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# *Introduction*

The Bush Administration submitted its budget for Fiscal Year 2004 in early 2003, and the Congress has until October 1, 2003 to pass its version. The President requested \$2.2 trillion in federal spending, up from \$2.140 trillion that Congress and the Administration agreed to spend in Fiscal Year 2003.

These amounts are so large that they are often considered to be incomprehensible to the average taxpayer. Unfortunately for most Members of Congress and the public, the problem of comprehensibility is compounded by the confusing presentation of the federal budget — five large volumes that total nearly 3,000 pages. In fact, the federal budget is almost impenetrable without extensive study, leaving citizens to wonder where all the money goes.

Therefore, in fulfillment of the Tax Foundation's mission to monitor public finance and educate the American public, we have undertaken to publish *A Taxpayer's Guide to Federal Spending*. It represents our effort to provide a more user-friendly presentation of federal spending.

## **Guiding Citizens Through the Budget**

This book presents federal outlays, or the actual disbursement of funds to meet obligations, at several different levels of aggregation.<sup>1</sup> By gradually moving through these levels, taxpayers should better understand how the federal government spends tax dollars, the cost of various federal programs, and their relative size in proportion to the rest of the budget. It is hoped that the book will be a valuable guide as Congress and the Administration debate the President's budget proposal.

The first chapter gives a snapshot of total federal outlays organized by the major entities of the federal government: the legislature, the judiciary, the Presidency, the cabinet departments, and independent agencies. Readers will see, for example, that if Congress approves the President's budget, the federal entity with the largest budget share will be the Social Security Administration. Its spending will account for 25.8 percent of total federal outlays. The second chapter gives a similar snapshot of total federal employment broken down by the major components of the federal government.

The remaining chapters detail the outlays of each federal entity. The outlays used to fund the legislative and judicial branches are examined in the third and fourth chapters, and the remaining chapters examine the outlays made by the departments and independent agencies of the executive branch.

Each of these chapters breaks down a federal entity's total outlays by its component agencies and major program areas. The individual expenditure accounts which fund the various activities of these agencies and major program areas are then listed. Individual expenditure accounts may fund any number of specific programs. These accounts are further delineated by the type of funding used. In order to understand the logic of this presentation it is useful to briefly review some of the concepts used by the federal government when preparing its budget.

## **Types of Funds**

All federal activities funded by direct federal outlays are financed using either "federal funds" or "trust funds." All funds not classified by law as trust funds are considered federal funds. Since Congress has not followed a consistent rule designing types of funds, the distinction between the two is often arbitrary.

Alternatively, the federal government can avoid budgeting a federal outlay for activities it wants to encourage by extending credit. These amounts are recorded in credit accounts.

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<sup>1</sup> Outlays differ from another common fiscal term, budget authority. Outlays represent the actual disbursement of funds while budget authority is the legal authority to incur financial obligations that will eventually result in the outlay of funds.

## **Federal Funds**

Federal funds finance the bulk of federal activities. There are three types of funds within this category: general funds, special funds and revolving funds.

### *General Funds*

General funds, as the reader would suspect, are used to carry out general government activities. The sources of these funds include virtually all income taxes, many types of excise taxes, and federal borrowing.

### *Special Funds*

Special funds, like the trust funds discussed below, have been earmarked to finance a particular activity. An example is the Forest Service's Range Betterment Fund, which receives 50 percent of all the grazing fees collected in national forests in the 16 western states and uses them to finance range improvement activities.

### *Revolving Funds*

Revolving funds use the proceeds of an ongoing federal activity to finance the activity directly. For example, the Commerce Department's Economic and Statistics Division places the fees it receives from the sale of its publications in electronic form into a revolving fund. This fund is then used to finance the production of electronic versions of the division's publications.

There are two subcategories of revolving funds. Public enterprise funds record transactions between the government and the public while intra-governmental funds record transactions between federal agencies.

When the budget reports an outlay from a revolving fund, the amount is net of collections – that is, total outlays minus total collections equals the outlay.

### *Trust Funds*

Trust funds are federal collections which have been earmarked by law for specific purposes. Trust funds from the collection of Social Security and Medicare taxes, federal gasoline taxes, and airline ticket surcharges, for example, fund Social Security, Medicare, highway construction, and airport development.

### *Credit Accounts*

In addition to directly expending funds, the federal government also uses credit programs to achieve its objectives. Federal credit programs take two forms, direct loans and loan guarantees. In a direct loan program, the federal government lends money directly to borrowers. In a loan guarantee program, the federal government acts as the co-signer of loans. In either case there is usually a subsidy cost associated with a credit program.

One of the goals of the Federal Credit Reform Act of 1990 was to quantify these costs and treat them as outlays. The Act's solution to this problem was to create credit program accounts. These accounts are applicable to all direct loans obligated and loan guarantees committed to by the federal government in 1992 and beyond. The subsidy costs of loan programs are calculated by subtracting the present value of expected collections over the term of a loan from the present value of expected disbursements. Once funds from a direct loan or loan guarantee are disbursed, the credit program account is charged an amount equal to the calculated subsidy cost. In addition, the administrative costs of the program are also charged to the program account. These funds are then transferred to a non-budgetary credit financing account. In cases where the amount calculated is positive, funds are treated as an offsetting receipt (see below) and transferred to a special fund receipt account. Each year the cost of federal credit programs is re-estimated and the appropriate levels of funds are transferred among these three types of accounts to reflect changes in program cost.

Financial transactions associated with direct loans and loan guarantees entered into prior to 1992 continue to use the cash flow system of accounting used at the time. These transactions are recorded in

liquidating accounts.

## **Types of Collections**

All federal collections are classified into two broad categories, governmental receipts and offsetting collections. When raised through the exercise of governmental powers, the funds are called governmental receipts. Examples include individual and corporate income taxes, social insurance taxes, customs duties, and funds received from compulsory user charges. Offsetting collections, on the other hand, occur when the federal government is involved in businesslike transactions. Examples of this type of revenue include the sale of postage stamps, periodicals, and electricity. In an effort to arrive at some measure of the federal government's spending authority, offsetting collections are deducted from gross outlays to arrive at net outlays.

### **Offsetting Collections**

There are two types of offsetting collections: offsetting collections credited to appropriation or fund accounts, and offsetting receipts. They differ in the manner in which the offset is applied. In the first case, the offsetting collections are credited directly to the expenditure account that produced these receipts without legislative action. For example, the Postal Service is allowed to use the funds received from the sale of postage stamps and other services to offset the cost of its operations directly. Offsetting receipts, on the other hand, are not automatically allowed to be deducted from the expenditure account that produced them. Instead they generally offset expenditures at the agency or major program area level.

#### *Offsetting Receipts*

There are three subcategories of offsetting receipts: proprietary receipts from the public, intra-governmental transactions, and offsetting governmental receipts. Proprietary receipts from the public occur when a federal entity is involved in a businesslike transaction with the public. In most cases these receipts are deducted from the agency or major program area expenditures that produced these revenues. In a limited number of cases, however, they are not deducted from an agency or function, but instead are used as an offset against total federal collections. In these cases the funds are called undistributed offsetting receipts and are deducted from government-wide totals.

Intra-governmental transactions occur when one federal entity conducts a businesslike transaction with another. In most of these cases funds are deducted from the funding of one agency and used as an offset against the expenditures of another.

Offsetting governmental receipts result from action that is by nature governmental but is legally classified as an offsetting receipt.

## **Data Presentation**

Chapter 1 opens with a pie chart illustrating total federal spending by "entity," i.e. department or program. The total outlays presented in the pie chart include both on- and off-budget spending and do not include allowances and undistributed offsetting collections.<sup>2</sup> The purpose of this chart is to show the relative budget shares of the various federal entities. To facilitate this presentation, the entity shares have been sorted by size and are presented in such a way that all entities are all easily readable. The table that follows the illustration presents the entities and their respective outlays for fiscal years 2001–2003 in the order in which they appear in the federal budget. Total outlays include all allowances and offsetting

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<sup>2</sup> Off-budget spending finances the same types of activities as on-budget spending, but it is excluded by law from certain budgetary calculations. Currently, off-budget spending is comprised of two Social Security trust funds, old-age and survivors insurance and disability insurance, and the Postal Service fund. Allowances are lump-sum amounts that are included in the budget documents to account for some anticipated but unspecified rise or fall in federal outlays.

collections. The distribution of total federal employment among the entities is presented in a similar pie chart in Chapter 2. The table that follows this pie chart presents employment levels of the major entities of the federal government.

Each of the remaining chapters in the book examines a specific federal entity. The budget shares of the agencies and major program areas, which comprise the entity, are illustrated in a pie chart showing the reader at a glance where the bulk of an entity's money goes. Following each pie chart is a table that lists the entity's component agencies and major program areas, presented in the order in which they appear in the federal budget. Total employment for the entity is given at the top of each table. The individual expenditure accounts of the entity's component agencies and major program areas are then listed with brief descriptions. These also appear in the order they appear in the federal budget and are delineated by the type of funding used. A dash in the account's amount column indicates zero outlays or outlays of less than \$1 million.

The existence of the various types of offsetting collections and the differing levels in the federal budget at which these offsets are applied complicates the presentation of outlays. Total outlays as presented on the opening page of each chapter include all offsetting collections and interfund transactions. Data for individual expenditure accounts is net only of offsetting collections credited to individual expenditure accounts since this is the only type of offset applicable to individual expenditure accounts. Such accounting is consistent with the methodology employed in calculating outlay totals for individual expenditure accounts given in the Budget of the United States Government, Fiscal Year 2004 - Appendix.

\* \* \* \*

## **About the Tax Foundation**

In 1937, civic-minded businessmen envisioned an independent group of researchers who, by gathering data and publishing information on the public sector in an objective, unbiased fashion, could counsel government, industry and the citizenry on public finance.

More than six decades later, in a radically different public arena, the Tax Foundation continues to fulfill the mission set out by its founders. Through newspapers, radio, television, and mass distribution of its own publications, the Foundation supplies objective fiscal information and analysis to policymakers, business leaders, and the general public.

The Tax Foundation's research record has made it an oft-quoted source in Washington and state capitals, not as the voice of left or right, not as the voice of an industry or even of business in general, but as an advocate of a principled approach to tax policy, based on years of professional research.

Today, farsighted individuals, businesses, and charitable foundations still understand the need for sound information on fiscal policy. As a nonprofit, tax exempt 501(c)(3) organization, the Tax Foundation relies solely on their voluntary contributions for its support.

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## **About the Author**

Matthew Lutz, a recent graduate of the University of Notre Dame, who received his B.A in accounting, is the editor of *A Taxpayer's Guide to Federal Spending*.

# CHAPTER 1

## *Summary and Analysis*

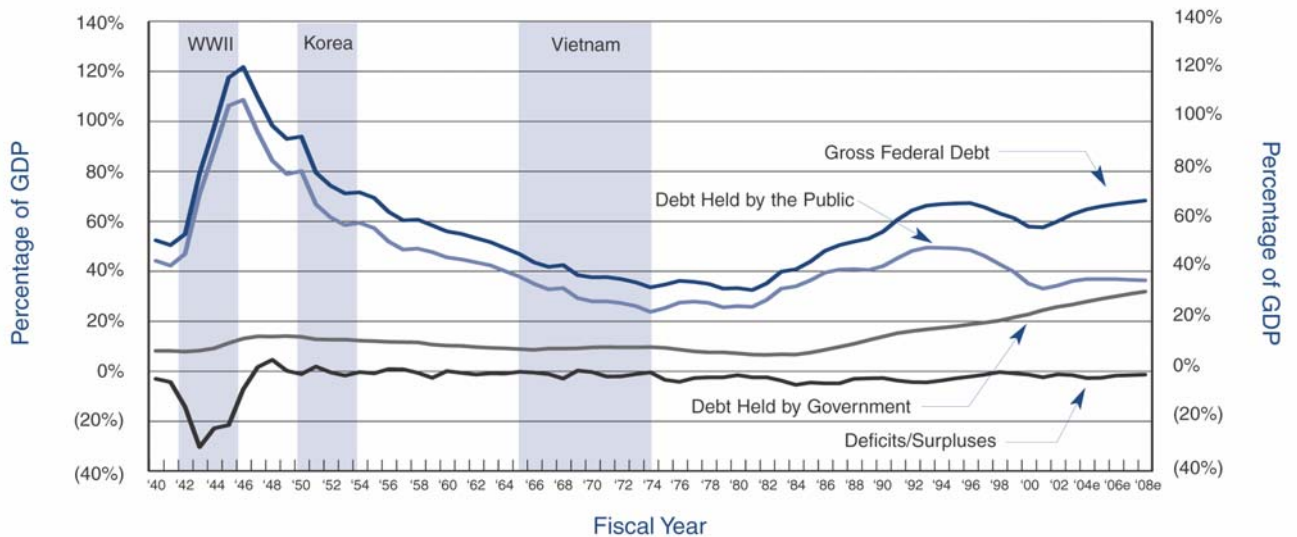
### Introduction

President Bush's fiscal year 2004 budget focuses on three major themes:

- Economic growth and job creation primarily through significant individual tax relief and fundamental tax reform.
- Increased security from terrorism and other threats abroad primarily through increased Department of Defense spending.
- Protection of the "homeland" primarily through creation and expansion of the new Department of Homeland Security.

