

SMALL BUSINESS ADMINISTRATION

For 2004, the Small Business Administration (SBA) budget requests \$797.9 million in new budget authority. SBA's continuing operations will provide over \$20 billion in new loans to small businesses, funding for non-credit programs, and funding for the disaster loan program. SBA has revised its 7(a) loan subsidy model to more accurately reflect the costs of the program.

Federal Funds

General and special funds:

SALARIES AND EXPENSES

For necessary expenses, not otherwise provided for, of the Small Business Administration as authorized by Public Law 105-135, including hire of passenger motor vehicles as authorized by 31 U.S.C. 1343 and 1344, and not to exceed \$3,500 for official reception and representation expenses, \$360,155,000: Provided, That the Administrator is authorized to charge fees to cover the cost of publications developed by the Small Business Administration, and certain loan servicing activities: Provided further, That, notwithstanding 31 U.S.C. 3302, revenues received from all such activities shall be credited to this account, to be available for carrying out these purposes without further appropriations: Provided further, That \$88,000,000 shall be available to fund grants for performance in fiscal year 2004 or fiscal year 2005 as authorized by section 21 of the Small Business Act, as amended. In addition to amounts otherwise available from collections, 5 percent of such collections, not to exceed \$3,000,000, for qualified expenses of delinquent non-tax debt collection.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

Program and Financing (in millions of dollars)

Identification code 73-0100-0-1-376	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
00.01 Government contracting and minority enterprise development	31	32	32
00.02 Disaster assistance	121	134	108
00.04 Management and administration	111	114	116
00.05 Executive direction	4	4	5
00.06 General counsel	8	8	9
00.07 Congressional and legislative affairs	1	1	1
00.08 Hearings and appeals	1	1	1
00.09 Communications and publications	3	3	3
00.11 Advocacy	5	7	8
00.12 Field operations	2	1	1
00.13 Equal employment opportunity and civil rights compliance	2	2	2
00.14 Regional and district offices	140	150	152
00.15 Chief financial officer	9	9	9
00.16 Capital Access	55	79	48
00.17 Entrepreneurial development	116	115	114
00.18 Small disadvantaged businesses	1	2	2
00.19 Veteran's Business Development	1	1	1
10.00 Total new obligations	611	663	612
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	41	56	1
22.00 New budget authority (gross)	632	608	612
23.90 Total budgetary resources available for obligation	673	664	613
23.95 Total new obligations	-611	-663	-612
23.98 Unobligated balance expiring or withdrawn	-6	.....	.....
24.40 Unobligated balance carried forward, end of year	56	1	1
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	338	353	360
42.00 Transferred from other accounts	3	.....	.....
43.00 Appropriation (total discretionary)	341	353	360

68.00	Spending authority from offsetting collections: Offsetting collections (cash)	291	255	252
70.00	Total new budget authority (gross)	632	608	612

Change in obligated balances:				
72.40	Obligated balance, start of year	311	292	390
73.10	Total new obligations	611	663	612
73.20	Total outlays (gross)	-628	-565	-607
73.40	Adjustments in expired accounts (net)	-3	.....	.....
74.40	Obligated balance, end of year	292	390	395

Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	499	449	450
86.93	Outlays from discretionary balances	129	116	157
87.00	Total outlays (gross)	628	565	607

Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
Federal sources:				
88.00	Payments from business loan program account	-129	-129	-129
88.00	Payments from disaster loan program account	-157	-121	-118
88.00	Federal sources	-4	-2	-2
88.40	Non-Federal sources	-3	-3	-3
88.90	Total, offsetting collections (cash)	-293	-255	-252
Against gross budget authority only:				
88.96	Portion of offsetting collections (cash) credited to expired accounts	2	.....	.....

Net budget authority and outlays:				
89.00	Budget authority	341	353	360
90.00	Outlays	334	310	355

Additional net budget authority and outlays to cover cost of fully accruing retirement:				
99.00	Budget authority	9	9	9
99.01	Outlays	9	9	9

The appropriation for this account is necessary to cover the administrative expenses for headquarters and non-credit programs.

Object Classification (in millions of dollars)

Identification code 73-0100-0-1-376	2002 actual	2003 est.	2004 est.	
Personnel compensation:				
11.1	Full-time permanent	179	192	200
11.3	Other than full-time permanent	8	8	8
11.5	Other personnel compensation	4	3	3
11.9	Total personnel compensation	191	203	211
12.1	Civilian personnel benefits	45	50	49
21.0	Travel and transportation of persons	4	5	4
22.0	Transportation of things	.....	3	.....
23.1	Rental payments to GSA	31	32	36
23.3	Communications, utilities, and miscellaneous charges	4	4	6
24.0	Printing and reproduction	1	1	1
25.2	Other services	42	72	67
Other purchases of goods and services from Government accounts:				
25.3	Other purchases of goods and services from Government accounts (disaster loan making)	94	104	80
25.3	Other purchases of goods and services from Government accounts (disaster loan serv)	27	30	28
26.0	Supplies and materials	2	.....	.....
31.0	Equipment	2	.....	.....
41.0	Grants, subsidies, and contributions	168	159	130
99.9	Total new obligations	611	663	612

General and special funds—Continued

SALARIES AND EXPENSES—Continued

Personnel Summary

Identification code 73-0100-0-1-376	2002 actual	2003 est.	2004 est.
1001 Total compensable workyears: Civilian full-time equivalent employment	3,843	3,802	3,802

Note.—The personnel summary includes regular (non-disaster) full-time equivalents (FTEs) of 2761, 2634, and 2634 in 2002, 2003, and 2004 respectively.

OFFICE OF INSPECTOR GENERAL

For necessary expenses of the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, as amended (5 U.S.C. App.), \$14,500,000.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

Program and Financing (in millions of dollars)

Identification code 73-0200-0-1-376	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
00.01 General Office	1	1	1
00.02 Audit	5	6	6
00.03 Investigations	5	7	7
00.04 Management / Legal Counsel / Inspection and Evaluation	1	1	1
10.00 Total new obligations	12	15	15
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	12	15	15
23.95 Total new obligations	-12	-15	-15
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	11	14	14
68.00 Spending authority from offsetting collections: Offsetting collections (cash)	1	1	1
70.00 Total new budget authority (gross)	12	15	15
Change in obligated balances:			
73.10 Total new obligations	12	15	15
73.20 Total outlays (gross)	-12	-14	-15
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	12	14	14
86.93 Outlays from discretionary balances			1
87.00 Total outlays (gross)	12	14	15
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Payments from disaster loan program account	-1	-1	-1
Net budget authority and outlays:			
89.00 Budget authority	11	14	14
90.00 Outlays	13	13	14
Additional net budget authority and outlays to cover cost of fully accruing retirement:			
99.00 Budget authority	1	1	1
99.01 Outlays	1	1	1

The budget proposes \$14.5 million in new budget authority and \$500 thousand transferred from the Disaster Loans Program account for a total of \$15.0 million for the Office of Inspector General (OIG) for 2004. This appropriation provides funds for agency-wide audit, investigative, and inspection/evaluation functions to promote economy and efficiency in agency operations and to prevent and detect fraud, waste, and abuse.

