object Classification (in millions of dollars)

Identification code 12-1230-0-1-271	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.3 Other goods and services from Federal sources	36	37	35
41.0 Grants, subsidies, and contributions	339	506	
99.9 Total new obligations	375	543	35

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4208-0-3-271	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0003 Interest on FFB Loans	1,365	1,383	1,155
Credit program obligations:			
0710 Direct loan obligations	4,822	4,822	4,690
0713 Payment of interest to Treasury	645	813	918
0740 Negative subsidy obligations	202	299	140
0742 Downward reestimate paid to receipt account	305	224	
0743 Interest on downward reestimates	202	156	
0791 Direct program activities, subtotal	6,176	6,314	5,748
0900 Total new obligations	7,541	7,697	6,903
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1,117	501	
1021 Recoveries of prior year unpaid obligations	901		
1023 Unobligated balances applied to repay debt	-1,121	-501	
1024 Unobligated balance of borrowing authority withdrawn	-897		
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	5,531	3,490	2,203
1440 Borrowing authority, mandatory (total)	5,531	3,490	2,203
Spending authority from offsetting collections, mandatory:			
1800 Collected	4,799	4,986	5,350
1801 Change in uncollected payments, Federal sources	-6	-2	-1
1825 Spending authority from offsetting collections applied to repay debt	-2,282	-777	-649
1850 Spending auth from offsetting collections, mand (total)	2,511	4,207	4,700
1900 Financing authority (total)	8,042	7,697	6,903
1930 Total budgetary resources available	8,042	7,697	6,903
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	501		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	19,052	17,802	15,011
3010 Obligations incurred, unexpired accounts	7,541	7,697	6,903
3020 Financing disbursements (gross)	-7,890	-10,488	-8,407
3040 Recoveries of prior year unpaid obligations, unexpired	-901		
3050 Unpaid obligations, end of year	17,802	15,011	13,507
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-9	-3	-1
3070 Change in uncollected pymts, Fed sources, unexpired	6	2	1
3090 Uncollected pymts, Fed sources, end of year	-3	-1	

Memorandum (non-add) entries:			
3100 Obligated balance, start of year	19,043	17,799	15,010
3200 Obligated balance, end of year	17,799	15,010	13,507
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	8,042	7,697	6,903
Financing disbursements:			
4110 Financing disbursements, gross	7,890	10,488	8,407
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Payment from program account	-341	-508	
4122 Interest on uninvested funds	-203	-182	-163
4123 Repayment of principal	-2,620	-1,823	-1,990
4123 Interest received on loans	-1,598	-543	-1,371
4123 Other	-37		
4123 Repayment of principal Cushion of Credit		-846	-800
4123 Repayment of interest Cushion of Credit		-1,084	-1,026
4130 Offsets against gross financing auth and disbursements (total)	-4,799	-4,986	-5,350
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	6	2	1
4160 Financing authority, net (mandatory)	3,249	2,713	1,554
4170 Financing disbursements, net (mandatory)	3,091	5,502	3,057
4180 Financing authority, net (total)	3,249	2,713	1,554
4190 Financing disbursements, net (total)	3,091	5,502	3,057

Status of Direct Loans (in millions of dollars)

Identification code 12-4208-0-3-271	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on obligations:			
1131 Direct loan obligations exempt from limitation	4,822	4,822	4,690
1150 Total direct loan obligations	4,822	4,822	4,690
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	43,042	46,002	51,049
1231 Disbursements: Direct loan disbursements	5,579	7,716	6,360
Repayments:			
1251 Repayments and prepayments - Cash	-2,620	-1,823	-1,990
1251 Repayments and prepayments - CoC		-846	-800
1264 Write-offs for default: Other adjustments, Reclassified, net	1		
1290 Outstanding, end of year	46,002	51,049	54,619

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from electric and telecommunication 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 12-4208-0-3-271	2011 actual	2012 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	1,069	1,142
Investments in US securities:		
1106 Receivables, net	314	461
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	40,071	42,897
1402 Interest receivable	28	253
1405 Allowance for subsidy cost (-)	-672	-759
1499 Net present value of assets related to direct loans	39,427	42,391
1999 Total assets	40,810	43,994
LIABILITIES:		
Federal liabilities:		
2103 Debt	40,314	9,826
2103 FFB		33,508
Non-Federal liabilities:		
2202 Interest payable	22	301
2207 Other	474	359
2999 Total liabilities	40,810	43,994
4999 Total liabilities and net position	40,810	43,994

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS DIRECT LOAN FINANCING ACCOUNT—Continued
Balance Sheet—Continued

Identification code 12-4208-0-3-271	2011 actual	2012 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	113	99
Investments in US securities:		
1106 Receivables, net	25	44
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	2,971	3,105
1402 Interest receivable	1	3
1405 Allowance for subsidy cost (-)	12	-7
1499 Net present value of assets related to direct loans	2,984	3,101
1999 Total assets	3,122	3,244
LIABILITIES:		
Federal liabilities:		
2102 Interest payable		5
2103 Debt	3,089	2,335
2103 FFB		884
2207 Non-Federal liabilities: Other	33	20
2999 Total liabilities	3,122	3,244
4999 Total liabilities and net position	3,122	3,244

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS GUARANTEED LOANS FINANCING ACCOUNT

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4209-0-3-271	2012 actual	2013 CR	2014 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	199	193	189
2251 Repayments and prepayments	-6	-4	-4
2290 Outstanding, end of year	193	189	185
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	193	189	185

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from guaranteed loans committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

RURAL ELECTRIFICATION AND TELECOMMUNICATIONS LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4230-0-3-999	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0002 Interest Expense, FFB direct	158	96	66
0005 Other: cushion of credit	186	180	156
0091 Direct program activities, subtotal	344	276	222
Credit program obligations:			
0739 CoC for Financing	1,930	1,826	
0900 Total new obligations	344	2,206	2,048
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	2,997	4,808	3,349
1021 Recoveries of prior year unpaid obligations	43		
1023 Unobligated balances applied to repay debt		-1,042	
1050 Unobligated balance (total)	3,040	3,766	3,349
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation for CoC Borrower Interest	190	178	198
1200 Appropriation for CBOs	528	344	69

1200 Appropriation for RED Grants	192	180	156
1260 Appropriations, mandatory (total)	910	702	423
Spending authority from offsetting collections, mandatory:			
1800 Collected	2,043	1,886	1,627
1825 Spending authority from offsetting collections applied to repay debt	-841	-799	-759
1850 Spending auth from offsetting collections, mand (total)	1,202	1,087	868
1900 Budget authority (total)	2,112	1,789	1,291
1930 Total budgetary resources available	5,152	5,555	4,640
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	4,808	3,349	2,592

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	84	51	2,037
3010 Obligations incurred, unexpired accounts	344	2,206	2,048
3020 Outlays (gross)	-334	-220	-182
3040 Recoveries of prior year unpaid obligations, unexpired	-43		
3050 Unpaid obligations, end of year	51	2,037	3,903
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	84	51	2,037
3200 Obligated balance, end of year	51	2,037	3,903

Budget authority and outlays, net:

Mandatory:			
4090 Budget authority, gross	2,112	1,789	1,291
Outlays, gross:			
4100 Outlays from new mandatory authority	294	188	157
4101 Outlays from mandatory balances	40	32	25
4110 Outlays, gross (total)	334	220	182
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Loans Repaid - Cash	-1,373	-599	-449
4123 Interest Repaid - Cash	-212	-206	-142
4123 Cushion of Credit Deposits	-458	-384	-511
4123 Loans Repaid - CoC		-540	-404
4123 Interest Repaid - CoC		-147	-110
4123 Electric Underwriting Fee		-10	-11
4130 Offsets against gross budget authority and outlays (total)	-2,043	-1,886	-1,627
4160 Budget authority, net (mandatory)	69	-97	-336
4170 Outlays, net (mandatory)	-1,709	-1,666	-1,445
4180 Budget authority, net (total)	69	-97	-336
4190 Outlays, net (total)	-1,709	-1,666	-1,445

Status of Direct Loans (in millions of dollars)

Identification code 12-4230-0-3-999	2012 actual	2013 CR	2014 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	2,596	4,285	3,252
Repayments:			
1251 Repayments and prepayments - Cash	-1,373	-599	-449
1251 Repayments and prepayments - CoC		-540	-404
1261 Adjustments: Capitalized interest		106	82
Write-offs for default:			
1264 Other adjustments, net (+ or -)	-735		
1264 Other adjustments, net (+ or -)	3,797		
1290 Outstanding, end of year	4,285	3,252	2,481

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4230-0-3-999	2012 actual	2013 CR	2014 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	97	96	91
2251 Repayments and prepayments	-1	-5	-5
2290 Outstanding, end of year	96	91	86
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	96	91	86

STATUS OF AGENCY DEBT

[In millions of dollars]

	2012 actual	2013 est.	2014 est.
Agency debt held by FFB:			
Outstanding FFB direct, start of year	1,835	1,119	760

Outstanding Certificate of Beneficial Ownership (CBO's), start of year	1,675	1,147	803
New agency borrowing, FFB direct	0	0	0
Repayments and prepayments, FFB Direct	-716	-359	-244
Repayments, CBO's	-528	-344	-69
Outstanding FFB direct, end of year	1,119	760	516
Outstanding CBO's, end of year	1,147	803	734

The Rural Telephone Bank was dissolved in 2006. To accomplish this, the Rural Telephone Bank liquidating account loans were used to redeem a portion of the Government's stock. The Rural Telephone Bank liquidating account loans were transferred to the Rural Electrification and Telecommunications liquidating account in 2006.

The Rural Utilities Service (RUS) continues to service all loans in this account, providing business management and technical assistance to the borrowers on a regular basis over the life of the loans.

Rural electric.—This program is financed through RUS direct loans for the construction and operation of generating plants, electric transmission, and distribution lines or systems.

As required by the Federal Credit Reform Act of 1990, this account records, for rural electrification and telecommunications programs, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to 1992. All new activity in RETRF in 1992 and beyond is recorded in corresponding program and financing accounts.

The following tables reflect statistics on loans made through the liquidating account only. Since 1992 new electric and telephone loans have been made through a separate program account.

ELECTRIC PROGRAM STATISTICS

[dollars in millions]

	2012 actual	2013 est.	2014 est.
Cumulative RUS financed direct loans	21,832	21,832	21,832
Cumulative FFB financed direct loans	26,598	26,598	26,598
Cumulative RUS funds advanced	21,832	21,832	21,832
Unadvanced RUS funds, end of year	0	0	0
Cumulative RUS principal repaid	20,624	21,149	21,680
Cumulative RUS interest paid	13,632	13,972	14,312
Cumulative loan guarantee commitments\1	0	0	0
Number of borrowers	287	261	235

Rural telecommunications.—This loan program is financed through RUS direct loans for the construction, expansion, and operation of telecommunications lines and facilities or systems.

TELECOMMUNICATIONS PROGRAM STATISTICS

[dollars in millions]

	2012 actual	2013 est.	2014 est.
Cumulative RUS financed direct loans	5,916	5,916	5,916
Cumulative FFB financed direct loans	562	562	562
Cumulative RUS funds advanced	5,916	5,916	5,916
Unadvanced RUS funds, end of period	0	0	0
Cumulative RUS principal repaid	5,507	5,622	5,742
Cumulative RUS interest paid	3,491	3,546	3,605
Cumulative loan guarantee commitments\1	0	0	0
Number of borrowers	269	245	221

RURAL TELEPHONE BANK PROGRAM STATISTICS

[dollars in millions]

	2012 actual	2013 est.	2014 est.
Cumulative net loans	2,471	2,471	2,471
Cumulative loan funds, advanced	2,471	2,471	2,471
Unadvanced loan funds, end of year	0	0	0
Cumulative principal repaid	2,456	2,460	2,465
Cumulative interest paid	2,460	2,463	2,466
Number of borrowers	34	30	25

Balance Sheet (in millions of dollars)

Identification code 12-4230-0-3-999	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	2,907	4,466
1601 Direct loans, gross	2,178	4,065
1602 Interest receivable	41	157

1603 Allowance for estimated uncollectible loans and interest (-)	-1,467	-1,087
1699 Value of assets related to direct loans	752	3,135
1999 Total assets	3,659	7,601
LIABILITIES:		
Federal liabilities:		
2102 Interest payable	23	36
2103 Debt	3,979	3,359
2104 Resources payable to Treasury	14	586
2105 Other	-357	
2207 Non-Federal liabilities: Other		3,620
2999 Total liabilities	3,659	7,601
4999 Total liabilities and net position	3,659	7,601

ASSETS:		
1101 Federal assets: Fund balances with Treasury	174	394
1601 Direct loans, gross	418	220
1602 Interest receivable	1	1
1603 Allowance for estimated uncollectible loans and interest (-)	-19	-1
1699 Value of assets related to direct loans	400	220
1999 Total assets	574	614
LIABILITIES:		
Federal liabilities:		
2102 Interest payable	4	
2103 Debt	221	96
2104 Resources payable to Treasury	339	1
2207 Non-Federal liabilities: Other		507
2999 Total liabilities	564	604
NET POSITION:		
3300 Cumulative results of operations	10	10
4999 Total liabilities and net position	574	614

Object Classification (in millions of dollars)

Identification code 12-4230-0-3-999	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.2 Other services from non-Federal sources	186	180	156
43.0 Interest and dividends	158	96	66
94.0 Financial transfers		1,930	1,826
99.9 Total new obligations	344	2,206	2,048

RURAL TELEPHONE BANK PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-1231-0-1-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0705 Reestimates of direct loan subsidy		2	
0706 Interest on reestimates of direct loan subsidy	1	3	
0900 Total new obligations (object class 41.0)	1	5	
Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation	1	5	
1260 Appropriations, mandatory (total)	1	5	
1900 Budget authority (total)	1	5	
1930 Total budgetary resources available	1	5	
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	3	1	1
3010 Obligations incurred, unexpired accounts	1	5	
3020 Outlays (gross)	-2	-5	-1
3041 Recoveries of prior year unpaid obligations, expired	-1		
3050 Unpaid obligations, end of year	1	1	
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	3	1	1
3200 Obligated balance, end of year	1	1	

RURAL TELEPHONE BANK PROGRAM ACCOUNT—Continued
Program and Financing—Continued

Identification code 12-1231-0-1-452	2012 actual	2013 CR	2014 est.
Budget authority and outlays, net:			
Discretionary:			
Outlays, gross:			
4011 Outlays from discretionary balances	1		1
Mandatory:			
4090 Budget authority, gross	1	5	
Outlays, gross:			
4100 Outlays from new mandatory authority	1	5	
4180 Budget authority, net (total)	1	5	
4190 Outlays, net (total)	2	5	1

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

Identification code 12-1231-0-1-452	2012 actual	2013 CR	2014 est.
Direct loan subsidy outlays:			
134001 Rural Telephone Bank	1	1	1
134999 Total subsidy outlays	1	1	1
Direct loan upward reestimates:			
135001 Rural Telephone Bank	1	4	
135999 Total upward reestimate budget authority	1	4	
Direct loan downward reestimates:			
137001 Rural Telephone Bank	-2	-1	
137999 Total downward reestimate budget authority	-2	-1	

The Rural Telephone Bank (RTB) completed dissolution in 2006, therefore no federally funded RTB loans are proposed.

As required by the Federal Credit Reform Act of 1990, this account records, for the RTB, the subsidy costs associated with the direct loans obligated in 1992 and beyond as well as administrative expenses for the program. The subsidy amounts are estimated on a present value basis; administrative expenses are estimated on a cash basis.

RURAL TELEPHONE BANK DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4210-0-3-452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0713 Payment of interest to Treasury	18	19	19
0742 Downward reestimate paid to receipt account	2	1	
0900 Total new obligations	20	20	19
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1		3	2
1021 Recoveries of prior year unpaid obligations	57		
1023 Unobligated balances applied to repay debt	-1		
1024 Unobligated balance of borrowing authority withdrawn	-56		
1050 Unobligated balance (total)		3	2
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	2		
1440 Borrowing authority, mandatory (total)	2		
Spending authority from offsetting collections, mandatory:			
1800 Collected	74	53	55
1801 Change in uncollected payments, Federal sources	-1	-1	
1825 Spending authority from offsetting collections applied to repay debt	-52	-33	-36
1850 Spending auth from offsetting collections, mand (total)	21	19	19
1900 Financing authority (total)	23	19	19
1930 Total budgetary resources available	23	22	21
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	3	2	2

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	164	99	92
3010 Obligations incurred, unexpired accounts	20	20	19
3020 Financing disbursements (gross)	-28	-27	-27
3040 Recoveries of prior year unpaid obligations, unexpired	-57		
3050 Unpaid obligations, end of year	99	92	84
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-3	-2	-1
3070 Change in uncollected pymts, Fed sources, unexpired	1	1	
3090 Uncollected pymts, Fed sources, end of year	-2	-1	-1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	161	97	91
3200 Obligated balance, end of year	97	91	83

Financing authority and disbursements, net:

Mandatory:			
4090 Financing authority, gross	23	19	19
Financing disbursements:			
4110 Financing disbursements, gross	28	27	27
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources	-2	-6	-1
4122 Interest on uninvested funds	-1	-2	-2
4123 Principal received on loans	-52	-27	-33
4123 Interest received on loans	-19	-18	-19
4130 Offsets against gross financing auth and disbursements (total)	-74	-53	-55
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	1	1	
4160 Financing authority, net (mandatory)	-50	-33	-36
4170 Financing disbursements, net (mandatory)	-46	-26	-28
4180 Financing authority, net (total)	-50	-33	-36
4190 Financing disbursements, net (total)	-46	-26	-28

Status of Direct Loans (in millions of dollars)

Identification code 12-4210-0-3-452	2012 actual	2013 CR	2014 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	365	320	320
1231 Disbursements: Direct loan disbursements	7	27	27
1251 Repayments: Repayments and prepayments	-52	-27	-33
1290 Outstanding, end of year	320	320	314

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. 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 12-4210-0-3-452	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	12	16
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	365	320
1405 Allowance for subsidy cost (-)	28	27
1499 Net present value of assets related to direct loans	393	347
1999 Total assets	405	363
LIABILITIES:		
2103 Federal liabilities: Debt	405	363
4999 Total liabilities and net position	405	363

DISTANCE LEARNING, TELEMEDICINE, AND BROADBAND PROGRAM

For the principal amount of broadband telecommunication loans, \$63,356,000.

For grants for telemedicine and distance learning services in rural areas, as authorized by 7 U.S.C. 950aaa et seq., \$24,950,000, to remain available until expended.

For the cost of broadband loans, as authorized by section 601 of the Rural Electrification Act, \$8,268,000, to remain available until expended: Provided, That the cost of direct loans shall be as defined in section 502 of the Congressional Budget Act of 1974.

In addition, \$10,372,000, to remain available until expended, for a grant program to finance broadband transmission in rural areas eligible for Distance Learning and Telemedicine Program benefits authorized by 7 U.S.C. 950aaa.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12–1232–0–1–452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0010 Grants	26	45	44
Credit program obligations:			
0701 Direct loan subsidy	2	5	33
0705 Reestimates of direct loan subsidy	6	39	
0706 Interest on reestimates of direct loan subsidy	2	17	
0791 Direct program activities, subtotal	10	61	33
0900 Total new obligations (object class 41.0)	36	106	77
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	25	45	33
1001 Discretionary unobligated balance brought fwd, Oct 1	25	45	
1021 Recoveries of prior year unpaid obligations	10		
1050 Unobligated balance (total)	35	45	33
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	37	38	44
1160 Appropriation, discretionary (total)	37	38	44
Appropriations, mandatory:			
1200 Appropriation	9	56	
1260 Appropriations, mandatory (total)	9	56	
1900 Budget authority (total)	46	94	44
1930 Total budgetary resources available	81	139	77
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	45	33	
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	2,160	1,513	795
3010 Obligations incurred, unexpired accounts	36	106	77
3020 Outlays (gross)	–596	–824	–722
3040 Recoveries of prior year unpaid obligations, unexpired	–10		
3041 Recoveries of prior year unpaid obligations, expired	–77		
3050 Unpaid obligations, end of year	1,513	795	150
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	2,160	1,513	795
3200 Obligated balance, end of year	1,513	795	150
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	37	38	44
Outlays, gross:			
4010 Outlays from new discretionary authority		1	3
4011 Outlays from discretionary balances	587	767	719
4020 Outlays, gross (total)	587	768	722
Mandatory:			
4090 Budget authority, gross	9	56	
Outlays, gross:			
4100 Outlays from new mandatory authority	9	56	
4180 Budget authority, net (total)	46	94	44
4190 Outlays, net (total)	596	824	722

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

Identification code 12–1232–0–1–452	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115003 Broadband Treasury Rate Loans	69	53	257
115999 Total direct loan levels	69	53	257

Identification code	2012 actual	2013 CR	2014 est.
Direct loan subsidy (in percent):			
132003 Broadband Treasury Rate Loans	3.55	9.47	13.05
132999 Weighted average subsidy rate	3.55	9.47	13.05
Direct loan subsidy budget authority:			
133003 Broadband Treasury Rate Loans	2	5	34
133999 Total subsidy budget authority	2	5	34
Direct loan subsidy outlays:			
134003 Broadband Treasury Rate Loans	1	3	4
134004 Broadband Treasury Rate Loans - ARRA	22	19	16
134999 Total subsidy outlays	23	22	20
Direct loan upward reestimates:			
135001 Distance Learning and Telemedicine Loans	4	5	
135003 Broadband Treasury Rate Loans	4	51	
135999 Total upward reestimate budget authority	8	56	
Direct loan downward reestimates:			
137001 Distance Learning and Telemedicine Loans	–7	–1	
137003 Broadband Treasury Rate Loans	–34	–19	
137999 Total downward reestimate budget authority	–41	–20	

The loan and grant program provides access to advanced telecommunications services for improved education and health care in rural areas throughout the country. The loans and grants help education and health care providers bring the most modern technology, level of care, and education to rural America so its citizens can compete regionally, nationally, and globally.

Since there is little demand for the Distance Learning, Telemedicine (DLT) loans, the Budget proposes no funding for DLT loans in 2014 while requesting \$24.95 million for DLT grants. The request for Broadband grants is \$10.4 million and the Broadband loan request is \$8.3 million.

DISTANCE LEARNING, TELEMEDICINE, AND BROADBAND DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12–4146–0–3–452	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0710 Direct loan obligations	69	53	257
0713 Payment of interest to Treasury	38	39	99
0742 Downward reestimate paid to receipt account	36	17	
0743 Interest on downward reestimates	6	2	
0900 Total new obligations	149	111	296
Budgetary Resources:			
Unobligated balance:			
1021 Recoveries of prior year unpaid obligations	361		
1023 Unobligated balances applied to repay debt	–10		
1024 Unobligated balance of borrowing authority withdrawn	–351		
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	127		137
1440 Borrowing authority, mandatory (total)	127		137
Spending authority from offsetting collections, mandatory:			
1800 Collected	105	232	173
1801 Change in uncollected payments, Federal sources	–31	19	–14
1825 Spending authority from offsetting collections applied to repay debt	–52	–140	
1850 Spending auth from offsetting collections, mand (total)	22	111	159
1900 Financing authority (total)	149	111	296
1930 Total budgetary resources available	149	111	296
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1,411	781	536
3010 Obligations incurred, unexpired accounts	149	111	296
3020 Financing disbursements (gross)	–418	–356	–211
3040 Recoveries of prior year unpaid obligations, unexpired	–361		
3050 Unpaid obligations, end of year	781	536	621
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	–85	–54	–73

DISTANCE LEARNING, TELEMEDICINE, AND BROADBAND DIRECT LOAN
FINANCING ACCOUNT—Continued

Program and Financing—Continued

Identification code 12-4146-0-3-452	2012 actual	2013 CR	2014 est.
3070 Change in uncollected pymts, Fed sources, unexpired	31	-19	14
3090 Uncollected pymts, Fed sources, end of year	-54	-73	-59
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1,326	727	463
3200 Obligated balance, end of year	727	463	562
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	149	111	296
Financing disbursements:			
4110 Financing disbursements, gross	418	356	211
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources	-32	-78	-20
4122 Interest on uninvested funds	-7	-7	-4
4123 Repayment of principal	-42	-106	-125
4123 Interest received on loans	-24	-41	-24
4130 Offsets against gross financing auth and disbursements (total)	-105	-232	-173
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	31	-19	14
4160 Financing authority, net (mandatory)	75	-140	137
4170 Financing disbursements, net (mandatory)	313	124	38
4180 Financing authority, net (total)	75	-140	137
4190 Financing disbursements, net (total)	313	124	38

Status of Direct Loans (in millions of dollars)

Identification code 12-4146-0-3-452	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans	69	53	257
1150 Total direct loan obligations	69	53	257
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	695	949	1,141
1231 Disbursements: Direct loan disbursements	338	298	172
1251 Repayments: Repayments and prepayments	-42	-106	-125
1264 Write-offs for default: Charge Off - Misc and Assn Loans, net	-42		
1290 Outstanding, end of year	949	1,141	1,188

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond. 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 12-4146-0-3-452	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	29	23
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	695	949
1402 Interest receivable	4	3
1405 Allowance for subsidy cost (-)	19	78
1405 Allowance for loss on interest receivable (-)	-3	-2
1499 Net present value of assets related to direct loans	715	1,028
1999 Total assets	744	1,051
LIABILITIES:		
2103 Federal liabilities: Debt	744	1,051
4999 Total liabilities and net position	744	1,051

RURAL DEVELOPMENT INSURANCE FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4155-0-3-452	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	6	26	
1022 Capital transfer of unobligated balances to general fund	-6	-26	
Budget authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected	226	246	118
1820 Capital transfer of spending authority from offsetting collections to general fund	-200	-246	-118
1850 Spending auth from offsetting collections, mand (total)	26		
1930 Total budgetary resources available	26		
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	26		

Budget authority and outlays, net:

Mandatory:			
4090 Budget authority, gross	26		
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources	-226	-246	-118
4180 Budget authority, net (total)	-200	-246	-118
4190 Outlays, net (total)	-226	-246	-118

Status of Direct Loans (in millions of dollars)

Identification code 12-4155-0-3-452	2012 actual	2013 CR	2014 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	1,072	904	750
1251 Repayments: Repayments and prepayments	-168	-154	-73
1290 Outstanding, end of year	904	750	677

Status of Guaranteed Loans (in millions of dollars)

Identification code 12-4155-0-3-452	2012 actual	2013 CR	2014 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year		5	4
2210 Outstanding, start of year	9		
2251 Repayments and prepayments	-4	-1	-1
2290 Outstanding, end of year	5	4	3
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	4	3	2

The Rural Development Insurance Fund (RDIF) was established on October 1, 1972, pursuant to section 116 of the Rural Development Act of 1972 (Public Law 92-419).