The President's budget also includes proposals that would considerably increase spending on Medicare, primary education programs, the Environmental Protection Agency, and research and development.

Figure 1: Federal Receipts and Outlays as a Percentage of GDP  
Fiscal Years 1940-2008



Sources: Office of Management and Budget; Tax Foundation

Table 1: Federal Outlays by Type, Fiscal Years 1962-2008

	(\$Billions)									
	Discretionary				Mandatory					Net Interest
	Total Outlays	Total	Defense	Non-Defense	Total	Social Security	Medicare	Medicaid	Other	
1962	\$ 106.8	\$ 72.1	\$ 52.6	\$ 19.5	\$ 34.8	\$ 14.0	\$ 0.0	\$ 0.1	\$ 13.8	\$ 6.9
1963	111.3	75.3	53.7	21.6	36.0	15.5	0.0	0.2	12.6	7.7
1964	118.5	79.1	55.0	24.1	39.4	16.2	0.0	0.2	14.8	8.2
1965	\$ 118.2	\$ 77.8	\$ 51.0	\$ 26.8	\$ 40.4	\$ 17.1	\$ 0.0	\$ 0.3	\$ 14.4	\$ 8.6
1966	134.5	90.1	59.0	31.1	44.4	20.3	0.6	0.8	13.3	9.4
1967	157.5	106.5	72.0	34.5	51.0	21.3	2.7	1.2	15.5	10.3
1968	178.1	118.0	82.2	35.8	60.2	23.3	4.6	1.8	19.4	11.1
1969	183.6	117.3	82.7	34.6	66.3	26.7	5.7	2.3	18.9	12.7
1970	\$ 195.6	\$ 120.2	\$ 81.9	\$ 38.3	\$ 75.4	\$ 29.6	\$ 6.2	\$ 2.7	\$ 22.5	\$ 14.4
1971	210.2	122.5	79.0	43.5	87.6	35.1	6.6	3.4	27.7	14.8
1972	230.7	128.5	79.3	49.2	102.2	39.4	7.5	4.6	35.2	15.5
1973	245.7	130.4	77.1	53.3	115.3	48.2	8.1	4.6	37.1	17.3
1974	269.4	138.2	80.7	57.5	131.1	55.0	9.6	5.8	39.3	21.4
1975	\$ 332.3	\$ 157.9	\$ 87.6	\$ 70.3	\$ 174.3	\$ 63.6	\$ 12.9	\$ 6.8	\$ 67.8	\$ 23.2
1976	371.8	175.6	89.9	85.7	196.2	72.7	15.8	8.6	72.4	26.7
1977	409.2	197.1	97.5	99.6	212.1	83.7	19.3	9.9	69.3	29.9
1978	458.7	218.7	104.6	114.1	240.1	92.4	22.8	10.7	78.7	35.5
1979	504.0	240.0	116.8	123.2	264.0	102.6	26.5	12.4	79.9	42.6
1980	\$ 590.9	\$ 276.3	\$ 134.6	\$ 141.7	\$ 314.6	\$ 117.1	\$ 32.1	\$ 14.0	\$ 98.9	\$ 52.5
1981	678.2	307.9	158.0	149.9	370.4	137.9	39.1	16.8	107.8	68.8
1982	745.8	325.9	185.9	140.0	419.8	153.9	46.6	17.4	116.9	85.0
1983	808.4	353.3	209.9	143.4	455.0	168.5	52.6	19.0	125.1	89.8
1984	851.9	379.4	228.0	151.4	472.4	176.1	57.5	20.1	107.6	111.1
1985	\$ 946.4	\$ 415.8	\$ 253.1	\$ 162.7	\$ 530.6	\$ 186.4	\$ 65.8	\$ 22.7	\$ 126.2	\$ 129.5
1986	990.5	438.5	273.8	164.7	551.9	196.5	70.2	25.0	124.2	136.0
1987	1,004.1	444.2	282.5	161.7	560.0	205.1	75.1	27.4	113.7	138.7
1988	1,064.5	464.4	290.9	173.5	600.0	216.8	78.9	30.5	122.0	151.8
1989	1,143.7	488.8	304.0	184.8	654.8	230.4	85.0	34.6	135.8	169.0
1990	\$ 1,253.2	\$ 500.5	\$ 300.1	\$ 200.4	\$ 752.6	\$ 246.5	\$ 98.1	\$ 41.1	\$ 182.5	\$ 184.4
1991	1,324.4	533.3	319.7	213.6	791.1	266.8	104.5	52.5	172.8	194.5
1992	1,381.7	533.8	302.6	231.2	847.9	285.2	119.0	67.8	176.5	199.4
1993	1,409.5	539.4	292.4	247.0	870.1	302.0	130.6	75.8	163.0	198.7
1994	1,461.9	541.4	282.3	259.1	920.5	316.9	144.7	82.0	173.9	203.0
1995	\$ 1,515.8	\$ 544.9	\$ 273.6	\$ 271.3	\$ 971.0	\$ 333.3	\$ 160.0	\$ 89.1	\$ 156.4	\$ 232.2
1996	1,560.6	532.7	266.0	266.7	1,027.9	347.1	174.2	92.0	173.5	241.1
1997	1,601.3	547.3	271.7	275.6	1,054.0	362.3	190.0	95.6	162.1	244.0
1998	1,652.6	552.1	270.2	281.9	1,100.6	376.1	192.8	101.2	189.3	241.2
1999	1,701.9	572.0	275.5	296.5	1,130.0	387.0	190.4	108.0	214.8	229.8
2000	\$ 1,788.8	\$ 614.9	\$ 295.0	\$ 319.9	\$ 1,174.0	\$ 406.0	\$ 197.1	\$ 117.9	\$ 230.0	\$ 223.0
2001	1,863.9	657.4	309.1	348.3	1,206.5	429.4	217.5	129.4	224.0	206.2
2002	2,011.0	734.4	348.9	385.4	1,105.7	452.5	227.7	151.2	274.3	171.0
2003e	2,140.4	791.4	375.7	415.7	1,349.0	474.5	244.7	162.5	305.9	161.4
2004e	2,229.4	818.8	389.7	429.0	1,410.6	493.0	258.9	182.5	299.8	176.4
2005e	\$ 2,343.4	\$ 850.0	\$ 409.7	\$ 440.3	\$ 1,493.4	\$ 511.6	\$ 275.9	\$ 197.0	\$ 304.9	\$ 204.0
2006e	2,463.7	869.8	422.8	447.0	1,593.9	533.1	304.9	215.3	316.1	224.5
2007e	2,576.2	891.4	436.2	455.2	1,684.8	558.7	327.4	232.5	326.4	239.8
2008e	2,710.5	925.9	460.2	465.7	1,784.6	587.2	349.4	252.5	341.4	254.1

Source: Tax Foundation, Office of Management and Budget.

## The Budget Outlook

The President's fiscal year 2004 budget requests \$2.2 trillion in total spending and anticipates \$1.9 trillion in total receipts. In other terms, based on administration forecasts, federal spending will be 19.7 percent of Gross Domestic Product (GDP) and receipts will total 17.0 percent of GDP in fiscal year 2004. Spending of \$2.2 trillion represents a 2.2 percent increase over the administration's most recent estimates for the current fiscal year and a 25.3 percent increase compared to a decade ago, fiscal year 1994, after adjusting for inflation. The \$1.9 trillion in anticipated collections represents a 2.7 percent increase over the administration's most recent estimate for the current fiscal year and 25.5 percent increase compared to a decade ago. Figure 1 shows federal outlays and receipts as a percentage of GDP since 1940. The



administration's budget shows a current year (fiscal year 2003) net deficit of \$304.2 billion and a net deficit of \$307.4 billion in fiscal year 2004. The budget shows continued deficits through at least 2008. This is the first budget in eight years that forecasts budget deficits throughout the five year budget window.

The deficits over this period will increase outstanding debt held by the public from an estimated \$3.9 trillion at the end of fiscal year 2003 to an estimated \$5.0 trillion in 2008. Measured as a percentage of GDP, debt held by the public is expected to slightly increase from 36.1 percent of GDP at the end of fiscal year 2003 to 36.4 percent of GDP at the end of fiscal year 2008.

## **Expenditures by Classification**

The budget shares of the major categories of federal spending under the President's budget are illustrated by the last five bars in Figure 4, corresponding with fiscal years 2004–2008. Historical data is provided for context. See also Table 1.

Federal outlays are divided into two broad categories, discretionary and mandatory. Discretionary spending is determined by the annual appropriations process, while so-called mandatory outlays are predetermined by statute. Mandatory outlays also include net interest payments that are determined by the level of gross federal debt outstanding and interest rates. To alter mandatory spending levels, the program's authorizing legislation must be amended. Since interest payments on federal debt are a pre-existing legal obligation, they are classified with mandatory outlays in Figure 4.

These two broad categories of federal spending are further divided into their major components. Discretionary spending is divided into defense and non-defense outlays. Mandatory outlays are divided into Social Security, Medicare, Medicaid, other mandatory programs, and net interest.

The thick line delineating the two types of spending in Figure 4 illustrates how the composition of federal outlays has changed over the past three decades. Until the late 1960s, more than 70 percent of all federal spending was discretionary, controlled by the annual appropriations process. Entitlement programs enacted in the late 1960s shifted the balance rapidly to greater mandatory spending. For a time it was possible to partially finance the rapid growth of mandatory spending by making offsetting reductions in defense spending, but by the mid-1970s cuts in defense spending were no longer feasible. Figures 1 and 2 show that the budget deficit began to grow rapidly as federal outlays quickly increased as a percentage of GDP.

### **Mandatory Expenditures**

Under the President's proposal, the share of the budget dedicated to mandatory and net interest outlays would grow from 63.0 percent in FY 2003 to 65.8 percent in FY 2008. Omitting net interest, mandatory programmatic spending is expected to increase from 55.5 percent of total federal spending in fiscal year 2003 to 56.5 percent in 2008. This increase is due in part to President Bush's plan to increase spending levels for Medicare and Medicaid, mostly to subsidize the purchasing of prescription drugs under Medicare (see Table 1 and Figure 4).

Net interest payments under the President's plan will increase from 7.5 percent of total spending in fiscal year 2003 to 9.4 percent in 2008. This average of 8.7 percent of annual expenditures is the lowest average for any six-year period since fiscal years 1976 through 1981.

### **Discretionary Expenditures**

On the discretionary side of the budget, the President's proposal calls for increased expenditures for national defense, from \$375.7 billion in the current fiscal year, 2003, to \$460.2 billion in fiscal year 2008. This increase in spending would actually decrease the budget share taken by defense spending from 17.6 percent of total federal outlays in fiscal year 2003 to 17.0 in fiscal year 2008.

Nondefense discretionary expenditures are expected to increase under the President's budget from

\$415.7 billion in fiscal year 2003 to \$465.7 billion in fiscal year 2008. Despite this increase, the percentage of total federal outlays dedicated to nondefense discretionary spending decreases over the period from its current level of 19.4 percent to 17.2 percent of total federal outlays in 2008.

## **Expenditures by Agency**

The federal government is organized into 29 major agencies and “Other Independent Agencies,” a catch-all for small agencies. Some government agencies are huge; the Department of Health and Human Services will spend about \$502 billion in FY 2003, 24.2 percent of all federal outlays. Meanwhile, the Advisory Council on Historic Preservation will spend only around \$4 million, or 0.0002 percent of total federal spending. Table 3 shows the proposed spending for the 29 major agencies between FY 1999 and 2008, both in current dollars and as a percentage of total federal spending.

As measured by net outlays, President Bush’s fiscal year 2004 budget calls for lower spending by nine agencies, including the Federal Emergency Management Agency (FEMA) which has been incorporated into the new Department of Homeland Security. Significant declines in spending levels are anticipated within the Department of Labor (down 17.8 percent from fiscal year 2003), the General Services Administration (down 81.1 percent) and the Small Business Administration (down 50.4 percent).

The other 21 agencies are all slated to receive net increases in their budgets. Other Independent Agencies is slated to receive the largest increase, a 31.9 percent jump from \$10.8 billion in fiscal year 2003 to \$14.0 billion in fiscal year 2004. The budget also calls for substantial increases in the agencies that manage international assistance programs (a 17.0 percent increase), the Legislative Branch (a 9.5 percent increase) and the Department of Justice (a 9.5 percent increase).