Object Classification (in millions of dollars)

Identification code 73-0200-0-1-376	2002 actual	2003 est.	2004 est.
Personnel compensation:			
11.1 Full-time permanent	8	9	9
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	9	10	10
12.1 Civilian personnel benefits	2	2	2
25.1 Advisory and assistance services	1	3	3
99.9 Total new obligations	12	15	15

Personnel Summary

Identification code 73-0200-0-1-376	2002 actual	2003 est.	2004 est.
1001 Total compensable workyears: Civilian full-time equivalent employment	108	125	125

Public enterprise funds:

SURETY BOND GUARANTEES REVOLVING FUND

Program and Financing (in millions of dollars)

Identification code 73-4156-0-3-376	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
09.01 Reimbursable obligations	6	9	11
10.00 Total new obligations (object class 42.0)	6	9	11
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	26	26	23
22.00 New budget authority (gross)	6	6	7
23.90 Total budgetary resources available for obligation	32	32	30
23.95 Total new obligations	-6	-9	-11
24.40 Unobligated balance carried forward, end of year	26	23	20
New budget authority (gross), detail:			
Discretionary:			
68.00 Spending authority from offsetting collections (gross): Offsetting collections (cash)	6	6	7
Change in obligated balances:			
72.40 Obligated balance, start of year	1	1	1
73.10 Total new obligations	6	9	11
73.20 Total outlays (gross)	-6	-9	-10
74.40 Obligated balance, end of year	1	1	1
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	6	6	7
86.93 Outlays from discretionary balances		3	3
87.00 Total outlays (gross)	6	9	10
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-6	-6	-7
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	-1	3	3

SBA is authorized to issue bond guarantees to surety companies for construction, service, and supply contracts that do not exceed \$2,000,000 and to reimburse these sureties up to 90 percent of the losses sustained if the contractor defaults. SBA's guarantees provide the incentive necessary for sureties to issue bonds to small contractors who could not otherwise compete in the contracting industry.

In 2004, the budget proposes a \$1.7 billion program level that is anticipated to be sufficient to accommodate demand from prior-approval and preferred sureties. This program does not require a subsidy appropriation.

Statement of Operations (in millions of dollars)

Identification code 73-4156-0-3-376	2001 actual	2002 actual	2003 est.	2004 est.
0101 Revenue	3	6	6	7
0102 Expense	-10	-6	-9	-11
0105 Net income or loss (-)	-7		-3	-4

Balance Sheet (in millions of dollars)

Identification code 73-4156-0-3-376	2001 actual	2002 actual	2003 est.	2004 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	26	27	25	24
Investments in US securities:				
1106 Receivables, net	6	5	5	6
1999 Total assets	32	32	30	30
LIABILITIES:				
2201 Non-Federal liabilities: Accounts payable	14	16	17	15
2999 Total liabilities	14	16	17	15
NET POSITION:				
3100 Appropriated capital	293	289	332	333
3300 Cumulative results of operations	-275	-273	-319	-318
3999 Total net position	18	16	13	15
4999 Total liabilities and net position	32	32	30	30

Credit accounts:

BUSINESS LOANS PROGRAM ACCOUNT

For the cost of direct loans, \$1,910,000, to be available until expended; and for the cost of guaranteed loans, \$94,860,000, as authorized by 15 U.S.C. 631 note, of which \$45,000,000 shall remain available until September 30, 2005: 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, as amended: Provided further, That during fiscal year 2004 commitments to guarantee loans under section 503 of the Small Business Investment Act of 1958, as amended (the Act), shall not exceed \$4,500,000,000: Provided further, That during fiscal year 2004 commitments to guarantee loans for debentures and participating securities under section 303(b) of the Act shall not exceed the levels established by section 20(i)(1)(C) of the Small Business Act: Provided further, That during fiscal year 2004 guarantees of trust certificates authorized by section 5(g) of the Small Business Act shall not exceed a principal amount of \$10,000,000,000.

In addition, for administrative expenses to carry out the direct and guaranteed loan programs, \$129,000,000, which may be transferred to and merged with the appropriations for Salaries and Expenses.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

General Fund Credit Receipt Accounts (in millions of dollars)

Identification code 73-1154-0-1-376	2002 actual	2003 est.	2004 est.
0102 Negative subsidies/subsidy reestimates	389	258	

Program and Financing (in millions of dollars)

Identification code 73-1154-0-1-376	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
00.01 Direct loan subsidy	1	4	3
00.02 Guaranteed loan subsidy	129	85	95
00.05 Reestimate of direct loan	1	2	
00.06 Interest on direct loan reestimation		2	
00.07 Reestimate of loan guarantee subsidy	72	526	
00.08 Interest on reestimates of loan guarantee subsidy	19	163	
00.09 Administrative expenses	129	129	129
10.00 Total new obligations	351	911	227
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	54	73	73

22.00 New budget authority (gross)	370	911	226
23.90 Total budgetary resources available for obligation	424	984	299
23.95 Total new obligations	-351	-911	-227
24.40 Unobligated balance carried forward, end of year	73	73	72

New budget authority (gross), detail:

Discretionary:			
Appropriation:			
40.00 Appropriation	209	218	226
40.00 Appropriation (terrorism)	75		
40.36 Unobligated balance rescinded	-6		
43.00 Appropriation (total discretionary)	278	218	226
Mandatory:			
60.00 Appropriation	92	693	
70.00 Total new budget authority (gross)	370	911	226

Change in obligated balances:

72.40 Obligated balance, start of year	93	98	78
73.10 Total new obligations	351	911	227
73.20 Total outlays (gross)	-346	-933	-223
74.40 Obligated balance, end of year	98	78	82

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	146	137	142
86.93 Outlays from discretionary balances	108	103	81
86.97 Outlays from new mandatory authority	92	693	
87.00 Total outlays (gross)	346	933	223

Net budget authority and outlays:

89.00 Budget authority	370	911	226
90.00 Outlays	346	933	223

Additional net budget authority and outlays to cover cost of fully accruing retirement:

