

ELECTRIC HOME AND FARM AUTHORITY

	Estimated, fiscal year 1942	Estimated, fiscal year 1941	Actual, fiscal year 1940
Receipts:			
Repayment of contracts (principal and interest).....		\$10,750,000	\$7,841,359
Other receipts.....		75,000	59,750
Total receipts.....		10,825,000	7,901,109
Expenditures:			
Administrative expenses.....		600,000	465,000
Purchase of contracts.....		14,230,000	10,178,107
Other expenditures.....		570,000	323,789
Total expenditures.....		15,400,000	10,966,896
Net expenditures.....		4,575,000	3,065,787
Means of financing:			
Available funds at beginning of year.....		361,563	350,437
Sale of notes in market (net).....		4,563,500	3,076,913
Net funds available.....		4,925,063	3,427,350
Available funds at end of year.....		350,063	361,563

EXPLANATORY STATEMENT

The Electric Home and Farm Authority was incorporated under the laws of the District of Columbia August 1, 1935, with a capitalization of \$850,000 to succeed the Electric Home and Farm Authority, Incorporated, a Delaware corporation. By Executive Order No. 7139, dated August 12, 1935, the Electric Home and Farm Authority was designated an agency of the United States. The act approved March 2, 1939, authorized its continuation to June 30, 1941. The capital stock of the Corporation was subscribed and paid for by the Treasury of the United States.

The principal purpose of the Authority is to make available to purchasers of electrical and gas appliances and equipment more reasonable terms of financing than can elsewhere be obtained. Following an established

pattern of operation, the financing plan is available to consumers and dealers only in areas served by utilities, that enter into agreement with the Authority for the collection of installment payments, which offer reasonably low rates. The successful operation of the Authority is attested to by the fact that as of June 30, 1940, there has been accumulated a surplus of approximately \$225,000 after provision has been made for the meeting of all expenses and depreciation.

Since the Authority expires on June 30, 1941, no estimates of receipts and expenditures have been included for the fiscal year 1942.

The receipts, expenditures, and means of financing are shown in detail in the foregoing statement.

ELECTRIC HOME AND FARM AUTHORITY

Classification	Estimated, fiscal year 1943	Estimated, fiscal year 1942	Actual, fiscal year 1941
Receipts:			
Repayment of contracts (principal and interest).....	\$12,950,000	\$12,150,000	\$10,389,587
Other receipts.....	75,000	75,000	67,100
Total receipts.....	13,025,000	12,225,000	10,456,687
Expenditures:			
Administrative expenses.....	402,150	492,000	510,412
Purchase of contracts.....	7,450,000	8,850,000	12,325,964
Other expenditures.....	450,000	500,000	526,096
Total expenditures.....	8,302,150	9,842,000	13,362,472
Net receipts.....	4,722,850	2,383,000	
Net expenditures.....			2,905,785
Means of financing:			
Available funds at beginning of year.....	353,993	470,993	361,563
Sale of notes in market (net).....			3,015,215
Net receipts (above).....	4,722,850	2,383,000	
Net funds available.....	5,076,843	2,853,993	3,376,778
Net expenditures (above).....			2,905,785
Liquidation of notes in market.....	4,700,000	2,500,000	
Available funds at end of year.....	376,843	353,993	470,993

EXPLANATORY STATEMENT

The Electric Home and Farm Authority was incorporated under the laws of the District of Columbia August 1, 1935, with a capitalization of \$850,000 to succeed Electric Home and Farm Authority, Incorporated, a Delaware corporation. By Executive Order No. 7139, dated August 12, 1935, the Electric Home and Farm Authority was designated an agency of the United States. The act approved June 10, 1941 (Public Law 108, 77th Cong.), continues the Authority as an agency of the United States until January 22, 1947, or such earlier date as the President may fix by Executive order. The capital stock of the corporation was subscribed and paid for by the Treasurer of the United States.

The purpose of the Authority is to aid in the distribution, sale, and installation of electrical and gas apparatus,

equipment, and appliances, and to assist in raising the standard of living in homes and on farms by making these modern devices available on convenient terms at a low financing cost. The financing plan offered by the Authority is available to consumers and dealers only in areas served by utilities which offer reasonably low rates, and that enter into agreement with the Authority for the collection of installment payments. The successful operation of the Authority is attested to by the fact that as of June 30, 1941, approximately 326,400 families had been aided and there has been accumulated a surplus of approximately \$350,000 after provision has been made for all expenses and reserves.

The receipts, expenditures, and means of financing are shown in detail in the foregoing statement.