## **Federal Collections by Source**

The major sources of federal revenue under the President’s budget are listed in Table 3 and illustrated in Figure 5.

### **Individual Income Taxes**

Individual income tax collections have been a relatively stable source of federal receipts since World War II, averaging 44.8 percent of total federal collections. This figure reached a peak of 49.9 percent in 1999 driven primarily by strong growth in personal income including capital gains. This percentage is expected to drop over the next couple of years before increasing again to 46.6 percent in fiscal year 2008. The decrease from 1999 is attributable to a slowdown in the growth of personal income, the passage of the Economic Growth and Tax Relief Reconciliation Act of 2001 (EGTRRA), and the President’s various tax relief proposals contained in this budget.

### **Corporate Income Taxes**

Corporate income tax collections are highly cyclical, rising during periods of economic growth and falling when the economy slows. However, the general trend has been a steady decline in the percentage of total federal collections contributed by the corporate income tax. During the 1950s corporate income tax collections averaged 27.5 percent of total collections. This share dropped to 21.3 percent during the 1960s, 15.0 percent during the 1970s, and 9.3 percent during the 1980s. Since then, corporate tax receipts have averaged 10.1 percent of total collections per year.

In fiscal year 2003, the corporate income tax is slated to raise \$143.2 billion, or 7.8 percent of total federal receipts. Under the President’s budget, the corporate income tax is projected to produce \$169.1 billion during fiscal year 2004, rising to \$243.7 billion in fiscal year 2008. As a share of expected federal collections, this would be an increase of 1.9 percentage points over the next six years from 7.8 to 9.7 percent.

### **Social Insurance Taxes**

The rapid growth in the share of federal outlays allocated to mandatory spending programs has been accompanied by escalating social insurance taxes to pay for them. Just after World War II, social insurance taxes such as the payroll tax supplied just 7.9 percent of total federal receipts. This share increased to over 20 percent by 1967 and is scheduled to reach an historic high of 39.8 percent in 2004. Under the President's new budget the federal government would collect \$764.5 billion in social insurance taxes during fiscal year 2004, which represents 6.8 percent of GDP. This would increase to \$922.2 billion in fiscal year 2007, or 36.6 percent of total federal receipts.

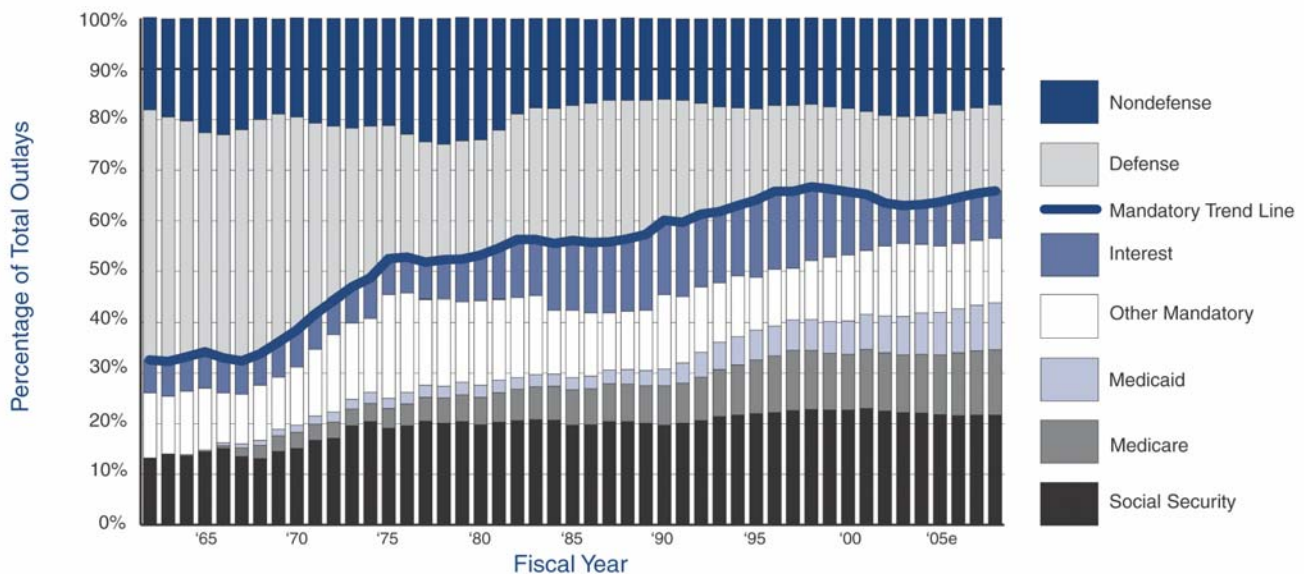
### **Excise Taxes**

Excise taxes, which include levies on alcohol, gasoline, tobacco, and telephony services, make up a relatively small share of federal government collections, about 3.7 percent in fiscal year 2003. This is a tremendous change from past years. In the 1950s excise taxes accounted for 14.5 percent of federal collections. From that post-World War II peak, excise taxes dropped to an annual average of 11.1 percent of collections during the 1960s, 6.3 percent during the 1970s, 4.9 percent in the 1980s, and 3.9 percent during the 1990s. Under President Bush's budget, the share of total receipts accounted for by excise taxes would drop further, to 3.2 percent in fiscal year 2008.

### **Other Collections**

The share of total federal receipts raised from other sources has remained relatively constant since the end of World War II, at an annual average of 4.4 percent. These include customs duties and fees, estate and gift taxes, and other miscellaneous taxes and fees.

Figure 4: Federal Outlays by Type as a Percentage of Total Federal Outlays  
Fiscal Years 1962-2008



Sources: Office of Management and Budget; Tax Foundation

## Tax Relief and Reform

The President's Fiscal Year 2004 Budget contains 78 specific revenue provisions. In total, they would result in \$441.0 billion in tax relief between FY 2004 and FY 2008, and \$1.3 trillion between FY2004 and FY2013. Additionally, the President's proposals include creation or expansion of three "refundable" tax credits that would result in outlays of \$52.4 billion over the next five years and \$137.2 billion over the next ten years.

As outlined in several speeches earlier this year including the State of the Union Address, the President's revenue proposals fall into four major categories: acceleration of scheduled tax relief, significant tax reform, tax incentives for specific activities, and extension of existing provisions.

### Acceleration of Scheduled Tax Relief

Several provisions passed as part of the Economic Growth and Tax Relief Reconciliation Act of 2001 are scheduled to phase in over the next six years under current law. The President's budget calls for making several of these provisions effective retroactively to January 1, 2003. Specifically, the President's budget would:

- 1) Drop each of the top four individual income tax rates to the level currently scheduled to be in place between 2006 and 2010. The complete marginal income tax rate schedule would then be 10 percent, 15 percent, 25 percent, 28 percent, 33 percent and 35 percent.
- 2) Increase the child tax credit from its current level of \$600 to \$1,000 per child, the level scheduled to be in effect in 2010.
- 3) Increase the width of the 15-percent tax bracket for married couples filing jointly to twice the size of the 15-percent bracket for single filers. Also increase the size of the standard deduction for married couples filing jointly to exactly double that available for single filers. These two provisions would eliminate the marriage penalty faced by many couples.

4) Increase the width of the 10 percent income tax bracket to \$14,000 of income for married couples filing jointly and \$7,000 for single taxpayers, and index the 10-percent tax bracket for inflation beginning in 2004.

These four accelerations would provide taxpayers with a total of \$203.5 billion in tax relief between FY 2004 and FY 2008, according to the administration's projections.

### **Significant Tax Reform**

The President's budget includes several proposals that would significantly reform and simplify the existing income tax code. The proposal that has received the most attention has been the one to eliminate the double taxation of corporate earnings. Corporate earnings are typically taxed at least twice under current law, once at the corporate level and again at the individual level. The president's proposal would eliminate all but one of these layers of taxation by allowing all shareholders, including corporate shareholders, to deduct the full amount of dividends paid out of after-tax earnings. The proposal would also exempt capital gains resulting from retained earnings from being taxed twice. This proposal would provide taxpayers with \$152.7 billion in tax relief over the next five years according to the administration's estimates.

The second major tax reform proposal put forward by the President is the expansion of tax-advantaged savings accounts. The proposal would simplify and consolidate the rules governing many of the existing tax-advantaged savings plans—including Individual Retirement Accounts (IRAs), Medical Savings Accounts, Roth IRAs, Education Savings Accounts, 401(k) plans, 403(b) plans, and Qualified 529 Tuition Plans. The President's proposal would also expand the number of taxpayers eligible to make contributions to such plans and expand the activities for which savings can be used.

In short, the President's budget proposes consolidating all existing savings plans into three replacement accounts. First, Employer Retirement Savings Accounts (ERSAs) would replace existing employer-sponsored savings plans. Like existing plans, contributions made to an ERSA would be tax deductible. Taxes on the earnings in these accounts would be deferred until withdrawals are made after the age of 58. Second, Retirement Savings Accounts (RSAs) would replace existing IRAs and Roth IRAs. Like Roth IRAs, contributions to LSAs would not be tax deductible; however, withdrawals—including earnings—could be made tax free.

Finally, the President's proposal would create a new type of tax-advantaged savings account known as Lifetime Savings Accounts (LSAs). Like RSAs and existing Roth IRAs and Qualified 529 Tuition Plans, contributions to LSAs would be made in after-tax dollars and withdrawals would be tax-free. LSAs could be established by any individual and savings could be used for any purpose.

This proposal would actually increase government tax collections by \$13.6 billion over the next five years according to the administration's estimates that assume current 401(k) and IRA account holders would transfer savings from these accounts to the new RSAs, a taxable event.

### **New Tax Incentives**

The President's proposal contains 29 new tax incentives for specific activities. The most significant would provide a deduction for long-term care insurance premiums. It would be an "above-the-line" deduction, meaning that even taxpayers who do not itemize would benefit. This provision alone would provide taxpayers with \$6.6 billion in tax relief between fiscal years 2004 and 2008. Other significant incentives include an above-the-line deduction for charitable contributions (\$5.9 billion in tax relief over five years), a provision to allow up to \$500 in unused balances in a health flexible spending arrangement to be carried forward to the next year (\$3.3 billion over five years), a tax credit for developers of affordable single-family housing (\$2.5 billion over five years), and a tax credit for the purchase of certain hybrid and fuel cell vehicles (\$2.4 billion over five years).

The 29 new tax incentives included in the President's budget would provide taxpayers with \$37.6

billion in tax relief and increase outlays by \$33.9 billion between fiscal years 2004 and 2008 according to the Administration’s estimates.

**Extension of Existing Provisions**

The President’s budget includes extension of 21 tax laws that are currently set to expire over the next ten years. Most significantly, the President is proposing permanent extension of the major components of EGTRRA passed in 2001 and currently set to expire after 2010. This would include permanent extension of the marginal individual income tax rate reductions, increased child credit, elimination of the marriage penalty for most couples, and repeal of death and gift taxes. These extensions would provide taxpayers with \$5.8 billion in tax relief over the next five years, \$502.2 billion in tax relief between fiscal years 2004 and 2013, and increase outlays by \$20.8 billion over the next ten years.

The President’s budget also calls for permanent extension of the existing research and experimentation tax credit, a move that would provide taxpayers with \$22.9 billion in tax relief over the next five years. The remaining extensions would provide \$11.6 billion in tax relief.