99.00 Budget authority	4	4	4
99.01 Outlays	4	4	4

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

Identification code 73-1154-0-1-376	2002 actual	2003 est.	2004 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Micro loans	16	27	20
115901 Total direct loan levels	16	27	20
Direct loan subsidy (in percent):			
132001 Micro loans	6.78	13.05	9.55
132901 Weighted average subsidy rate	6.78	13.05	9.55
Direct loan subsidy budget authority:			
133001 Micro loans	1	4	2
133901 Total subsidy budget authority	1	4	2
Direct loan subsidy outlays:			
134001 Micro loans	1	2	1
134901 Total subsidy outlays	1	2	1
Direct loan upward reestimate subsidy budget authority:			
135001 Micro loans	1	4	
135901 Total upward reestimate budget authority	1	4	
Direct loan upward reestimate subsidy outlays:			
136001 Micro loans	1	4	
136901 Total upward reestimate outlays	1	4	
Direct loan downward reestimate subsidy budget authority:			
137001 Micro loans	-4	-2	
137901 Total downward reestimate budget authority	-4	-2	
Direct loan downward reestimate subsidy outlays:			
138001 Micro loans	-4	-2	
138901 Total downward reestimate subsidy outlays	-4	-2	
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Microloan guarantees	2	2	2
215002 General business—7(a)	9,287	4,850	9,300
215002 General business—7(a)—terrorist response	1,779	2,544	
215003 General business—7(a) DELTA	1	20	
215004 Section 504	2,467	4,500	4,500

Credit accounts—Continued

BUSINESS LOANS PROGRAM ACCOUNT—Continued

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

Identification code 73-1154-0-1-376	2002 actual	2003 est.	2004 est.
215005 Section 504 DELTA		3	
215006 SBIC debentures	411	3,000	3,000
215007 SBIC participating securities	1,300	4,000	4,000
215008 New Market Venture Capital	19	64	
215009 7(a) secondary market			
215901 Total loan guarantee levels	15,266	18,983	20,802
Guaranteed loan subsidy (in percent):			
232001 Microloan guarantees	8.17	8.42	8.66
232002 General business—7(a)	1.07	1.76	1.02
232002 General business—7(a) — terrorist response	1.67	1.78	0.00
232003 General business—7(a) DELTA	1.73	2.40	1.56
232004 Section 504	0.00	0.00	0.00
232005 Section 504 DELTA	0.84	0.88	0.86
232006 SBIC debentures	0.00	0.00	0.00
232007 SBIC participating securities	0.00	0.00	0.00
232008 New Market Venture Capital	14.47	15.46	16.05
232009 7(a) secondary market	0.00	0.00	66.04
232901 Weighted average subsidy rate	0.86	0.45	0.46
Guaranteed loan subsidy budget authority:			
233001 Microloan guarantees			
233002 General business—7(a)	99	85	95
233002 General business—7(a) — terrorist response	30		
233003 General business—7(a) DELTA			
233004 Section 504			
233005 Section 504 DELTA			
233006 SBIC debentures			
233007 SBIC participating securities			
233008 New Market Venture Capital	3		
233009 7(a) secondary market			
233901 Total subsidy budget authority	132	85	95
Guaranteed loan subsidy outlays:			
234001 Microloan guarantees			
234002 General business—7(a)	96	81	86
234002 General business—7(a) — terrorist response	24	16	
234003 General business—7(a) DELTA	1	1	1
234004 Section 504			
234005 Section 504 DELTA			
234006 SBIC debentures			
234007 SBIC participating securities			
234008 New Market Venture Capital	3	9	7
234009 7(a) secondary market			
234901 Total subsidy outlays	124	107	94
Guaranteed loan upward reestimate subsidy budget authority:			
235001 Microloan guarantees			
235002 General business—7(a)	5	189	
235003 General business—7(a) DELTA			
235004 Section 504	23	146	
235005 Section 504 DELTA			
235006 SBIC debentures	10	27	
235007 SBIC participating securities	53	327	
235901 Total upward reestimate budget authority	91	689	
Guaranteed loan upward reestimate subsidy outlays:			
236001 Microloan guarantees			
236002 General business—7(a)	5	189	
236003 General business—7(a) DELTA			
236004 Section 504	23	146	
236005 Section 504 DELTA			
236006 SBIC debentures	10	27	
236007 SBIC participating securities	53	327	
236901 Total upward reestimate subsidy outlays	91	689	
Guaranteed loan downward reestimate subsidy budget authority:			
237001 Microloan guarantees			
237002 General business—7(a)	-182	-158	
237003 General business—7(a) DELTA			
237004 Section 504	-112	-10	
237005 Section 504 DELTA			
237006 SBIC debentures	-52	-34	
237007 SBIC participating securities	-38	-54	
237901 Total downward reestimate subsidy budget authority	-384	-256	
Guaranteed loan downward reestimate subsidy outlays:			
238001 Microloan guarantees			

238002 General business—7(a)	-182	-158	
238003 General business—7(a) DELTA			
238004 Section 504	-112	-10	
238005 Section 504 DELTA			
238006 SBIC debentures	-52	-34	
238007 SBIC participating securities	-38	-54	
238901 Total downward reestimate subsidy outlays	-384	-256	
Administrative expense data:			
351001 Budget authority	129	129	129
358001 Outlays from balances			
359001 Outlays from new authority	129	129	129

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

For 2004, the budget proposes \$225.8 million in new budget authority for the Business Loans Program account. This amount will be used to administer the loan programs and support 7(a) loans and the Microloan Direct program. For all other loan programs, borrowers fees are sufficient to cover subsidy obligations.

The Section 7(a) program provides general business credit assistance. The requested program level for 2004 is \$9.3 billion. The Section 504 CDC Program is for long-term fixed rate financing and will require a program level of \$4.5 billion in 2004. The Small Business Investment Companies (SBIC) program provides debt and equity capital. The budget proposes a program level of \$4 billion for SBIC Participating Securities and \$3 billion for SBIC Debentures. The Microloan Direct program provides loans of \$35,000 or less through intermediaries.

The Master Reserve Fund (MRF) is maintained by the SBA's fiscal agent as part of its Administration of the 7(a) secondary market program. The MRF provides for the pooling of loans having terms that vary with a range prescribed by SBA, while the secondary investors have a fixed term for their investment that is the term of the longest loan in the pool. The balances include the principal portion of the borrowers' first payment for pooled loans and float on borrowers' payments received prior to their disbursement to the secondary holders. The earnings on the balances are used to fund the SBA's guarantee of the timely payment of principal and interest owed to the 7(a) secondary market holders and to pay expenses of the MRF trustee and investment advisor.