The fund is used to insure or guarantee loans for water systems and waste disposal facilities, community facilities, and industrial development in rural areas. Communities unable to afford low interest loans for water and waste disposal facilities are also able to obtain water and waste disposal grants.

The water and waste direct and guaranteed loan programs are administered by the Rural Utilities Service, the community facility direct and guaranteed loan programs are administered by the Rural Housing Service, and the business and industry direct and guaranteed loan programs are administered by the Rural Business-Cooperative Service.

As required by the Federal Credit Reform Act of 1990, this account records, for these loan programs, all cash flows to and from the Government resulting from direct loans obligated and loan guarantees committed prior to 1992. All new activity in these programs is recorded in corresponding program accounts and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-4155-0-3-452	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	6	26
1201 Non-Federal assets: Investments in non-Federal securities, net	34	34
1601 Direct loans, gross	1,072	904
1602 Interest receivable	10	8
1603 Allowance for estimated uncollectible loans and interest (-)	-117	-40
1699 Value of assets related to direct loans	965	872
1999 Total assets	1,005	932
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	1,004	931
2204 Non-Federal liabilities: Liabilities for loan guarantees	1	1
2999 Total liabilities	1,005	932
4999 Total liabilities and net position	1,005	932

RURAL COMMUNICATION DEVELOPMENT FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4142-0-3-452	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Budget authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected	2	2	.....
1820 Capital transfer of spending authority from offsetting collections to general fund	-2	-2	.....
Budget authority and outlays, net:			
Mandatory:			
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources	-2	-2	.....
4180 Budget authority, net (total)	-2	-2	.....
4190 Outlays, net (total)	-2	-2	.....

Status of Direct Loans (in millions of dollars)

Identification code 12-4142-0-3-452	2012 actual	2013 CR	2014 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	2	2	.....
1251 Repayments: Repayments and prepayments .....	.....	-2	.....
1290 Outstanding, end of year	2	.....	.....

The Rural Communication Development Fund was established pursuant to the Secretary's Memorandum No. 1988, approved May 22, 1979. No loans have been made through this account since 1992.

Balance Sheet (in millions of dollars)

Identification code 12-4142-0-3-452	2011 actual	2012 actual
ASSETS:		
1601 Direct loans, gross	2	2
1603 Allowance for estimated uncollectible loans and interest (-)	-1	-1
1699 Value of assets related to direct loans	1	1
1999 Total assets	1	1
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	1	1
4999 Total liabilities and net position	1	1

**FOREIGN AGRICULTURAL SERVICE
Federal Funds**

SALARIES AND EXPENSES

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses of the Foreign Agricultural Service, including not to exceed \$158,000 for representation allowances and for expenses pursuant to section 8 of the Act approved August 3, 1956 (7 U.S.C. 1766), \$178,826,000: Provided, That the Service may utilize advances of funds, or reimburse this appropriation for expenditures made on behalf of Federal agencies, public and private organizations and institutions under agreements executed pursuant to the agricultural food production assistance programs (7 U.S.C. 1737) and the foreign assistance programs of the United States Agency for International Development: Provided further, That funds made available for middle-income country training programs, funds made available for the Borlaug International Agricultural Science and Technology Fellowship program, and up to \$2,000,000 of the Foreign Agricultural Service appropriation solely for the purpose of offsetting fluctuations in international currency exchange rates, subject to documentation by the Foreign Agricultural Service, shall remain available until expended.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-2900-0-1-352	2012 actual	2013 CR	2014 est.
0100 Balance, start of year	1
Receipts:			
0220 Deposits of Miscellaneous Contributed Funds, Foreign Agricultural Service	1	1
0400 Total: Balances and collections	1	2
0799 Balance, end of year	1	2

Program and Financing (in millions of dollars)

Identification code 12-2900-0-1-352	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Trade Promotion	66	65	66
0002 Trade Policy	77	78	78
0003 Capacity Building/Food Security	40	41	41
0799 Total direct obligations	183	184	185
0801 Reimbursable Program	149	146	146
0900 Total new obligations	332	330	331

Budgetary Resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	53	44	29
1011 Unobligated balance transfer from other accts [72-1037]	14	.....	.....
1011 Unobligated balance transfer from other accts [72-1021]	1	.....	.....
1021 Recoveries of prior year unpaid obligations	9	.....	.....
1050 Unobligated balance (total)	77	44	29
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	176	177	179
1121 Appropriations transferred from other accts [72-0306]	9	.....	.....
1160 Appropriation, discretionary (total)	185	177	179
Appropriations, mandatory:			
1200 Appropriation .....	.....	2	2
1260 Appropriations, mandatory (total) .....	.....	2	2
Spending authority from offsetting collections, discretionary:			
1700 Collected	30	136	63
1701 Change in uncollected payments, Federal sources	251	.....	66
1750 Spending auth from offsetting collections, disc (total)	281	136	129
1900 Budget authority (total)	466	315	310
1930 Total budgetary resources available	543	359	339
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-167	.....	.....
1941 Unexpired unobligated balance, end of year	44	29	8

SALARIES AND EXPENSES—Continued
Program and Financing—Continued

Identification code 12–2900–0–1–352	2012 actual	2013 CR	2014 est.
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	220	187	28
3010 Obligations incurred, unexpired accounts	332	330	331
3011 Obligations incurred, expired accounts	53	.....	.....
3020 Outlays (gross)	–370	–315	–311
3040 Recoveries of prior year unpaid obligations, unexpired	–9	.....	.....
3041 Recoveries of prior year unpaid obligations, expired	–39	–174	.....
3050 Unpaid obligations, end of year	187	28	48
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	–336	–580	–580
3070 Change in uncollected pymts, Fed sources, unexpired	–251	.....	–66
3071 Change in uncollected pymts, Fed sources, expired	7	.....	.....
3090 Uncollected pymts, Fed sources, end of year	–580	–580	–646
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	–116	–393	–552
3200 Obligated balance, end of year	–393	–552	–598
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	466	313	308
Outlays, gross:			
4010 Outlays from new discretionary authority	203	297	293
4011 Outlays from discretionary balances	167	16	16
4020 Outlays, gross (total)	370	313	309
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	–113	–136	–63
4033 Non-Federal sources	–2	.....	.....
4040 Offsets against gross budget authority and outlays (total)	–115	–136	–63
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	–251	.....	–66
4052 Offsetting collections credited to expired accounts	86	.....	.....
4060 Additional offsets against budget authority only (total)	–165	.....	–66
4070 Budget authority, net (discretionary)	186	177	179
4080 Outlays, net (discretionary)	255	177	246
Mandatory:			
4090 Budget authority, gross .....	.....	2	2
Outlays, gross:			
4100 Outlays from new mandatory authority .....	.....	2	2
4180 Budget authority, net (total)	186	179	181
4190 Outlays, net (total)	255	179	248

The Foreign Agricultural Service's (FAS) mission is linking U.S. agriculture to the world to enhance export opportunities and global food security. FAS helps to provide outlets for the wide variety of U.S. agricultural products, thereby enhancing economic activity for U.S. workers. FAS serves U.S. agriculture's interests by expanding and maintaining international export opportunities, supporting international economic development and trade and capacity building, and global food security. The outcomes envisioned are exports that help U.S. agriculture prosper, the expansion of U.S. exports of organics and crops produced using new technologies and food that are globally available, accessible, and appropriately used. In addition to its Washington-based staff, the agency maintains a network of overseas offices that serve as first responders in cases of market disruption. The overseas offices also provide the Department with critical market and policy intelligence, and they represent U.S. agriculture in consultations with foreign governments. The 2014 Budget includes \$178.8 million for FAS, an increase of \$1.4 million over the 2013 annualized Continuing Resolution level.

Trade Promotion.—A substantial portion of U.S. agricultural cash receipts come from export sales, making the vitality of rural America heavily dependent on international trade. U.S. farmers and ranchers are among the most productive and efficient in the world. However, they face complex and unfair obstacles in the global marketplace, where 95 percent of the world's consumers

live. FAS trade promotion activities help U.S. food and agricultural exporters take advantage of market opportunities created by its trade policy and capacity building successes. FAS administers a set of market development tools that support U.S. exporters facing fierce competition in the international marketplace. A cooperative effort with the U.S. industry is needed to ensure that the U.S. agricultural sector has fair market access, a strong understanding of key market trends, and support in overcoming constraints such as tight credit in international markets. FAS administers programs and activities, working in partnership with private sector associations and state and regional trade groups, and U.S. food and agricultural exporters. U.S. producers are not guaranteed a role in the global marketplace. Successful marketing strategies depend on a strong understanding of market trends, such as rising incomes in countries such as China, Indonesia, and Mexico that stimulate demand for a more nutritious and varied diet. As markets change, farmers need the tools to introduce new products to new customers, maintain current sales in the face of new competition, and overcome constraints such as tight credit. The results of FAS efforts ultimately benefit both the farm and non-farm sectors of the U.S. economy through job creation and additional economic activity.

Trade Policy.—The agency's trade policy work ensures that U.S. exporters can sell safe, wholesome U.S. food and agricultural products around the world. With its network of knowledgeable overseas attaches and Washington experts, FAS is well positioned to harness a wide range of resources to address complex problems. FAS partners with the Office of the United States Trade Representative (USTR), other U.S. Government agencies and trade associations, as well as regional and international organizations, in a coordinated effort to negotiate trade agreements; establish transparent, science-based standards; and resolve trade barriers. Unfair trade barriers limit U.S. sales to many countries. As tariffs and other traditional trade barriers have been negotiated away, many importing countries have begun to erect new trade barriers using unscientific plant and animal health requirements and other technical barriers to limit trade. Removing existing barriers, while ensuring new ones are not introduced, will directly help U.S. food and agricultural exports thrive. U.S. farmers are taking full advantage of biotechnology and other new technologies to increase their productivity. They are also expanding production of organic products in response to growing consumer demand.

Capacity Building / Food Security.—FAS capacity building and food security activities lay the groundwork for furthering U.S. agriculture's trade interests in developing countries around the world. In-country institutional capacity-building, research, technical training, and food assistance activities target developing economies with promising market potential. Our farmers and scientists are among the most productive and advanced in the world, producing bountiful supplies of staple foods like wheat, rice, and soybeans, while developing new innovative crop technologies and farming techniques. FAS plays the lead role in coordinating the linkage of agricultural expertise to U.S. international development activities, ensuring alignment with U.S. trade and foreign affairs policies as well as the national security strategy. FAS administers several food assistance programs to help developing countries with humanitarian crises, economic development, and the transition from being food aid recipients to commercial importers. Programs administered by FAS consist of P.L. 480, Title I; Food for Progress; and the McGovern-Dole International Food for Education and Child Nutrition Program. These programs feature a mix of monetization, direct distribution, and local food aid commodity procurement to meet the specific needs of recipient countries. All funding for PL 480 Title II food aid is being replaced

with funding through three other accounts managed by the U.S. Agency for International Development (USAID).

Object Classification (in millions of dollars)

Identification code 12-2900-0-1-352	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	79	78	79
11.3 Other than full-time permanent	1	1	1
11.5 Other personnel compensation	2	3	3
11.8 Special personal services payments	2	2	2
11.9 Total personnel compensation	84	84	85
12.1 Civilian personnel benefits	37	25	25
21.0 Travel and transportation of persons	7	7	7
22.0 Transportation of things	1	1	1
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	4	1	1
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	47	51	51
26.0 Supplies and materials	2	11	11
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	1	1	1
99.0 Direct obligations	183	184	185
99.0 Reimbursable obligations	149	146	146
99.9 Total new obligations	332	330	331

Employment Summary

Identification code 12-2900-0-1-352	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	851	801	801
2001 Reimbursable civilian full-time equivalent employment	166	166	166

TRADE ADJUSTMENT ASSISTANCE FOR FARMERS

Program and Financing (in millions of dollars)

Identification code 12-1406-0-1-351	2012 actual	2013 CR	2014 est.
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	86	47	2
3011 Obligations incurred, expired accounts	2	.....	.....
3020 Outlays (gross)	-41	-45	.....
3050 Unpaid obligations, end of year	47	2	2
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	86	47	2
3200 Obligated balance, end of year	47	2	2
Budget authority and outlays, net:			
Mandatory:			
Outlays, gross:			
4101 Outlays from mandatory balances	41	45	.....
4190 Outlays, net (total)	41	45	.....

The Trade Adjustment Assistance (TAA) for Farmers Program was reauthorized and modified by the American Recovery and Reinvestment Act of 2009 as established by Subtitle C of Title I of the Trade Act of 2002, which amended the Trade Act of 1974. The statute authorized appropriations to the Department of Agriculture not to exceed \$90 million each year for 2009 and for 2010 and \$22.5 million for the period beginning October 1, 2010 and ending December 31, 2010 to carry out the program. Title II of Public Law 112-40, the Trade Adjustment Assistance Extension Act of 2011, extended the authority for the program and authorized appropriations of \$90 million for 2012 and 2013, and \$22.5 million for the period October 1, 2013 through December 31, 2013. The 2014 Budget does not request funding for the program.

FOREIGN ASSISTANCE PROGRAMS

Multiple food aid programs are appropriated to USDA and administered by USDA or the U.S. Agency for International Development (USAID) to provide U.S. commodities, technical and financial assistance to address hunger and malnutrition needs worldwide. These programs address emergency needs and foster economic development activities to alleviate global food insecurity.

SUMMARY OF FOOD ASSISTANCE PROGRAMMING

	[In millions of dollars]		
	2012 actual	2013 est.	2014 est.
McGovern-Dole International Food for Education and Child Nutrition (budget authority)	184	184	185
P.L. 480:			
Title I Credit (budget authority)	0	0	0
Title II Grants (budget authority)	1,466	1,475	0
Food for Progress:			
CCC Funded	246	255	255
Title I Funded (budget authority)	0	0	0
Bill Emerson Humanitarian Trust	0	0 ¹	0 ¹
Local and Regional Food Aid Procurement Program	5	0	0

¹Assets of the trust can be released any time the Administrator of the U.S. Agency for International Development determines that P.L. 480 Title II funding for emergency needs is inadequate to meet these needs in any fiscal year.

Included in this category are the following activities carried out under Public Law 480 (P.L. 480):

Financing sales of agricultural commodities to developing countries for dollars on credit terms, or for local currencies (including for local currencies on credit terms) for use under sec. 104; and for furnishing commodities to carry out the Food for Progress Act of 1985, as amended (Title I).—Funds appropriated for P.L. 480 are used to finance all sales made pursuant to agreements concluded under the authority of Title I. No 2014 funding is requested for new direct credit under Title I; however, funding for administrative expenses associated with managing the existing loan portfolio is requested. No funding is requested for Title I ocean freight differential for 2014..

Sales are made to developing countries as defined in section 402(5) of P.L. 480 and must not displace expected commercial sales (secs. 403(e) and (h)). Agreements are made with developing countries for delivery in accordance with the terms of the agreement.

Payment by developing countries or private entities may be made over a period of not more than 30 years with a deferral of principal payments for up to five years. Interest accrues at a concessional rate as determined appropriate.

Section 411 of P.L. 480 authorizes the President to waive payments of principal and interest under dollar credit sales agreements for countries that meet certain enumerated requirements. Such debt relief may be provided only if the President notifies Congress and may not exceed the amount approved for such purpose in an Act appropriating funds to carry out P.L. 480.

Payment by a recipient country may be made in local currencies for use in carrying out activities under section 104 of P.L. 480.

Foreign currency received in payment for credit extended may be used for payment of U.S. obligations abroad, subject to the appropriation process. The P.L. 480 program is reimbursed for the dollar value of currencies so used.

The financing of sales of agricultural commodities for local currencies on credit terms is subject to the same terms that are applicable to dollar credit financing.

Funds appropriated to carry out Title I may be used to furnish commodities to carry out the Food for Progress Act of 1985. Such commodities may be furnished on credit terms or on a grant basis in order to assist developing countries and countries that are emerging democracies that have made a commitment to introduce and expand free enterprise elements in their agricultural economies.

FOREIGN ASSISTANCE PROGRAMS—Continued

Commodities supplied in connection with dispositions abroad (Title II).—To ensure the U.S. can respond most effectively to humanitarian crises and chronic food insecurity within current budget constraints, while reaching more people in need, the FY 2014 Budget shifts funding previously requested in P.L. 480 Title II, which is administered by USAID, to three other assistance accounts: International Disaster Assistance for emergency food response; Development Assistance to support the Community Development and Resilience Fund (CDRF) to address chronic food insecurity in areas of recurrent crises; and a new Emergency Food Assistance Contingency Fund. USAID's Office of Food for Peace will continue to manage these resources. (See the account narrative for additional information.) For any residual Title II funds, including carryover, recoveries, and offsetting collections, agricultural commodities are furnished to meet emergency relief needs and address the underlying causes of food insecurity through non-emergency programs. The Commodity Credit Corporation (the Corporation) is authorized to pay the costs of acquisition, packaging, processing, enrichment, preservation, fortification, transportation, handling, and other incidental costs incurred up to the time of delivery at U.S. ports. The Corporation also pays ocean freight charges, and pays transportation costs to points of entry other than ports in the case of landlocked countries, where carriers to a specific country are not available, where ports cannot be used effectively, or where a substantial savings in costs or time can be effected, and pays general average contributions arising from ocean transport. In addition, transportation costs from designated points of entry or ports of entry abroad to storage and distribution sites and associated storage and distribution costs may be paid for commodities made available to meet urgent and extraordinary relief requirements. P.L. 480 funds reimburse the Corporation for all of the cost items authorized above.

MC GOVERN-DOLE INTERNATIONAL FOOD FOR EDUCATION AND CHILD NUTRITION PROGRAM GRANTS

For necessary expenses to carry out the provisions of section 3107 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 1736o-1), \$185,126,000, to remain available until expended: Provided, That the Commodity Credit Corporation is authorized to provide the services, facilities, and authorities for the purpose of implementing such section, subject to reimbursement from amounts provided herein.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-2903-0-1-151	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 McGovern-Dole International Food for Education & Child Nutrition Program	184	185	185
0801 Reimbursable program activity	8	12	12
0900 Total new obligations	192	197	197
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	34	38	26
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	184	185	185
1160 Appropriation, discretionary (total)	184	185	185
Spending authority from offsetting collections, discretionary:			
1700 Collected	12		

1750	Spending auth from offsetting collections, disc (total)	12		
1900	Budget authority (total)	196	185	185
1930	Total budgetary resources available	230	223	211
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	38	26	14
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	14	13	7
3010	Obligations incurred, unexpired accounts	192	197	197
3020	Outlays (gross)	-193	-203	-191
3050	Unpaid obligations, end of year	13	7	13
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	14	13	7
3200	Obligated balance, end of year	13	7	13
Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	196	185	185
Outlays, gross:				
4010	Outlays from new discretionary authority	164	185	185
4011	Outlays from discretionary balances	29	18	6
4020	Outlays, gross (total)	193	203	191
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4033	Non-Federal sources	-12		
4180	Budget authority, net (total)	184	185	185
4190	Outlays, net (total)	181	203	191

The McGovern-Dole International Food for Education and Child Nutrition Program, as amended, is authorized under the Farm Security and Rural Investment Act of 2002 (Public Law 107-171). The program provides for the donation of U.S. agricultural commodities and associated technical and financial assistance to carry out preschool and school feeding programs in foreign countries in order to improve food security, reduce the incidence of hunger and malnutrition, and improve literacy and primary education. Maternal, infant, and child nutrition programs also are authorized. The 2014 Budget includes \$185 million, which maintains the 2013 annualized level.

Object Classification (in millions of dollars)

Identification code 12-2903-0-1-151	2012 actual	2013 CR	2014 est.	
41.0	Direct obligations: Grants, subsidies, and contributions	184	185	185
99.0	Reimbursable obligations	8	12	12
99.9	Total new obligations	192	197	197

PUBLIC LAW 480 TITLE I OCEAN FREIGHT DIFFERENTIAL GRANTS

Program and Financing (in millions of dollars)

Identification code 12-2271-0-1-351	2012 actual	2013 CR	2014 est.	
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	3		
Budget authority:				
Appropriations, discretionary:				
1131	Unobligated balance of appropriations permanently reduced	-3		
1160	Appropriation, discretionary (total)	-3		
1900	Budget authority (total)	-3		
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	2	2	2
3050	Unpaid obligations, end of year	2	2	2
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	2	2	2
3200	Obligated balance, end of year	2	2	2

Budget authority and outlays, net:			
Discretionary:			
4000	Budget authority, gross	-3	.....
4180	Budget authority, net (total)	-3	.....

This account funds the title I ocean freight differential program. No funding is requested for 2014.

FOOD FOR PEACE TITLE II GRANTS

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12–2278–0–1–151	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0002	Title II Grants	1,994	1,700	.....
0003	Title II Administrative Expenses .....	.....	7	.....
0799	Total direct obligations	1,994	1,707	.....
0801	Reimbursable program	93	69	.....
0900	Total new obligations	2,087	1,776	.....
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	193	232	.....
1001	Discretionary unobligated balance brought fwd, Oct 1	173	143	.....
1021	Recoveries of prior year unpaid obligations	553	.....	.....
1050	Unobligated balance (total)	746	232	.....
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	1,466	1,475	.....
1160	Appropriation, discretionary (total)	1,466	1,475	.....
Spending authority from offsetting collections, discretionary:				
1700	Collected	3	.....	.....
1750	Spending auth from offsetting collections, disc (total)	3	.....	.....
Spending authority from offsetting collections, mandatory:				
1800	Collected	35	69	.....
1801	Change in uncollected payments, Federal sources	69	.....	.....
1850	Spending auth from offsetting collections, mand (total)	104	69	.....
1900	Budget authority (total)	1,573	1,544	.....
1930	Total budgetary resources available	2,319	1,776	.....
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	232	.....	.....
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	1,520	1,405	1,411
3010	Obligations incurred, unexpired accounts	2,087	1,776	.....
3020	Outlays (gross)	-1,649	-1,770	-775
3040	Recoveries of prior year unpaid obligations, unexpired	-553	.....	.....
3050	Unpaid obligations, end of year	1,405	1,411	636
Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-20	-89	-89
3070	Change in uncollected pymts, Fed sources, unexpired	-69	.....	.....
3090	Uncollected pymts, Fed sources, end of year	-89	-89	-89
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	1,500	1,316	1,322
3200	Obligated balance, end of year	1,316	1,322	547

Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	1,469	1,475	.....
Outlays, gross:				
4010	Outlays from new discretionary authority .....	.....	778	.....
4011	Outlays from discretionary balances	1,649	854	706
4020	Outlays, gross (total)	1,649	1,632	706
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4033	Non-Federal sources	-3	.....	.....
Mandatory:				
4090	Budget authority, gross	104	69	.....

Outlays, gross:			
4100	Outlays from new mandatory authority	69	.....
4101	Outlays from mandatory balances	69	69
4110	Outlays, gross (total)	138	69
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4120	Federal sources	-35	-69
Additional offsets against gross budget authority only:			
4140	Change in uncollected pymts, Fed sources, unexpired	-69	.....
4170	Outlays, net (mandatory)	-35	69
4180	Budget authority, net (total)	1,466	1,475
4190	Outlays, net (total)	1,611	1,701

The Budget shifts P.L. 480 Title II food aid funding to three other accounts managed by the U.S. Agency for International Development (USAID) as part of the Food Aid Reform described below. USAID's Office of Food for Peace (FFP) will continue to manage related emergency food and development assistance resources.