Table 2: Federal Receipts by Source

Fiscal Years 1940 – 2008  
(\$Billions)

Year	Total Receipts	Individual Income Taxes	Corporate Income Taxes	Social Insurance Taxes	Other
1940	\$ 6.5	\$ 0.9	\$ 1.2	\$ 1.8	\$ 2.7
1941	8.7	1.3	2.1	1.9	3.3
1942	14.6	3.3	4.7	2.5	4.2
1943	24.0	6.5	9.6	3.0	4.9
1944	43.7	19.7	14.8	3.5	5.7
1945	\$ 45.2	\$ 18.4	\$ 16.0	\$ 3.5	\$ 7.3
1946	39.3	16.1	11.9	3.1	8.2
1947	38.5	17.9	8.6	3.4	8.5
1948	41.6	19.3	9.7	3.8	8.8
1949	39.4	15.6	11.2	3.8	8.9
1950	\$ 39.4	\$ 15.8	\$ 10.4	\$ 4.3	\$ 8.9
1951	51.6	21.6	14.1	5.7	10.2
1952	66.2	27.9	21.2	6.4	10.6
1953	69.6	29.8	21.2	6.8	11.7
1954	69.7	29.5	21.1	7.2	11.9
1955	\$ 65.5	\$ 28.7	\$ 17.9	\$ 7.9	\$ 11.0
1956	74.6	32.2	20.9	9.3	12.2
1957	80.0	35.6	21.2	10.0	13.2
1958	79.6	34.7	20.1	11.2	13.6
1959	79.2	36.7	17.3	11.7	13.5
1960	\$ 92.5	\$ 40.7	\$ 21.5	\$ 14.7	\$ 15.6
1961	94.4	41.3	21.0	16.4	15.7
1962	99.7	45.6	20.5	17.0	16.5
1963	106.6	47.6	21.6	19.8	17.6
1964	112.6	48.7	23.5	22.0	18.5
1965	\$ 116.8	\$ 48.8	\$ 25.5	\$ 22.2	\$ 20.3
1966	130.8	55.4	30.1	25.5	19.8
1967	148.8	61.5	34.0	32.6	20.7
1968	153.0	68.7	28.7	33.9	21.7
1969	186.9	87.2	36.7	39.0	23.9

Continued

Table 2: Federal Receipts by Source, Fiscal Years 1940 – 2008 (continued)  
(\$Billions)

Year	Total Receipts	Individual Income Taxes	Corporate Income Taxes	Social Insurance Taxes	Other
1970	\$ 192.8	\$ 90.4	\$ 32.8	\$ 44.4	\$ 25.2
1971	187.1	86.2	26.8	47.3	26.8
1972	207.3	94.7	32.2	52.6	27.8
1973	230.8	103.2	36.2	63.1	28.3
1974	263.2	119.0	38.6	75.1	30.6
1975	\$ 279.1	\$ 122.4	\$ 40.6	\$ 84.5	\$ 31.5
1976	298.1	131.6	41.4	90.8	34.3
1977	355.6	157.6	54.9	106.5	36.6
1978	399.6	181.0	60.0	121.0	37.7
1979	463.3	217.8	65.7	138.9	40.8
1980	\$ 517.1	\$ 244.1	\$ 64.6	\$ 157.8	\$ 50.6
1981	599.3	285.9	61.1	182.7	69.5
1982	617.8	297.7	49.2	201.5	69.3
1983	600.6	288.9	37.0	209.0	65.6
1984	666.5	298.4	56.9	239.4	71.8
1985	\$ 734.1	\$ 334.5	\$ 61.3	\$ 265.2	\$ 73.1
1986	769.2	349.0	63.1	283.9	73.2
1987	854.4	392.6	83.9	303.3	74.6
1988	909.3	401.2	94.5	334.3	79.3
1989	991.2	445.7	103.3	359.4	82.8
1990	\$ 1,032.0	\$ 466.9	\$ 93.5	\$ 380.0	\$ 91.5
1991	1,055.0	467.8	98.1	396.0	93.1
1992	1,091.3	476.0	100.3	413.7	101.4
1993	1,154.4	509.7	117.5	428.3	98.9
1994	1,258.6	543.1	140.4	461.5	113.7
1995	\$ 1,351.8	\$ 590.2	\$ 157.0	\$ 484.5	\$ 120.1
1996	1,453.1	656.4	171.8	509.4	115.4
1997	1,579.3	737.5	182.3	539.4	120.2
1998	1,721.8	828.6	188.7	571.8	132.7
1999	1,827.5	879.5	184.7	611.8	151.5
2000	\$ 2,025.2	\$ 1,004.5	\$ 207.3	\$ 652.9	\$ 160.5
2001	1,991.0	994.3	151.1	694.0	151.6
2002	1,853.2	858.3	148.0	700.8	146.0
2003e	1,836.2	849.1	143.2	726.6	117.4
2004e	1,922.0	849.9	169.1	764.5	138.5
2005e	\$ 2,135.2	\$ 934.6	\$ 229.3	\$ 810.9	\$ 160.4
2006e	2,263.2	1,014.1	233.8	845.8	169.5
2007e	2,398.1	1,103.4	237.8	883.6	173.4
2008e	2,520.9	1,175.3	243.7	922.2	179.7

## The Budget in Perspective

It is important to put the current budget proposal into historical context. To do so, it is necessary to translate current spending and revenue proposals into real terms either by adjusting for inflation or by expressing the proposal in terms of the broader economy. Looking merely at the budget in nominal terms that do not account for inflation or economic growth is misleading and inaccurate. Table 5 contains information about the current budget in the context of the post-WWII era and the past three administrations.

For example, the President's budget proposes spending \$390.4 billion on defense related activities in FY 2004. This amounts to 17.5 percent of all spending and 3.5 percent of GDP. Some historical comparisons put the size of defense spending in perspective:

- This level is roughly the same as defense spending was in 1996, which amounted to 17.0 percent of all federal spending and 3.5 percent of GDP.
- Defense spending in 1987, the height of the Reagan build up, was 28.1 percent of all federal spending and 6.1 percent of GDP.
- The President's budget proposes a fiscal year 2004 budget deficit of \$307.4 billion, which is 13.8 percent of all spending and 2.8 percent of GDP.
- This level is roughly the same as the deficit was in 1994, which amounted to 13.9 percent of all spending and 2.9 percent of GDP.
- Deficit spending in 1983, the highest point during the Reagan administration, was 25.7 percent of

all spending and 6.0 percent of GDP. More information and tables on the President's budget proposal can found on the Tax Foundation's Special Report #120, at [www.taxfoundation.org](http://www.taxfoundation.org)



## CHAPTER 2

# *Overview of the Federal Budget*

### Total Outlays by Federal Entity Fiscal Years 2002–2004

Federal Government Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Net Outlays (\$Millions)	\$ 2,010,975	\$ 2,140,377	\$ 2,229,425	100.0%
The Legislative Branch	3,218	3,961	4,336	0.2%
The Judicial Branch	4,823	5,419	5,663	0.3 %
The Executive Branch				
Dept. of Agriculture	68,731	72,773	74,124	3.3%
Dept. of Commerce	5,314	5,790	5,778	0.3%
Dept. of Defense-Military	331,951	358,155	370,707	16.6%
Dept. of Education	46,282	59,481	58,891	2.6%
Dept. of Energy	17,681	19,796	21,030	0.9%
Dept. of Health and Human Services	465,812	502,013	539,015	24.2%
Dept. of Homeland Security	17,476	28,155	27,942	1.3%
Dept. of Housing and Urban Development	31,885	37,987	36,486	1.6%
Dept. of the Interior	9,739	10,357	10,722	0.5%
Dept. of Justice	21,112	22,156	24,271	1.1%
Dept. of Labor	64,707	70,746	58,118	2.6%
Dept. of State	9,453	10,977	10,205	0.5%
Dept. of Transportation	56,104	52,280	53,680	2.4%
Dept. of Treasury	370,558	368,803	391,968	17.6%
Dept. of Veterans Affairs	50,884	56,946	61,889	2.8%
Corps of Engineers	4,797	4,146	4,117	0.2%
Other Defense Civil Programs	35,157	40,148	40,442	1.8%
Environmental Protection Agency	7,450	7,958	8,270	0.4%
Executive Office of the President	451	334	341	0.0%
General Services Administration	(677)	424	(80)	0.0%
International Assistance	13,342	13,020	15,235	0.7%
National Aeronautics and Space Administration	14,430	14,599	15,255	0.7%
National Science Foundation	4,188	4,853	5,092	0.2%
Office of Personnel Management	52,512	55,793	58,475	2.6%
Small Business Administration	493	1,553	770	0.0%
Social Security Administration	488,240	509,910	530,765	23.8%
Other Independent Agencies	18,287	12,771	12,735	0.6%
Allowances	—	(1,125)	(527)	
Undistributed Offsetting Receipts	(55,230)	(55,173)	(74,120)	

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.



## CHAPTER 3

# *Overview of Federal Employment*

### Total Employment by Federal Entity Fiscal Years 2002–2004

Federal Government Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	4,081.9	4,129.4	4,120.1	100.0%
The Legislative Branch	31.4	32.2	33.1	0.8%
The Judicial Branch	33.2	35.1	35.0	0.8 %
The Executive Branch				
Dept. of Agriculture	97.0	99.2	98.0	2.4%
Dept. of Commerce	34.9	38.9	38.5	0.9%
Dept. of Defense-Military	2,064.2	2,035.2	2,026.6	49.2 %
Dept. of Education	4.5	4.6	4.6	0.1%
Dept. of Energy	15.8	16.3	16.1	0.4%
Dept. of Health and Human Services	59.0	61.0	60.9	1.5%
Dept. of Homeland Security	81.3	144.9	142.2	3.5%
Dept. of Housing and Urban Development	10.0	10.5	10.5	0.3%
Dept. of the Interior	70.3	70.0	70.3	1.7%
Dept. of Justice	97.3	106.0	112.0	2.7 %
Dept. of Labor	17.0	17.3	17.5	0.4%
Dept. of State	28.6	29.5	30.1	0.7%
Dept. of Transportation	61.2	59.2	60.0	1.5%
Dept. of Treasury	115.9	116.7	117.5	3.7%
Dept. of Veterans Affairs	208.9	209.0	214.0	2.9 %
Corps of Engineers	25.0	24.8	24.8	0.6%
Other Defense Civil Programs	NA	NA	NA	
Environmental Protection Agency	17.5	17.6	17.9	0.4%
Executive Office of the President	NA	NA	NA	
General Services Administration	12.4	12.4	12.4	0.3%
International Development	2.3	2.4	2.5	0.1%
National Aeronautics and Space Administration	18.7	19.1	18.9	0.5%
National Science Foundation	1.2	1.3	1.3	0.0%
Office of Personnel Management	2.8	2.9	3.0	0.1%
Small Business Administration	4.0	3.9	3.9	0.1%
Social Security Administration	63.1	63.6	64.6	1.6%
Other	862.6	853.4	841.1	20.7%



# CHAPTER 4

## *The Legislative Branch*

### Component Agencies and Major Program Areas by Budget Share Fiscal Year 2004

Branch Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	31.4	32.2	33.1	
Total Outlays (\$Millions)	\$ 3,218	\$ 3,961	\$ 4,336	100%
Senate	584	700	713	16.4%
House of Representatives	971	1,089	1,174	27.1%
Joint Items	15	16	17	0.3%
Capitol Police	192	292	287	6.6%
Office of Compliance	5	2	3	0.1%
Congressional Budget Office	30	34	34	0.8%
Architect of the Capitol	275	493	597	13.8%
Botanic Garden	7	9	11	0.3%
Library of Congress	600	703	790	18.2%
Government Printing Office	112	155	186	4.3%
General Accounting Office	422	436	470	10.8%
United States Tax Court	34	38	40	1.0%
Other Legislative Branch Agencies	30	32	57	1.3%
Deductions for Offsetting Receipts	(38)	(27)	(17)	(0.4%)
Interfund Transactions	(21)	(11)	(16)	(0.4%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## United States Senate

These accounts finance all of the necessary activities of the United States Senate, including members' salaries, various offices, and other general expenses. The Senate is composed of 100 members, representing all fifty states in the Union with two senators per state. Top officials:

- President of the Senate: Vice President Richard Cheney
- President Pro Tempore: Sen. Ted Stevens
- Majority Leader: Sen. Bill Frist
- Minority Leader: Sen. Tom Daschle

More information concerning the United States Senate may be found at <http://www.senate.gov>

### Federal Funds

#### *General and Special Funds*

#### Compensation of Members

This account pays the compensation to the 100 members of the Senate.

FY 02 Outlays:	\$ 19 million
FY 03 Outlays:	20
FY 04 Request:	20

**Salaries, Officers and Employees**

This account pays the various salaries of other Senate officers and employees.

FY 02 Outlays:	\$ 96 million
FY 03 Outlays:	118
FY 04 Request:	123

**Office of the Legislative Counsel of the Senate**

This account pays the salaries and expenses of the Office of the Legislative Counsel of the Senate.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	5
FY 04 Request:	5

**Inquiries and Investigations**

This account pays the expenses of inquiries and investigations ordered by the Senate or conducted to Section 134(a) of Public Law 601.

FY 02 Outlays:	\$ 86 million
FY 03 Outlays:	107
FY 04 Request:	113

**Miscellaneous Items**

This account funds various miscellaneous items within the Senate.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	18
FY 04 Request:	19

**Senators' Official Personnel and Office Expense Account**

This account funds Senators' official personnel and office expenses.

FY 02 Outlays:	\$ 271 million
FY 03 Outlays:	304
FY 04 Request:	310

**Secretary of the Senate**

This account funds the expenses of the Office of the Secretary of the Senate.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	7
FY 04 Request:	2

**Sergeant at Arms and Doorkeeper of the Senate**

This account funds the expenses of the Sergeant at Arms and the Doorkeeper of the Senate.