To improve financial management of the MRF, SBA will budget for the 7(a) secondary market program in accordance with the Federal Credit Reform Act. SBA will refine its subsidy estimates and account for loans in both financing and liquidating accounts. The 7(a) secondary market has approximately \$12 billion of currently outstanding investments held by 7(a) secondary holders.

Object Classification (in millions of dollars)

Identification code 73-1154-0-1-376	2002 actual	2003 est.	2004 est.
25.2 Other services	129	129	129
41.0 Grants, subsidies, and contributions	222	782	98
99.9 Total new obligations	351	911	227

BUSINESS DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4148-0-3-376	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
00.01 Direct loans	16	27	20
00.02 Interest on Treasury borrowing	29	35	33
00.91 Direct Program by Activities—Subtotal (1 level)	45	62	53
08.02 Payment of downward reestimate to a receipt account	3	1	.....
08.04 Payment of interest on downward reestimate to a receipt account	1	1	.....
08.91 Direct Program by Activities—Subtotal (1 level)	4	2	.....
10.00 Total new obligations	49	64	53
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	317	309	.....
22.00 New financing authority (gross)	55	98	74
22.10 Resources available from recoveries of prior year obligations	3	.....	.....
22.60 Portion applied to repay debt	-17	-341	-21
23.90 Total budgetary resources available for obligation	358	66	53
23.95 Total new obligations	-49	-64	-53
24.40 Unobligated balance carried forward, end of year	309	.....	.....
New financing authority (gross), detail:			
Discretionary:			
47.00 Authority to borrow	24	23	17
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	69	75	57
68.10 Change in receivables from program account	-38	.....	.....
68.90 Spending authority from offsetting collections (total discretionary)	31	75	57
70.00 Total new financing authority (gross)	55	98	74
Change in obligated balances:			
72.40 Obligated balance, start of year	39	23	8
73.10 Total new obligations	49	64	53
73.20 Total financing disbursements (gross)	-100	-80	-61
73.45 Recoveries of prior year obligations	-3	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	38	.....	.....
74.40 Obligated balance, end of year	23	8	.....
87.00 Total financing disbursements (gross)	100	80	61

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
Federal sources:			
88.00 Federal sources: Payments from program account	-1	-2	-1
88.00 Upward reestimate	-1	-2	.....
88.00 Interest on reestimate	-2	.....	.....
88.25 Interest on uninvested funds	-12	-13	-14
Non-Federal sources:			
88.40 Repayments of principal, net	-16	-17	-18
88.40 Misc. fees	-1	.....	.....
88.40 Interest received on loans	-2	-4	-3
88.40 Other income	-36	-35	-21
88.90 Total, offsetting collections (cash)	-69	-75	-57
Against gross financing authority only:			
88.95 Change in receivables from program accounts	38	.....	.....

Net financing authority and financing disbursements:

89.00 Financing authority	24	23	17
90.00 Financing disbursements	31	5	4

Status of Direct Loans (in millions of dollars)

Identification code 73-4148-0-3-376	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans	16	27	20
1150 Total direct loan obligations	16	27	20

Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	107	119	122
1231 Disbursements: Direct loan disbursements	25	18	19
1251 Repayments: Repayments and prepayments	-13	-10	-11
1263 Write-offs for default: Direct loans .....	.....	-5	-6
1290 Outstanding, end of year	119	122	124

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

Balance Sheet (in millions of dollars)

Identification code 73-4148-0-3-376	2001 actual	2002 actual	2003 est.	2004 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	305	333	339	346
Investments in US securities:				
1106 Receivables, net	41	4	6	8
Non-Federal assets:				
1206 Receivables, net	30	1	2	3
1207 Advances and prepayments .....	.....	1	.....	.....
Net value of assets related to post-1991 direct loans receivable:				
1401 Direct loans receivable, gross	107	119	122	124
1405 Allowance for subsidy cost (-)	-3	-10	-12	-14
1499 Net present value of assets related to direct loans	104	109	110	110
1504 Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable: Foreclosed property .....	.....	.....	.....	.....
1999 Total assets	480	448	457	467
LIABILITIES:				
Federal liabilities:				
2101 Accounts payable	43	1	3	5
2103 Debt	437	443	451	459
2207 Non-Federal liabilities: Other .....	.....	4	3	3
2999 Total liabilities	480	448	457	467
4999 Total liabilities and net position	480	448	457	467

BUSINESS GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4149-0-3-376	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
00.01 Default claims	1,253	1,390	995
00.05 Other Expenses	5	10	13
00.91 Direct Program by Activities—Subtotal (1 level)	1,258	1,400	1,008
08.02 Payment of downward reestimate to receipt account	298	222	.....
08.03 Payment to liquidating account to purchase loan assets (73-4154)	19	.....	.....
08.04 Payment of interest on downward reestimate to receipt account	86	34	.....
08.91 Direct Program by Activities—Subtotal (1 level)	403	256	.....
10.00 Total new obligations	1,661	1,656	1,008
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	136	183	292
22.00 New financing authority (gross)	1,708	1,764	931
23.90 Total budgetary resources available for obligation	1,844	1,947	1,223
23.95 Total new obligations	-1,661	-1,656	-1,008
24.40 Unobligated balance carried forward, end of year	183	292	215
New financing authority (gross), detail:			
Discretionary:			
47.00 Authority to borrow	850	150	250
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	872	1,614	681

Credit accounts—Continued

BUSINESS GUARANTEED LOAN FINANCING ACCOUNT—Continued

Program and Financing (in millions of dollars)—Continued

Identification code 73-4149-0-3-376	2002 actual	2003 est.	2004 est.
68.10 Change in uncollected customer payments from Federal sources (unexpired)	- 14		
68.90 Spending authority from offsetting collections (total discretionary)	858	1,614	681
70.00 Total new financing authority (gross)	1,708	1,764	931
Change in obligated balances:			
72.40 Obligated balance, start of year	- 8	69	98
73.10 Total new obligations	1,661	1,656	1,008
73.20 Total financing disbursements (gross)	- 1,598	- 1,627	- 907
74.00 Change in uncollected customer payments from Federal sources (unexpired)	14		
74.40 Obligated balance, end of year	69	98	199
87.00 Total financing disbursements (gross)	1,598	1,627	907
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
Federal sources:			
88.00 Payments from program account	- 124	- 107	- 94
88.00 Upward reestimate	- 72	- 526	
88.00 Interest on reestimate	- 19	- 163	
88.25 Interest on uninvested funds	- 45	- 48	- 48
Non-Federal sources:			
88.40 Fees	- 314	- 300	- 35
88.40 Recoveries	- 209	- 279	- 302
88.40 Proceeds from loan asset sales	- 53		
88.40 Other	- 36	- 191	- 202
88.90 Total, offsetting collections (cash)	- 872	- 1,614	- 681
Against gross financing authority only:			
88.95 Change in receivables from program accounts	14		
Net financing authority and financing disbursements:			
89.00 Financing authority	850	150	250
90.00 Financing disbursements	726	13	226