Food Aid Reform: The FY 2014 Food Aid Reform will ensure that the U.S. Government can respond most effectively to humanitarian crises and chronic food insecurity within current budget constraints, while reaching more people in need. It includes a shift of funding previously requested in P.L. 480 Title II to three other assistance accounts: International Disaster Assistance (IDA) for emergency food response; Development Assistance (DA) for the Community Development and Resilience Fund (CDRF) to address chronic food insecurity in areas of recurrent crises; and a new Emergency Food Assistance Contingency Fund. The CRDF will be composed of \$330 million, replacing Title II non-emergency resources, including \$80 million in DA from the Bureau for Food Security resources and \$250 million in additional DA, to be implemented by NGOs that have received Title II funding. These jointly-funded CDRF programs will be managed by FFP and are a critical component of Feed the Future, strengthening the ability to address chronic poverty, build resilience, and help prevent food crises. The goal is to make food aid more timely and cost-effective and to improve program efficiencies and performance by shifting resources to programs that will allow the use of the right tool at the right time for responding to emergencies and chronic food insecurity. The range of tools and programs include interventions such as local and regional purchase, purchase of U.S. agricultural commodities and products, cash vouchers and transfers, and cash for work programs. Provided that the proposed food aid reforms are enacted and all the funding previously requested in P.L. 480 Title II is appropriated as described above, at least fifty-five percent of the requested (and appropriated) IDA funding of \$1,416 million for emergency food assistance programs administered by FFP will be used for the purchase and transport of agricultural commodities produced in the United States. The reform will facilitate robust emergency and development programming. (The Budget also shifts \$25 million of the efficiency savings to the Department of Transportation Maritime Administration for additional targeted operating subsidies for militarily-useful vessels and incentives to facilitate the retention of mariners.)

Object Classification (in millions of dollars)

Identification code 12–2278–0–1–151	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.3	Other goods and services from Federal sources .....	.....	7
41.0	Grants, subsidies, and contributions	1,994	1,700
99.0	Direct obligations	1,994	1,707
99.0	Reimbursable obligations	93	69

FOOD FOR PEACE TITLE II GRANTS—Continued
Object Classification—Continued

Identification code 12-2278-0-1-151	2012 actual	2013 CR	2014 est.
99.9 Total new obligations	2,087	1,776	.....

FOOD FOR PEACE TITLE I DIRECT CREDIT AND FOOD FOR PROGRESS PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

For administrative expenses to carry out the credit program of title I, Food for Peace Act (Public Law 83-480) and the Food for Progress Act of 1985, \$2,628,000, which shall be paid to the appropriation for "Farm Service Agency, Salaries and Expenses": Provided, That funds made available for the cost of agreements under title I of the Agricultural Trade Development and Assistance Act of 1954 and for title I ocean freight differential may be used interchangeably between the two accounts with prior notice to the Committees on Appropriations of both Houses of Congress.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-2277-0-1-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0705 Reestimates of direct loan subsidy	20	11	.....
0706 Interest on reestimates of direct loan subsidy	18	8	.....
0709 Administrative expenses	3	3	3
0900 Total new obligations	41	22	3
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	2	.....	.....
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	3	3	3
1131 Unobligated balance of appropriations permanently reduced	-2	.....	.....
1160 Appropriation, discretionary (total)	1	3	3
Appropriations, mandatory:			
1200 Appropriation	38	19	.....
1260 Appropriations, mandatory (total)	38	19	.....
1900 Budget authority (total)	39	22	3
1930 Total budgetary resources available	41	22	3
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	26	14	.....
3010 Obligations incurred, unexpired accounts	41	22	3
3020 Outlays (gross)	-53	-36	-3
3050 Unpaid obligations, end of year	14	.....	.....
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	26	14	.....
3200 Obligated balance, end of year	14	.....	.....
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	1	3	3
Outlays, gross:			
4010 Outlays from new discretionary authority	3	3	3
4011 Outlays from discretionary balances	12	14	.....
4020 Outlays, gross (total)	15	17	3
Mandatory:			
4090 Budget authority, gross	38	19	.....
Outlays, gross:			
4100 Outlays from new mandatory authority	38	19	.....
4180 Budget authority, net (total)	39	22	3
4190 Outlays, net (total)	53	36	3

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

Identification code 12-2277-0-1-351	2012 actual	2013 CR	2014 est.
Direct loan upward reestimates:			
135001 P. L. 480 title I loans	38	19	.....
135999 Total upward reestimate budget authority	38	19	.....
Direct loan downward reestimates:			
137001 P. L. 480 title I loans	-10	-9	.....
137999 Total downward reestimate budget authority	-10	-9	.....
Administrative expense data:			
3510 Budget authority	3	3	3
3590 Outlays from new authority	3	3	3

As required by the Federal Credit Reform Act of 1990, this account records, for the P.L. 480 Program, the subsidy costs associated with the direct credit obligated in 1992 and beyond (including modifications of direct credit agreements that resulted from obligation in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; and the administrative expenses and grants are estimated on a cash basis. The current balance of Title I debt owed to USDA is \$4.8 billion. No additional funding is requested for new Title I credit financing in 2014. The 2014 Budget includes \$2.8 million for administrative expenses.

Object Classification (in millions of dollars)

Identification code 12-2277-0-1-351	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.3 Other goods and services from Federal sources	3	3	3
41.0 Grants, subsidies, and contributions	38	19	.....
99.9 Total new obligations	41	22	3

P.L. 480 DIRECT CREDIT FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4049-0-3-351	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0713 Payment of interest to Treasury	60	52	52
0742 Downward reestimate paid to receipt account	1	1	.....
0743 Interest on downward reestimates	9	9	.....
0900 Total new obligations	70	62	52
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	166	88	102
1023 Unobligated balances applied to repay debt	-118	-60	-70
1050 Unobligated balance (total)	48	28	32
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	1	60	52
1440 Borrowing authority, mandatory (total)	1	60	52
Spending authority from offsetting collections, mandatory:			
1800 Collected	143	96	78
1801 Change in uncollected payments, Federal sources	1	.....	.....
1825 Spending authority from offsetting collections applied to repay debt	-35	-20	.....
1850 Spending auth from offsetting collections, mand (total)	109	76	78
1900 Financing authority (total)	110	136	130
1930 Total budgetary resources available	158	164	162
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	88	102	110
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	70	62	52
3020 Financing disbursements (gross)	-70	-62	-52

Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-42	-43	-43
3070	Change in uncollected pymts, Fed sources, unexpired	-1		
3090	Uncollected pymts, Fed sources, end of year	-43	-43	-43
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	-42	-43	-43
3200	Obligated balance, end of year	-43	-43	-43

Financing authority and disbursements, net:				
Mandatory:				
4090	Financing authority, gross	110	136	130
Financing disbursements:				
4110	Financing disbursements, gross	70	62	52
Offsets against gross financing authority and disbursements:				
Offsetting collections (collected) from:				
4120	Payments from program account	-38	-19	
4122	Interest on uninvested funds	-8	-1	-1
4123	Interest received on loans	-23	-16	-16
4123	Principal received on loans	-74	-60	-61
4130	Offsets against gross financing auth and disbursements (total)	-143	-96	-78
Additional offsets against financing authority only (total):				
4140	Change in uncollected pymts, Fed sources, unexpired	-1		
4160	Financing authority, net (mandatory)	-34	40	52
4170	Financing disbursements, net (mandatory)	-73	-34	-26
4180	Financing authority, net (total)	-34	40	52
4190	Financing disbursements, net (total)	-73	-34	-26

Status of Direct Loans (in millions of dollars)

Identification code 12-4049-0-3-351	2012 actual	2013 CR	2014 est.	
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	1,140	1,066	1,006
1251	Repayments: Repayments and prepayments	-74	-60	-61
1290	Outstanding, end of year	1,066	1,006	945

As required by the Federal Credit Reform Act of 1990, 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.

Balance Sheet (in millions of dollars)

Identification code 12-4049-0-3-351	2011 actual	2012 actual	
ASSETS:			
1101	Federal assets: Fund balances with Treasury	124	45
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	1,140	1,066
1402	Interest receivable	43	46
1405	Allowance for subsidy cost (-)	-252	-278
1499	Net present value of assets related to direct loans	931	834
1901	Other Federal assets: Accounts Receivable	45	28
1999	Total assets	1,100	907
LIABILITIES:			
Federal liabilities:			
2103	Debt	1,042	888
2105	Other	58	19
2999	Total liabilities	1,100	907
4999	Total liabilities and net position	1,100	907

DEBT REDUCTION—FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-4143-0-3-351	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
Credit program obligations:				
0713	Payment of interest to Treasury	6	5	5
0715	Loan Subsidy	21		

0900	Total new obligations	27	5	5
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Budgetary Resources:

Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	93	98	108
1023	Unobligated balances applied to repay debt	-10	-3	-3
1050	Unobligated balance (total)	83	95	105
Financing authority:				
Borrowing authority, mandatory:				
1400	Borrowing authority	2		
1440	Borrowing authority, mandatory (total)	2		
Spending authority from offsetting collections, mandatory:				
1800	Collected	40	18	18
1850	Spending auth from offsetting collections, mand (total)	40	18	18
1900	Financing authority (total)	42	18	18
1930	Total budgetary resources available	125	113	123
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	98	108	118

Change in obligated balance:

Unpaid obligations:				
3010	Obligations incurred, unexpired accounts	27	5	5
3020	Financing disbursements (gross)	-27	-5	-5

Financing authority and disbursements, net:

Mandatory:				
4090	Financing authority, gross	42	18	18
Financing disbursements:				
4110	Financing disbursements, gross	27	5	5
Offsets against gross financing authority and disbursements:				
Offsetting collections (collected) from:				
4120	Federal sources	-21		
4122	Interest on uninvested funds	-4	-2	-2
4123	Loan Repayments - Principal	-15	-12	-12
4123	Loan Repayments- Interest		-4	-4
4130	Offsets against gross financing auth and disbursements (total)	-40	-18	-18
4160	Financing authority, net (mandatory)	2		
4170	Financing disbursements, net (mandatory)	-13	-13	-13
4180	Financing authority, net (total)	2		
4190	Negative subsidy BA total [11-0091]	-13	-13	-13

Status of Direct Loans (in millions of dollars)

Identification code 12-4143-0-3-351	2012 actual	2013 CR	2014 est.	
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	247	234	222
1251	Repayments: Repayments and prepayments	-13	-12	-12
1290	Outstanding, end of year	234	222	210

As required by the Federal Credit Reform Act of 1990, 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.

Balance Sheet (in millions of dollars)

Identification code 12-4143-0-3-351	2011 actual	2012 actual	
ASSETS:			
1101	Federal assets: Fund balances with Treasury	93	97
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	247	234
1402	Interest receivable		16
1405	Allowance for subsidy cost (-)	-226	-243
1499	Net present value of assets related to direct loans	21	7
1901	Other Federal assets: Accounts Receivable	7	8
1999	Total assets	121	112
LIABILITIES:			
2104	Federal liabilities: Resources payable to Treasury	121	112

DEBT REDUCTION—FINANCING ACCOUNT—Continued

Balance Sheet—Continued

Identification code 12-4143-0-3-351	2011 actual	2012 actual
4999 Total liabilities and net position	121	112

EXPENSES, PUBLIC LAW 480, FOREIGN ASSISTANCE PROGRAMS, AGRICULTURE
LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 12-2274-0-1-151	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0715 Vietnam Education Fund	3	3	3
0900 Total new obligations (object class 41.0)	3	3	3

Budgetary Resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	45	110	.....
1022 Capital transfer of unobligated balances to general fund	-45	-110	.....
Budget authority:			
Spending authority from offsetting collections, mandatory:			
1800 Offsetting collections (cash) (Principal and interest)	372	335	278
1820 Capital transfer of spending authority from offsetting collections to general fund	-259	-332	-275
1850 Spending auth from offsetting collections, mand (total)	113	3	3
1930 Total budgetary resources available	113	3	3
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	110	.....	.....

Change in obligated balance:

Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	3	3	3
3020 Outlays (gross)	-3	-3	-3

Budget authority and outlays, net:

Mandatory:			
4090 Budget authority, gross	113	3	3
Outlays, gross:			
4100 Outlays from new mandatory authority	3	3	3
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4120 Policy Program [Payment from Financing Fund]	-21	.....	.....
4123 Principal repayments	-271	-250	-215
4123 Interest repayments	-80	-85	-63
4130 Offsets against gross budget authority and outlays (total)	-372	-335	-278
4160 Budget authority, net (mandatory)	-259	-332	-275
4170 Outlays, net (mandatory)	-369	-332	-275
4180 Budget authority, net (total)	-259	-332	-275
4190 Outlays, net (total)	-369	-332	-275

Status of Direct Loans (in millions of dollars)

Identification code 12-2274-0-1-151	2012 actual	2013 CR	2014 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	3,820	3,168	2,918
1251 Repayments: Repayments and prepayments	-271	-250	-215
1264 Write-offs for default: Other adjustments, net (+ or -)	-381	.....	.....
1290 Outstanding, end of year	3,168	2,918	2,703

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from direct loans obligated prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 12-2274-0-1-151	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	45	110
1601 Direct loans, gross	3,820	3,168
1602 Interest receivable	868	824
1603 Allowance for estimated uncollectible loans and interest (-)	-2,005	-2,362
1699 Value of assets related to direct loans	2,683	1,630
1999 Total assets	2,728	1,740
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	1,948	1,633
2207 Non-Federal liabilities: Other	780	107
2999 Total liabilities	2,728	1,740
4999 Total liabilities and net position	2,728	1,740

FOOD AND NUTRITION SERVICE

Federal Funds

NUTRITION PROGRAMS ADMINISTRATION

For necessary administrative expenses of the Food and Nutrition Service for carrying out any domestic nutrition assistance program, \$146,592,000: Provided, That of the funds provided herein, \$2,000,000 shall be used for the purposes of section 4404 of Public Law 107-171, as amended by section 4401 of Public Law 110-246.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-3508-0-1-605	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Nutrition programs administration	135	137	145
0003 Congressional hunger center fellowship	2	2	2
0799 Total direct obligations	137	139	147
0801 Reimbursable administrative services provided to Federal agencies	1	.....	.....
0900 Total new obligations	138	139	147

Budgetary Resources:

Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	139	139	147
1160 Appropriation, discretionary (total)	139	139	147
Spending authority from offsetting collections, discretionary:			
1700 Collected	1	.....	.....
1750 Spending auth from offsetting collections, disc (total)	1	.....	.....
1900 Budget authority (total)	140	139	147
1930 Total budgetary resources available	140	139	147
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-2	.....	.....

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	32	31	22
3010 Obligations incurred, unexpired accounts	138	139	147
3011 Obligations incurred, expired accounts	10	.....	.....
3020 Outlays (gross)	-139	-148	-146
3041 Recoveries of prior year unpaid obligations, expired	-10	.....	.....
3050 Unpaid obligations, end of year	31	22	23
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	32	31	22
3200 Obligated balance, end of year	31	22	23

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	140	139	147
Outlays, gross:			
4010 Outlays from new discretionary authority	115	117	124

4011	Outlays from discretionary balances	24	31	22
4020	Outlays, gross (total)	139	148	146
	Offsets against gross budget authority and outlays: Offsetting collections (collected) from:			
4030	Federal sources	-1		
4180	Budget authority, net (total)	139	139	147
4190	Outlays, net (total)	138	148	146

This account funds the majority of the Federal operating expenses of the Food and Nutrition Service and the Center for Nutrition Policy and Promotion (CNPP). Funding is also provided for the Congressional Hunger Fellows Program.

Object Classification (in millions of dollars)

Identification code 12-3508-0-1-605	2012 actual	2013 CR	2014 est.	
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	83	85	88
11.3	Other than full-time permanent	1	1	1
11.5	Other personnel compensation	1	1	1
11.9	Total personnel compensation	85	87	90
12.1	Civilian personnel benefits	24	25	25
21.0	Travel and transportation of persons	2	2	2
23.3	Communications, utilities, and miscellaneous charges	2	1	1
25.2	Other services from non-Federal sources	18	18	23
26.0	Supplies and materials	4	4	4
41.0	Grants, subsidies, and contributions	2	2	2
99.0	Direct obligations	137	139	147
99.0	Reimbursable obligations	1		
99.9	Total new obligations	138	139	147

Employment Summary

Identification code 12-3508-0-1-605	2012 actual	2013 CR	2014 est.	
1001	Direct civilian full-time equivalent employment	934	1,006	1,006

SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM

For necessary expenses to carry out the Food and Nutrition Act of 2008 (7 U.S.C. 2011 et seq.), \$78,389,610,000, of which \$5,000,000,000, to remain available through September 30, 2015, shall be placed in reserve for use only in such amounts and at such times as may become necessary to carry out program operations: Provided, That funds provided herein shall be expended in accordance with section 16 of the Food and Nutrition Act of 2008: Provided further, That, of the funds made available under this heading, \$998,000 may be used to provide nutrition education services to state agencies and Federally recognized tribes participating in the Food Distribution Program on Indian Reservations: Provided further, That, of the funds made available under this heading, \$1,498,000 may be available for the Center for Nutrition Policy and Promotion: Provided further, That, of the funds made available under this heading, \$5,000,000 may be used to fund a national food consumption survey: Provided further, That this appropriation shall be subject to any work registration or workfare requirements as may be required by law: Provided further, That funds made available for the purposes of section 16(h)(1) of the Food and Nutrition Act of 2008 under this heading shall remain available until expended, notwithstanding section 16(h)(1) of the Food and Nutrition Act of 2008: Provided further, That funds made available under this heading for section 28(d)(1) of the Food and Nutrition Act of 2008 shall remain available through September 30, 2015: Provided further, That funds made available under this heading may be used to enter into contracts and employ staff to conduct studies, evaluations, or to conduct activities related to program integrity provided that such activities are authorized by the Food and Nutrition Act of 2008.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-3505-0-1-605	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0001	Benefits issued	66,304	68,708	66,089
0002	State administration	3,236	3,867	3,999
0003	Employment and training program	334	420	439
0004	Other program costs	111	140	170
0005	Nutrition Assistance for Puerto Rico	1,835	1,873	1,892
0006	Food Distribution Program on Indian Reservations (Commodities in lieu of food stamps)	65	61	64
0007	Food Distribution Program on Indian Reservations (Cooperator administrative expense)	38	39	40
0008	The Emergency Food Assistance Program (commodities)	260	266	268
0009	American Samoa	7	8	8
0010	Community food project	5	5	5
0011	Commonwealth of the Northern Mariana Islands	13	12	12
0012	Nutrition Education Grant Program	388	285	401
0013	Program access	5	5	5
0016	Health & Nutrition Pilot Projects	1	3	
0017	RA - Benefits issued	8,177	6,691	453
0019	RA - Nutrition Assistance for Puerto Rico	165	128	108
0020	RA - American Samoa	1		
0799	Total direct obligations	80,945	82,511	73,953
0801	Reimbursable program	66	65	65
0900	Total new obligations	81,011	82,576	74,018
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	29	2,814	3,004
1020	Adjustment of unobligated bal brought forward, Oct 1	3,000		
1021	Recoveries of prior year unpaid obligations	8		
1050	Unobligated balance (total)	3,037	2,814	3,004
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	1	1	7
1131	Unobligated balance of appropriations permanently reduced		-11	
1160	Appropriation, discretionary (total)	1	-10	7
Appropriations, mandatory:				
1200	Appropriation	80,401	78,682	78,383
1200	Appropriation, Recovery Act	8,456	6,819	561
1220	Appropriations transferred to other accts [12-3510]	-400		
1230	Appropriations and/or unobligated balance of appropriations permanently reduced	-11		
1260	Appropriations, mandatory (total)	88,446	85,501	78,944
Spending authority from offsetting collections, mandatory:				
1800	Collected	67	65	65
1850	Spending auth from offsetting collections, mand (total)	67	65	65
1900	Budget authority (total)	88,514	85,556	79,016
1930	Total budgetary resources available	91,551	88,370	82,020
Memorandum (non-add) entries:				
1940	Unobligated balance expiring	-7,726	-2,790	-3,000
1941	Unexpired unobligated balance, end of year	2,814	3,004	5,002
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	2,563	3,076	2,984
3010	Obligations incurred, unexpired accounts	81,011	82,576	74,018
3011	Obligations incurred, expired accounts	198		
3020	Outlays (gross)	-80,472	-82,668	-74,113
3040	Recoveries of prior year unpaid obligations, unexpired	-8		
3041	Recoveries of prior year unpaid obligations, expired	-216		
3050	Unpaid obligations, end of year	3,076	2,984	2,889
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	2,563	3,076	2,984
3200	Obligated balance, end of year	3,076	2,984	2,889
Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	1	-10	7
Outlays, gross:				
4010	Outlays from new discretionary authority	1		3
4011	Outlays from discretionary balances	79	1	1
4020	Outlays, gross (total)	80	1	4
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
Mandatory:				
4090	Budget authority, gross	88,513	85,566	79,009

SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM—Continued
Program and Financing—Continued

Identification code 12-3505-0-1-605	2012 actual	2013 CR	2014 est.
Outlays, gross:			
4100 Outlays from new mandatory authority	78,508	80,003	71,475
4101 Outlays from mandatory balances	1,884	2,664	2,634
4110 Outlays, gross (total)	80,392	82,667	74,109
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4120 Policy Program [Prior Year Collections]	-2		
4123 Baseline Program [State Option Plans]	-69	-65	-65
4130 Offsets against gross budget authority and outlays (total)	-71	-65	-65
Additional offsets against gross budget authority only:			
4142 Offsetting collections credited to expired accounts	4		
4160 Budget authority, net (mandatory)	88,446	85,501	78,944
4170 Outlays, net (mandatory)	80,321	82,602	74,044
4180 Budget authority, net (total)	88,447	85,491	78,951
4190 Outlays, net (total)	80,401	82,603	74,048

Summary of Budget Authority and Outlays (in millions of dollars)

	2012 actual	2013 CR	2014 est.
Enacted/requested:			
Budget Authority	88,447	85,491	78,951
Outlays	80,401	82,603	74,048
Legislative proposal, subject to PAYGO:			
Budget Authority			2,256
Outlays			2,215
Total:			
Budget Authority	88,447	85,491	81,207
Outlays	80,401	82,603	76,263

The Supplemental Nutrition Assistance Program (SNAP) is the primary source of nutrition assistance for low-income Americans.

This account also includes funds for a grant to Puerto Rico to administer a low-income nutrition assistance program, in lieu of the Supplemental Nutrition Assistance Program; funds to carry out the Emergency Food Assistance Act of 1983; and funds for food distribution and administrative expenses for Native Americans under section 4(b) of the Food and Nutrition Act.

The SNAP contingency fund level holds in reserve about one month's worth of benefits to cover unforeseen events, such as natural disasters and fluctuations in food prices.