FY 02 Outlays:	\$ 92 million
FY 03 Outlays:	117
FY 04 Request:	117

**Congressional Use of Foreign Currency**

This account pays the costs associated with congressional use of foreign currency.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	2
FY 04 Request:	2

**Senate Items**

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	2

*Public Enterprise Funds*

## **United States House of Representatives**

These accounts finance all of the necessary activities of the United States House of Representatives, including members' salaries, various offices, and other general expenses. The House of Representatives is composed of 435 members, representing all fifty states in the Union. States with larger populations receive more representatives in the House unlike the Senate. Top officials include:

- Speaker of the House Dennis Hastert
- Majority Leader Tom DeLay
- Majority Whip Roy Blunt
- Minority Whip Steny Hoyer

More information concerning the United States House of Representatives may be found at <http://www.house.gov>

### **Federal Funds**

#### *General and Special Funds*

#### **Compensation of Members and Related Administrative Expenses**

This account pays compensation to members of the House of Representatives and other related administrative expenses.

FY 02 Outlays:	\$ 83 million
FY 03 Outlays:	83
FY 04 Request:	89

#### **Salaries and Expenses**

This account pays the salaries and expenses of the House of Representatives that are not otherwise provided for.

FY 02 Outlays:	\$ 883 million
FY 03 Outlays:	1,000
FY 04 Request:	1,079

#### **Congressional Use of Foreign Currency**

This account pays the costs associated with congressional use of foreign currency.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	6
FY 04 Request:	6

## **Joint Items**

The accounts within this major program area fund certain expenses which are incurred jointly by both the Senate and the House of Representatives.

### **Federal Funds**

#### *General and Special Funds*

#### **Capitol Guide Service and Special Services Office**

This account pays the salaries and expenses of the Capitol Guide Service and Special Services Office.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	3
FY 04 Request:	3

**Joint Economic Committee**

This account pays the salaries and expenses of the Joint Economic Committee.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	4
FY 04 Request:	4

**Joint Committee on Taxation**

This account pays the salaries and expenses of the Joint Committee on Taxation.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	7
FY 04 Request:	8

**Office of the Attending Physician**

This account pays the costs associated with operating the Office of the Attending Physician.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	2

**General Expenses, Capitol Police**

This account pays the general expenses of the Capitol Police.

FY 02 Outlays:	\$ 47 million
FY 03 Outlays:	89
FY 04 Request:	68

**Security Enhancements**

This account funds the expenses for security enhancements to the Capitol complex, including the buildings and grounds of the Library of Congress.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	20
FY 04 Request:	3

**Salaries, Capitol Police**

This account pays the salaries of officers, members, and employees of the Capitol Police.

FY 02 Outlays:	\$ 136 million
FY 03 Outlays:	183
FY 04 Request:	216

**Office of Compliance**

The Office of Compliance was established in the Congressional Accountability Act of 1995 to oversee the rights of employees in the legislative branch. It provides employees with an independent, neutral dispute resolution process.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account pays the salaries and expenses of the Office of Compliance.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	3

**Awards and Settlements**

This account pays out sums that might be necessary for awards and settlements in the Office of Compliance. Expenditures will cease in FY 2003.



FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	—
FY 04 Request:	—

## **Congressional Budget Office**

The Congressional Budget Office (CBO) provides assistance to Congress in fulfilling its responsibilities to ensure effective congressional control over the budgetary process; to determine each year the appropriate level of Federal revenues and expenditures; and to establish national budget priorities.

### **Federal Funds** *General and Special Funds*

#### **Salaries and Expenses**

This account pays the salaries and expenses of the CBO.

FY 02 Outlays:	\$ 30 million
FY 03 Outlays:	34
FY 04 Request:	34

## **Architect of the Capitol**

The Architect of the Capitol maintains and restores the United States Capitol, its grounds, and nearby buildings in the District of Columbia. More information can be found at <http://www.aoc.gov>

### **Federal Funds** *General and Special Funds*

#### **Capitol Buildings, Salaries, and Expenses**

This account pays the costs associated with maintenance, general administration, and operation of the U.S. Capitol as well as nearby buildings.

FY 02 Outlays:	\$ 82 million
FY 03 Outlays:	154
FY 04 Request:	219

#### **Capitol Grounds**

This account pays the costs associated with maintenance and operation of the grounds of the U.S. Capitol.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	9
FY 04 Request:	6

#### **Congressional Cemetery**

This account provides a grant for the continuing care and maintenance of the historic Congressional Cemetery. Expenditures will cease in FY 2003

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

#### **Senate Office Buildings**

This account pays the costs associated with maintenance and operation of the U.S. Senate office buildings.

FY 02 Outlays:	\$ 50 million
FY 03 Outlays:	59
FY 04 Request:	66

**House Office Buildings**

This account pays the costs associated with maintenance and operation of the U.S. House office buildings.

FY 02 Outlays:	\$ 49 million
FY 03 Outlays:	61
FY 04 Request:	55

**Capitol Power Plant**

This account pays the costs associated with maintenance and operation of the Capitol Power Plant. It also funds lighting, heating, power, air conditioning, water, and sewer services for certain federal buildings.

FY 02 Outlays:	\$ 44 million
FY 03 Outlays:	96
FY 04 Request:	107

**Library Buildings and Grounds, Structural and Mechanical Care**

This account pays the costs associated with mechanical and structural maintenance and operation of the Library of Congress buildings and grounds.

FY 02 Outlays:	\$ 18 million
FY 03 Outlays:	36
FY 04 Request:	49

**Capitol Visitor Center**

This account will fund the expenses associated with the planning, engineering, design and construction of a new visitor center for the capitol. Expenditures will cease in FY2004.

FY 02 Outlays:	\$ 24 million
FY 03 Outlays:	84
FY 04 Request:	99

*Intra-governmental Funds*

**Judiciary Office Building Development and Operations Fund**

The Judiciary Office Building Development Act (Public Law 100-480) authorizes the Architect of the Capitol to build an office building which will be leased to the Judicial Branch of the federal government. The account funds the design and construction of this building.

FY 02 Outlays:	\$ 23 million
FY 03 Outlays:	23
FY 04 Request:	23

**Trust Funds**

**Gifts and Donations**

This account records expenditures made from funds received as gifts and bequests to the Architect of the Capitol.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Botanic Garden**

The United States Botanic Garden is open to the public. The Architect of the Capitol is authorized to construct and solicit gifts on behalf of the National Botanic Garden. It displays plants from around the world.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account pays the costs associated with maintenance and operation of the Botanic Garden.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	7
FY 04 Request:	9

**Trust Funds**

**Gifts and Donations**

This account records expenditures made from funds received as gifts and bequests to the U.S. Botanic Garden.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 2 million
FY 04 Request:	2

**Library of Congress**

The Library of Congress is the national library of the United States and is housed within three buildings in the District. The main goal of the Library is acquisition and maintaining the world's largest collections of novels, journals, and other items. More information can be found at <http://www.loc.gov>

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account pays the salaries and expenses of the Library of Congress that are not otherwise provided for.

FY 02 Outlays:	\$ 339 million
FY 03 Outlays:	352
FY 04 Request:	381

**Copyright Office: Salaries and Expenses**

This account pays the (net) salaries and expenses of the Copyright Office. The Copyright Office is responsible for the registration of copyright claims and the dissemination of copyright information.

FY 02 Outlays:	\$ 14 million
FY 03 Outlays:	12
FY 04 Request:	16

**Congressional Research Service: Salaries and Expenses**

This account pays the salaries and expenses of the Congressional Research Service. The Congressional Research Service provides research, analysis, and information for members of Congress.

FY 02 Outlays:	\$ 80 million
FY 03 Outlays:	85
FY 04 Request:	93

**Books for the Blind and Physically Handicapped: Salaries and Expenses**

This account pays the salaries and expenses associated with the Library of Congress's program to provide reading material for the blind and physically handicapped.

FY 02 Outlays:	\$ 49 million
FY 03 Outlays:	41
FY 04 Request:	43

**Furniture and Furnishings**

This account funds the purchase and repair of library furniture, furnishings, and equipment.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	3
FY 04 Request:	3

**Payments to Copyright Owners**

Payments from users of copyrighted material are disbursed to copyright owners through this account after administrative costs of the Copyright Office Licensing Division have been deducted.

FY 02 Outlays:	\$ 116 million
FY 03 Outlays:	228
FY 04 Request:	264

*Public Enterprise Funds*

**Cooperative Acquisitions Program Revolving Fund**

This account funds the acquisition of foreign research materials through the Library of Congress's overseas offices.

FY 02 Outlays:	\$ (1) million
FY 03 Outlays:	(1)
FY 04 Request:	(1)

**Duplication Services**

This account provides funds for the preservation services for the Library's audio-visual collections and duplication services for the general public. It also makes available copies of films, paper prints, and video tapes of the Library's collections for the general public.

FY 02 Outlays:	—
FY 03 Outlays:	\$ (1) million
FY 04 Request:	(1)

**Gift Shop, Decimal Classification, Photo Duplication, and Related Services**

This account supports for the Library's retail marketing sales shop activities; for providing Dewey Decimal Classification editorial services; for providing microfilming services; and other related services.

FY 02 Outlays:	\$ (2) million
FY 03 Outlays:	(2)
FY 04 Request:	(1)

**Trust Funds**

**Fedlink Program and Federal Research Program**

This account provides support to federal libraries through cost effective training, procurement of books, serials, and computer-based information retrieval services, and for providing customized research services to federal agencies.

FY 02 Outlays:	\$ (10) million
FY 03 Outlays:	(17)
FY 04 Request:(7)	

**Gift and Trust Funds Accounts**

This account records expenditures made from funds received as gifts to the Library of Congress or which resulted from the sale of Library of Congress publications, interest on Library of Congress Funds, etc.

FY 02 Outlays:	\$ 21 million
FY 03 Outlays:	17
FY 04 Request:	15

## **Government Printing Office**

The Government Printing Office (GPO) is a printing establishment operated for and by the Federal government. The GPO is also for binding needs for Congress and the Architect of the Capitol. More information can be found at <http://www.gpo.gov>

### **Federal Funds**

#### *General and Special Funds*

#### **Congressional Printing and Binding**

This account pays the cost of printing and binding Congressional and other federal publications.

FY 02 Outlays:	\$ 75 million
FY 03 Outlays:	85
FY 04 Request:	98

#### **Office of the Superintendent of Documents: Salaries and Expenses**

This account pays the salaries and expenses of the Office of the Superintendent of Documents. The Office of the Superintendent of Documents is responsible for the distribution and index compilations of federal publications.

FY 02 Outlays:	\$ 28 million
FY 03 Outlays:	30
FY 04 Request:	33

#### *Intra-governmental Funds*

#### **Government Printing Office Revolving Fund**

This account funds the operations of the GPO.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	40
FY 04 Request:	55

## **General Accounting Office**

The General Accounting Office's (GAO) mission is to improve government operations by providing timely and reliable information and advice to Congress, determining the legality of public expenditures, and providing guidance on financial management matters. More information can be found at <http://www.gao.gov>

### **Federal Funds**

#### *General and Special Funds*

#### **Salaries and Expenses**

This account pays the salaries and expenses of the General Accounting Office.

FY 02 Outlays:	\$ 422 million
FY 03 Outlays:	436
FY 04 Request:	470

## **United States Tax Court**

The United States Tax Court tries and adjudicates disputes involving federal taxes. It was created under Article I of the Constitution and is made up of one Chief Judge and eighteen judges. These judges are appointed by the president for terms of fifteen years. More information can be found at <http://www.ustaxcourt.gov>

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account pays the salaries and expenses of the United States Tax Court.