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4149-0-3-376	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders	15,266	18,983	20,802
2150 Total guaranteed loan commitments	15,266	18,983	20,802
2199 Guaranteed amount of guaranteed loan commitments	12,213	15,186	16,642
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	35,107	40,023	41,933
2231 Disbursements of new guaranteed loans	12,342	10,111	10,741
2251 Repayments and prepayments	- 7,427	- 7,481	- 8,138
Adjustments:			
2261 Terminations for default that result in loans receivable	- 922	- 684	- 698
2264 Other adjustments, net	923	- 36	- 37
2290 Outstanding, end of year	40,023	41,933	43,801
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	32,018	33,546	35,041
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	966	1,304	1,556
2331 Disbursements for guaranteed loan claims	922	684	698
2351 Repayments of loans receivable	- 212	- 218	- 223
2361 Write-offs of loans receivable	- 105	- 74	- 75
2364 Other adjustments, net	- 267	- 140	- 143
2390 Outstanding, end of year	1,304	1,556	1,813

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

Balance Sheet (in millions of dollars)

Identification code 73-4149-0-3-376	2001 actual	2002 actual	2003 est.	2004 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	924	253	360	490
Investments in US securities:				
1106 Receivables, net	179	669	799	700
Non-Federal assets:				
1206 Receivables, net		61	76	61
1207 Advances and prepayments	245		2	
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:				
1501 Defaulted guaranteed loans receivable, gross	966	1,304	1,556	1,813
1505 Allowance for subsidy cost (-)	- 32	- 36	- 90	- 95
1599 Net present value of assets related to defaulted guaranteed loans	934	1,268	1,466	1,718
1901 Other Federal assets: Public and other	238	377	143	
1999 Total assets	2,520	2,628	2,846	2,969
LIABILITIES:				
Federal liabilities:				
2101 Accounts payable		73	89	75
2103 Debt		850	875	900
2105 Other		251	238	338
Non-Federal liabilities:				
2201 Accounts payable		103	115	147
2204 Liabilities for loan guarantees	2,520	1,358	1,455	1,458
2207 Other		- 7	74	51
2999 Total liabilities	2,520	2,628	2,846	2,969
4999 Total liabilities and net position	2,520	2,628	2,846	2,969

BUSINESS LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4154-0-3-376	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
00.01 Interest Expense to Treasury	15	8	5
00.03 Msc. program expenses	45	85	60
00.05 Guaranteed loan default claims	414	147	85
10.00 Total new obligations	474	240	150
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	289	257	
22.00 New budget authority (gross)	175	113	85
22.10 Resources available from recoveries of prior year obligations	647		76
22.40 Capital transfer to general fund	- 350	- 115	
22.60 Portion applied to repay debt to FFB	- 30	- 15	- 11
23.90 Total budgetary resources available for obligation	731	240	150
23.95 Total new obligations	- 474	- 240	- 150
24.40 Unobligated balance carried forward, end of year	257		
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	171	113	85
69.10 Change in uncollected customer payments from Federal sources (unexpired)	4		
69.90 Spending authority from offsetting collections (total mandatory)	175	113	85
Change in obligated balances:			
72.40 Obligated balance, start of year	388	109	259
73.10 Total new obligations	474	240	150
73.20 Total outlays (gross)	- 102	- 90	- 68

73.45	Recoveries of prior year obligations	-647		-76
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-4		
74.40	Obligated balance, end of year	109	259	265
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority	102	90	68
Offsets:				
Against gross budget authority and outlays:				
Offsetting collections (cash) from:				
Loan repayments:				
Non-Federal sources:				
88.40	Financing programs-principal	-44	-32	-24
88.40	Investment programs-principal	-20	-11	-8
88.40	Interest Income-Business	-5	-4	-3
88.40	Interest income-Investment	-3	-2	-1
88.40	collection on FFB loans	-30	-15	-11
88.40	Other Income-both Business and Investment	-50	-49	-38
88.40	Asset sale proceeds	-19		
88.90	Total, offsetting collections (cash)	-171	-113	-85
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-4		
Net budget authority and outlays:				
89.00	Budget authority			
90.00	Outlays	-68	-23	-17

Status of Direct Loans (in millions of dollars)

Identification code 73-4154-0-3-376	2002 actual	2003 est.	2004 est.	
Business Loan Fund, Direct Loans				
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	204	148	113
1232	Disbursements: Purchase of loans assets from the public	7	11	10
Repayments:				
1251	Repayments and prepayments	-44	-35	-32
1252	Proceeds from loan asset sales to the public or discounted	-6		
1262	Adjustments: Discount on loan asset sales to the public or discounted			
1263	Write-offs for default: Direct loans	-13	-11	-9
1290	Outstanding, end of year	148	113	82
Small Business Investment Company, Direct Loans				
Section 503 Development Company, Direct Loans				
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	133	103	88
1251	Repayments: Repayments and prepayments	-30	-15	-11
1290	Outstanding, end of year	103	88	77

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4154-0-3-376	2002 actual	2003 est.	2004 est.	
Business Loan Fund, Loan Guarantees				
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	1,501	1,067	812
2251	Repayments and prepayments	-418	-244	-191
Adjustments:				
2261	Terminations for default that result in loans receivable	-11	-11	-10
2264	Other adjustments, net	-5		
2290	Outstanding, end of year	1,067	812	611
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	938	715	538

Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	378	357	328
2331	Disbursements for guaranteed loan claims	11	11	10
2351	Repayments of loans receivable	-18	-24	-19
2361	Write-offs of loans receivable	-6	-11	-8
2364	Other adjustments, net	-8	-5	-4

2390	Outstanding, end of year	357	328	307
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As required by the Federal Credit Reform Act of 1990, as amended, 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. This account is shown on a cash basis. All new activity in this program in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year) is recorded in corresponding program and financing accounts.