Object Classification (in millions of dollars)

Identification code 12-3505-0-1-605	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	15	14	23
12.1 Civilian personnel benefits	4	4	4
21.0 Travel and transportation of persons	2	2	2
23.3 Communications, utilities, and miscellaneous charges	2		
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	46	81	88
26.0 Supplies and materials	325	327	332
31.0 Equipment		1	1
41.0 Grants, subsidies, and contributions	80,550	82,081	73,502
99.0 Direct obligations	80,945	82,511	73,953
99.0 Reimbursable obligations	66	65	65
99.9 Total new obligations	81,011	82,576	74,018

Employment Summary

Identification code 12-3505-0-1-605	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	154	164	239

SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12-3505-4-1-605	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Benefit issued			-8
0017 RA - Benefits issued			2,264
0900 Total new obligations (object class 41.0)			2,256
Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation			-8
1200 Appropriation			2,264
1260 Appropriations, mandatory (total)			2,256
1930 Total budgetary resources available			2,256
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts			2,256
3020 Outlays (gross)			-2,215
3050 Unpaid obligations, end of year			41
Memorandum (non-add) entries:			
3200 Obligated balance, end of year			41
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross			2,256
Outlays, gross:			
4100 Outlays from new mandatory authority			2,215
4180 Budget authority, net (total)			2,256
4190 Outlays, net (total)			2,215

CHILD NUTRITION PROGRAMS
(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses to carry out the Richard B. Russell National School Lunch Act (42 U.S.C. 1751 et seq.), except section 21, and the Child Nutrition Act of 1966 (42 U.S.C. 1771 et seq.), except sections 17 and 21; \$20,487,229,000, to remain available through September 30, 2015, of which such sums as are made available under section 14222(b)(1) of the Food, Conservation, and Energy Act of 2008 (Public Law 110-246), shall be merged with and available for the same time period as provided herein: Provided, That of the total amount available, \$17,004,000 shall be available to carry out section 19 of the Child Nutrition Act of 1966 (42 U.S.C. 1771 et seq.): Provided further, That of the total amount available, \$35,000,000 shall be available to provide competitive grants to state agencies for subgrants to local educational agencies and schools to purchase the equipment needed to serve healthier meals, improve food safety, and to help support the establishment, maintenance, or expansion of the school breakfast program.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-3539-0-1-605	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Above 185 of poverty	443	553	586
0002 130-185 of poverty	1,102	1,199	1,253
0003 Below 130 of poverty	8,882	9,711	9,878

0091	Subtotal, National School Lunch Program	10,427	11,463	11,717
0101	Above 185 of poverty	94	95	104
0102	130–185 of poverty	261	277	298
0103	Below 130 of poverty	2,995	3,233	3,441
0191	Subtotal, School Breakfast Program	3,350	3,605	3,843
0201	Above 185 of poverty	191	190	198
0202	130–185 of poverty	135	137	149
0203	Below 130 of poverty	2,481	2,515	2,598
0204	Audits	39	42	44
0205	CNR Add-ons .....	.....	54	63
0291	Subtotal, Child and Adult Care Feeding Program	2,846	2,938	3,052
0301	Summer Food Service Program	400	436	468
0302	Special Milk Program	13	11	11
0303	State Administrative Expenses	276	291	248
0304	Commodity Procurement	999	1,059	1,103
0310	Coordinated Review Effort	9	12	10
0315	Food Safety Education	2	4	3
0320	CN Studies and Evaluations	12	36	20
0325	Computer Support and Processing	9	11	11
0340	Other Mandatory Program Costs	6	18	19
0391	Subtotal, Other mandatory activities	1,726	1,878	1,893
0401	Team Nutrition and HealthierUS Schools Challenge	15	19	17
0410	School Breakfast Expansion Grants .....	.....	1	.....
0415	School Meals Equipment Grants .....	.....	.....	35
0491	Subtotal, discretionary activities	15	20	52
0501	Fresh Fruit and Vegetable Program	157	309	40
0502	Tech. Assist. Program Integrity/Administrative Reviews	6	13	8
0504	National Food Service Management Inst./Information Clearinghouse	5	5	5
0505	School Lunch Equipment Grants (Sect. 749) .....	.....	1	.....
0507	Direct Certification Technical Assistance (Sect. 749)	10	12	.....
0508	Summer Demonstration Projects (Sect. 749)	18	34	.....
0520	Other Permanent Programs	10	98	10
0591	Subtotal, Permanent Programs	206	472	63
0900	Total new obligations	18,570	20,376	20,620

Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	643	732	75
1001	Discretionary unobligated balance brought fwd, Oct 1	74	49	.....
1021	Recoveries of prior year unpaid obligations	404	.....	.....
1050	Unobligated balance (total)	1,047	732	75
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	18	17	-67
1160	Appropriation, discretionary (total)	18	17	-67
Appropriations, mandatory:				
1200	Appropriation	11,384	11,643	12,470
1200	Appropriation- Permanent Appropriation	18	73	23
1221	Appropriations transferred from other accts [12–5209]	6,887	7,986	8,124
1260	Appropriations, mandatory (total)	18,289	19,702	20,617
Spending authority from offsetting collections, mandatory:				
1800	Collected	14	.....	.....
1850	Spending auth from offsetting collections, mand (total)	14	.....	.....
1900	Budget authority (total)	18,321	19,719	20,550
1930	Total budgetary resources available	19,368	20,451	20,625
Memorandum (non-add) entries:				
1940	Unobligated balance expiring	-66	.....	.....
1941	Unexpired unobligated balance, end of year	732	75	5

Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	2,822	2,676	2,186
3010	Obligations incurred, unexpired accounts	18,570	20,376	20,620
3011	Obligations incurred, expired accounts	25	.....	.....
3020	Outlays (gross)	-18,332	-20,866	-20,581
3040	Recoveries of prior year unpaid obligations, unexpired	-404	.....	.....
3041	Recoveries of prior year unpaid obligations, expired	-5	.....	.....
3050	Unpaid obligations, end of year	2,676	2,186	2,225
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	2,822	2,676	2,186
3200	Obligated balance, end of year	2,676	2,186	2,225

Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	18	17	-67
Outlays, gross:				
4010	Outlays from new discretionary authority	4	5	-88
4011	Outlays from discretionary balances	30	77	20

4020	Outlays, gross (total)	34	82	-68
Mandatory:				
4090	Budget authority, gross	18,303	19,702	20,617
Outlays, gross:				
4100	Outlays from new mandatory authority	15,022	17,369	17,751
4101	Outlays from mandatory balances	3,276	3,415	2,898
4110	Outlays, gross (total)	18,298	20,784	20,649
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4120	Policy Program [Prior Year Collections - Commodities]	-15	.....	.....
4123	Policy Program [Prior Year Collections]	-8	.....	.....
4130	Offsets against gross budget authority and outlays (total)	-23	.....	.....
Additional offsets against gross budget authority only:				
4142	Offsetting collections credited to expired accounts	9	.....	.....
4160	Budget authority, net (mandatory)	18,289	19,702	20,617
4170	Outlays, net (mandatory)	18,275	20,784	20,649
4180	Budget authority, net (total)	18,307	19,719	20,550
4190	Outlays, net (total)	18,309	20,866	20,581

The Child Nutrition Programs provide reimbursement to State agencies for cash and commodity meal subsidies through the National School Lunch Program (NSLP), School Breakfast Program (SBP), Special Milk Program, Summer Food Service Program (SFSP), and Child and Adult Care Food Program (CACFP). These programs provide nutritionally balanced, low-cost or free breakfasts and lunches to children every school day; provide nutrition assistance to children when school is not in session during summer months; and improve the quality of day care, making it more affordable for low-income families by providing reimbursement for nutritious meals and snacks. In addition, the Fresh Fruit and Vegetable program (FFVP), targeted to low-income elementary schools, provides fresh fruits and vegetables at no charge to children during the school day. The 2014 Budget will support almost 5.6 billion lunches and snacks served to 32.1 million children in the NSLP, over 2.4 billion breakfasts served to 14.0 million children in the SBP, and over 2.0 billion meals and snacks served in day care facilities.

Object Classification (in millions of dollars)

Identification code 12–3539–0–1–605	2012 actual	2013 CR	2014 est.	
Direct obligations:				
11.1	Personnel compensation: Full-time permanent	13	18	18
12.1	Civilian personnel benefits	4	6	6
21.0	Travel and transportation of persons	1	1	1
24.0	Printing and reproduction	2	.....	.....
25.2	Other services from non-Federal sources	15	37	38
26.0	Supplies and materials (Commodities)	999	1,059	1,103
41.0	Grants, subsidies, and contributions	17,536	19,255	19,454
99.9	Total new obligations	18,570	20,376	20,620

Employment Summary

Identification code 12–3539–0–1–605	2012 actual	2013 CR	2014 est.	
1001	Direct civilian full-time equivalent employment	198	221	221

SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (WIC)

For necessary expenses to carry out the special supplemental nutrition program as authorized by section 17 of the Child Nutrition Act of 1966 (42 U.S.C. 1786), \$7,141,625,000, to remain available through September 30, 2015, of which \$50,000,000 shall be placed in reserve, to remain available until expended, to be allocated as the Secretary deems necessary, notwithstanding section 17(i) of such Act, to support participation should cost or participation exceed budget estimates: Provided, That notwithstanding section 17(h)(10) of the Child Nutrition Act of 1966 (42 U.S.C. 1786(h)(10)), of the amounts made available under this heading, \$60,000,000 shall be used for breast-feeding peer counselors and other related activities, \$14,000,000 shall be used for infrastructure, and

SPECIAL SUPPLEMENTAL NUTRITION PROGRAM FOR WOMEN, INFANTS, AND CHILDREN (WIC)—Continued

\$30,000,000 shall be used for management information systems: Provided further, That none of the funds provided in this account shall be available for the purchase of infant formula except in accordance with the cost containment and competitive bidding requirements specified in section 17 of such Act: Provided further, That none of the funds provided shall be available for activities that are not fully reimbursed by other Federal Government departments or agencies unless authorized by section 17 of such Act.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12–3510–0–1–605	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Grants to States	7,074	7,024	7,128
0004 WIC EBT/MIS	10		30
0010 Infrastructure Grants and Technical Assistance	3		14
0020 Breastfeeding Peer Counselors and Bonuses	60	60	60
0030 Program Initiatives and Evaluations	19	20	16
0091 Direct program activities (discretionary), subtotal	7,166	7,104	7,248
0101 UPC Database (mandatory)	2	1	1
0900 Total new obligations	7,168	7,105	7,249
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	26	166	41
1001 Discretionary unobligated balance brought fwd, Oct 1	25	166	
1020 Adjustment of unobligated bal brought forward, Oct 1	125		
1021 Recoveries of prior year unpaid obligations	164	320	157
1050 Unobligated balance (total)	315	486	198
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	6,618	6,659	7,142
1121 Appropriations transferred from other accts [12–3505]	400		
1160 Appropriation, discretionary (total)	7,018	6,659	7,142
Appropriations, mandatory:			
1200 Appropriation - Permanent Appropriation	1	1	1
1260 Appropriations, mandatory (total)	1	1	1
Spending authority from offsetting collections, discretionary:			
1700 Collected	1		
1750 Spending auth from offsetting collections, disc (total)	1		
1900 Budget authority (total)	7,020	6,660	7,143
1930 Total budgetary resources available	7,335	7,146	7,341
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	–1		
1941 Unexpired unobligated balance, end of year	166	41	92
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1,214	1,378	1,492
3010 Obligations incurred, unexpired accounts	7,168	7,105	7,249
3011 Obligations incurred, expired accounts	1		
3020 Outlays (gross)	–6,838	–6,671	–7,008
3040 Recoveries of prior year unpaid obligations, unexpired	–164	–320	–157
3041 Recoveries of prior year unpaid obligations, expired	–3		
3050 Unpaid obligations, end of year	1,378	1,492	1,576
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1,214	1,378	1,492
3200 Obligated balance, end of year	1,378	1,492	1,576
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	7,019	6,659	7,142
Outlays, gross:			
4010 Outlays from new discretionary authority	5,793	5,321	5,638
4011 Outlays from discretionary balances	1,045	1,349	1,369
4020 Outlays, gross (total)	6,838	6,670	7,007
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4033 Non-Federal sources	–1		

Identification code 12–3510–0–1–605	2012 actual	2013 CR	2014 est.
Mandatory:			
4090 Budget authority, gross	1	1	1
Outlays, gross:			
4101 Outlays from mandatory balances		1	1
4180 Budget authority, net (total)	7,019	6,660	7,143
4190 Outlays, net (total)	6,837	6,671	7,008

The Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) provides low-income at-risk pregnant and post-partum women, infants, and children nutritious supplemental food packages, nutrition education and counseling, and health and immunization referrals. The 2014 Budget supports nutrition benefits for the 8.9 million individuals expected to participate in the program each month.

Object Classification (in millions of dollars)

Identification code 12–3510–0–1–605	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	2	3	3
12.1 Civilian personnel benefits	1	1	1
25.2 Other services from non-Federal sources	3	16	16
26.0 Supplies and materials		1	1
41.0 Grants, subsidies, and contributions	7,162	7,084	7,228
99.9 Total new obligations	7,168	7,105	7,249

Employment Summary

Identification code 12–3510–0–1–605	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	28	30	35

COMMODITY ASSISTANCE PROGRAM

For necessary expenses to carry out disaster assistance and the Commodity Supplemental Food Program as authorized by section 4(a) of the Agriculture and Consumer Protection Act of 1973 (7 U.S.C. 612c note); the Emergency Food Assistance Act of 1983; special assistance for the nuclear affected islands, as authorized by section 103(f)(2) of the Compact of Free Association Amendments Act of 2003 (Public Law 108–188); and the Farmers' Market Nutrition Program, as authorized by section 17(m) of the Child Nutrition Act of 1966, \$271,701,000, to remain available through September 30, 2015: Provided, That none of these funds shall be available to reimburse the Commodity Credit Corporation for commodities donated to the program: Provided further, That notwithstanding any other provision of law, effective with funds made available in fiscal year 2014 to support the Seniors Farmers' Market Nutrition Program, as authorized by section 4402 of the Farm Security and Rural Investment Act of 2002, such funds shall remain available through September 30, 2015: Provided further, That of the funds made available under section 27(a) of the Food and Nutrition Act of 2008 (7 U.S.C. 2036(a)), the Secretary may use up to 10 percent for costs associated with the distribution of commodities: Provided further, That of the total amount available under this account, \$2,000,000 shall be available for program integrity activities associated with the Emergency Food Assistance Program, including, but not limited to, grants to States, and section 204(a) of the Emergency Food Assistance Act of 1983, as amended, shall not apply to such grants.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution as well as amounts from P.L. 113–2, the Disaster Relief Appropriations Act, 2013 (no language shown).

Program and Financing (in millions of dollars)

Identification code 12–3507–0–1–605	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Commodity procurement	147	148	158
0002 Administrative costs	42	43	44
0091 Subtotal, commodity supplemental food program	189	191	202
0105 TEFAP Administrative	49	49	49

0106	TEFAP disaster assistance	6	.....	.....
0107	TEFAP program integrity .....	.....	.....	2
0110	Senior farmers' market	22	21	21
0115	Farmers' market nutrition program	20	17	17
0120	Pacific island and disaster assistance	1	1	1
0130	NSIP (Transfer Funds)	2	.....	.....
0191	Direct program activities, subtotal	94	94	90
0900	Total new obligations	283	285	292

Budgetary Resources:

Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	2	4	.....
1001	Discretionary unobligated balance brought fwd, Oct 1	2	4	.....
1020	Adjustment of unobligated bal brought forward, Oct 1	-2	.....	.....
1021	Recoveries of prior year unpaid obligations	6	.....	.....
1050	Unobligated balance (total)	6	4	.....
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	242	254	272
1100	Discretionary, TEFAP disaster assistance pursuant to Disaster Relief Appropriation Act, 2013 P.L. 113-2, Appropriations Committee .....	.....	6	.....
1121	Appropriations transferred from other accts [75-0142]	2	.....	.....
1160	Appropriation, discretionary (total)	244	260	272
Appropriations, mandatory:				
1221	Appropriations transferred from other accts [12-4336]	21	21	21
1260	Appropriations, mandatory (total)	21	21	21
1700	Spending authority from offsetting collections, discretionary: Collected	16	.....	.....
1750	Spending auth from offsetting collections, disc (total)	16	.....	.....
1900	Budget authority (total)	281	281	293
1930	Total budgetary resources available	287	285	293
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	4	.....	1

Change in obligated balance:

Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	41	42	47
3001	Adjustments to unpaid obligations, brought forward, Oct 1	2	.....	.....
3010	Obligations incurred, unexpired accounts	283	285	292
3020	Outlays (gross)	-278	-280	-292
3040	Recoveries of prior year unpaid obligations, unexpired	-6	.....	.....
3050	Unpaid obligations, end of year	42	47	47
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	43	42	47
3200	Obligated balance, end of year	42	47	47

Budget authority and outlays, net:

Discretionary:				
4000	Budget authority, gross	260	260	272
Outlays, gross:				
4010	Outlays from new discretionary authority	209	223	234
4011	Outlays from discretionary balances	48	36	37
4020	Outlays, gross (total)	257	259	271
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4030	Baseline Program [Commodity Collections]	-19	.....	.....
Additional offsets against gross budget authority only:				
4052	Offsetting collections credited to expired accounts	3	.....	.....
4070	Budget authority, net (discretionary)	244	260	272
4080	Outlays, net (discretionary)	238	259	271
Mandatory:				
4090	Budget authority, gross	21	21	21
Outlays, gross:				
4100	Outlays from new mandatory authority	14	14	14
4101	Outlays from mandatory balances	7	7	7
4110	Outlays, gross (total)	21	21	21
4180	Budget authority, net (total)	265	281	293
4190	Outlays, net (total)	259	280	292

This account funds the Commodity Supplemental Food Program (CSFP), The Emergency Food Assistance Program (TEFAP), farmers' market nutrition programs, assistance for the nuclear-affected islands, and disaster relief.

CSFP provides food packages for low-income women, infants, and children, and low-income elderly persons. It also funds State

administrative expenses. TEFAP provides cash to support State administrative activities and to maintain the storage and distribution pipeline for USDA and privately-donated commodities (TEFAP commodities are separately funded through the Supplemental Nutrition Assistance Program (SNAP) account). The account also funds two programs which provide low-income participants vouchers to purchase produce at farmers' markets. The Senior Farmers' Market Nutrition Program is funded by transfer from the Commodity Credit Corporation. The WIC Farmers' Market Program is funded by discretionary appropriation.

Object Classification (in millions of dollars)

Identification code 12-3507-0-1-605		2012 actual	2013 CR	2014 est.
Direct obligations:				
11.1	Personnel compensation: Full-time permanent .....	.....	.....	1
26.0	Supplies and materials (commodities)	149	150	158
41.0	Grants, subsidies, and contributions	134	135	133
99.9	Total new obligations	283	285	292

Employment Summary

Identification code 12-3507-0-1-605		2012 actual	2013 CR	2014 est.
1001	Direct civilian full-time equivalent employment .....	.....	3	8

FOREST SERVICE

Federal Funds

CAPITAL IMPROVEMENT AND MAINTENANCE

(INCLUDING TRANSFER OF FUNDS)

For necessary expenses of the Forest Service, not otherwise provided for, \$328,783,000, to remain available until expended, for construction, capital improvement, maintenance and acquisition of buildings and other facilities and infrastructure; and for construction, reconstruction, and maintenance of forest roads and trails by the Forest Service as authorized by 16 U.S.C. 532-538 and 23 U.S.C. 101 and 205: Provided, That funds becoming available in fiscal year 2014 under the Act of March 4, 1913 (16 U.S.C. 501) shall be transferred to the General Fund of the Treasury and shall not be available for transfer or obligation for any other purpose unless the funds are appropriated.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution as well as amounts from P.L. 113-2, the Disaster Relief Appropriations Act, 2013 (no language shown).

Program and Financing (in millions of dollars)

Identification code 12-1103-0-1-302		2012 actual	2013 CR	2014 est.
Obligations by program activity:				
0001	Capital improvement and maintenance	398	475	325
0801	Reimbursable program	29	25	25
0900	Total new obligations	427	500	350

Budgetary Resources:

Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	100	58	13
1021	Recoveries of prior year unpaid obligations	4	.....	.....
1050	Unobligated balance (total)	104	58	13
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	395	396	329
1100	Appropriation, Discretionary, Emergency pursuant to 2011 Budget Control Act, Appropriations Committee .....	.....	4	.....
1120	Appropriations transferred to other accts [12-1106]	-11	.....	.....
1120	Appropriations transferred to other accts [12-1115]	-30	.....	.....
1121	Appropriations transferred from other accts [12-1115] .....	.....	30	.....
1130	Appropriations permanently reduced	-1	.....	.....

CAPITAL IMPROVEMENT AND MAINTENANCE—Continued
Program and Financing—Continued

Identification code 12-1103-0-1-302	2012 actual	2013 CR	2014 est.
1160 Appropriation, discretionary (total)	353	430	329
Spending authority from offsetting collections, discretionary:			
1700 Collected	26	25	25
1701 Change in uncollected payments, Federal sources	2		
1750 Spending auth from offsetting collections, disc (total)	28	25	25
1900 Budget authority (total)	381	455	354
1930 Total budgetary resources available	485	513	367
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	58	13	17
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	383	216	266
3010 Obligations incurred, unexpired accounts	427	500	350
3011 Obligations incurred, expired accounts	5		
3020 Outlays (gross)	-589	-450	-389
3040 Recoveries of prior year unpaid obligations, unexpired	-4		
3041 Recoveries of prior year unpaid obligations, expired	-6		
3050 Unpaid obligations, end of year	216	266	227
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-60	-62	-62
3070 Change in uncollected pymts, Fed sources, unexpired	-2		
3090 Uncollected pymts, Fed sources, end of year	-62	-62	-62
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	323	154	204
3200 Obligated balance, end of year	154	204	165
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	381	455	354
Outlays, gross:			
4010 Outlays from new discretionary authority	301	296	230
4011 Outlays from discretionary balances	288	154	159
4020 Outlays, gross (total)	589	450	389
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-7	-7	-7
4033 Non-Federal sources	-19	-18	-18
4040 Offsets against gross budget authority and outlays (total)	-26	-25	-25
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-2		
4070 Budget authority, net (discretionary)	353	430	329
4080 Outlays, net (discretionary)	563	425	364
4180 Budget authority, net (total)	353	430	329
4190 Outlays, net (total)	563	425	364

The 2014 Budget requests \$328,783,000 for Capital Improvement and Maintenance, a decrease of \$67,718,000 below the 2013 annualized CR level. Funding provides for capital improvement and maintenance of Forest Service assets including facilities, roads, and trails. Addressing critical maintenance and operational components of the Forest Service demonstrates our commitment to maintaining a healthy environment. The program emphasizes an efficient and effective infrastructure that supports public and administrative uses and quality recreation experiences with minimal impact to ecosystem stability and conditions.

Capital improvement of facilities, roads, and trails includes alteration of existing assets to change the function of the assets, or expansion of an asset to change the capacity or to serve needs that are different from what was originally intended. The Budget shifts activities previously conducted under the Legacy Roads and Trails program, such as road decommissioning, to the Integrated Resource Restoration program under the National Forest System appropriation.

Facilities.—Provides for capital improvement and maintenance of recreation developed sites, fire, administrative, and other facilities, including visitor centers, research facilities, telecommunication sites and towers, and dams. The program also includes

the acquisition of buildings and other facilities necessary to carry out the mission of the Forest Service.

Roads.—Provides for capital improvement and maintenance of the national forest road system, including bridges and terminal facilities such as parking lots, trailhead parking, camping spurs, and truck turnarounds. The agency continues to address the growing road system maintenance backlog. Funding priorities are health and safety and resource protection, including clean water, aquatic passage, and mission critical needs.

Trails.—Provides for capital improvement and maintenance of National Forest System trails. Funding is used to protect capital investments by keeping trails open for access and protecting vegetation, soil, and water quality. Work includes clearing the pathway of encroaching vegetation and fallen trees, and repairing or improving trail signs, treadways, drainage facilities, and bridges.

Infrastructure Improvement.—Provides for capital improvement and maintenance directed toward reducing the backlog in deferred maintenance on National Forest System roads and trails, as well as recreation developed sites and fire, administrative, and other facilities. Funding priorities are to ensure the safety of the public, agency employees, volunteers and contractors.

Object Classification (in millions of dollars)

Identification code 12-1103-0-1-302	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	135	135	124
11.3 Other than full-time permanent	11	11	11
11.5 Other personnel compensation	4	4	4
11.9 Total personnel compensation	150	150	139
12.1 Civilian personnel benefits	49	49	45
13.0 Benefits for former personnel	4	5	3
21.0 Travel and transportation of persons	2	2	2
22.0 Transportation of things	2	2	2
23.1 Rental payments to GSA	4	5	5
23.2 Rental payments to others	5	6	6
23.3 Communications, utilities, and miscellaneous charges	9	11	7
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	89	126	50
25.3 Other goods and services from Federal sources	47	73	35
25.4 Operation and maintenance of facilities	3	4	2
25.7 Operation and maintenance of equipment	5	6	4
26.0 Supplies and materials	9	11	7
31.0 Equipment	3	4	3
32.0 Land and structures	7	8	6
41.0 Grants, subsidies, and contributions	10	12	8
99.0 Direct obligations	399	475	325
99.0 Reimbursable obligations	27	25	25
99.5 Below reporting threshold	1		
99.9 Total new obligations	427	500	350

Employment Summary

Identification code 12-1103-0-1-302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	2,446	2,446	2,247
2001 Reimbursable civilian full-time equivalent employment	235	235	235
3001 Allocation account civilian full-time equivalent employment	93	93	93

FOREST AND RANGELAND RESEARCH

For necessary expenses of forest and rangeland research as authorized by law, \$310,236,000, to remain available until expended: Provided, That of the funds provided, \$66,805,000 is for the forest inventory and analysis program.

GIFTS, DONATIONS AND BEQUESTS FOR FOREST AND RANGELAND RESEARCH

For expenses authorized by 16 U.S.C. 1643(b), \$40,000, to remain available until expended, to be derived from the fund established pursuant to the above Act.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12–1104–0–1–302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0006 Forest and rangeland research	320	325	347
0801 Reimbursable program	22	20	20
0900 Total new obligations	342	345	367
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	42	45	46
1021 Recoveries of prior year unpaid obligations	2		
1050 Unobligated balance (total)	44	45	46
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	296	297	310
1121 Appropriations transferred from other accts [12–1115] ...	26	29	27
1160 Appropriation, discretionary (total)	322	326	337
Spending authority from offsetting collections, discretionary:			
1700 Collected	20	20	20
1701 Change in uncollected payments, Federal sources	1		
1750 Spending auth from offsetting collections, disc (total)	21	20	20
1900 Budget authority (total)	343	346	357
1930 Total budgetary resources available	387	391	403
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	45	46	36
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	157	142	98
3010 Obligations incurred, unexpired accounts	342	345	367
3020 Outlays (gross)	–355	–389	–379
3040 Recoveries of prior year unpaid obligations, unexpired	–2		
3050 Unpaid obligations, end of year	142	98	86
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	–40	–41	–41
3070 Change in uncollected pymts, Fed sources, unexpired	–1		
3090 Uncollected pymts, Fed sources, end of year	–41	–41	–41
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	117	101	57
3200 Obligated balance, end of year	101	57	45
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	343	346	357
Outlays, gross:			
4010 Outlays from new discretionary authority	263	277	286
4011 Outlays from discretionary balances	92	112	93
4020 Outlays, gross (total)	355	389	379
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	–16	–16	–16
4033 Non-Federal sources	–4	–4	–4
4040 Offsets against gross budget authority and outlays (total) ...	–20	–20	–20
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	–1		
4070 Budget authority, net (discretionary)	322	326	337
4080 Outlays, net (discretionary)	335	369	359
4180 Budget authority, net (total)	322	326	337
4190 Outlays, net (total)	335	369	359

search Areas and Strategic Program Areas. Forest Service R&D provides scientific information and new technologies to support sustainable management of the Nation's forests and rangelands that sustain jobs and provide economic benefits. Forest Service R&D conducts ecological and social science research to understand ecosystems, how humans influence those ecosystems, how those ecosystems respond to the impacts of climate change, and how forests can be managed sustainably to enable both environmental conservation and economic opportunities. These products and services increase the basic biological and physical knowledge of the composition, structure, and function of forest and grassland ecosystems.