FY 02 Outlays:	\$ 33 million
FY 03 Outlays:	37
FY 04 Request:	39

**Trust Funds**

**Tax Court Judges Survivors Annuity Fund**

This fund pays sums to the eligible spouses and dependents of the United States Tax Court.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

**Other Legislative Branch Agencies**

**Federal Funds**  
*General and Special Funds*

**Medicare Payment Advisory Commission**

This account pays the salaries and expenses of the Medicare Payment Advisory Commission. The commission advises Congress on payment and other policy issues affecting Medicare.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Census Monitoring Board**

This account funds the salaries and expenses of the Census Monitoring Board. The Board is charged with observing and monitoring all aspects of the preparation and implementation of the 2000 decennial census.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

**United States Commission on International Religious Freedom**

This account funds the salaries and expenses of the Commission on International Religious Freedom. The Commission will review and report the facts and circumstances of violations of religious freedom.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	4
FY 04 Request:	3

**Other Legislative Branch Boards and Commissions**

This account funds the salaries and expenses of other commissions which include the: Oliver Wendell Holmes Devise Fund, Commission on Security and Cooperation in Europe, Dwight D. Eisenhower Memorial Commission, Trade Deficit Review Commission, International Conference and Contingencies, Copyright Royalty Tribunal, and the Commission on the Advancement of Federal Law Enforcement.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	6
FY 04 Request:	7

**Payment to Russian Leadership Development Center trust fund:**

This account is a payment to the Russian Leadership Development Center Trust Fund for financing activities of the Center for Russian Leadership Development. The Center for Russian Leadership

Development supports the identification of young, emerging political leaders in the Russian Federation and the development of an intensive program in the U.S. to introduce up to 3,000 participants, each year, to principles of democracy and market economy.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	10
FY 04 Request:	15

**Trust Funds**

**Gifts and Donations, Millennial Housing Commission**

This account funds the activities of the Millennial Housing Commission established to study the importance of housing to the infrastructure of the United States, methods for increasing the role of the private sector in providing affordable housing, and to determine whether or not existing housing programs work with one another.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	—
FY 04 Request:	—

**U.S. Capitol Preservation Commission**

This account funds the salaries and expenses of the U.S. Capitol Preservation Commission.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	17

**John C. Stennis Center for Public Service Training and Development**

This account funds the operation of the John C. Stennis Center for Public Service Training and Development.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	2
FY 04 Request:	2

**Russian Leadership Development Center trust fund:**

This account is a payment to the Russian Leadership Development Center Trust Fund for financing activities of the Center for Russian Leadership Development.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	10
FY 04 Request:	13





# CHAPTER 5

## *The Judicial Branch*

### Component Agencies and Major Program Areas by Budget Share Fiscal Years 2002–2004

Branch Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	33.2	35.1	35.0	
Total Outlays (\$Millions)	\$ 4,823	\$ 5,419	\$ 5,663	
Supreme Court of the United States	39	45	56	1.0%
United States Court of Appeals for the Federal Circuit	18	21	22	0.4%
United States Court of International Trade	13	14	14	0.2%
Courts of Appeal, District Courts, and other				
Judicial Services	4,886	5,447	5,677	100.2%
Administrative Office of the United States Courts	64	66	71	1.3%
Federal Judicial Center	20	24	23	0.4%
Judicial Retirement Funds	73	74	71	1.3%
United States Sentencing Commission	11	13	13	0.2%
Deductions for Offsetting Receipts	(271)	(279)	(321)	(5.7%)
Interfund Transactions	(37)	(36)	(30)	(0.7%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## Supreme Court of the United States

The Supreme Court of the United States is the highest court of our country and stands at the apex of the judicial branch of our constitutional form of government. It is the only constitutionally indispensable court in the Federal court system of the United States. Nine justices preside over the Supreme Court. More information may be found at <http://www.supremecourtus.gov>

### Federal Funds *General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the Supreme Court of the United States that are not otherwise provided for.

FY 02 Outlays:	\$ 39 million
FY 03 Outlays:	45
FY 04 Request:	56

#### Care of the Buildings and Grounds

This account provides funds for the care of the Supreme Court building and its grounds. This task is performed by the Architect of the Capitol.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	30
FY 04 Request:	67

## United States Court of Appeals for the Federal Circuit

The United States Court of Appeals for the Federal Circuit has nationwide appellate jurisdiction for certain types of cases. It also reviews the administrative rulings of certain federal entities. More information can be found at [www.fedcir.gov](http://www.fedcir.gov)

### Federal Funds

#### *General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the United States Court of Appeals for the Federal Circuit.

FY 02 Outlays:	\$ 18 million
FY 03 Outlays:	21
FY 04 Request:	22

## United States Court of International Trade

The United States Court of International Trade has original and exclusive jurisdiction of civil actions against the United States, its agencies and officers, and certain civil actions brought by the United States, arising out of import transactions and Federal statutes affecting international trade.

### Federal Funds

#### *General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the United States Court of International Trade.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	14
FY 04 Request:	14

## Courts of Appeals, District Courts, and Other Judicial Services

The United States Courts of Appeals are intermediate appellate courts which hear appeals in cases originally decided by federal trial courts. United States District Courts are trial courts of general federal jurisdiction. Other judicial services include the costs incurred by Bankruptcy Courts, probation and pretrial services, fees of jurors and commissioners, and other legal operations.

### Federal Funds

#### *General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the aforementioned federal judicial activities that are not otherwise provided for.

FY 02 Outlays:	\$ 3,617 million
FY 03 Outlays:	4,002
FY 04 Request:	4,176

**Defender Services**

This account funds the provision of legal counsel to individuals who are unable to afford such representation in certain federal judicial matters.

FY 02 Outlays:	\$ 481 million
FY 03 Outlays:	620
FY 04 Request:	626

**Fees of Jurors and Commissioners**

This account funds the costs associated with jurors and compensates land commissioners in condemnation cases.

FY 02 Outlays:	\$ 52 million
FY 03 Outlays:	58
FY 04 Request:	53

**Court Security**

This account provides for security and protective services at U.S. courts and adjacent areas.

FY 02 Outlays:	\$ 224 million
FY 03 Outlays:	293
FY 04 Request:	307

**Judiciary Filing Fees**

FY 02 Outlays:	\$ 214 million
FY 03 Outlays:	189
FY 04 Request:	214

**Registry Administration**

This account records expenditures made from funds received by the Judiciary for administering accounts in the courts' registry.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	3
FY 04 Request:	3

**Judiciary Information Technology Fund**

This account funds the expansion, management, and use of automation within the federal judiciary. It receives funding from various sources including other federal accounts.

FY 02 Outlays:	\$ 293 million
FY 03 Outlays:	282
FY 04 Request:	298

**Administrative Office of the United States Courts**

The Administrative Office of the United States Courts conducts non-judicial, administrative activities of the United States Courts. The main object of this office is to provide staff and services to the courts of the United States.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Administrative Office of the United States Courts.

FY 02 Outlays:	\$ 64 million
FY 03 Outlays:	66
FY 04 Request:	71

## Federal Judicial Center

The Federal Judicial Center is charged with developing and improving judicial administration in federal courts.

### Federal Funds

#### *General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Federal Judicial Center that are not otherwise provided for.

FY 02 Outlays:	\$ 19 million
FY 03 Outlays:	23
FY 04 Request:	22

### Trust Funds

#### **Gifts and Donations, Federal Judicial Center Foundation**

The Federal Judicial Center Foundation accepts gifts and donations which are given to aid and facilitate the work of the Federal Judicial Center. This account records expenditures made from such funds.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

## Judicial Retirement Funds

Several retirement funds exist for members of the Judiciary and their surviving widows and dependent children.

### Federal Funds

#### *General and Special Funds*

#### **Payment to Judiciary Trust Funds**

This account funds the Federal payment to the various retirement funds mentioned below.

FY 02 Outlays:	\$ 37 million
FY 03 Outlays:	35
FY 04 Request:	29

### Trust Funds

#### **Judicial Officers' Retirement Fund**

This account records expenditures made from the Judicial Officers' Retirement Fund. This fund provides retirement annuities to bankruptcy judges and magistrate judges.

FY 02 Outlays:	\$ 20 million
FY 03 Outlays:	23
FY 04 Request:	25

#### **Judicial Survivors' Annuities Fund**

This account records expenditures made from the Judicial Survivors Annuities Fund. This fund will provide an annuity to the surviving widows and dependent children of participating judicial employees.

FY 02 Outlays:	\$ 14 million
FY 03 Outlays:	14
FY 04 Request:	15

#### **United States Court of Federal Claims Judges' Retirement Fund**

This account records expenditures made from the United States Court of Federal Claims Judges'

Retirement Fund. This fund provides annuities to United States Court of Federal Claims judges.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	2

## **United States Sentencing Commission**

The United States Sentencing Commission develops the sentencing guidelines that are used in the United States district courts and other sentencing policies and practices that are used in the federal criminal justice system. The commission also conducts research on the effectiveness of penal practices. More information is at [www.ussc.gov](http://www.ussc.gov)

### **Federal Funds**

*General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	13
FY 04 Request:	13



# CHAPTER 6

## *Department of Agriculture*

Secretary Ann M. Veneman  
Deputy Secretary Gilbert G. Gonzalez, Jr.

### Component Agencies and Major Program Areas by Budget Share

Fiscal Years 2002–2004

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	97.0	99.2	98.0	
Total Outlays (\$Millions)	\$ 68,731	\$ 72,773	\$ 74,124	
Office of the Secretary	38	79	35	0.1%
Executive Operations	58	238	272	0.4%
Departmental Administrations	243	247	261	0.4%
Office of Communications	9	9	10	0.0%
Office of the Inspector General	72	76	81	0.1%
Office of the General Counsel	33	36	37	0.1%
Economic Research Service	70	72	77	0.1%
National Agricultural Statistics Service	115	131	136	0.2%
Agricultural Research Service	1017	1,093	1,085	1.5%
Cooperative State Research, Education, and Extension Service	1,029	1,063	1,071	1.5%
Animal and Plant Health Inspection Service	752	1,098	830	1.1%
Food Safety and Inspection Service	717	756	678	0.9%
Grain Inspection, Packers and Stockyards Administration	33	12	13	0.0%
Agricultural Marketing Service	1,105	1,354	1,056	1.4%
Risk Management Agency	3,030	3,199	2,779	3.7%
Farm Service Agency	17,517	17,114	16,073	21.7%
Natural Resources Conservation Service	1,280	1,969	2,519	3.4%
Rural Development	968	833	771	1.0%
Rural Housing Service	288	202	254	0.3%
Rural Business—Cooperative Service	54	99	147	0.2%
Rural Utilities Service	(1,766)	(1,491)	(1,358)	(1.8%)
Foreign Agricultural Service	811	841	1,007	1.4%
Food and Nutrition Service	37,096	41,661	42,147	56.9%
Forest Service	5,435	4,876	4,746	6.4%
Deductions for Offsetting Receipts	(1,271)	(2,792)	(593)	(0.8%)
Interfund Transactions	(3)	(3)	(3)	0.0%

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

### Office of the Secretary

The Office of the Secretary is responsible for overall management of the Department of Agriculture. The office also includes all Under Secretaries and Assistants who provide guidance to the Office. Top officials include:

**Federal Funds**  
*General and Special Funds*

**Office of the Secretary**

This account funds the salaries and expenses of the Secretary.

FY 02 Outlays:	\$ 27 million
FY 03 Outlays:	70
FY 04 Request:	25

**Fund for Rural America**

The Federal Agriculture Improvement and Reform Act of 1996 established the Fund to provide support to rural communities across the United States. The Act specifies that one-third of the funds be allocated toward rural development and no more than two-thirds to research.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	9
FY 04 Request:	10

**Trust Funds**

**Gifts and Bequests**

This account records expenditures made from funds received as gifts and bequests to the Department of Agriculture.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

## Executive Operations

Executive Operations provide support for USDA policy officials and selected services.

**Federal Funds**  
*General and Special Funds*

**Executive Operations**

This account funds the activities of Executive Operations that are not otherwise provided for.

FY 02 Outlays:	\$ 27 million
FY 03 Outlays:	35
FY 04 Request:	37

**Chief Financial Officer**

The Chief Financial Officer is both the chief financial management policy officer and the chief financial management advisor to the Secretary of Agriculture and mission area heads. The Chief Financial Officer has an office to assist him or her in carrying out these tasks. This account funds the operation of the office.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	8
FY 04 Request:	8

**Office of the Chief Information Officer**

The Clinger-Cohen Act of 1996 established the Chief Information Officer in order to provide policy guidance, leadership, coordination and direction to the Department's information management and information technology.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	31
FY 04 Request:	31



**Common Computing Environment**

The Department of Agriculture Reorganization Act of 1994 requires the Secretary of Agriculture to procure and use computer systems in a manner that enhances efficiency, productivity, and client services, and that promotes computer information sharing among agencies of the Department.

FY 02 Outlays:	\$ 56 million
FY 03 Outlays:	144
FY 04 Request:	196

*Intra-governmental Funds*

**Working Capital Fund**

This fund finances the procurement of certain services that are most efficiently acquired on a department-wide basis, such as visual information services, personnel services, and accounting systems.

FY 02 Outlays:	\$ (43) million
FY 03 Outlays:	2
FY 04 Request:	—

**Departmental Administration**

Departmental Administration is comprised of activities that provide staff support to top policy officials and overall direction and coordination of the Department. The Departmental Administration is also responsible for representing USDA in development of government-wide policies and initiatives.

**Federal Funds**

*General and Special Funds*

**Departmental Administration**

This account funds departmental administration activities that are not otherwise provided for.

FY 02 Outlays:	\$ 40 million
FY 03 Outlays:	40
FY 04 Request:	44

**Hazardous Waste Management**

This account funds the Department's compliance with environmental legislation.

FY 02 Outlays:	\$ 18 million
FY 03 Outlays:	18
FY 04 Request:	18

**Agriculture Buildings and Facilities and Rental Payments**

This account funds payment of rental and related service charges to the General Services Administration.