Statement of Operations (in millions of dollars)

Identification code 73-4154-0-3-376	2001 actual	2002 actual	2003 est.	2004 est.	
0101	Revenue	24	26	20	15
0102	Expense	-154	-22	-16	-10
0105	Net income or loss (-)	-130	4	4	5

Balance Sheet (in millions of dollars)

Identification code 73-4154-0-3-376	2001 actual	2002 actual	2003 est.	2004 est.	
ASSETS:					
Federal assets:					
1101	Fund balances with Treasury	676	365	254	225
Investments in US securities:					
1104	Agency securities, par	490			
1106	Receivables, net		5	4	3
1107	Advances and prepayments	3	4	2	1
Non-Federal assets:					
1206	Receivables, net	50	12	59	49
1207	Advances and prepayments	8		2	
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:					
1601	Direct loans, gross	337	251	202	160
1603	Allowance for estimated uncollectible loans and interest (-)	-26	-74	-30	-8
1699	Value of assets related to direct loans	311	177	172	152
Other Federal assets:					
Other assets:					
1901	Other assets	88	207	30	13
1901	Other assets 7(a) secondary market		296	296	296
1999	Total assets	1,626	1,066	819	739
LIABILITIES:					
Federal liabilities:					
2101	Accounts payable	27	19	15	39
2102	Interest payable		73	62	50
2103	Debt to the FFB	133	29	15	11
2105	Other Liabilities	987	380	156	146
Non-Federal liabilities:					
2201	Accounts payable	4	233	35	25
Liabilities for loan guarantees:					
2204	Liabilities for loan guarantees			12	6
2204	Liabilities for 7(a) secondary market		314	314	314
2207	Other Liabilities	475	36	228	166
2999	Total liabilities	1,626	1,084	837	757
NET POSITION:					
3300	Cumulative results of operations		-18	-18	-18
3999	Total net position		-18	-18	-18
4999	Total liabilities and net position	1,626	1,066	819	739

Object Classification (in millions of dollars)

Identification code 73-4154-0-3-376	2002 actual	2003 est.	2004 est.	
42.0	Insurance claims and indemnities	459	232	145
43.0	Interest and dividends	15	8	5
99.9	Total new obligations	474	240	150

Credit accounts—Continued

DISASTER LOANS PROGRAM ACCOUNT

For the cost of direct loans authorized by section 7(b) of the Small Business Act, as amended, \$79,109,000, to remain available until expended: 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, as amended.

In addition, for administrative expenses to carry out the direct loan program, \$118,354,000, which may be transferred to and merged with appropriations for Salaries and Expenses, of which \$500,000 is for the Office of Inspector General of the Small Business Administration for audits and reviews of disaster loans and the disaster loan program and shall be transferred to and merged with appropriations for the Office of Inspector General; of which \$108,000,000 is for direct administrative expenses of loan making and servicing to carry out the direct loan program; and of which \$9,854,000 is for indirect administrative expenses: Provided, That any amount in excess of \$9,854,000 to be transferred to and merged with appropriations for Salaries and Expenses for indirect administrative expenses shall be treated as a re-programming of funds under section 605 of this Act and shall not be available for obligation or expenditure except in compliance with the procedures set forth in that section.

Note.—A regular 2003 appropriation for this account had not been enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 107-229, as amended). The amounts included for 2003 in this budget reflect the Administration's 2003 policy proposals.

General Fund Credit Receipt Accounts (in millions of dollars)

Identification code 73-1152-0-1-453	2002 actual	2003 est.	2004 est.
0102 Disaster loans program, downward reestimates of subsidies	14	42	

Program and Financing (in millions of dollars)

Identification code 73-1152-0-1-453	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
00.01 Direct loan subsidy	217	76	79
00.05 Upward reestimate of direct loans		305	
00.06 Interest on upward reestimates of direct loans		163	
00.09 Administrative expense	157	122	118
00.91 Direct Program by Activities—Subtotal (1 level)	374	666	197
08.03 Gain sharing to Salaries		3	
10.00 Total new obligations	374	669	197

Budgetary resources available for obligation:

21.40 Unobligated balance carried forward, start of year	131	71	73
22.00 New budget authority (gross)	282	665	198
22.10 Resources available from recoveries of prior year obligations	32	6	
23.90 Total budgetary resources available for obligation	445	742	271
23.95 Total new obligations	-374	-669	-197
24.40 Unobligated balance carried forward, end of year	71	73	74

New budget authority (gross), detail:

Discretionary:			
Appropriation:			
40.00 Appropriation	210	194	198
40.00 Appropriation-Terrorism	75		
41.00 Transferred to other accounts	-3		
43.00 Appropriation (total discretionary)	282	194	198
Mandatory:			
60.00 Appropriation		468	
Discretionary:			
68.00 Spending authority from offsetting collections: Offsetting collections (cash)		3	
70.00 Total new budget authority (gross)	282	665	198

Change in obligated balances:

72.40 Obligated balance, start of year	68	38	12
73.10 Total new obligations	374	669	197
73.20 Total outlays (gross)	-372	-689	-198
73.45 Recoveries of prior year obligations	-32	-6	
74.40 Obligated balance, end of year	38	12	11

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	217	151	152
86.93 Outlays from discretionary balances	155	70	46
86.97 Outlays from new mandatory authority		468	
87.00 Total outlays (gross)	372	689	198

Offsets:

88.00 Against gross budget authority and outlays: Offsetting collections (cash) from: Federal sources		-3	
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Net budget authority and outlays:

89.00 Budget authority	282	662	198
90.00 Outlays	372	686	198

Additional net budget authority and outlays to cover cost of fully accruing retirement:

99.00 Budget authority	3	3	3
99.01 Outlays	3	3	3

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

Identification code 73-1152-0-1-453	2002 actual	2003 est.	2004 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Disaster Loan	844	544	760
115001 EIDL Terrorist Attack	375	169	
115001 PHY Terrorist Attack	43	18	
115901 Total direct loan levels	1,262	731	760
Direct loan subsidy (in percent):			
132001 Direct loan levels	14.67	13.98	11.72
132001 Direct Loans — EIDL Terrorist attack	23.16	23.20	0.00
132001 PHY Terrorist Attack	14.67	13.98	0.00
132901 Weighted average subsidy rate	17.19	16.14	10.39
Direct loan subsidy budget authority:			
133001 Direct loan levels	124	76	79
133001 Direct Loans — EIDL Terrorist attack	87	39	
133001 PHY Terrorist Attack	6	3	
133901 Total subsidy budget authority	217	118	79
Direct loan subsidy outlays:			
134001 Direct loan levels	124	89	76
134001 Direct Loans — EIDL Terrorist attack	87	12	
134001 Direct loan — PHY Terrorist attack	6		
134901 Total subsidy outlays	217	101	76
Direct loan upward reestimate subsidy budget authority:			
135001 Direct loan levels		468	
135901 Total upward reestimate budget authority		468	
Direct loan upward reestimate subsidy outlays:			
136001 Direct loan levels		468	
136901 Total upward reestimate outlays		468	
Direct loan downward reestimate subsidy budget authority:			
137001 Disaster Loan	-14	-42	
137901 Total downward reestimate budget authority	-14	-42	
Direct loan downward reestimate subsidy outlays:			
138001 Disaster Loan	-14	-42	
138901 Total downward reestimate subsidy outlays	-14	-42	
Administrative expense data:			
351001 Budget authority	101	122	118
351001 Budget authority for terrorists attack			
359001 Outlays from new authority	101	122	118
359001 Outlays from new authority for terrorist attack			

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

Disaster loans made pursuant to Section 7(b) of the Small Business Act are the primary form of Federal assistance for non-farm, private sector disaster losses. For this reason, the program is the only form of SBA assistance not limited to small businesses. Through this program, SBA helps homeowners, renters, businesses of all sizes, and non-profit organizations pay for the cost of rebuilding. Pursuant to the Small Business Act, the government subsidizes borrowers who have incurred uninsured losses or economic injury as the result of a natural disaster.