Forest Service R&D is federally mandated to provide new knowledge and technologies to foster healthy watersheds, forest products, wildlife protection, outdoor recreation opportunities, and other benefits, across all U.S. territories and States. Research is conducted at five Research Stations, the Forest Products Laboratory, and the International Institute of Tropical Forestry located in Puerto Rico. The Forest Service R&D structure has two components: Priority Research Areas and Strategic Program Areas. The Priority Research Areas address national needs in seven areas: Forest Inventory and Analysis, Forest Disturbances, Watershed Management and Restoration, Bioenergy and Biobased Products, Urban Natural Resources Stewardship, Nanotechnology, and Localized Needs Research. Strategic Program Areas include Wildland Fire and Fuels; Invasive Species; Recreation; Resource Management and Use; Water, Air, and Soil; Wildlife and Fish; and Inventory and Monitoring. The Budget sustains the outputs and products on which land managers depend for developing management options, strategies and systems for addressing current issues.

Object Classification (in millions of dollars)

Identification code 12–1104–0–1–302	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	151	151	149
11.3 Other than full-time permanent	6	6	6
11.5 Other personnel compensation	4	4	4
11.9 Total personnel compensation	161	161	159
12.1 Civilian personnel benefits	48	48	47
13.0 Benefits for former personnel	1	1	1
21.0 Travel and transportation of persons	5	5	5
22.0 Transportation of things	2	2	2
23.1 Rental payments to GSA	4	4	4
23.2 Rental payments to others	4	4	4
23.3 Communications, utilities, and miscellaneous charges	6	6	6
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	18	18	18
25.3 Other goods and services from Federal sources	18	18	18
25.5 Research and development contracts	27	30	54
25.7 Operation and maintenance of equipment	1	1	1
26.0 Supplies and materials	6	6	6
31.0 Equipment	6	6	6
41.0 Grants, subsidies, and contributions	12	14	15
99.0 Direct obligations	320	325	347
99.0 Reimbursable obligations	19	20	20
99.5 Below reporting threshold (Direct/Reimb)	3		
99.9 Total new obligations	342	345	367

Employment Summary

Identification code 12–1104–0–1–302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	2,069	2,069	2,043
2001 Reimbursable civilian full-time equivalent employment	95	95	90

The 2014 Budget requests \$310,236,000 for Forest and Rangeland Research (Forest Service R&D), an increase of \$13,129,000 above the 2013 annualized CR level. Funding maintains an essential level of basic research associated with the Priority Re-

NATIONAL FOREST SYSTEM

For necessary expenses of the Forest Service, not otherwise provided for, for management, protection, improvement, and utilization of the National Forest System, \$1,556,662,000, to remain available until expended, and in addition, \$5,000,000 for the processing of grazing permits and leases, to remain available until expended, to be reduced by amounts collected by the Forest Service and credited to this appropriation, which shall be derived by a \$1.00 per head month administrative fee, as provided for in this Act: Provided, That of the funds provided, \$39,851,000 shall be deposited in the Collaborative Forest Landscape Restoration Fund for ecological restoration treatments as authorized by 16 U.S.C. 7303(f): Provided further, That funds provided under this heading may be used for necessary expenses of the Forest Service to manage Federal lands in Alaska for subsistence uses under title VIII of the Alaska National Interest Lands Conservation Act (Public Law 96-487): Provided further, That funds provided under this heading shall be available for urgently needed road decommissioning, road and trail repair and maintenance and associated activities, and removal of fish passage barriers, especially in areas where Forest Service roads may be contributing to water quality problems in streams and water bodies that support threatened, endangered or sensitive species or community water sources, as authorized by Public Law 88-567, as amended (16 U.S.C. 532-538) and Public Law 85-767, as amended (23 U.S.C. 101 and 205): Provided further, That funds provided herein shall be available for the decommissioning of roads which are no longer needed, including unauthorized roads not part of the transportation system: Provided further, That for fiscal year 2014 through fiscal year 2019, the Secretary may authorize the expenditure or transfer of such sums as necessary to the Department of the Interior, Bureau of Land Management, for removal, preparation, and adoption of excess wild horses and burros from National Forest System lands, and for the performance of cadastral surveys to designate the boundaries of such lands.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1106-0-1-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 National forest system	1,565	1,710	1,549
0801 Reimbursable program	52	65	69
0900 Total new obligations	1,617	1,775	1,618
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	148	130	34
1021 Recoveries of prior year unpaid obligations	6		
1050 Unobligated balance (total)	154	130	34
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	1,557	1,564	1,557
1120 Appropriations transferred to other accts [12-1115]	-50		
1121 Appropriations transferred from other accts [12-1103]	11		
1121 Appropriations transferred from other accts [12-1115]	20		
1121 Appropriations transferred from other accts [12-1115]		50	
1130 Appropriations permanently reduced	-2		
1160 Appropriation, discretionary (total)	1,536	1,614	1,557
Spending authority from offsetting collections, discretionary:			
1700 Collected	67	65	65
1700 Offsetting Collections (Grazing fees)			5
1701 Change in uncollected payments, Federal sources	-10		
1750 Spending auth from offsetting collections, disc (total)	57	65	70
1900 Budget authority (total)	1,593	1,679	1,627
1930 Total budgetary resources available	1,747	1,809	1,661
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	130	34	43
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	438	385	560
3010 Obligations incurred, unexpired accounts	1,617	1,775	1,618
3020 Outlays (gross)	-1,664	-1,600	-1,716

3040 Recoveries of prior year unpaid obligations, unexpired	-6		
3050 Unpaid obligations, end of year	385	560	462
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-102	-92	-92
3070 Change in uncollected pymts, Fed sources, unexpired	10		
3090 Uncollected pymts, Fed sources, end of year	-92	-92	-92
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	336	293	468
3200 Obligated balance, end of year	293	468	370

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	1,593	1,679	1,627
Outlays, gross:			
4010 Outlays from new discretionary authority	1,366	1,427	1,382
4011 Outlays from discretionary balances	298	173	334
4020 Outlays, gross (total)	1,664	1,600	1,716
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-43	-42	-42
4033 Non-Federal sources	-24	-23	-28
4040 Offsets against gross budget authority and outlays (total)	-67	-65	-70
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	10		
4070 Budget authority, net (discretionary)	1,536	1,614	1,557
4080 Outlays, net (discretionary)	1,597	1,535	1,646
4180 Budget authority, net (total)	1,536	1,614	1,557
4190 Outlays, net (total)	1,597	1,535	1,646

The 2014 Budget requests \$1,556,662,000 for the National Forest System (NFS), an decrease of 6,987,000 below the 2013 annualized continuing resolution (CR) level for the stewardship and management of the 193 million acres of national forests and grasslands. This includes the 155 National Forests and 20 National Grasslands located in 44 States and Puerto Rico that are managed under multiple-use and sustained-yield principles. The natural resources of timber, minerals, range, wildlife, outdoor recreation, watershed, and soil are used in a planned combination that best meets the needs of the Nation without impairing productivity of the land or damaging the environment.

These management and utilization principles are recognized in the Multiple-Use Sustained-Yield Act of 1960 (16 U.S.C. 528-531) and use an ecological approach to managing the NFS. NFS operations and maintenance provide for the planning, assessment, and conservation of ecosystems while delivering multiple public services and uses. These are delivered through the principal NFS programs of integrated resource restoration; land management planning, assessment, and monitoring; recreation, heritage, and wilderness; grazing management; minerals and geology management; landownership management; and law enforcement operations. These programs maintain the capability to manage natural resources in a manner consistent with ecological principles and responsibilities.

Following the Secretary's "All Lands" vision, the Budget focuses on meeting the challenges of ecological restoration through collaborative approaches to address fire and fuels, invasive species, and watershed degradation; engaging communities to help Americans reconnect to the outdoors, expand on recreation benefits and create a wide range of opportunities for economic expansion to retain and create jobs; and partnering with communities and fellow agencies to reduce the threat of wildland fires. The goals of these efforts are to reestablish and retain the resilience of NFS lands, to achieve sustainable management and use, and to provide a broad range of ecosystem services. Healthy and resilient landscapes have a greater capacity to survive natural disturbances, provide for the natural storage and sustained delivery of high quality water, and are more resilient and adaptable to changing environmental conditions.

Specific conservation and restoration actions depend on the particular needs and priorities identified for a given landscape. These may include management of off-highway vehicle use and other recreation activities, road decommissioning, mitigation of abandoned mine and hazardous material sites, enhanced administration of grazing authorizations, and other actions identified as necessary for ecosystem restoration.

The Budget emphasizes Integrated Resource Restoration (IRR) as a priority approach to accomplish on-the-ground restoration. IRR promotes improved forest and grassland health and resilience using landscape scale restoration to recover watershed health and clean water and create or maintain local economic opportunities and jobs. IRR does this by improving the efficient delivery of NFS programs throughout the Nation and integrating watershed protection and restoration into all aspects of our management of national forests and grasslands. This allows the Forest Service to more effectively accomplish forest health and water quality improvement goals.

The Budget also invests in the Collaborative Forest Landscape Restoration Program (CFLRP), which fosters collaborative, science-based restoration on priority forest landscapes across the Nation. The CFLRP was established specifically to create job stability, achieve a reliable wood supply, restore forest health, and reduce the costs of fire suppression in overgrown forests. The ultimate goal of the CFLRP is to collaboratively achieve improved forest benefits for people, water, and wildlife in a way that can be shared across broad landscapes.

The Budget proposes to fund Restoration Partnerships at \$10,029,000. This new program will develop public-private partnerships intended to reduce risk to fire-prone communities. Projects will protect and enhance water quality in municipal watersheds and maintain and restore resilience to aquatic ecosystems through the agency's Watershed Condition Framework (WCF). National forests that largely comprise a municipal watershed area, forests with special use utility permits, and priority partnership actions within the WCF will be eligible for restoration partnership funding. This program will support Restoration Partnership projects reducing fire risk through hazardous fuels reduction, forest thinning, and similar vegetative activities to protect and enhance water quality and reduce risk to utility investments, while providing ancillary benefits for public recreation, trails, and fish and wildlife management.

The Budget reflects the continuing emphasis on Forest Service program performance and accountability agency-wide. The Forest Service business rules for accomplishment reporting incorporate not only directly funded work, but also accomplishments achieved through integration between program areas or partnerships with external groups. This effort improves performance and accountability by shifting focus to accomplishments that naturally align other programs and partner organizations to achieve multiple goals.

Object Classification (in millions of dollars)

Identification code 12-1106-0-1-302	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	671	671	670
11.3 Other than full-time permanent	40	40	40
11.5 Other personnel compensation	34	34	34
11.9 Total personnel compensation	745	745	744
12.1 Civilian personnel benefits	255	255	255
13.0 Benefits for former personnel	8	9	8
21.0 Travel and transportation of persons	15	15	15
22.0 Transportation of things	9	10	9
23.1 Rental payments to GSA	15	16	15
23.2 Rental payments to others	20	22	20
23.3 Communications, utilities, and miscellaneous charges	35	38	35

24.0	Printing and reproduction	3	3	3
25.2	Other services from non-Federal sources	194	266	187
25.3	Other goods and services from Federal sources	149	203	143
25.4	Operation and maintenance of facilities	1	1	1
25.5	Research and development contracts	1	1	.....
25.7	Operation and maintenance of equipment	6	7	6
26.0	Supplies and materials	34	37	34
31.0	Equipment	23	25	23
41.0	Grants, subsidies, and contributions	51	56	50
42.0	Insurance claims and indemnities	1	1	1
99.0	Direct obligations	1,564	1,710	1,549
99.0	Reimbursable obligations	52	65	69
99.5	Below reporting threshold	1	.....	.....
99.9	Total new obligations	1,617	1,775	1,618

Employment Summary

Identification code 12-1106-0-1-302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	11,442	11,442	11,429
2001 Reimbursable civilian full-time equivalent employment	321	321	321
3001 Allocation account civilian full-time equivalent employment	1,555	1,555	1,555

STATE AND PRIVATE FORESTRY

For necessary expenses of cooperating with and providing technical and financial assistance to States, territories, possessions, and others, and for forest health management, including treatments of pests, pathogens, and invasive or noxious plants and for restoring and rehabilitating forests damaged by pests or invasive plants, cooperative forestry, and education and land conservation activities and conducting an international program as authorized, \$239,954,000, to remain available until expended, as authorized by law; of which \$60,000,000 is to be derived from the Land and Water Conservation Fund.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1105-0-1-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 State and private forestry	292	292	280
0002 Forest Legacy	57	57	60
0799 Total direct obligations	349	349	340
0801 Reimbursable program	56	60	55
0900 Total new obligations	405	409	395
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	90	104	101
1021 Recoveries of prior year unpaid obligations	7	.....	.....
1050 Unobligated balance (total)	97	104	101
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	200	201	180
1101 Appropriation (Legacy)	53	54	60
1120 Appropriations transferred to other accts [12-1115]	-5	.....	.....
1121 Appropriations transferred from other accts [12-1115]	86	86	.....
1121 Appropriations transferred from other accts [12-1115] .....	.....	5	.....
1160 Appropriation, discretionary (total)	334	346	240
Spending authority from offsetting collections, discretionary:			
1700 Collected	60	60	60
1701 Change in uncollected payments, Federal sources	18	.....	.....
1750 Spending auth from offsetting collections, disc (total)	78	60	60
1900 Budget authority (total)	412	406	300
1930 Total budgetary resources available	509	510	401
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	104	101	6
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	609	612	627

STATE AND PRIVATE FORESTRY—Continued
Program and Financing—Continued

Identification code 12-1105-0-1-302		2012 actual	2013 CR	2014 est.
3010	Obligations incurred, unexpired accounts	405	409	395
3020	Outlays (gross)	-395	-394	-362
3040	Recoveries of prior year unpaid obligations, unexpired	-7		
3050	Unpaid obligations, end of year	612	627	660
	Uncollected payments:			
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-53	-71	-71
3070	Change in uncollected pymts, Fed sources, unexpired	-18		
3090	Uncollected pymts, Fed sources, end of year	-71	-71	-71
	Memorandum (non-add) entries:			
3100	Obligated balance, start of year	556	541	556
3200	Obligated balance, end of year	541	556	589
Budget authority and outlays, net:				
	Discretionary:			
4000	Budget authority, gross	412	406	300
	Outlays, gross:			
4010	Outlays from new discretionary authority	129	158	120
4011	Outlays from discretionary balances	266	236	242
4020	Outlays, gross (total)	395	394	362
	Offsets against gross budget authority and outlays:			
	Offsetting collections (collected) from:			
4030	Federal sources	-60	-60	-60
	Additional offsets against gross budget authority only:			
4050	Change in uncollected pymts, Fed sources, unexpired	-18		
4070	Budget authority, net (discretionary)	334	346	240
4080	Outlays, net (discretionary)	335	334	302
4180	Budget authority, net (total)	334	346	240
4190	Outlays, net (total)	335	334	302

Summary of Budget Authority and Outlays (in millions of dollars)

	2012 actual	2013 CR	2014 est.
Enacted/requested:			
Budget Authority	334	346	240
Outlays	335	334	302
Legislative proposal, subject to PAYGO:			
Budget Authority			25
Outlays			6
Total:			
Budget Authority	334	346	265
Outlays	335	334	308

The 2014 Budget requests \$239,954,000 for State and Private Forestry (S&PF), a decrease of \$14,520,000 below the 2013 annualized CR level. Funds provide technical and financial assistance to landowners and resource managers. S&PF programs help sustain the Nation's urban and rural forests and protect communities and the environment from wildland fires, insects, disease, and invasive plants. S&PF provides assistance to landowners and resource managers to help sustain forests on State and private lands, in both rural and urban areas, to meet domestic and international demands for goods and services. S&PF programs also help facilitate sound stewardship and provide tools to address forest health threats on lands of all ownerships on a landscape scale, while maintaining the flexibility for individual forest landowners to pursue their objectives. The International Forestry program is included as part of the S&PF appropriation. To improve the transparency of funding for forest health and fire assistance, the budget proposes to shift funds for State and Volunteer Fire Assistance from S&PF to Wildland Fire Management (WFM) and Federal and Cooperative Forest Health Management from WFM to S&PF. This allows for the full funding amount to be reflected in a single account.

Landscape Scale Restoration.—The Budget establishes the Landscape Scale Restoration program and formalizes the S&PF Redesign process. It includes funding for competitive projects focused on issues and landscapes of national importance and on

activities that promise meaningful outcomes on the ground. Evidence of these improved outcomes will be identified through improved data collection on project accomplishments by leveraging existing investments in streamlined spatial reporting tools. Building upon the successes of the State and Private Forestry Redesign process, Landscape Scale Restoration focuses and prioritizes resources to better shape and influence forest land use on a scale, and in a way, that optimizes public benefits from trees and forests. The funds continue to improve our ability to identify the greatest threats to forest sustainability and accomplish meaningful change in high-priority areas. As a competitive grant program, it provides flexible opportunities to fund innovative projects across program boundaries and across landscape jurisdictions to address priorities and needs consistent with the State Forest Action Plans. Projects will focus on restoring healthy and resilient forests and communities in priority areas that States have identified. These high-priority needs are essential to addressing today's critical restoration issues on Federal, State and private lands. This program will continue to help ensure the ability of the Nation's forests to sustain and enrich the well-being of all citizens and communities.

Forest Health Management.—Includes funding for Federal and cooperative lands to maintain healthy, productive ecosystems by preventing, detecting, and suppressing damaging native and invasive forest and tree insects and diseases across all land ownerships and invasive plants on cooperative lands. Through the continued use of a science-based forest health risk map, the Budget reflects allocations of program funding that address national priorities and reduce risk in the most effective and efficient manner. The agency will document changes in insect, disease, and invasive plant geographic range, population dynamics of host preferences of pests, and other changes in pest activity and will explore gene conservation efforts to conserve at-risk tree species projected to be negatively impacted by climate change.

Cooperative Forestry.—Includes funding for the Forest Stewardship, Forest Legacy, Community Forest and Open Space Conservation, and Urban and Community Forestry programs. This suite of complementary programs helps maintain the integrity of our nation's valuable forested landscapes and supports the Federal interest in obtaining public benefits from private forests that include an array of social, economic, and environmental benefits. The Cooperative Forestry programs will continue to provide assistance to landowners, conserve private lands, and support the priorities identified in State Forest Action Plans. The Forest Service will track how cooperative funds are targeted to priority areas and themes identified in State Forest Action Plans.

Forest Stewardship Program.—Provides professional forestry assistance to landowners to encourage sound environmental management of non-industrial private forest lands.

Forest Legacy Program.—Partners with States to protect environmentally sensitive forestlands. Consistent with the President's commitment to the America's Great Outdoors Initiative, the Budget includes funding for the Forest Legacy Program through the Land and Water Conservation Fund to support the acquisition of conservation easements and other interests in forest lands threatened by conversion. These conservation easements will protect air and water quality, provide access for recreation, and provide habitat for threatened or endangered wildlife and fish.

Community Forest and Open Space Conservation.—Achieves community benefits through grants to local and Tribal governments and qualified nonprofit organizations to establish community forests by acquiring and protecting forestlands.

Urban and Community Forestry.—Provides technical, financial and educational assistance to cities and towns nationwide so they can improve the condition and extent of their trees and forests to achieve the full range of benefits and services from these resources. This program improves the lives of most Americans near where they live and work.

International Forestry.—Provides funding for high priority investments in natural resource conservation issues, including invasive species, biodiversity conservation, migratory species, and advancing U.S. policy interests.

4190 Outlays, net (total) 6

MANAGEMENT OF NATIONAL FOREST LANDS FOR SUBSISTENCE USES

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Object Classification (in millions of dollars)

Identification code 12–1105–0–1–302	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	53	53	44
11.3 Other than full-time permanent	2	2	2
11.5 Other personnel compensation	2	2	2
11.9 Total personnel compensation	57	57	48
12.1 Civilian personnel benefits	17	17	14
21.0 Travel and transportation of persons	3	3	3
22.0 Transportation of things	1	1	1
23.1 Rental payments to GSA	2	2	2
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	2	2	2
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	15	15	15
25.3 Other goods and services from Federal sources	8	8	8
25.5 Research and development contracts	2	2	2
26.0 Supplies and materials	3	3	3
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	236	236	239
99.0 Direct obligations	349	349	340
99.0 Reimbursable obligations	54	60	55
99.5 Below reporting threshold	2		
99.9 Total new obligations	405	409	395

Program and Financing (in millions of dollars)

Identification code 12–1119–0–1–302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Management of national forest lands for subsistence uses	3	3	
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	3	3	
1160 Appropriation, discretionary (total)	3	3	
1930 Total budgetary resources available	3	3	
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1	2	2
3010 Obligations incurred, unexpired accounts	3	3	
3020 Outlays (gross)	–2	–3	–1
3050 Unpaid obligations, end of year	2	2	1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1	2	2
3200 Obligated balance, end of year	2	2	1

Employment Summary

Identification code 12–1105–0–1–302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	728	728	601
2001 Reimbursable civilian full-time equivalent employment	36	36	36

STATE AND PRIVATE FORESTRY

(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12–1105–4–1–302	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1221 Appropriations transferred from other accts [14–5005]			25
1260 Appropriations, mandatory (total)			25
1930 Total budgetary resources available			25
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year			25
Change in obligated balance:			
Unpaid obligations:			
3020 Outlays (gross)			–6
3050 Unpaid obligations, end of year			–6
Memorandum (non-add) entries:			
3200 Obligated balance, end of year			–6
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross			25
Outlays, gross:			
4100 Outlays from new mandatory authority			6
4180 Budget authority, net (total)			25

Identification code 12–1119–0–1–302	2012 actual	2013 CR	2014 est.
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	3	3	
Outlays, gross:			
4010 Outlays from new discretionary authority	2	2	
4011 Outlays from discretionary balances		1	1
4020 Outlays, gross (total)	2	3	1
4180 Budget authority, net (total)	3	3	
4190 Outlays, net (total)	2	3	1

The 2014 Presidents Budget does not propose a separate funding level for Subsistence Management. This is a decrease of \$2,589,000 from the 2013 Annualized CR. The Forest Service will continue to meet its responsibilities under the 1980 Alaska National Interest Lands Conservation Act (ANILCA). The most critical subsistence management related components will be achieved through other NFS funds, such as Integrated Resource Restoration, Recreation Management, and Law Enforcement Operation funds that complement the objectives of the subsistence program.

Object Classification (in millions of dollars)

Identification code 12–1119–0–1–302	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	1	1	
25.2 Other services from non-Federal sources	1	2	
99.0 Direct obligations	2	3	
99.5 Below reporting threshold	1		
99.9 Total new obligations	3	3	

MANAGEMENT OF NATIONAL FOREST LANDS FOR SUBSISTENCE
USES—Continued
Employment Summary

Identification code 12-1119-0-1-302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	15	15	.....