FY 02 Outlays:	\$ 185 million
FY 03 Outlays:	189
FY 04 Request:	199

## Office of Communications

The Office of Communications oversees the dissemination of information to the public and the media and coordinates Department information programs.

### Federal Funds

*General and Special Funds*

#### Office of Communications

This account funds the activities of the Office of Communications.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	9
FY 04 Request:	10

## Office of the Inspector General

The Office of the Inspector General conducts audits and investigations of the department.

### Federal Funds

*General and Special Funds*

#### Office of the Inspector General

This account funds the activities of the Office of the Inspector General.

FY 02 Outlays:	\$ 72 million
FY 03 Outlays:	76
FY 04 Request:	81

## Office of the General Counsel

The Office of the General Counsel provides all legal advice, counsel and services to the department.

### Federal Funds

*General and Special Funds*

#### Office of the General Counsel

This account funds the activities of the Office of the General Counsel.

FY 02 Outlays:	\$ 33 million
FY 03 Outlays:	36
FY 04 Request:	37

## Economic Research Service

The Economic Research Service provides the public, policy makers, and the Department with economic and other social science information. Provides economic and other social science research for public and private decisions on agriculture, food, natural resources, and rural America.

**Federal Funds**  
*General and Special Funds*

**Economic Research Service**

This account funds Economic Research Service activities that are not otherwise provided for.

FY 02 Outlays:	\$ 70 million
FY 03 Outlays:	72
FY 04 Request:	77

**National Agricultural Statistics Service**

For necessary expenses in conducting statistical reporting including crop and livestock estimates, marketing surveys and the Census of Agriculture.

**Federal Funds**  
*General and Special Funds*

**National Agricultural Statistics Service**

This account funds the activities of the National Agricultural Statistics Service that are not otherwise provided for.

FY 02 Outlays:	\$ 115 million
FY 03 Outlays:	131
FY 04 Request:	136

**Agricultural Research Service**

The Agriculture Research Service administers fundamental and applied agricultural research programs.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the activities of Agricultural Research Service.

FY 02 Outlays:	\$ 955 million
FY 03 Outlays:	1,014
FY 04 Request:	985

**Buildings and Facilities**

This account funds the acquisition of land, construction, repair, and procurement of fixed equipment or facilities of the Agricultural Research service.

FY 02 Outlays:	\$ 42 million
FY 03 Outlays:	59
FY 04 Request:	78

**Trust Funds**

**Miscellaneous Contributed Funds**

This account records expenditures made from funds received from local organizations, individuals and others to fund the activities of the Agricultural Research Service.

FY 02 Outlays:	\$ 20 million
FY 03 Outlays:	20
FY 04 Request:	22

## Cooperative State Research, Education, and Extension Service

The Department of Agriculture is involved in an integrated national system of agricultural research and education through its Cooperative State Research, Education, and Extension Service. This system includes state research agencies, land-grant colleges and universities, and county staff.

### Federal Funds

#### *General and Special Funds*

#### **Integrated Activities**

The multi-functional research, extension, and education programs funded by this account through grants would address national and regional agricultural issues.

FY 02 Outlays:	\$ 19 million
FY 03 Outlays:	31
FY 04 Request:	42

#### **Initiative for Future Agriculture and Food Systems**

This program funds high priority agricultural research, extension, and education.

FY 02 Outlays:	\$ 39 million
FY 03 Outlays:	41
FY 04 Request:	45

#### **Research and Education Activities**

This account funds cooperative state research and education activities.

FY 02 Outlays:	\$ 515 million
FY 03 Outlays:	544
FY 04 Request:	528

#### **Buildings and Facilities**

This account funds the grants to states and others for the acquisition of land, construction, maintenance, and improvement of facilities used in carrying out agricultural research, extension, and teaching programs.

FY 02 Outlays:	\$ 24 million
FY 03 Outlays:	4
FY 04 Request:	4

#### **Extension Activities**

A national network, pledged to meet the country's needs for research-based educational programs.

FY 02 Outlays:	\$ 432 million
FY 03 Outlays:	440
FY 04 Request:	448

## Animal and Plant Health Inspection Service

The Animal and Plant Health Inspection Service protects the nation's animal and plant resources from pests and diseases.

### Federal Funds

#### *General and Special Funds*

#### **Salaries and Expenses**

This account pays the salaries and expenses associated with operating the Animal and Plant Health Inspection Service.

FY 02 Outlays:	\$ 737 million
FY 03 Outlays:	1,068
FY 04 Request:	808

**Buildings and Facilities**

This account funds construction, maintenance, and improvement of facilities used by the Animal and Plant Health Inspection Service.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	18
FY 04 Request:	9

**Trust Funds**

**Miscellaneous Trust Funds**

This account records expenditures made from funds received from importers, states, individuals, and others to fund the activities of the Animal and Plant Health Inspection Service.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	12
FY 04 Request:	13

**Food Safety and Inspection Service**

The Food Safety and Inspection Service is charged with assuring that the poultry and meat products moved interstate are safe for human consumption and accurately labeled.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account pays for the salaries and expenses associated with operating the Food Safety and Inspection Service.

FY 02 Outlays:	\$ 712 million
FY 03 Outlays:	753
FY 04 Request:	675

**Trust Funds**

**Expenses and Refunds, Inspection and Grading of Farm Products**

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	3
FY 04 Request:	3

**Grain Inspection, Packers, and Stockyards Administration**

The Grain Inspection, Packers, and Stockyards Administration (GIPSA) mandates standards for grain and administers federal economic regulation of the livestock, meat, and poultry industries.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account pays the salaries and expenses associated with operating the GIPSA.

FY 02 Outlays:	\$ 33 million
FY 03 Outlays:	12
FY 04 Request:	13

*Public Enterprise Funds*

**Inspection and Weighing Services**

A uniform system of weighing and inspecting grain is provided by the GIPSA. This account funds the system.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Agricultural Marketing Service**

The Agricultural Marketing Service provides a variety of marketing services to producers and handlers of agricultural commodities.

**Federal Funds**

*General and Special Funds*

**Marketing Services**

This account pays the costs associated with providing marketing services.

FY 02 Outlays:	\$ 75 million
FY 03 Outlays:	61
FY 04 Request:	80

**Payments to States and Possessions**

The Department makes matching grants to states and possessions to carry out marketing activities. This account funds such grants.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

**Perishable Agricultural Commodities Act Fund**

Funds in this account are used to license, monitor, and regulate businesses involved in interstate and foreign trade of fresh or frozen fruits and vegetables.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 8 million
FY 04 Request:	8

**Funds for Strengthening Markets, Income and Supply**

Funds in this account are used to expand outlets for various commodities.

FY 02 Outlays:	\$ 914 million
FY 03 Outlays:	1,169
FY 04 Request:	847

**Trust Funds**

**Expenses and Refunds, Inspection and Grading of Farm Products**

The Department of Agriculture offers numerous grading, examination, and certification services. This account records expenditures made from funds received from conducting such services.

FY 02 Outlays:	\$ 116 million
FY 03 Outlays:	115
FY 04 Request:	120

**Milk Market Orders Assessment Fund**

Under certain conditions, the Secretary of Agriculture is authorized to establish the minimum price that handlers or distributors of milk are required to pay producers. Expenses of this program are partly financed through assessments on handlers and producers. This account records expenditures made from such funds.

FY 02 Outlays:	\$ (1) million
FY 03 Outlays:	—
FY 04 Request:	—

**Risk Management Agency**

The Risk Management Agency (RMA) provides crop insurance for farmers.

**Federal Funds**

*General and Special Funds*

**Administrative and Operating Expenses**

This account pays the administrative and operating expenses of the Risk Management Agency.

FY 02 Outlays:	\$ 84 million
FY 03 Outlays:	73
FY 04 Request:	76

*Public Enterprise Funds*

**Federal Crop Insurance Corporation Fund**

The Federal Crop Insurance Corporation, which is fully owned by the federal government, provides insurance protection for losses from natural causes. The fund provides working capital for the corporation.

FY 02 Outlays:	\$ 2,946 million
FY 03 Outlays:	3,126
FY 04 Request:	2,703

**Farm Service Agency**

The Farm Service Agency was established by the Federal Crop Insurance Reform and Department of Agriculture Reorganization Act of 1994. It administers commodity price support and production adjustment programs, conservation programs, crop insurance, and loan programs.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account pays the salaries and expenses of the activities of the Farm Service Agency.

FY 02 Outlays:	\$ 909 million
FY 03 Outlays:	1,057
FY 04 Request:	1,073

**State Mediation Grants**

This account funds grants which are made to states that have an agricultural loan mediation program.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

**Tree Assistance Program**

This program was funded by the 1997 Emergency Supplemental Appropriations Act. The program provides cost-share payments to orchard and vineyard growers who replant or rehabilitate orchard trees or

vineyards lost to damaging weather.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 2 million
FY 04 Request:	2

### **Conservation Reserve Program**

The Conservation Reserve Program assists farmers in the control of soil erosion.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	—
FY 04 Request:	—

### **Agricultural Conservation Program**

The Agricultural Conservation Program aids farmers in conservation soil and water resources.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	2
FY 04 Request:	2

### **Emergency Conservation Program**

This account funds Department of Agriculture responses to natural disasters that severely damage farmlands and rangelands.

FY 02 Outlays:	\$ 32 million
FY 03 Outlays:	79
FY 04 Request:	45

### *Public Enterprise Funds*

### **Commodity Credit Corporation Fund**

The Commodity Credit Corporation is charged with stabilizing, supporting, and protecting farm income and prices. This account funds activities of the program that are not otherwise provided for.

FY 02 Outlays:	\$ 15,914 million
FY 03 Outlays:	15,747
FY 04 Request:	15,360

### **Credit Accounts**

#### **Agricultural Credit Insurance Fund Program Account**

This account records the subsidy costs associated with the direct loans obligated and loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 1,744 million
FY 03 Outlays:	647
FY 04 Request:	510

#### **Agricultural Credit Insurance Fund Liquidating Account**

This account records all cash flows to and from the federal government which result from direct loans obligated and loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (850) million
FY 03 Outlays:	(800)
FY 04 Request:	(767)



**Commodity Credit Corporation Export Loans Program Account**

This account records the subsidy costs associated with the loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 261 million
FY 03 Outlays:	851
FY 04 Request:	293

**Commodity Credit Corporation Guaranteed Loans Liquidating Account**

This account records all cash flows to and from the federal government which result from loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (501) million
FY 03 Outlays:	(478)
FY 04 Request:	(449)

**Farm Storage Facility Loan Program Account**

This account records all cash flows to and from the Federal Government which result from loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	1

**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 for apples. This account records all cash flows to and from the Federal Government which result from loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	—

**Emergency Boll Weevil Loan Program Account**

The Agricultural Risk Protection Act of 2000 authorized funding to make an interest-free loan to the Texas Boll Weevil Eradication Foundation, Inc., to retire certain debt associated with boll weevil eradication programs. This account records all cash flows to and from the Federal Government which result from loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	—

**Natural Resources Conservation Service**

The Natural Resources Conservation Service (NRCS) administers numerous programs aimed at conserving soil and water, controlling agricultural pollution, and improving the environment.

**Federal Funds**  
*General and Special Funds*

**Conservation Operations**

The NRCS provides landowners and operators throughout 2,955 conservation districts with technical assistance to carry out soil and conservation programs. This account funds these efforts.

FY 02 Outlays:	\$ 800 million
FY 03 Outlays:	760
FY 04 Request:	723

**Farm Bill Technical Assistance**

The Farm Bill Technical Assistance account funds all of the technical assistance costs of certain conservation programs authorized by the Farm Security and Rural Investment Act.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 293 million
FY 04 Request:	413

**Farm Security and Rural Investment Program**

The Farm Security and Rural Investment Act of 2002 reauthorizes a number of USDA’s conservation programs.

FY 02 Outlays:	\$ 213 million
FY 03 Outlays:	613
FY 04 Request:	1,091

**Watershed Surveys and Planning**

This account funds the expenses to conduct research, investigation, and surveys of watersheds of rivers and other waterways.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	2
FY 04 Request:	4

**Watershed and Flood Prevention Operations**

These programs provide for cooperative actions between the Federal Government and the 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 of land.

FY 02 Outlays:	\$ 174 million
FY 03 Outlays:	226
FY 04 Request:	209

**Watershed Rehabilitation Program:**

The Watershed Rehabilitation is used for necessary expenses to carry out rehabilitation of structural measures.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	2
FY 04 Request:	8

**Resource Conservation and Development**

The NRCS administers the Resource Conservation and Development (RC&D) Program that assists states, local governments, groups and individuals in developing area plans for resource conservation and development. This account funds these efforts.