For 2004, SBA will rely on anticipated carry-over balances of \$0 million from 2003 plus \$10 million in recoveries to support \$760 million in loans. The subsidy rate is 11.72 percent.

Object Classification (in millions of dollars)

Identification code 73-1152-0-1-453	2002 actual	2003 est.	2004 est.
25.2 Other services	157	122	118
41.0 Grants, subsidies, and contributions	217	547	79
99.9 Total new obligations	374	669	197

DISASTER DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4150-0-3-453	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
00.01 Direct loans	1,236	1,110	1,331
00.02 Interest on Treasury borrowing	683	696	705
00.91 Direct Program by Activities—Subtotal (1 level)	1,919	1,806	2,036
08.02 Payment of downward reestimate to a receipt account	14	39	
08.03 Payment to liquidating account to purchase loan assets (73 4153)	80	70	7
08.04 Payment of interest on downward reestimate to a receipt account		3	
08.91 Direct Program by Activities—Subtotal (1 level)	94	112	7
10.00 Total new obligations	2,013	1,918	2,043
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	5,684	5,468	
22.00 New financing authority (gross)	3,100	3,480	3,175
22.10 Resources available from recoveries of prior year obligations	182		
22.60 Portion applied to repay debt	-1,485	-7,030	-1,132
23.90 Total budgetary resources available for obligation	7,481	1,918	2,043
23.95 Total new obligations	-2,013	-1,918	-2,043
24.40 Unobligated balance carried forward, end of year	5,468		
New financing authority (gross), detail:			
Discretionary:			
47.00 Authority to borrow	1,294	788	1,175
Spending authority from offsetting collections:			
68.00 Offsetting collections (cash)	2,093	2,692	2,000
68.10 Change in uncollected customer payments from Federal sources (unexpired)	-287		
68.90 Spending authority from offsetting collections (total discretionary)	1,806	2,692	2,000
70.00 Total new financing authority (gross)	3,100	3,480	3,175
Change in obligated balances:			
72.40 Obligated balance, start of year	612	204	42
73.10 Total new obligations	2,013	1,918	2,043
73.20 Total financing disbursements (gross)	-2,526	-2,080	-2,043
73.45 Recoveries of prior year obligations	-182		
74.00 Change in uncollected customer payments from Federal sources (unexpired)	287		
74.40 Obligated balance, end of year	204	42	42
87.00 Total financing disbursements (gross)	2,526	2,080	2,043

Offsets:

Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
Federal sources:			
88.00	Payments from program account	-217	-101 -76
88.00	Upward reestimate		-305
88.00	Interest on upward reestimate		-163
88.25	Interest on uninvested funds	-436	-445 -465
Non-Federal sources:			
88.40	Repayments of principal, net	-490	-498 -508
88.40	Collection of misc. receivables	-162	-165 -168
88.40	Interest received on loans	-79	-84 -88
88.40	Proceeds from loan sales	-709	-931 -695
88.90	Total, offsetting collections (cash)	-2,093	-2,692 -2,000
Against gross financing authority only:			
88.95	Change in receivables from program accounts	287	
Net financing authority and financing disbursements:			
89.00	Financing authority	1,294	788 1,175
90.00	Financing disbursements	433	-612 43

Status of Direct Loans (in millions of dollars)

Identification code 73-4150-0-3-453	2002 actual	2003 est.	2004 est.
Position with respect to appropriations act limitation on obligations:			
1111	Limitation on direct loans		
1131	Direct loan obligations exempt from limitation	1,272	795 760
1150	Total direct loan obligations	1,272	795 760
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	3,288	3,644 3,211
Disbursements:			
1231	Direct loan disbursements	1,226	713 684
1233	Purchase of loans assets from a liquidating account	80	116 7
Repayments:			
1251	Repayments and prepayments	-368	-146 -149
1252	Proceeds from loan asset sales to the public or discounted	-461	-863 -500
1262	Adjustments: Discount on loan asset sales to the public or discounted	-84	-212 -185
Write-offs for default:			
1263	Direct loans	-73	-41 -41
1264	Other adjustments, net	36	
1290	Outstanding, end of year	3,644	3,211 3,027

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

Balance Sheet (in millions of dollars)

Identification code 73-4150-0-3-453	2001 actual	2002 actual	2003 est.	2004 est.
ASSETS:				
Federal assets:				
1101	Fund balances with Treasury	5,072	5,672 3,000 3,095	
Investments in US securities:				
1106	Interest/Accounts Receivables	1,094	512 517 426	
Net value of assets related to post-1991 direct loans receivable:				
1401	Direct loans receivable, gross	5,212	3,644 3,211 3,027	
1405	Allowance for subsidy cost (-)	-931	35 -32 -33	
1499	Net present value of assets related to direct loans	4,281	3,679 3,179 2,994	
1999	Total assets	10,447	9,863 6,696 6,515	
LIABILITIES:				
Federal liabilities:				
2103	Debt	10,447	9,742 6,270 6,283	
2105	Other		41 153 85	
Non-Federal liabilities:				
2201	Accounts payable		75 188 51	
2207	Other		5 85 96	

Credit accounts—Continued

DISASTER DIRECT LOAN FINANCING ACCOUNT—Continued

Balance Sheet (in millions of dollars)—Continued

Identification code 73-4150-0-3-453	2001 actual	2002 actual	2003 est.	2004 est.
2999 Total liabilities	10,447	9,863	6,696	6,515
4999 Total liabilities and net position	10,447	9,863	6,696	6,515