WILDLAND FIRE MANAGEMENT
(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses for forest fire presuppression activities on National Forest System lands, for emergency fire suppression on or adjacent to such lands or other lands under fire protection agreement, hazardous fuels reduction on or adjacent to such lands, for state and volunteer fire assistance, and for emergency rehabilitation of burned-over National Forest System lands and water, \$2,046,669,000, to remain available until expended: Provided, That such funds including unobligated balances under this heading, are available for repayment of advances from other appropriations accounts previously transferred for such purposes: Provided further, That such funds shall be available to reimburse State and other cooperating entities for services provided in response to wildfire and other emergencies or disasters to the extent such reimbursements by the Forest Service for non-fire emergencies are fully repaid by the responsible emergency management agency: Provided further, That, notwithstanding any other provision of law, \$6,914,000 of funds appropriated under this appropriation shall be available for the Forest Service in support of fire science research authorized by the Joint Fire Science Program, including all Forest Service authorities for the use of funds, such as contracts, grants, research joint venture agreements, and cooperative agreements: Provided further, That all authorities for the use of funds, including the use of contracts, grants, and cooperative agreements, available to execute the Forest and Rangeland Research appropriation, are also available in the utilization of these funds for Fire Science Research: Provided further, That funds provided shall be available for emergency rehabilitation and restoration, hazardous fuels reduction activities, support to Federal emergency response, and wildfire suppression activities of the Forest Service: Provided further, That of the funds provided, \$201,228,000 is for hazardous fuels reduction activities, and \$19,795,000 is for research activities and to make competitive research grants pursuant to the Forest and Rangeland Renewable Resources Research Act, as amended (16 U.S.C. 1641 et seq.), \$69,459,000 is for State fire assistance, and \$11,205,000 is for volunteer fire assistance under section 10 of the Cooperative Forestry Assistance Act of 1978 (16 U.S.C. 2106): Provided further, That amounts in this paragraph may be transferred to the "Forest and Rangeland Research" account to fund forest and rangeland research and the Joint Fire Science Program: Provided further, That the costs of implementing any cooperative agreement between the Federal Government and any non-Federal entity may be shared, as mutually agreed on by the affected parties: Provided further, That funds provided herein may be used by the Secretary of Agriculture to enter into procurement contracts or cooperative agreements or to issue grants for hazardous fuels reduction and for training or monitoring associated with such hazardous fuels reduction activities on Federal land or on non-Federal land if the Secretary determines such activities benefit resources on Federal land: Provided further, That funds made available to implement the Community Forest Restoration Act, Public Law 106-393, title VI, shall be available for use on non-Federal lands in accordance with authorities made available to the Forest Service under the "State and Private Forestry" appropriation: Provided further, That the Secretary of the Interior and the Secretary of Agriculture may authorize the transfer of funds appropriated for wildland fire management, in an aggregate amount not to exceed \$50,000,000, between the Departments when such transfers would facilitate and expedite wildland fire management programs and projects: Provided further, That, of the funds provided for hazardous fuels reduction, not to exceed \$10,500,000 may be used to make grants, using any authorities available to the Forest Service under the "State and Private Forestry" appropriation, for the purpose of creating incentives for increased use of biomass from National Forest System lands: Provided further, That Section 5 of the Act of May 27, 1955

(42 U.S.C. 1856d), is amended in subsection (b) by inserting "or Department of Agriculture" after "Department of Defense".

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1115-0-1-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Wildland fire management	2,669	2,500	2,320
0801 Reimbursable program	124	175	175
0900 Total new obligations	2,793	2,675	2,495
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	374	177	10
1011 Unobligated balance transfer from other accts [12-9921]	175	.....	.....
1021 Recoveries of prior year unpaid obligations	99	.....	.....
1050 Unobligated balance (total)	648	177	10
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	1,738	1,971	2,047
1100 Appropriation - Fire Repayment PL 112-175, Sec. 141b .....	.....	400	.....
1120 Appropriations transferred to other accts [14-1125]	-4	.....	.....
1120 Appropriations transferred to other accts [12-1104]	-26	-29	-27
1120 Appropriations transferred to other accts [12-1105]	-86	-86	.....
1120 Appropriations transferred to other accts [12-1106]	-20	.....	.....
1120 Appropriations transferred to other accts [12-9923] .....	.....	-20	.....
1120 Appropriations transferred to other accts [12-9921] .....	.....	-135	.....
1120 Appropriations transferred to other accts [12-1103] .....	.....	-30	.....
1120 Appropriations transferred to other accts [12-1105] .....	.....	-5	.....
1120 Appropriations transferred to other accts [12-1106] .....	.....	-50	.....
1121 Appropriations transferred from other accts [12-1106]	50	.....	.....
1121 Appropriations transferred from other accts [12-1120]	315	317	315
1121 Appropriations transferred from other accts [12-1105]	5	.....	.....
1121 Appropriations transferred from other accts [12-1103]	30	.....	.....
1121 Appropriations transferred from other accts [12-9923]	20	.....	.....
1121 Appropriations transferred from other accts [14-1125]	3	.....	.....
1130 Appropriations permanently reduced	-3	.....	.....
1160 Appropriation, discretionary (total)	2,022	2,333	2,335
Spending authority from offsetting collections, discretionary:			
1700 Collected	267	175	175
1701 Change in uncollected payments, Federal sources	33	.....	.....
1750 Spending auth from offsetting collections, disc (total)	300	175	175
1900 Budget authority (total)	2,322	2,508	2,510
1930 Total budgetary resources available	2,970	2,685	2,520
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	177	10	25
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	984	1,018	746
3010 Obligations incurred, unexpired accounts	2,793	2,675	2,495
3020 Outlays (gross)	-2,659	-2,947	-2,680
3040 Recoveries of prior year unpaid obligations, unexpired	-99	.....	.....
3041 Recoveries of prior year unpaid obligations, expired	-1	.....	.....
3050 Unpaid obligations, end of year	1,018	746	561
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-229	-262	-262
3070 Change in uncollected pymts, Fed sources, unexpired	-33	.....	.....
3090 Uncollected pymts, Fed sources, end of year	-262	-262	-262
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	755	756	484
3200 Obligated balance, end of year	756	484	299
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	2,322	2,508	2,510
Outlays, gross:			
4010 Outlays from new discretionary authority	2,082	2,132	2,134
4011 Outlays from discretionary balances	577	815	546
4020 Outlays, gross (total)	2,659	2,947	2,680
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-167	-109	-109

4033	Non-Federal sources	-100	-66	-66
4040	Offsets against gross budget authority and outlays (total)	-267	-175	-175
	Additional offsets against gross budget authority only:			
4050	Change in uncollected pymts, Fed sources, unexpired	-33		
4070	Budget authority, net (discretionary)	2,022	2,333	2,335
4080	Outlays, net (discretionary)	2,392	2,772	2,505
4180	Budget authority, net (total)	2,022	2,333	2,335
4190	Outlays, net (total)	2,392	2,772	2,505

The 2014 Budget requests \$2,046,669,000 for Wildland Fire Management (WFM), an increase of \$75,279,000 above the 2013 annualized CR level to fund Forest Service fire preparedness, fire suppression, hazardous fuels treatments, joint fire sciences, research and development, and cooperative fire programs on National Forest System (NFS) lands, adjacent State and private lands, and other lands under fire protection agreement.

Preparedness.—To protect NFS lands from damage by wildfires commensurate with the threat to life, values at risk, public values, and management objectives.

Preparedness provides the basic fire organization and capability to prevent forest fires and to take prompt, effective initial attack suppression operations action on wildfires. This funding covers expenses associated with planning, prevention, detection, information, and education; pre-incident training; equipment and supply purchase and replacement; aviation services; and other preparedness activities.

Through this program the Forest Service also assists other Federal agencies and States with planning assistance, sharing joint equipment use contracts, and interagency fire coordination centers. Readiness levels reflect improvements in efficiencies and management controls, including those gained through a centralized aviation services office, as well as management of national shared resources such as: large airtankers, helitankers, hotshot crews, and smokejumpers.

Suppression.—Risk-informed suppression of wildland fires on or threatening NFS lands, Department of the Interior lands, or other lands under fire protection agreements. The Budget request responsibly budgets for wildfires, providing funding at the 10-year average of suppression costs, adjusted for inflation, and includes indirect costs as required by Congress. Suppression, FLAME, and preparedness costs have been realigned to inform accurate costs of initial attack, large complex fires, and readiness. To improve the management of wildland fire resources, the Forest Service will:

- Utilize the Senior Fire Leadership Council to provide executive level oversight and leadership of Wildland Fire Suppression practices.
- Implement key findings from large fire cost reviews.
- Continue implementation of performance improvements including monitoring and analyzing large fire suppression expenditures with the stratified cost index and reducing the number of human-caused ignitions.
- Utilize a risk-informed management response strategy for unplanned ignitions to manage risk, maximize resource utilization, manage loss, and contain costs.
- Implement Phase 1 and Phase 2, and initiate development of Phase 3 of the Cohesive Strategy for Wildland Fire Management.
- Accurately share firefighting costs in the Wildland Urban Interface (WUI) between responding agencies.
- Continue to use the Wildland Fire Decision Support System (WFDSS) to support managers in analyzing risk relative to strategic suppression decisions which affect suppression costs, firefighter and public safety, and impacts to property and resources.

- Utilize an integrated system to procure and allocate fire-fighting assets that improves the systems for determining the appropriate type and quantity of firefighting assets needed for the fire season or for effectively and efficiently procuring them.
- Place priority on those projects associated with a community wildfire protection plan, or equivalent.

These actions highlight important refinements within the Forest Service wildland fire management program that strengthen oversight and accountability of suppression spending and use risk management principles to guide decision-making at the strategic, program, and operational levels. As part of these efforts, the Forest Service will categorize incidents by risk and apply operational and managerial protocols to guide the risk-informed allocation and use of resources; improve firefighter and community safety; and develop and use credible performance indicators. By identifying and analyzing risk in a systematic fashion, the Forest Service is better equipped to assess wildfire intensity and associated threats posed to lives, improved property, or the environment. This risk-informed fire protection system allows agency administrators the ability to choose from a full spectrum of wildfire management actions and appropriately scale their responses to the risks posed.

Fire Operations—Other.—The Other Fire Operations programs include Hazardous Fuels, National Fire Plan Research and Development, Joint Fire Sciences, State Fire Assistance, and Volunteer Fire Assistance. Funding will focus on treating hazardous fuels in the WUI and highest priority areas, research and technology transfer activities, and providing vital support to assist local communities and State foresters develop firefighting capacity to provide critical preparedness and response actions for communities at risk. State and Volunteer Fire Assistance programs includes funding to enhance the capacity of States to provide effective initial attack and coordinated fire suppression response, reduce hazardous fuels in and adjacent to communities, and purchase and maintain equipment. Funding also supports training, planning, and fire prevention and education programs. The request for Hazardous Fuels provides funding for treatment of hazardous fuels within WUI and highest priority areas of NFS lands and adjacent State and private lands. Treatments for purposes other than community protection (non-Wildland Urban Interface) will be funded through the NFS appropriation.

Hazardous fuel reduction modifies the arrangement of or reduces the volume of naturally occurring flammable vegetation and forest litter. The program includes prescribed burning, mechanical treatments, and other methods. Treatments are designed to alter fire behavior and reduce negative impacts of wildland fires such as erosion or soils that, due to high fire temperatures, shed water rather than absorbing it. Managing forest fuels and increasing the use of fire is necessary to maintain the carbon sequestration capability of NFS lands.

The strategy of focusing treatments on the WUI and highest priority areas will help minimize large, destructive, and costly wildfires, thereby protecting both communities and natural resources, and reducing safety risks to firefighters and the public. In 2014, the Forest Service will continue to use the Hazardous Fuels Prioritization and Allocation (HFPAS) System to allocate funds to the field. Additional modifications to HFPAS will be made as better data and information becomes available. Funding will be prioritized for communities that have identified acres to be treated in Community Wildfire Protection Plans and made an investment in implementing local solutions to protection against wildland fire.

To improve the transparency of funding for forest health and fire assistance, the budget proposes to shift funds for State and

WILDLAND FIRE MANAGEMENT—Continued

Volunteer Fire Assistance from State and Private Forestry to WFM and Federal and Cooperative Forest Health Management from WFM to State and Private Forestry. This allows for the full funding amount to be reflected in a single account.

Object Classification (in millions of dollars)

Identification code 12-1115-0-1-302	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	475	475	455
11.3 Other than full-time permanent	63	63	63
11.5 Other personnel compensation	283	283	283
11.8 Special personal services payments	51	51	51
11.9 Total personnel compensation	872	872	852
12.1 Civilian personnel benefits	270	270	258
13.0 Benefits for former personnel	36	35	35
21.0 Travel and transportation of persons	50	50	44
22.0 Transportation of things	7	7	7
23.1 Rental payments to GSA	13	13	13
23.2 Rental payments to others	29	29	29
23.3 Communications, utilities, and miscellaneous charges	39	39	39
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	793	675	595
25.3 Other goods and services from Federal sources	214	191	138
25.4 Operation and maintenance of facilities	1	1	1
25.7 Operation and maintenance of equipment	4	4	4
26.0 Supplies and materials	84	82	71
31.0 Equipment	19	19	19
32.0 Land and structures	1	1	1
41.0 Grants, subsidies, and contributions	234	210	212
42.0 Insurance claims and indemnities	1	1	1
99.0 Direct obligations	2,668	2,500	2,320
99.0 Reimbursable obligations	125	175	175
99.9 Total new obligations	2,793	2,675	2,495

Employment Summary

Identification code 12-1115-0-1-302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	11,794	11,794	11,291
2001 Reimbursable civilian full-time equivalent employment	39	39	39

FLAME WILDFIRE SUPPRESSION RESERVE FUND

(INCLUDING TRANSFERS OF FUNDS)

For necessary expenses for large fire suppression operations of the Department of Agriculture and as a reserve fund for suppression and Federal emergency response activities, \$315,000,000, to remain available until expended: Provided, That such amounts are available only for transfer to the "Wildland Fire Management" account and only following a declaration by the Secretary that either (1) a wildland fire suppression event meets certain previously established risk-based written criteria for significant complexity, severity, or threat posed by the fire or (2) funds in the "Wildland Fire Management" account will be exhausted within 30 days.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 12-1120-0-1-302	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	316	317	315
1120 Appropriations transferred to other accts [12-1115]	-315	-317	-315
1130 Appropriations permanently reduced	-1		

The 2014 Budget requests \$315,000,000 for the FLAME Wildfire Suppression Reserve Fund, a decrease of \$2,311,000 below the

2013 annualized CR level. The FLAME Wildfire Suppression Reserve Fund and the Suppression appropriation fully fund the 10-year average cost of fire suppression obligations, adjusted for inflation. The Secretary may permit transfers from this account to cover severe complex fire events. The Secretary may also transfer funds in the event that USDA has exhausted its suppression resources due to an active fire season.

RANGE BETTERMENT FUND

For necessary expenses of range rehabilitation, protection, and improvement, 50 percent of all moneys received during the prior fiscal year, as fees for grazing domestic livestock on lands in National Forests in the 16 Western States, pursuant to section 401(b)(1) of Public Law 94-579, as amended, to remain available until expended, of which not to exceed 6 percent shall be available for administrative expenses associated with on-the-ground range rehabilitation, protection, and improvements.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-5207-0-2-302	2012 actual	2013 CR	2014 est.
0100 Balance, start of year	3	3	2
Receipts:			
0220 Receipts, Cooperative Range Improvements	3	2	3
0400 Total: Balances and collections	6	5	5
Appropriations:			
0500 Range Betterment Fund	-3	-3	-2
0799 Balance, end of year	3	2	3

Program and Financing (in millions of dollars)

Identification code 12-5207-0-2-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Range betterment fund	2	3	3
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1		1	1
Budget authority:			
Appropriations, discretionary:			
1101 Appropriation (special or trust fund)	3	3	2
1160 Appropriation, discretionary (total)	3	3	2
1930 Total budgetary resources available	3	4	3
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1	1	
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1		
3010 Obligations incurred, unexpired accounts	2	3	3
3020 Outlays (gross)	-3	-3	-3
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1		
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	3	3	2
Outlays, gross:			
4010 Outlays from new discretionary authority	2	2	2
4011 Outlays from discretionary balances	1	1	1
4020 Outlays, gross (total)	3	3	3
4180 Budget authority, net (total)	3	3	2
4190 Outlays, net (total)	3	3	3

The 2014 Budget requests \$1,922,000 for the Range Betterment Fund, a decrease of \$1,355,000 below the 2013 annualized CR level. This program emphasizes essential structural and non-structural improvements prescribed in grazing allotment National

Environmental Policy Act decision documents. Treatment of invasive plant species related to permitted livestock use continues to be a priority for non-structural rangeland improvement work. Fifty percent of grazing fees from National Forests in the 16 western States, once appropriated, are used to protect and improve rangeland productivity primarily through revegetation, construction and reconstruction, and maintenance of improvements under authority of the Federal Land Policy and Management Act of 1976 (43 U.S.C. 1751), as amended.

Object Classification (in millions of dollars)

Identification code 12-5207-0-2-302	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	1	1	1
26.0 Supplies and materials	1	2	2
99.9 Total new obligations	2	3	3

Employment Summary

Identification code 12-5207-0-2-302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	8	8	7

STEWARDSHIP CONTRACTING PRODUCT SALES

Program and Financing (in millions of dollars)

Identification code 12-5540-0-2-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Stewardship contracting	7	12	2
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	8	12	10
1021 Recoveries of prior year unpaid obligations	1		
1050 Unobligated balance (total)	9	12	10
Budget authority:			
Appropriations, mandatory:			
1201 Appropriation (special or trust fund)	10	10	
1260 Appropriations, mandatory (total)	10	10	
1930 Total budgetary resources available	19	22	10
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	12	10	8
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	9	7	8
3010 Obligations incurred, unexpired accounts	7	12	2
3020 Outlays (gross)	-8	-11	-5
3040 Recoveries of prior year unpaid obligations, unexpired	-1		
3050 Unpaid obligations, end of year	7	8	5
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	9	7	8
3200 Obligated balance, end of year	7	8	5
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	10	10	
Outlays, gross:			
4100 Outlays from new mandatory authority		5	
4101 Outlays from mandatory balances	8	6	5
4110 Outlays, gross (total)	8	11	5
4180 Budget authority, net (total)	10	10	
4190 Outlays, net (total)	8	11	5

Summary of Budget Authority and Outlays (in millions of dollars)

	2012 actual	2013 CR	2014 est.
Enacted/requested:			
Budget Authority	10	10	

Outlays	8	11	5
Legislative proposal, subject to PAYGO:			
Budget Authority			10
Outlays			5
Total:			
Budget Authority	10	10	10
Outlays	8	11	10

Stewardship Contracting.—The Forest Service may enter into stewardship projects via agreement or contract to perform services to achieve land management goals and meet local and rural community needs. Stewardship contracting enables the Forest Service to apply the value of timber or other forest products from stewardship sales as an offset against the costs to accomplish land and resource management objectives. If the offset value exceeds the value of the resource improvement treatments, those receipts are retained and deposited in the Stewardship Contracting Fund and are available until expended for other authorized stewardship projects (16 U.S.C. 2104 note). The Budget proposes permanent reauthorization of stewardship contracting. The current authority expires at the end of 2013.

Object Classification (in millions of dollars)

Identification code 12-5540-0-2-302	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.2 Other services from non-Federal sources	6	11	2
41.0 Grants, subsidies, and contributions	1	1	
99.9 Total new obligations	7	12	2

STEWARDSHIP CONTRACTING PRODUCT SALES

(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12-5540-4-2-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Stewardship contracting			10
Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1201 Appropriation (special or trust fund)			10
1260 Appropriations, mandatory (total)			10
1930 Total budgetary resources available			10
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts			10
3020 Outlays (gross)			-5
3050 Unpaid obligations, end of year			5
Memorandum (non-add) entries:			
3200 Obligated balance, end of year			5
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross			10
Outlays, gross:			
4100 Outlays from new mandatory authority			5
4180 Budget authority, net (total)			10
4190 Outlays, net (total)			5

Object Classification (in millions of dollars)

Identification code 12-5540-4-2-302	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.2 Other services from non-Federal sources			9
41.0 Grants, subsidies, and contributions			1
99.9 Total new obligations			10

LAND ACQUISITION

For expenses necessary to carry out the provisions of the Land and Water Conservation Fund Act of 1965, as amended (16 U.S.C. 4601-4 through 11), including administrative expenses, and for acquisition of land or waters, or interest therein, in accordance with statutory authority applicable to the Forest Service, \$57,984,000, to be derived from the Land and Water Conservation Fund and to remain available until expended.

ACQUISITION OF LANDS FOR NATIONAL FORESTS SPECIAL ACTS

For acquisition of lands within the exterior boundaries of the Cache, Uinta, and Wasatch National Forests, Utah; the Toiyabe National Forest, Nevada; and the Angeles, San Bernardino, Sequoia, and Cleveland National Forests, California, as authorized by law, \$912,000, to be derived from forest receipts.

ACQUISITION OF LANDS TO COMPLETE LAND EXCHANGES

For acquisition of lands, such sums, to be derived from funds deposited by State, county, or municipal governments, public school districts, or other public school authorities, and for authorized expenditures from funds deposited by non-Federal parties pursuant to Land Sale and Exchange Acts, pursuant to the Act of December 4, 1967, as amended (16 U.S.C. 484a), to remain available until expended (16 U.S.C. 4601-516-617a, 555a; Public Law 96-586; Public Law 76-589, 76-591; and Public Law 78-310).

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-9923-0-2-302	2012 actual	2013 CR	2014 est.
0100 Balance, start of year	2	6	7
Adjustments:			
0190 Adjustment - small receipt balances were missing	4		
0199 Balance, start of year	6	6	7
Receipts:			
0220 Deposits, Acquisitions of Lands for National Forests, Special Acts	1	1	1
0221 Land Acquisition Proceeds for Exchanges, Acquisition of Lands to Complete Land Exchanges	5	45	22
0222 Facility Realignment and Enhancement Receipts, Acquisition of Lands to Complete Land Exchanges		1	1
0299 Total receipts and collections	6	47	24
0400 Total: Balances and collections	12	53	31
Appropriations:			
0500 Land Acquisition	-1	-1	-1
0501 Land Acquisition	-5	-45	-22
0599 Total appropriations	-6	-46	-23
0799 Balance, end of year	6	7	8

Program and Financing (in millions of dollars)

Identification code 12-9923-0-2-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Land Acquisition (12X5004 LALW) Discretionary	45	64	64
0002 Land Facilities Enhancement (12X5216 EXSC/SL) Mandatory	4	28	30
0003 Land Acquisition - Special Acts (12Y5208) Discretionary	1	1	1
0900 Total new obligations	50	93	95
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	48	38	64
1001 Discretionary unobligated balance brought fwd, Oct 1	17	27	
1021 Recoveries of prior year unpaid obligations	1		
1050 Unobligated balance (total)	49	38	64
Budget authority:			
Appropriations, discretionary:			
1101 Appropriation: Land Acquisition (12X5004)	53	53	58
1101 Appropriation: Special Acts (12Y5208)	1	1	1
1120 Appropriations transferred to other accts [12-1115]	-20		

1121 Appropriations transferred from other accts [12-1115]	20		
1160 Appropriation, discretionary (total)	34	74	59
Appropriations, mandatory:			
1201 Appropriation (12X5216 EXSC EXSL)	5	45	22
1260 Appropriations, mandatory (total)	5	45	22
1900 Budget authority (total)	39	119	81
1930 Total budgetary resources available	88	157	145
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	38	64	50
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	17	12	23
3010 Obligations incurred, unexpired accounts	50	93	95
3020 Outlays (gross)	-54	-82	-85
3040 Recoveries of prior year unpaid obligations, unexpired	-1		
3050 Unpaid obligations, end of year	12	23	33
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	17	12	23
3200 Obligated balance, end of year	12	23	33
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	34	74	59
Outlays, gross:			
4010 Outlays from new discretionary authority	39	56	44
4011 Outlays from discretionary balances	10	14	25
4020 Outlays, gross (total)	49	70	69
Mandatory:			
4090 Budget authority, gross	5	45	22
Outlays, gross:			
4100 Outlays from new mandatory authority		9	4
4101 Outlays from mandatory balances	5	3	12
4110 Outlays, gross (total)	5	12	16
4180 Budget authority, net (total)	39	119	81
4190 Outlays, net (total)	54	82	85

Summary of Budget Authority and Outlays (in millions of dollars)

	2012 actual	2013 CR	2014 est.
Enacted/requested:			
Budget Authority	39	119	81
Outlays	54	82	85
Legislative proposal, subject to PAYGO:			
Budget Authority			34
Outlays			26
Total:			
Budget Authority	39	119	115
Outlays	54	82	111

The 2014 Budget requests \$59,113,000 for the Land Acquisition accounts, an increase of \$5,083,000 above the 2013 annualized CR level. This heading consolidates land acquisition authorities for acquisition of lands, waters, or interest therein, as authorized by law. Consistent with the President's commitment to the America's Great Outdoors Initiative, the Budget will provide funding for land acquisition through the Land and Water Conservation Fund to support the acquisition of high-priority forests and grasslands. The 2014 Federal Land Acquisition program builds on efforts started in 2012 and 2013 to strategically invest in interagency landscape-scale conservation projects while continuing to meet agency-specific programmatic needs. The Department of the Interior and the U.S. Forest Service collaborated extensively to develop a process to more effectively coordinate land acquisitions with government and local community partners to achieve the highest priority shared conservation goals.

Land Acquisition.—Lands and other interests are acquired adjacent to areas of the National Forest System for such purposes as outdoor recreation, wilderness management, wildlife habitat conservation, watershed protection and enhancement, resource management, and land consolidation.

Mandatory Land and Water Conservation Fund.—The Administration proposes to permanently authorize annual mandatory

funding, without further appropriation or fiscal year limitation for Departments of Agriculture and the Interior Land and Water Conservation Fund programs beginning in fiscal year 2014.

Acquisition of Lands for National Forests, Special Acts.—To acquire lands within critical watersheds to provide soil stabilization and restoration of vegetation. Public Laws 76–589, 76–591 and 78–310 (54 Stat. 297, 298, 299, and 402; and 58 Stat. 227–228) authorize appropriations for the purchase of lands to minimize erosion and flood damage to critical watersheds within the following National Forests: the Cache, Uinta, and Wasatch, Utah; the Toiyabe, Nevada; and the Angeles, Cleveland, San Bernardino, and Sequoia, California. Appropriations are made from receipts on these national forests.

Acquisition of Lands to Complete Land Exchanges.—Deposits are made by State, county, or municipal governments, public school authorities, or non-Federal parties and are used to acquire lands for National Forest System purposes or for other authorized purposes.

Land Facilities Enhancement Fund.—This fund includes the Conveyance of Administrative Sites Program and the Sites Specific Lands Acts Program. These programs enable specific national forests to convey land or facilities and use the proceeds to acquire, construct, or improve land and facilities within the same national forest or State. They also provide for the realignment of the agency's facility portfolio by providing an incentive for local managers to liquidate obsolete or underutilized assets and reinvest in assets that best support the agency's mission (U.S.C. 590d note).

Object Classification (in millions of dollars)

Identification code 12–9923–0–2–302	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	5	5	5
12.1 Civilian personnel benefits	2	2	2
25.2 Other services from non-Federal sources	1	2	2
25.3 Other goods and services from Federal sources	1	2	2
25.7 Operation and maintenance of equipment	1	2	2
32.0 Land and structures	39	80	82
99.0 Direct obligations	49	93	95
99.5 Below reporting threshold	1		
99.9 Total new obligations	50	93	95

Employment Summary

Identification code 12–9923–0–2–302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	71	72	72
3001 Allocation account civilian full-time equivalent employment	131	131	131

LAND ACQUISITION

(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12–9923–4–2–302	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1221 Appropriations transferred from other accts [14–5005]			34
1260 Appropriations, mandatory (total)			34
1900 Budget authority (total)			34
1930 Total budgetary resources available			34
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year			34
Change in obligated balance:			
Unpaid obligations:			
3020 Outlays (gross)			–26
3050 Unpaid obligations, end of year			–26

Memorandum (non-add) entries:			
3200 Obligated balance, end of year			–26
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross			34
Outlays, gross:			
4100 Outlays from new mandatory authority			26
4180 Budget authority, net (total)			34
4190 Outlays, net (total)			26

FOREST SERVICE PERMANENT APPROPRIATIONS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12–9921–0–2–999	2012 actual	2013 CR	2014 est.
0100 Balance, start of year	67	143	189
Receipts:			
0220 National Forests Fund	–2		
0221 National Forests Fund, Payments to States	113	70	70
0222 National Forests Fund, Payments to States			61
0223 Timber Roads, Purchaser Elections	4	2	2
0224 National Forests Fund, Roads and Trails for States	19		18
0225 Timber Salvage Sales	25	20	19
0226 Deposits, Brush Disposal	9	9	9
0227 Rents and Charges for Quarters, Forest Service	8	9	9
0228 Timber Sales Pipeline Restoration Fund	8	7	7
0229 Recreational Fee Demonstration Program, Forest Service	67	68	68
0230 Midewin National Tallgrass Prairie Rental Fees	1	1	1
0231 Charges, User Fees, and Natural Resource Utilization, Land between the Lakes, Forest Service	4	4	4
0232 Administration of Rights-of-way and Other Land Uses	2	2	2
0233 Miscellaneous Collections, Valles Caldera Fund	1	1	1
0234 Funds Retained, Stewardship Contracting Product Sales	10	10	
0235 Funds Retained, Stewardship Contracting Product Sales			10
0236 National Grasslands	104	80	80
0237 Miscellaneous Special Funds, Forest Service	63	40	15
0299 Total receipts and collections	436	323	376
0400 Total: Balances and collections	503	466	565
Appropriations:			
0500 Stewardship Contracting Product Sales	–10	–10	
0501 Stewardship Contracting Product Sales			–10
0502 Forest Service Permanent Appropriations	–350	–267	–245
0503 Forest Service Permanent Appropriations			–61
0599 Total appropriations	–360	–277	–316
0799 Balance, end of year	143	189	249

Program and Financing (in millions of dollars)

Identification code 12–9921–0–2–999	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Brush disposal (5206)	7	9	9
0002 Restoration of Forest Lands and Improvements (5215)	14	40	40
0003 Recreation fee demonstration / enhancement programs (5268)	62	76	76
0004 Timber Roads - Purchaser Election program (5202)	1	2	2
0005 Timber Salvage Sale program (5204)	23	21	19
0006 Timber Pipeline Restoration fund (includes forest botanical products) (5264)	5	8	8
0007 Resource Management Timber Receipts (5220)	2		
0008 Midewin Tallgrass Prairie funds (5277)	1	1	1
0009 Operation and maintenance of quarters (5219)	7	10	10
0010 Land between the lakes management fund (5360)	4	4	4
0011 Valles Caldera fund (5363)	1	1	1
0012 Administration of rights-of-way and other land uses (5361 - URRF, URMN)	1	2	2
0013 Payment to States - National Forest Fund (5201)	137	129	64
0014 Payment to States - transfers from Treasury (1117)	225	207	
0015 Payments to Minnesota (5213)	6	6	6
0016 Payments to Counties - National Grasslands (5896)	23	20	20
0799 Total direct obligations	519	536	262
0801 Admin rights of way - Reimbursable program (5361 - URMJ)	5	8	8
0900 Total new obligations	524	544	270
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	601	484	545

FOREST SERVICE PERMANENT APPROPRIATIONS—Continued
Program and Financing—Continued

Identification code 12–9921–0–2–999	2012 actual	2013 CR	2014 est.
1010 Unobligated balance transfer to other accts [12–1115]	–175		
1021 Recoveries of prior year unpaid obligations	2		
1050 Unobligated balance (total)	428	484	545
Budget authority:			
Appropriations, discretionary:			
1130 Appropriations permanently reduced		–12	–18
1160 Appropriation, discretionary (total)		–12	–18
Appropriations, mandatory:			
1200 Appropriation	225	207	
1201 Appropriation (special or trust fund)	350	267	245
1221 Appropriations transferred from other accts [12–1115]		135	
1260 Appropriations, mandatory (total)	575	609	245
Spending authority from offsetting collections, mandatory:			
1800 Collected	5	8	8
1850 Spending auth from offsetting collections, mand (total)	5	8	8
1900 Budget authority (total)	580	605	235
1930 Total budgetary resources available	1,008	1,089	780
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	484	545	510
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	84	77	42
3010 Obligations incurred, unexpired accounts	524	544	270
3020 Outlays (gross)	–529	–579	–305
3040 Recoveries of prior year unpaid obligations, unexpired	–2		
3050 Unpaid obligations, end of year	77	42	7
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	84	77	42
3200 Obligated balance, end of year	77	42	7
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross		–12	–18
Outlays, gross:			
4010 Outlays from new discretionary authority		–12	–18
Mandatory:			
4090 Budget authority, gross	580	617	253
Outlays, gross:			
4100 Outlays from new mandatory authority	232	525	216
4101 Outlays from mandatory balances	297	66	107
4110 Outlays, gross (total)	529	591	323
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources	–5	–8	–8
4180 Budget authority, net (total)	575	597	227
4190 Outlays, net (total)	524	571	297
Memorandum (non-add) entries:			
5000 Total investments, SOY: Federal securities: Par value			3
5001 Total investments, EOY: Federal securities: Par value		3	3

Summary of Budget Authority and Outlays (in millions of dollars)

	2012 actual	2013 CR	2014 est.
Enacted/requested:			
Budget Authority	575	597	227
Outlays	524	571	297
Legislative proposal, subject to PAYGO:			
Budget Authority			248
Outlays			211
Total:			
Budget Authority	575	597	475
Outlays	524	571	508

Brush Disposal.—Funds from payments by purchasers of National Forest timber to dispose of or treat slash and other debris that result from cutting operations (16 U.S.C. 490).

Restoration of Forestlands and Improvements.—Funds from claim settlements involving damage to lands or improvements and from forfeiture of deposits and bonds by permittees and timber purchasers are used for the restoration made necessary

by the action which led to the settlement of forfeiture (16 U.S.C. 579c).

Recreation Fees, Forest Service (also referred to as the Federal Lands Recreation Enhancement Fund).—The Secretary may implement a fee program for certain recreation sites on Federal lands. Fees collected from users of recreation facilities are used to pay for on-the-ground operation, maintenance, and improvements of recreation sites and services to maintain and enhance recreation opportunities, visitor experiences, and related habitat. (16 U.S.C. 6806 and 6807, P.L. 108–447, Div. J, [title VIII, Sec. 807 and Sec. 808] Dec. 8, 2004, 118 Stat. 3388). The Administration proposes to permanently reauthorize the Departments of Agriculture and the Interior recreation fee program under the Federal Lands Recreation Enhancement Act, which is set to expire on December 8, 2014.

Timber Purchaser Election Roads Construction.—Funds from timber receipts for Government-constructed permanent roads for purchasers of timber who qualify as small businesses and elect to have the Forest Service construct the roads designated under the timber sale contract (16 U.S.C. 472a(i)).

Timber Salvage Sales.—Funds are used for salvage of insect-infested, dead, damaged, or down timber, and to remove associated trees for stand improvement (16 U.S.C. 472a(h)).

Timber Sales Pipeline Restoration Fund.—Funds are used for restoring the timber pipeline and funding the backlog of recreation projects on National Forest System lands. This fund includes Forest Botanical Products fees (P.L. 104–134, Sec. 101 (c), [Title III Sec. 327], April 26, 1996, 110 Stat. 1321–206 and 207)

Forest Botanical Products.—Fees are assessed based on the fair market value for the sale of forest botanical products. The fees cover the costs of analyzing, granting, modifying, and monitoring the harvest of these products; the determination of sustainable harvest levels; and the establishment of personal use levels for which fees would not be collected (16 U.S.C. 528 note).

Midwin National Tallgrass Prairie funds.—Funds collected through user and rental fees can be used as follows:

Midwin National Tallgrass Prairie Rental Fees.—Monies received under a special use authorization are available to cover the cost to the United States of prairie improvement work at the Midwin National Tallgrass Prairie (Public Law 104–106, Div. B, [Title XXIX, sec. 2915 (b), (c)], Feb. 10, 1996, 110 Stat. 601).

Midwin National Tallgrass Prairie Restoration Fund.—Monies received from user fees and the salvage value proceeds from sale of any facilities and improvements are available to cover the costs of restoration and administrative activities. (Public Law 104–106, Div. B, [Title XXIX, sec. 2915 (d), (e), and (f)], Feb. 10, 1996, 110 Stat. 601).

Operation and Maintenance of Quarters.—Quarters rental deductions are collected from employees occupying Forest Service housing facilities. Amounts are deposited into a special fund and are available for the maintenance and operation of employee-occupied quarters (5 U.S.C. 5911).

Land between the Lakes Management Fund.—Under the Land between the Lakes Protection Act of 1998, all amounts received from charges, user fees and natural resource use on the Land between the Lakes National Recreation Area (LBLNRA) are deposited into this fund. The funds are available for the management of the LBLNRA, including payments, salaries, and expenses (16 U.S.C. 4601ll-24) (P.L. 105–277, div. A, Sec. 101(e) [title V, Sec. 524], Oct. 21, 1998, 112 Stat. 2681–315).

Valles Caldera Fund.—Funds authorized under the Valles Caldera Preservation Act (Public Law 106–248) are available

without further appropriation for any purpose consistent with the purposes of the Act. All monies received from donations under subsection (g) or from the management of the Preserve are available for the administration, preservation, restoration, operation and maintenance, improvement, repair, and related expenses incurred with respect to properties under its management jurisdiction (16 U.S.C. 698v-4, 698v-6).

Administration of Rights-of-Way (Cost Recovery Lands Minor Projects) and Other Land Uses.—Fees collected from applicants and holders of special use authorizations are available to pay for processing applications and monitoring compliance with special use authorizations. Flat fees are assessed for permits that require less than 50 hours of agency time to process or monitor. (31 U.S.C. 9701; 43 U.S.C. 1764(g); 30 U.S.C. 815(1); P.L. 82137; P.L. 66146; P.L. 94579; 113 Stat. 1501A-196197 as amended by 118 Stat. 3105; 119 Stat. 555 and P.L. 110161; 16 U.S.C. 46016d; 117 Stat. 294297). In addition to the Cost Recovery Lands Minor Projects, this fund also includes:

Commercial Filming.—The Act of May 26, 2000 permits the collection and use of fees from commercial filming and still photography permits. (16 U.S.C. 4601-6d) (P. L. 106–206).

Organizational Camps.—The National Forest Organizational Camp Fee Improvement Act of 2003 permits the collection of land use fees from organizational camps located on national forests. (16 U.S.C. 6231 et seq.) (P.L. 108–7).

Administration of Rights-of-Way Reimbursable Program (Cost Recovery Lands Major Projects).—See description of Administration of Rights-of-Way above. (31 U.S.C. 9701; 43 U.S.C. 1764(g); 30 U.S.C. 815(1); P.L. 82137; P.L. 66146; P.L. 94579; 113 Stat. 1501A-196197 as amended by 118 Stat. 3105; 119 Stat. 555 and P.L. 110161; 16 U.S.C. 46016d; 117 Stat. 294297).

Payments to States.—The Secure Rural Schools and Community Self-Determination Act of 2000 (SRS Act), P.L. 106–393, was enacted to provide for transitional assistance to rural counties affected by the decline in revenue from timber harvests on federal lands. The last payment authorized under P.L. 106–393 was for 2006. Section 601 of Division C of P.L. 110–343 amended and reauthorized the SRS Act (P.L. 106–393) through 2011, and P.L. 112–141 reauthorized the program through 2012. The SRS Act, as amended, retains the original title. The amended SRS Act was similar to P.L. 106–393, although it is structured to phase out payments. The amended Act is no longer authorized at the end of 2012 with the last payment being issued in 2013.

If the SRS Act is not reauthorized, States will revert to the Payments to States Act of 1908, as amended (16 U.S.C. 500). This Act requires with a few exceptions, that 25 percent of all monies received from the national forests and deposited into the National Forest Fund during a fiscal year from timber, grazing, special-use permits, power and mineral leases, and admission and user fees be paid to the States in which the national forests are located, for public schools and public roads in the county or counties in which the national forests are situated.

The Budget reflects a five-year reauthorization, starting in 2013, of the Secure Rural Schools Act with funding through mandatory appropriations. This SRS proposal revises the allocation split between the three portions of the program from the current authority emphasizing enhancement of forest ecosystems, restoration and improvement of land health and water quality and the increase of economic activity. The 2014 payment is proposed to be \$278 million.

Payment to Minnesota.—At the close of each fiscal year, the State of Minnesota is paid 0.75 percent of the appraised value of certain Superior National Forest lands in the counties of Cook

Lake and St. Louis for distribution to these counties (16 U.S.C. 577g).

Payments to Counties, National Grasslands.—This program provides an annual payment to counties in which Title III-Bankhead-Jones Acquired Lands are located for funding public schools and roads. Of the net revenues for use of Title III Bankhead-Jones Farm Tenant Act lands, 25 percent is paid to the counties in which such lands are located for public school and road purposes (7 U.S.C. 1012).

Roads and Trails (10 Percent) Fund.—Under this fund, 10 percent of all national forest receipts are used by the Forest Service to repair or reconstruct roads, bridges, and trails on NFS lands. Funds are directed towards correcting road and trail deficiencies that adversely affect ecosystems. Beginning in 1999, the authority was expanded to allow the use of funds for the purpose of improving forest health conditions, and repairing or reconstructing roads and bridges on NFS lands in the wildland-urban interface where there is an abnormally high risk of fire. (16 U.S.C. 501). Refer to the Capital Improvement and Maintenance appropriation for details of activities funded for roads and trails. Since 2008, Congress directed that funds becoming available under the Act of March 4, 1913, be transferred to Treasury.

Licensee Program.—Funds from fees for the use of characters by private enterprises are collected under regulations promulgated by the Secretary. Funds collected and used annually are less than \$1 million. The licensee program includes the following:

Smokey Bear.—For furthering the nationwide forest fire prevention campaign (16 U.S.C. 580p(2)).

Woody Owl.—For promoting wise use of the environment and programs which foster maintenance and improvement of environmental quality (16 U.S.C. 580p(1)).

Quinault Special Management Area.—The Act of November 8, 1988 assigns responsibility to the Forest Service for managing the natural resources and distributing proceeds from the sale of forest products in the Quinault Special Management Area of the Olympic National Forest. Receipts from use of this land are divided between the State of Washington (45 percent), the Quinault Tribe (45 percent) and the Quinault Special Management Area fund (10 percent) for use by the Olympic National Forester to administer future timber sales. Funds collected and used annually are less than \$1 million (P.L. 100–638) (102 Stat. 3327).

Hardwood Technology Transfer and Applied Research Fund.—The Hardwood Technology Transfer and Applied Research fund allows for funds to be collected from leasing the Wood Education and Research Center (WERC) wood shop and rough mill under a special use permit. These funds are available for the management and operation of the WERC and the payment of salaries and expenses. Funds collected and used annually are less than \$1 million (P.L. 106–113, div. B, 1000(a)(3) [Title III, 332], Nov. 29, 1999, 113 Stat. 1535, 1501A197).

Object Classification (in millions of dollars)

Identification code 12–9921–0–2–999	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	44	44	42
11.3 Other than full-time permanent	12	12	12
11.5 Other personnel compensation	4	4	4
11.9 Total personnel compensation	60	60	58
12.1 Civilian personnel benefits	17	17	16
13.0 Benefits for former personnel	2	2	1
21.0 Travel and transportation of persons	2	2	2
22.0 Transportation of things	1	1	1
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	4	4	4
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	48	51	19

FOREST SERVICE PERMANENT APPROPRIATIONS—Continued
Object Classification—Continued

Identification code 12-9921-0-2-999	2012 actual	2013 CR	2014 est.
25.3 Other goods and services from Federal sources	8	9	4
25.7 Operation and maintenance of equipment	1	1	1
26.0 Supplies and materials	8	8	8
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	362	376	144
42.0 Insurance claims and indemnities	2	2	1
99.0 Direct obligations	518	536	262
99.0 Reimbursable obligations	5	8	8
99.5 Below reporting threshold	1		
99.9 Total new obligations	524	544	270

Employment Summary

Identification code 12-9921-0-2-999	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	1,243	1,400	1,182
2001 Reimbursable civilian full-time equivalent employment	48	68	68

FOREST SERVICE PERMANENT APPROPRIATIONS
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 12-9921-4-2-999	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation (SRS Warrant)			196
1201 Appropriation (special or trust fund)			61
1230 Appropriations and/or unobligated balance of appropriations permanently reduced (Purchaser Elect pay for Stewardship)			-9
1260 Appropriations, mandatory (total)			248
1930 Total budgetary resources available			248
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year			248
Change in obligated balance:			
Unpaid obligations:			
3020 Outlays (gross)			-211
3050 Unpaid obligations, end of year			-211
Memorandum (non-add) entries:			
3200 Obligated balance, end of year			-211
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross			248
Outlays, gross:			
4100 Outlays from new mandatory authority			211
4180 Budget authority, net (total)			248
4190 Outlays, net (total)			211

WORKING CAPITAL FUND

Program and Financing (in millions of dollars)

Identification code 12-4605-0-4-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0801 Working capital fund	237	245	245
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	134	142	142
1021 Recoveries of prior year unpaid obligations	1		
1050 Unobligated balance (total)	135	142	142
Budget authority:			
1700 Spending authority from offsetting collections, discretionary: Collected	243	245	245

1701 Change in uncollected payments, Federal sources	1		
1750 Spending auth from offsetting collections, disc (total)	244	245	245
1930 Total budgetary resources available	379	387	387
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	142	142	142
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	45	45	18
3010 Obligations incurred, unexpired accounts	237	245	245
3020 Outlays (gross)	-236	-272	-256
3040 Recoveries of prior year unpaid obligations, unexpired	-1		
3050 Unpaid obligations, end of year	45	18	7
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-1	-2	-2
3070 Change in uncollected pymts, Fed sources, unexpired	-1		
3090 Uncollected pymts, Fed sources, end of year	-2	-2	-2
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	44	43	16
3200 Obligated balance, end of year	43	16	5
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	244	245	245
Outlays, gross:			
4010 Outlays from new discretionary authority	197	208	208
4011 Outlays from discretionary balances	39	64	48
4020 Outlays, gross (total)	236	272	256
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-241	-243	-243
4033 Non-Federal sources	-2	-2	-2
4040 Offsets against gross budget authority and outlays (total) ...	-243	-245	-245
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	-1		
4080 Outlays, net (discretionary)	-7	27	11
4190 Outlays, net (total)	-7	27	11

The Working Capital Fund is a self-sustaining revolving fund that provides services to national forests, to research experiment stations, to other Federal agencies when necessary, to State and private agencies as provided by law, and to persons who cooperate with the Forest Service in fire control and other authorized programs. Forestry-related supply and support services include:

Equipment Services.—The Fund owns, operates, maintains, replaces, and repairs common-use, motor-driven, and similar equipment. This equipment is rented to administrative units, that is, national forests, research experiment stations, and other units, and, in some cases, to other agencies, at rates which recover the cost of operation, repair and maintenance, management, and depreciation. The rates also include an increment which provides additional cash which, when added to depreciation earnings and the residual value of equipment, provides sufficient funds to replace the equipment. The Budget includes Forest Service implementation, in conjunction with the General Services Administration, of a vehicle allocation methodology that analyzes fleet vehicle effectiveness, cost to serve, life cycle costs, vehicle pooling, procurement practices, and reduction of operating costs.

Aircraft Services.—The Fund operates, maintains, and repairs Forest Service-owned aircraft used in fire surveillance and suppression and in other Forest Service programs. The aircraft are rented to national forests, research experiment stations, and in some cases to other agencies, at rates which recover the cost of depreciation, operation, maintenance, repair, and improvements in the airworthiness of the aircraft. Aircraft replacement costs are financed from either appropriated funds or the Forest Service Working Capital Fund, or a combination of both.

Supply Services.—The fund operates the following common services, and provides for cost-recovery of Working Capital Fund Program Management: photo reproduction laboratories that

store, reproduce, and supply aerial photographs, aerial maps, and other photographs of national forest lands. Photographic reproductions are sold to national forests, research experiment stations, and others at cost. Sign shops that manufacture and supply special signs for the national forests for use in regulating traffic and as information to the public and other users of the national forests. Signs are sold to national forests and research experiment stations at cost.

Nurseries.—The fund operates seed supply services that provide tree seeds for direct seeding or sowing in nurseries for the production of trees. Activities include purchase or collection of cones, extraction of seeds, cleaning and testing, and storage and delivery. The fund operates in conjunction with forest tree nurseries and cold storage facilities for storage of tree seedlings. Tree seedlings are sold to national forests, State foresters, and other cooperators at cost.

Object Classification (in millions of dollars)

Identification code 12-4605-0-4-302	2012 actual	2013 CR	2014 est.
Reimbursable obligations:			
Personnel compensation:			
11.1 Full-time permanent	37	37	37
11.3 Other than full-time permanent	2	2	2
11.5 Other personnel compensation	3	3	3
11.9 Total personnel compensation	42	42	42
12.1 Civilian personnel benefits	13	13	13
21.0 Travel and transportation of persons	2	2	2
22.0 Transportation of things	1	1	1
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	2	2	2
24.0 Printing and reproduction	1	1	1
25.2 Other services from non-Federal sources	12	14	14
25.3 Other goods and services from Federal sources	3	3	3
25.7 Operation and maintenance of equipment	18	19	19
26.0 Supplies and materials	72	75	75
31.0 Equipment	70	72	72
99.9 Total new obligations	237	245	245

Employment Summary

Identification code 12-4605-0-4-302	2012 actual	2013 CR	2014 est.
2001 Reimbursable civilian full-time equivalent employment	658	658	658

Trust Funds

FOREST SERVICE TRUST FUNDS

Special and Trust Fund Receipts (in millions of dollars)

Identification code 12-9974-0-7-302	2012 actual	2013 CR	2014 est.
0100 Balance, start of year			
Receipts:			
0200 Transfers from General Fund of Amounts Equal to Certain Customs Duties, Reforestation Trust Fund	30	30	30
0220 Forest Service Cooperative Fund	72	73	77
0240 General Fund Payment from Wildland Fire Management, Forest Service Cooperative Fund		160	
0299 Total receipts and collections	102	263	107
0400 Total: Balances and collections	102	263	107
Appropriations:			
0500 Forest Service Trust Funds	-102	-103	-107
0501 Forest Service Trust Funds		-160	
0599 Total appropriations	-102	-263	-107
0799 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 12-9974-0-7-302	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Cooperative work trust fund (8028 - CWKV/K2)	219	74	70
0002 Cooperative work advance payments (8028 - CWF2)	12	14	18
0003 Reforestation trust fund (8046 - RTRT)	29	30	30
0799 Total direct obligations	260	118	118
0801 Reimbursable program-coop work other (8028 - CWFS)	27	60	60
0900 Total new obligations	287	178	178
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	353	194	335
1021 Recoveries of prior year unpaid obligations	1		
1050 Unobligated balance (total)	354	194	335
Budget authority:			
Appropriations, mandatory:			
1201 Appropriation (special or trust fund)	102	103	107
1201 Appropriation (General Fund Repayment from Wildfire Management)		160	
1260 Appropriations, mandatory (total)	102	263	107
Spending authority from offsetting collections, mandatory:			
1800 Collected (CWFS)	25	56	56
1850 Spending auth from offsetting collections, mand (total)	25	56	56
1900 Budget authority (total)	127	319	163
1930 Total budgetary resources available	481	513	498
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	194	335	320
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	42	41	
3010 Obligations incurred, unexpired accounts	287	178	178
3020 Outlays (gross)	-287	-219	-178
3040 Recoveries of prior year unpaid obligations, unexpired	-1		
3050 Unpaid obligations, end of year	41		
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	42	41	
3200 Obligated balance, end of year	41		
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	127	319	163
Outlays, gross:			
4100 Outlays from new mandatory authority	39	177	99
4101 Outlays from mandatory balances	248	42	79
4110 Outlays, gross (total)	287	219	178
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources	-25	-56	-56
4180 Budget authority, net (total)	102	263	107
4190 Outlays, net (total)	262	163	122
Memorandum (non-add) entries:			
5000 Total investments, SOY: Federal securities: Par value			6
5001 Total investments, EOY: Federal securities: Par value		6	6

Cooperative Work Trust Fund-Knutson Vandenberg.—Funds, including deposits from purchasers of timber, are received and used for specified work in forest investigations, protection, and improvement of the National Forest System, including protection, reforestation, and administration of private lands adjacent to National Forests (7 U.S.C. 2269; 16 U.S.C. 498, 535, 572, 572a, 576b, 1643; and 31 U.S.C. 1321).