DISASTER LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4153-0-3-453	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
01.01 Interest expense to Treasury	9	4	3
01.03 Other expenses	14	21	8
10.00 Total new obligations	23	25	11
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	308	113	.....
22.00 New budget authority from offsetting collections (gross)	136	86	11
22.40 Capital transfer to general fund	-308	-174	.....
23.90 Total budgetary resources available for obligation	136	25	11
23.95 Total new obligations	-23	-25	-11
24.40 Unobligated balance carried forward, end of year	113	.....	.....
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	124	86	11
69.10 Change in uncollected customer payments from Federal sources (unexpired)	12	.....	.....
69.90 Spending authority from offsetting collections (total mandatory)	136	86	11
Change in obligated balances:			
72.40 Obligated balance, start of year	25	11	22
73.10 Total new obligations	23	25	11
73.20 Total outlays (gross)	-25	-14	-2
74.00 Change in uncollected customer payments from Federal sources (unexpired)	-12	.....	.....
74.40 Obligated balance, end of year	11	22	31
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	25	14	2
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
Non-Federal sources:			
88.40 Asset Sale Proceeds	-80	-70	-7
88.40 Loan repayments	-40	-13	-2
88.40 Interest income	-1	-1	-1
88.40 Other collection of Principal	-3	-2	-1
88.90 Total, offsetting collections (cash)	-124	-86	-11
Against gross budget authority only:			
88.95 Change in uncollected customer payments from Federal sources (unexpired)	-12	.....	.....
Net budget authority and outlays:			
89.00 Budget authority .....	.....	.....	.....
90.00 Outlays	-99	-72	-9

Status of Direct Loans (in millions of dollars)

Identification code 73-4153-0-3-453	2002 actual	2003 est.	2004 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	248	100	11
Repayments:			
1251 Repayments and prepayments	-40	-13	-2
1252 Proceeds from loan asset sales to the public or discounted	-56	-73	-7
1262 Adjustments: Discount on loan asset sales to the public or discounted	-24	.....	.....

1263 Write-offs for default: Direct loans	-28	-3	-1
1290 Outstanding, end of year	100	11	1

As required by the Federal Credit Reform Act of 1990, as amended, 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 (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year) is recorded in corresponding program and financing accounts.

Statement of Operations (in millions of dollars)

Identification code 73-4153-0-3-453	2001 actual	2002 actual	2003 est.	2004 est.
0101 Revenue	2	8	5	3
0102 Expense	-82	-48	-30	-15
0105 Net income or loss (-)	-80	-40	-25	-12

Balance Sheet (in millions of dollars)

Identification code 73-4153-0-3-453	2001 actual	2002 actual	2003 est.	2004 est.
ASSETS:				
Federal assets:				
1101 Fund balances with Treasury	36	124	20	10
Investments in US securities:				
1106 Receivables, net .....	.....	12	.....	6
1206 Non-Federal assets: Receivables, net	9	.....	.....	.....
Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable:				
1601 Direct loans, gross	248	100	11	1
1603 Allowance for estimated uncollectible loans and interest (-)	-18	-11	.....	.....
1699 Value of assets related to direct loans	230	89	11	1
1901 Other Federal assets: Other assets	320	16	52	.....
1999 Total assets	595	241	83	17
LIABILITIES:				
Federal liabilities:				
2101 Accounts payable	22	9	5	3
2105 Other	565	104	54	8
Non-Federal liabilities:				
2201 Accounts payable	4	127	18	5
2207 Other	4	1	6	1
2999 Total liabilities	595	241	83	17
4999 Total liabilities and net position	595	241	83	17

Object Classification (in millions of dollars)

Identification code 73-4153-0-3-453	2002 actual	2003 est.	2004 est.
25.2 Other services	14	21	8
43.0 Interest and dividends	9	4	3
99.9 Total new obligations	23	25	11

POLLUTION CONTROL EQUIPMENT FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4147-0-3-376	2002 actual	2003 est.	2004 est.
Obligations by program activity:			
00.01 Direct program .....	.....	3	3
10.00 Total new obligations (object class 42.0) .....	.....	3	3
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	3	.....
22.00 New budget authority (gross)	3	3	3
22.40 Capital transfer to general fund	-3	-3	.....
23.90 Total budgetary resources available for obligation	3	3	3

23.95	Total new obligations		-3	-3
24.40	Unobligated balance carried forward, end of year	3		
New budget authority (gross), detail:				
Mandatory:				
60.00	Appropriation	3	3	3
Change in obligated balances:				
73.10	Total new obligations		3	3
73.20	Total outlays (gross)		-3	-3
Outlays (gross), detail:				
86.97	Outlays from new mandatory authority		3	3
Net budget authority and outlays:				
89.00	Budget authority	3	3	3
90.00	Outlays		3	3

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4147-0-3-376	2002 actual	2003 est.	2004 est.	
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	16	12	8
2251	Repayments and prepayments	-4	-3	-2
2261	Adjustments: Terminations for default that result in loans receivable		-1	-1
2290	Outstanding, end of year	12	8	5
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	12	8	5
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	49	49	50
2331	Disbursements for guaranteed loan claims		1	1
2390	Outstanding, end of year	49	50	51

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

Statement of Operations (in millions of dollars)

Identification code 73-4147-0-3-376	2001 actual	2002 actual	2003 est.	2004 est.
0101	Revenue			
0102	Expense		-3	
0105	Net income or loss (-)		-3	

Balance Sheet (in millions of dollars)

Identification code 73-4147-0-3-376	2001 actual	2002 actual	2003 est.	2004 est.
ASSETS:				
1101	Federal assets: Fund balances with Treasury	3	27	2
1206	Non-Federal assets: Receivables, net		5	
1701	Net value of assets related to pre-1992 direct loans receivable and acquired defaulted guaranteed loans receivable: Defaulted guaranteed loans, gross	16		15
1999	Total assets	19	32	17
LIABILITIES:				
2104	Federal liabilities: Resources payable to Treasury	19		17
Non-Federal liabilities:				
2201	Accounts payable		1	
2207	Other		31	
2999	Total liabilities	19	32	17
NET POSITION:				
3300	Cumulative results of operations			
3999	Total net position			
4999	Total liabilities and net position	19	32	17

ADMINISTRATIVE PROVISION—SMALL BUSINESS ADMINISTRATION

Not to exceed 5 percent of any appropriation made available for the current fiscal year for the Small Business Administration in this Act may be transferred between such appropriations, but no such appropriation shall be increased by more than 10 percent by any such transfers: Provided, That any transfer pursuant to this paragraph shall be treated as a reprogramming of funds under section 605 of this Act and shall not be available for obligation or expenditure except in compliance with the procedures set forth in that section.

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2002 actual	2003 est.	2004 est.
Offsetting receipts from the public:			
73-272130	Disaster loan program, Downward reestimates of subsidies	14	42
73-272230	Business loan program, Downward reestimates of subsidies	389	258
General Fund	Offsetting receipts from the public	403	300