Cooperative Work Trust Fund-Advanced Payments (Non-Agreement Based).—This fund is used to collect deposits received from partners and cooperators for protecting and improving resources of the National Forest System as authorized by permits or sale contracts. Under this fund deposits from multiple contributors can be pooled; the majority of these pooled collections are not subject to refunds, in accordance with the provisions of the respective authorizing instrument. Deposit funds support a wide variety of activities that benefit and support programs in Forest

FOREST SERVICE TRUST FUNDS—Continued

and Rangeland Research, on National Forest System lands, and for other agency activities. There are multiple statutes that authorize this fund including 16 U.S.C. 572 and 31 U.S.C. 1321.

Reforestation Trust Fund.—Amounts from this account are used for reforestation and timber stand improvement (16 U.S.C. 1606a(d)).

Cooperative Work Trust Fund-Reimbursable Program (Agreement Based).—This fund is used to collect deposits received from partners and cooperators for protecting and improving resources of the National Forest System as authorized by cooperative agreements. Deposit funds support a wide variety of activities that benefit and support programs in Forest and Rangeland Research, on National Forest System lands, and for other agency activities. There are multiple statutes that authorize this fund including 16 U.S.C. 498, 16 U.S.C. 532–537, and 31 U.S.C. 1321.

Land between the Lakes Trust Fund.—Interest earned from funds transferred by the Tennessee Valley Authority is available for public education, grants, recreation internships, conservation and multiple-use management of the Land between the Lakes. Funds collected and used annually are less than \$1 million (16 U.S.C. 460lll-31).

Object Classification (in millions of dollars)

Identification code 12–9974–0–7–302	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	36	44	44
11.3 Other than full-time permanent	3	4	4
11.5 Other personnel compensation	2	2	2
11.9 Total personnel compensation	41	50	50
12.1 Civilian personnel benefits	13	16	16
13.0 Benefits for former personnel	1	1	1
23.1 Rental payments to GSA	1	1	1
23.2 Rental payments to others	1	1	1
23.3 Communications, utilities, and miscellaneous charges	2	1	1
25.2 Other services from non-Federal sources	186	40	40
25.3 Other goods and services from Federal sources	8	4	4
26.0 Supplies and materials	5	2	2
31.0 Equipment	1	1	1
41.0 Grants, subsidies, and contributions	1	1	1
99.0 Direct obligations	260	118	118
99.0 Reimbursable obligations	25	60	60
99.5 Below reporting threshold	2	.....	.....
99.9 Total new obligations	287	178	178

Employment Summary

Identification code 12–9974–0–7–302	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	718	872	872
2001 Reimbursable civilian full-time equivalent employment	176	308	308

ADMINISTRATIVE PROVISIONS, FOREST SERVICE

(INCLUDING TRANSFERS OF FUNDS)

Appropriations to the Forest Service for the current fiscal year shall be available for: (1) purchase of passenger motor vehicles; acquisition of passenger motor vehicles from excess sources, and hire of such vehicles; purchase, lease, operation, maintenance, and acquisition of aircraft to maintain the operable fleet for use in Forest Service wildland fire programs and other Forest Service programs; notwithstanding other provisions of law, existing aircraft being replaced may be sold, with proceeds derived or trade-in value used to offset the purchase price for the replacement aircraft; (2) services pursuant to 7 U.S.C. 2225, and not to exceed \$100,000 for employment under 5 U.S.C. 3109; (3) purchase, erection, and alteration of buildings and other public improvements (7 U.S.C. 2250); (4) acquisition of land, waters, and interests therein pursuant to 7 U.S.C. 428a; (5) for

expenses pursuant to the Volunteers in the National Forest Act of 1972 (16 U.S.C. 558a, 558d, and 558a note); (6) the cost of uniforms as authorized by 5 U.S.C. 5901–5902; and (7) for debt collection contracts in accordance with 31 U.S.C. 3718(c).

Any appropriations or funds available to the Forest Service may be transferred to the Wildland Fire Management appropriation for forest firefighting, emergency rehabilitation of burned-over or damaged lands or waters under its jurisdiction, and fire preparedness due to severe burning conditions upon the Secretary's notification of the House and Senate Committees on Appropriations that all fire suppression funds appropriated under the headings "Wildland Fire Management" and "FLAME Wildfire Suppression Reserve Fund" will be obligated within 30 days.

Funds appropriated to the Forest Service shall be available for assistance to or through the Agency for International Development in connection with forest and rangeland research, technical information, and assistance in foreign countries, and shall be available to support forestry and related natural resource activities outside the United States and its territories and possessions, including technical assistance, education and training, and cooperation with U.S., private, and international organizations. The Forest Service, acting for the International Program, may sign direct funding agreements with foreign governments and institutions as well as other domestic agencies (including the U.S. Agency for International Development, the Department of State, and the Millennium Challenge Corporation), U.S. private sector firms, institutions and organizations to provide technical assistance and training programs overseas on forestry and rangeland management.

None of the funds made available to the Forest Service in this Act or any other Act with respect to any fiscal year shall be subject to transfer under the provisions of section 702(b) of the Department of Agriculture Organic Act of 1944 (7 U.S.C. 2257), section 442 of Public Law 106–224 (7 U.S.C. 7772), or section 10417(b) of Public Law 107–107 (7 U.S.C. 8316(b)).

Not more than \$82,000,000 of funds available to the Forest Service shall be transferred to the Working Capital Fund of the Department of Agriculture and not more than \$14,500,000 of funds available to the Forest Service shall be transferred to the Department of Agriculture for Department Reimbursable Programs, commonly referred to as Greenbook charges. Nothing in this paragraph shall prohibit or limit the use of reimbursable agreements requested by the Forest Service in order to obtain services from the Department of Agriculture's National Information Technology Center. Nothing in this paragraph shall limit the Forest Service portion of implementation costs to be paid to the Department of Agriculture for the Financial Management Modernization Initiative.

Funds available to the Forest Service shall be available for priority projects within the scope of the approved budget, which shall be carried out by the Youth Conservation Corps and shall be carried out under the authority of the Public Lands Corps Act of 1993, Public Law 103–82, as amended by Public Lands Corps Healthy Forests Restoration Act of 2005, Public Law 109–154.

Of the funds available to the Forest Service, \$4,000 is available to the Chief of the Forest Service for official reception and representation expenses.

Pursuant to sections 405(b) and 410(b) of Public Law 101–593, of the funds available to the Forest Service, up to \$3,000,000 may be advanced in a lump sum to the National Forest Foundation to aid conservation partnership projects in support of the Forest Service mission, without regard to when the Foundation incurs expenses, for projects on or benefitting National Forest System lands or related to Forest Service programs: Provided, That of the Federal funds made available to the Foundation, no more than \$300,000 shall be available for administrative expenses: Provided further, That the Foundation shall obtain, by the end of the period of Federal financial assistance, private contributions to match on at least one-for-one basis funds made available by the Forest Service: Provided further, That the Foundation may transfer Federal funds to a Federal or a non-Federal recipient for a project at the same rate that the recipient has obtained the non-Federal matching funds: Provided further, That authorized investments of Federal funds held by the Foundation may be made only in interest-bearing obligations of the United States or in obligations guaranteed as to both principal and interest by the United States.

Pursuant to section 2(b)(2) of Public Law 98–244, up to \$3,000,000 of the funds available to the Forest Service may be advanced to the National Fish and Wildlife Foundation in a lump sum to aid cost-share conservation

projects, without regard to when expenses are incurred, on or benefitting National Forest System lands or related to Forest Service programs: Provided, That such funds shall be matched on at least a one-for-one basis by the Foundation or its sub-recipients: Provided further, That the Foundation may transfer Federal funds to a Federal or non-Federal recipient for a project at the same rate that the recipient has obtained the non-Federal matching funds.

Funds appropriated to the Forest Service shall be available for interactions with and providing technical assistance to rural communities and natural resource-based businesses for sustainable rural development purposes.

Funds appropriated to the Forest Service shall be available for payments to counties within the Columbia River Gorge National Scenic Area, pursuant to section 14(c)(1) and (2), and section 16(a)(2) of Public Law 99-663.

Any funds appropriated to the Forest Service may be used to meet the non-Federal share requirement in section 502(c) of the Older Americans Act of 1965 (42 U.S.C. 3056(c)(2)).

Funds available to the Forest Service, not to exceed \$55,000,000, shall be assessed for the purpose of performing fire, administrative and other facilities maintenance and decommissioning. Such assessments shall occur using a square foot rate charged on the same basis the agency uses to assess programs for payment of rent, utilities, and other support services.

Notwithstanding any other provision of law, any appropriations or funds available to the Forest Service not to exceed \$500,000 may be used to reimburse the Office of the General Counsel (OGC), Department of Agriculture, for travel and related expenses incurred as a result of OGC assistance or participation requested by the Forest Service at meetings, training sessions, management reviews, land purchase negotiations and similar non-litigation-related matters. Future budget justifications for both the Forest Service and the Department of Agriculture should clearly display the sums previously transferred and the requested funding transfers.

An eligible individual who is employed in any project funded under title V of the Older Americans Act of 1965 (42 U.S.C. 3056 et seq.) and administered by the Forest Service shall be considered to be a Federal employee for purposes of chapter 171 of title 28, United States Code.

The 19th unnumbered paragraph under the heading "Administrative Provisions, Forest Service" in title III of the Department of the Interior, Environment, and Related Agencies Appropriations Act, 2006, Public Law 109-54, as amended, is amended by striking "2014" and inserting "2019".

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2012 actual	2013 CR	2014 est.
Offsetting receipts from the public:			
12-181100 National Grasslands		76	60
12-222100 National Forest Fund	18	12	62
Legislative proposal, subject to PAYGO			-62
12-267530 Biorefinery Assistance, Downward Reestimates of Subsidies		35	
12-270110 Agriculture Credit Insurance, Negative Subsidies	1	3	6
12-270130 Agriculture Credit Insurance, Downward Reestimates of Subsidies	208	202	
12-270210 Rural Electrification and Telephone Loans, Negative Subsidies	78	195	235
12-270230 Rural Electrification and Telephone Loans, Downward Reestimates of Subsidies	507	379	
12-270330 Rural Water and Waste Disposal, Downward Reestimates of Subsidies	126	274	
12-270510 Rural Community Facility, Negative Subsidies	3	16	41
12-270530 Rural Community Facility, Downward Reestimates of Subsidies	132	68	
12-270610 Rural Housing Insurance, Negative Subsidies	12	52	42
12-270630 Rural Housing Insurance, Downward Reestimates of Subsidies	68	36	
12-270730 Rural Business and Industry, Downward Reestimates of Subsidies	40	9	
12-270830 P.L. 480 Loan Program, Downward Reestimates of Subsidies	10	9	
12-271030 Rural Development Loans, Downward Reestimates of Subsidies	5	4	
12-271130 Rural Telephone Bank Loans, Downward Reestimates of Subsidies	2	1	
12-271330 Economic Development Loans, Downward Reestimates of Subsidies	1	1	

12-274630 Downward Reestimates, Distance Learning, Telemedicine, and Broadband Program	42	19	
12-275430 Apple Loan Program, Downward Reestimates of Subsidies	4		
12-275610 Negative Subsidies, Farm Storage Facility Loans	4	4	7
12-275630 Farm Storage Facility Loans, Downward Reestimate of Subsidies	14	26	
12-275730 Commodity Credit Corporation Export Guarantee Financing, Downward Reestimate of Subsidies	7	27	
12-277930 Multifamily Housing Revitalization Fund, Downward Reestimates of Subsidies	11	3	
12-278630 Rural Energy for America Program, Downward Reestimates of Subsidies		5	
12-279310 Commodity Credit Corporation Export Guarantee Financing, Negative Subsidies	34	55	59
12-322000 All Other General Fund Proprietary Receipts Including Budget Clearing Accounts	11	5	5
General Fund Offsetting receipts from the public	1,338	1,516	455
Intragovernmental payments:			
12-388600 Undistributed Intragovernmental Payments and Receivables from Cancelled Accounts	-24		
General Fund Intragovernmental payments	-24		

TITLE VII—GENERAL PROVISIONS

(INCLUDING CANCELLATIONS AND TRANSFERS OF FUNDS)

SEC. 701. Within the unit limit of cost fixed by law, appropriations and authorizations made for the Department of Agriculture for the current fiscal year under this Act shall be available for the purchase, in addition to those specifically provided for, of not to exceed 69 passenger motor vehicles of which 69 shall be for replacement only, and for the hire of such vehicles.

SEC. 702. The Secretary of Agriculture may transfer unobligated balances of discretionary funds appropriated by this Act or other available unobligated discretionary balances of the Department of Agriculture to the Working Capital Fund for the acquisition of plant and capital equipment necessary for the delivery of financial, administrative, and information technology services of primary benefit to the agencies of the Department of Agriculture: Provided, That none of the funds made available by this Act or any other Act shall be transferred to the Working Capital Fund without the prior notification to the agency administrator: Provided further, That none of the funds transferred to the Working Capital Fund pursuant to this section shall be available for obligation without the prior notification to the Committees on Appropriations of both Houses of Congress: Provided further, That of annual income amounts in the Working Capital Fund of the Department of Agriculture allocated for the National Finance Center, the Secretary may reserve not more than 4 percent for the replacement or acquisition of capital equipment, including equipment for the improvement and implementation of a financial management plan, information technology, and other systems of the National Finance Center or to pay any unforeseen, extraordinary cost of the National Finance Center: Provided further, That none of the amounts reserved shall be available for obligation unless the Secretary submits notification of the obligation to the Committees on Appropriations of the House of Representatives and the Senate: Provided further, That the limitation on the obligation of funds pending notification to Congressional Committees shall not apply to any obligation that, as determined by the Secretary, is necessary to respond to a declared state of emergency that significantly impacts the operations of the National Finance Center; or to evacuate employees of the National Finance Center to a safe haven to continue operations of the National Finance Center.

SEC. 703. No part of any appropriation contained in this Act shall remain available for obligation beyond the current fiscal year unless expressly so provided herein.

SEC. 704. No funds appropriated by this Act may be used to pay negotiated indirect cost rates on cooperative agreements or similar arrangements between the United States Department of Agriculture and nonprofit institutions in excess of 10 percent of the total direct cost of the agreement when the purpose of such cooperative arrangements is to carry out programs of mutual interest between the two parties. This does not preclude appropriate payment of indirect costs on grants and contracts with such institutions when such indirect costs are computed on a similar basis for all agencies for which appropriations are provided in this Act.

SEC. 705. Appropriations to the Department of Agriculture for the cost of direct and guaranteed loans made available in the current fiscal year shall remain available until expended to disburse obligations made in the current fiscal year for the following accounts: the Rural Development Loan Fund program account, the Rural Electrification and Telecommunication Loans program account, and the Rural Housing Insurance Fund program account.

SEC. 706. None of the funds appropriated by this Act may be used to carry out section 410 of the Federal Meat Inspection Act (21 U.S.C. 679a) or section 30 of the Poultry Products Inspection Act (21 U.S.C. 471).

SEC. 707. None of the funds made available to the Department of Agriculture by this Act may be used to acquire new information technology systems or significant upgrades, as determined by the Office of the Chief Information Officer, without the approval of the Chief Information Officer and the concurrence of the Executive Information Technology Investment Review Board: Provided, That notwithstanding any other provision of law, none of the funds appropriated or otherwise made available by this Act may be transferred to the Office of the Chief Information Officer unless notification has been transmitted to the Committees on Appropriations of both Houses of Congress: Provided further, That none of the funds available to the Department of Agriculture for information technology shall be obligated for projects over \$25,000 prior to receipt of written approval by the Chief Information Officer.

SEC. 708. Funds made available under section 1240I and section 1241(a) of the Food Security Act of 1985 and section 524(b) of the Federal Crop Insurance Act (7 U.S.C. 1524(b)) in the current fiscal year shall remain available until expended to disburse obligations made in the current fiscal year.

SEC. 709. Notwithstanding any other provision of law, any former RUS borrower that has repaid or prepaid an insured, direct or guaranteed loan under the Rural Electrification Act of 1936, or any not-for-profit utility that is eligible to receive an insured or direct loan under such Act, shall be eligible for assistance under section 313(b)(2)(B) of such Act in the same manner as a borrower under such Act.

SEC. 710. Notwithstanding any other provision of law, for the purposes of a grant under section 412 of the Agricultural Research, Extension, and Education Reform Act of 1998, none of the funds in this or any other Act may be used to prohibit the provision of in-kind support from non-Federal sources under section 412(e)(3) of such Act in the form of unrecovered indirect costs not otherwise charged against the grant, consistent with the indirect rate of cost approved for a recipient.

SEC. 711. Except as otherwise specifically provided by law, unobligated balances remaining available at the end of the fiscal year from appropriations made available for salaries and expenses in this Act for the Farm Service Agency and the Rural Development mission area, shall remain available through September 30, 2015, for information technology expenses.

SEC. 712. The Secretary of Agriculture may authorize a State agency to use funds provided in this Act to exceed the maximum amount of liquid infant formula specified in 7 CFR 246.10 when issuing liquid infant formula to participants.

SEC. 713. None of the funds appropriated or otherwise made available by this Act may be used for first-class travel by the employees of agencies funded by this Act in contravention of sections 301–10.122 through 301–10.124 of title 41, Code of Federal Regulations.

SEC. 714. (a) In the case of each program established or amended by the Food, Conservation, and Energy Act of 2008 (Public Law 110–246), other than by title I or subtitle A of title III of such Act, that is authorized or required to be carried out using funds of the Commodity Credit Corporation—

(1) such funds shall be available for salaries and related administrative expenses, including technical assistance, associated with the implementation of the program, without regard to the limitation on the total amount of allotments and fund transfers contained in section 11 of the Commodity Credit Corporation Charter Act (15 U.S.C. 714i); and

(2) the use of such funds for such purpose shall not be considered to be a fund transfer or allotment for purposes of applying the limitation on the total amount of allotments and fund transfers contained in such section.

(b) The authority provided by this section shall apply without limitation to programs that receive definite budget authority.

(c) Up to a total of \$50,000,000 may be used to carry out this section for programs that receive permanent indefinite authority.

SEC. 715. Sections 412(e)(1) and 501(d) of the Food for Peace Act (7 U.S.C. 1736f(e)(1) and 7 U.S.C. 1737(d), respectively), are amended by striking "amounts made available" and inserting "amounts appropriated".

SEC. 716. Of the funds made available by this Act, not more than \$2,900,000 shall be used to cover necessary expenses of activities related to all advisory committees, panels, commissions, and task forces of the Department of Agriculture, except for panels used to comply with negotiated rule makings and panels used to evaluate competitively awarded grants.

SEC. 717. None of the funds in this Act shall be available to pay indirect costs charged against any agricultural research, education, or extension grant awards issued by the National Institute of Food and Agriculture that exceed 30 percent of total Federal funds provided under each award: Provided, That notwithstanding section 1462 of the National Agricultural Research, Extension, and Teaching Policy Act of 1977 (7 U.S.C. 3310), funds provided by this Act for grants awarded competitively by the National Institute of Food and Agriculture shall be available to pay full allowable indirect costs for each grant awarded under section 9 of the Small Business Act (15 U.S.C. 638).

SEC. 718. The Secretary may reserve, through June 30, 2014, up to 5 percent of the funding available for the following items for projects in areas that are engaged in strategic regional development planning as defined by the Secretary: business and industry guaranteed loans; rural development loan fund; rural business and cooperative grants; rural economic development program; rural microenterprise program; rural energy for America program; value-added producer grants; broadband program; water and waste program; and rural community facilities program.

SEC. 719. Notwithstanding section 310B(g)(5) of the Consolidated Farm and Rural Development Act (7 U.S.C. 1932(g)(5)), the Secretary may assess a one-time fee for any guaranteed business and industry loan in an amount that does not exceed 3 percent of the guaranteed principal portion of the loan.

SEC. 720. None of the funds appropriated or otherwise made available by this or any other Act shall be used to pay the salaries and expenses of personnel to carry out the following: (a) a Conservation Stewardship Program as authorized by Chapter 2 of subtitle D of title XII of the Food Security Act of 1985, as amended (16 U.S.C. 3838d–3838i), to enroll in excess of 11,991,222 acres in the fiscal year 2014. Such program shall be permanently reduced by 777,778 acres; (b) an Agricultural Management Assistance Program as authorized by section 524 of the Federal Crop Insurance Act, as amended (7 U.S.C. 1524), in excess of \$2,500,000 for the Natural Resources Conservation Service. Funds exceeding this amount for fiscal year 2014 are hereby permanently cancelled; (c) an Environmental Quality Incentives Program as authorized by sections 1240–1240H of the Food Security Act of 1985, as amended (16 U.S.C. 3839aa–3839aa(8)), in excess of \$1,350,000,000. Funds exceeding this amount for fiscal year 2014 are hereby permanently cancelled; (d) a program authorized by section 14(h)(1) of the Watershed Protection and Flood Prevention Act (16 U.S.C. 1012(h)(1)). Of the funds available under such section for fiscal year 2014, \$165,000,000 are hereby permanently cancelled; (e) a Wildlife Habitat Incentives Program established under section 1240N of the Food Security Act of 1985, as amended (16 U.S.C. 3839bb-1), in excess of \$45,000,000. Funds exceeding this amount for fiscal year 2014 are hereby permanently cancelled; (f) a Farmland Protection Program as authorized by section 1238I of the Food Security Act of 1985 (16 U.S.C. 3838i) in excess of \$150,000,000. Funds exceeding this amount for fiscal year 2014 are hereby permanently cancelled.

SEC. 721. In addition to amounts otherwise made available by this Act, there is appropriated from the Commodity Credit Corporation to implement the Voluntary Public Access and Habitat Incentive Program (16 U.S.C. 3839bb-5), \$5,000,000, to remain available until expended.

SEC. 722. Of the unobligated balances in the Natural Resources Conservation Service, Resource Conservation and Development account, \$2,017,000 are hereby permanently cancelled: Provided, That no amounts may be cancelled from amounts that were designated by the Congress as an emergency requirement pursuant to the Concurrent Resolution on the Budget or the Balanced Budget and Emergency Deficit Control Act of 1985, as amended.

SEC. 723. In carrying out subsection (h) of section 502 of the Housing Act of 1949, the Secretary may use the authority described in subsections (h) and (j) of section 538 of such Act.

SEC. 724. None of the funds appropriated or otherwise made available by this or any other Act shall be used to pay the salaries and expenses of personnel to carry out a program under subsection (b)(2)(A)(vi) of section 14222 of Public Law 110–246 in excess of \$981,000,000: Provided, That none of the funds made available in this or any other Act shall be used for salaries and expenses to carry out in this fiscal year section 19(i)(1)(E) of the Richard B. Russell National School Lunch Act, as amended, except in an amount that excludes the transfer of \$119,000,000 of the funds to be transferred under subsection (c) of section 14222 of Public Law 110–246, until October 1, 2014: Provided further, That \$119,000,000 made avail-

able October 1, 2014, to carry out Section 19(i)(1)(E) of the Richard B. Russell National School Lunch Act, as amended, shall be excluded from the limitation described in subsection (b)(2)(A)(vii) of section 14222 of Public Law 110–246: Provided further, That of the available unobligated balances under (b)(2)(A)(vi) of section 14222 of Public Law 110–246, \$166,000,000 are hereby permanently cancelled.

SEC. 725. None of the funds made available in this Act may be used to pay the salaries or expenses of personnel to—(1) inspect horses under section 3 of the Federal Meat Inspection Act (21 U.S.C. 603); (2) inspect horses under section 903 of the Federal Agriculture Improvement and Reform Act of 1996 (7 U.S.C. 1901 note; Public Law 104127); or (3) implement or enforce section 352.19 of title 9, Code of Federal Regulations.