FY 02 Outlays:	\$ 49 million
FY 03 Outlays:	49
FY 04 Request:	51

**Great Plains Conservation Program**

The 1996 Farm Bill combined the authority for this and several other conservation programs into the Environmental Quality Incentives Program. This program, administered by the NRCS, attempts to promote conservation and greater agricultural stability in the Great Plains region.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	1

**Forestry Incentives Program**

The Forestry Incentives Program encourages the development of more forest land and attempts to increase the productivity of existing forests so as to ensure adequate supplies of timber products and other

resources.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	6
FY 04 Request:	6

**Water Bank Program**

The Water Bank Program attempts to conserve water resources, preserve, maintain, and improve the nation's wetlands, and increase waterfowl habitat.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	1

**Colorado River Basin Salinity Control Program**

The Colorado River Basin Salinity Control Program attempts to increase the supply and quality of water flowing down the Colorado River.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

**Wetlands Reserve Program**

The Wetlands Reserve Program attempts to preserve and restore wetlands.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	3
FY 04 Request:	3

**Wildlife Habitat Incentive Program**

This account funds voluntary programs to support and encourage landowners to develop and improve fish and wildlife habitat on private lands.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	4
FY 04 Request:	4

**Trust Funds**

**Miscellaneous Contributed Funds**

This account records the expenditure of funds from state and local organizations as well as other sources for various conservation efforts.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	4
FY 04 Request:	4

**Rural Development**

This program consolidates various water and waster disposal programs under the Rural Community Advancement Program (RCAP).

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account pays the salaries and expenses of the activities of the Rural Development program.

FY 02 Outlays:	\$ 126 million
FY 03 Outlays:	129
FY 04 Request:	139

### Credit Accounts

#### Rural Community Advancement Program

This account funds the newly consolidated water and waster disposal programs.

FY 02 Outlays:	\$ 842 million
FY 03 Outlays:	704
FY 04 Request:	632

## Rural Housing Service

The Rural Housing Service and Community Development Service were created when the Department of Agriculture was reorganized in 1995. The Rural Housing Service administers some of the functions provided by the Rural Housing section of the Farmers Home Administration and the Community Facilities Division of the Rural Development Administration, focusing on the provision of rural housing and community facility programs.

### Federal Funds

#### General and Special Funds

#### Rural Housing Assistance Grants

This account consolidates five housing grant programs into one account: The Rural Housing for Domestic Farm Labor Grant Program, the Very Low-Income Housing Repair Grant Program, the Supervisory and Technical Assistance Grant Program, the Compensation for Construction Defects Program, and The Rural Housing Preservation Grant Program.

FY 02 Outlays:	\$ 48 million
FY 03 Outlays:	53
FY 04 Request:	51

#### Rental Assistance Program

Authorized by the Housing Act of 1949, the Rental Assistance Program subsidizes the rents of low-income families living in RHCDS-financed rural rental and farm labor housing projects. Assistance is also provided in lieu of debt forgiveness.

FY 02 Outlays:	\$ 651 million
FY 03 Outlays:	689
FY 04 Request:	717

#### Rural Community Grants

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

#### Rural Community Fire Protection Grants

This assistance was authorized for grants made to public bodies to organize, train and equip local firefighting forces.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

**Mutual and Self-Help Housing Grants**

The Mutual and Self-Help Housing Grants Program provides technical and supervisory assistance to groups of families to enable them to build their own homes through mutual exchange of labor. This account funds grants and contracts for this purpose.

FY 02 Outlays:	\$ 26 million
FY 03 Outlays:	42
FY 04 Request:	38

**Credit Accounts**

**Farm Labor Program Account**

This account records the subsidy costs associated with the direct loans obligated and loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	12
FY 04 Request:	23

**Rural Housing Insurance Fund Program Account**

The Rural Housing Insurance Fund provides direct loans and loan guarantees for the construction of single and multi-family housing in rural America. This account records the subsidy costs associated with the direct loans obligated and loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 837 million
FY 03 Outlays:	712
FY 04 Request:	715

**Rural Housing Insurance Fund Liquidating Account**

The Rural Housing Insurance Fund provides direct loans and loan guarantees for low-income family housing in rural America. This account records all cash flows to and from the federal government which result from direct loans obligated and loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (1,277) million
FY 03 Outlays:	(1,306)
FY 04 Request:	(1,290)

**Rural Business – Cooperative Service**

The Rural Business and Cooperative Development Service (RBCDS) was created under the reorganization of the Department in 1995. It is charged with administering the rural development programs of the former Rural Development Administration, Rural Electrification Administration, and the Agricultural Cooperative Service. It administers loan and grant programs and provides technical assistance to cooperatives and rural businesses.

**Federal Funds**

*General and Special Funds*

**Rural Empowerment Zones/Enterprise Community Grants**

This program provides grants for five rural empowerment zones.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	14
FY 04 Request:	13

**Rural Cooperative Development Grants**

This program funds the establishment and operation of centers for rural cooperative development. Grants are available to non-profit corporations and institutions of higher education.

FY 02 Outlays:	\$ 18 million
FY 03 Outlays:	41
FY 04 Request:	23

**Rural Economic Development Grants**

This account funds the Rural Economic Development Grants program, which promotes rural economic development and job creation projects by funding project feasibility studies, start-up costs, incubator projects and other expenses.

FY 02 Outlays:	—
FY 03 Outlays:	\$ (12) million
FY 04 Request:	(2)

**National Sheep Industry Improvement Center**

The Federal Agriculture Improvement Act of 1996 established the National Sheep Industry Improvement Center to promote sheep and goat products in the United States. The Center may provide loans or grants to eligible entities for infrastructure development, business development, production, resource development, and market and environmental research.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	2
FY 04 Request:	1

**Rural Strategic Investment Program Grants:**

The Rural Strategic Investment Program will provide rural communities with flexible resources to develop comprehensive, collaborative, and locally-based strategic planning processes; and will implement innovative community and economic development strategies that optimize regional competitive advantages.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 43 million

**Credit Accounts**

**Rural Development Loan Fund Program Account**

The Rural Development Loan Fund Program finances loans to intermediary borrowers who re-lend the funds to small rural businesses, community development corporations, and other organizations. This account records the subsidy costs associated with the direct loans obligated by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 21 million
FY 03 Outlays:	26
FY 04 Request:	23

**Rural Development Loan Fund Liquidating Account**

This account records all cash flows to and from the federal government which result from direct loans obligated by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (4) million
FY 03 Outlays:	(4)
FY 04 Request:	(4)

**Rural Economic Development Loans Program Account**

Rural Economic Development Loans are made to electric and telecommunications borrowers who finance rural development projects in their areas.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	4
FY 04 Request:	4

**Rural Business Investment Program Account**

This account records all cash flow to and from the federal government resulting from direct loans obligated by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 20 million
FY 04 Request:	38

**Renewable Energy Program**

This program provides direct loans, loan guarantees, and grants to farmers, ranchers, and small rural businesses to purchase renewable energy systems and make energy efficiency improvements.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 8 million
FY 04 Request:	8

## **Rural Utilities Service**

The Rural Utilities Service (RUS) makes grants, direct loans, and guarantees loans to suppliers of electric, telecommunication, and water/wastewater/waste disposal services in rural areas. It also provides technical assistance to rural communities.

**Federal Funds**

**High Energy Cost Grants**

Funding was provided in 2001 to support grants for areas that have high energy costs. These grants can be made to 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 250 percent of the national average residential expenditure for home energy.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	3
FY 04 Request:	5

*Public Enterprise Funds*

**Rural Communication Development Fund Liquidating Account**

This account records all cash flows to and from the federal government which result from direct loans obligated and loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	1
FY 04 Request:	1

### Credit Accounts

#### Rural Electrification and Telecommunications Loans Program Account

This account records the subsidy costs associated with the direct loans obligated and loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 98 million
FY 03 Outlays:	70
FY 04 Request:	65

#### Rural Electrification and Telecommunications Liquidating Account

This account records all cash flows to and from the federal government which result from direct loans obligated and loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (1,644) million
FY 03 Outlays:	(1,348)
FY 04 Request:	(1,219)

#### Rural Telephone Bank Program Account

This account records the subsidy costs associated with the direct loans obligated to by this program for 1992 and beyond. These costs are calculated using present value analysis. Administrative expenses are estimated on a cash basis.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	6
FY 04 Request:	5

#### Rural Telephone Bank Liquidating Account

This account records the subsidy costs associated with the direct loans obligated to by this program for 1992 and beyond. These costs are calculated using present value analysis. In 2001, the Rural Telephone Bank (RTB) is proposed to become a Performance Based Organization to establish its financial and operational independence prior to its being privatized within ten years.

FY 02 Outlays:	\$ (197) million
FY 03 Outlays:	(109)
FY 04 Request:	(97)

#### Distance Learning and Telemedicine Program

The Distance Learning and Medical Link Loan Program provides loans to increase access to advanced telecommunications services for educators and health care providers in rural America. This account records the subsidy costs associated with the direct loans obligated to by this program in 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative expenses of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 20 million
FY 03 Outlays:	21
FY 04 Request:	30

#### Local Television Loan Guarantee Program Account

The Local Television Loan program provides guaranteed loans to fund the provision of local television stations to rural residents.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	18
FY 04 Request:	39

#### Rural Development Insurance Fund Liquidating Account

The Rural Development Insurance Fund financed loans for water systems, waste disposal facilities, community facilities, and industries in rural areas. This account records all cash flows to and from the federal government which result from loans obligated and loan guarantees committed to by this program



prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (60) million
FY 03 Outlays:	(153)
FY 04 Request:	(187)

## **Foreign Agricultural Service**

The mission of the Foreign Agricultural Service (FAS) is to open, expand and maintain global market opportunities through international trade, cooperation, and sustainable development activities which secure the long-term economic vitality and global competitiveness of America's rural communities and related food and agricultural enterprises. Its objectives include providing for: market access; market development, promotion and outreach; market intelligence; financial marketing assistance; and long-term market and infrastructure development.

### **Federal Funds**

#### *General and Special Funds*

#### **Salaries and Expenses**

This account provides funds for the necessary expenses of the Foreign Agricultural Services, including carrying out title VI of the Agricultural Act of 1954, market development activities abroad, and for enabling the Secretary to coordinate and integrate activities of the Department in connection with foreign agricultural work.

FY 02 Outlays:	\$ 127 million
FY 03 Outlays:	130
FY 04 Request:	141

#### **Scientific Activities Overseas (Foreign Currency Program)**

This account funds USDA use of foreign currencies to support joint research programs with foreign countries.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	—

#### **Public Law 480 Title I Ocean Freight Differential Grants**

The Agricultural Trade Development and Assistance Act of 1984, Public Law 480, is part of a series of legislation which encourages the export of U.S. agricultural commodities. This account funds the non-credit programs created by the legislation.

FY 02 Outlays:	\$ 41 million
FY 03 Outlays:	26
FY 04 Request:	36

#### **Public Law 480 Grants – Titles II, and III**

The Agricultural Trade Development and Assistance Act of 1984, Public Law 480, is part of a series of legislation which encourages the export of U.S. agricultural commodities. This account funds the non-credit programs created by the legislation.

FY 02 Outlays:	\$ 922 million
FY 03 Outlays:	1,080
FY 04 Request:	1,144

### **McGovern-Dole International Food for Education and Child Nutrition Program**

The Farm Security and Rural Investment Act of 2002 authorizes the McGovern-Dole International Food for Education and Child Nutrition Program.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 50 million

### **Credit Accounts**

#### **Public Law 480 Program Account**

This account funds some of the credit programs created by Public Law 480. It records the subsidy costs associated with the direct loans obligated by this program for 1992 and beyond. These costs are calculated using a present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 224 million
FY 03 Outlays:	142
FY 04 Request:	137

#### **Expenses, Public Law 480, Foreign Assistance Programs, Agriculture, Liquidating Account**

This account financed sales of agricultural commodities to developing countries for dollars on credit terms, or for local currencies (including for local currencies on credit terms.) This account is the liquidating account for foreign agricultural assistance programs.

FY 02 Outlays:	\$ (504) million
FY 03 Outlays:	(542)
FY 04 Request:	(505)

### **Trust Funds**

#### **Miscellaneous Contributed Funds**

This account records expenditures made from funds received from other federal agencies, international organizations, Saudi Arabia, Spain, and developing countries. This account funds USDA development assistance and international research projects.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 4 million
FY 04 Request:	4

## **Food and Nutrition Service**

The Food and Nutrition Service administers various food assistance and consumer advisory programs. Its food assistance programs include the Food Stamp, WIC, and state child nutrition programs. Through its Office of the Consumer Advisor, the Service also provides nutritional advice to consumers.

### **Federal Funds**

#### *General and Special Funds*

#### **Nutrition Programs Administration**

This account funds the federal operating and administrative expenses of the Food and Consumer Service. Funds are also provided to build partnerships that will improve the delivery of currently authorized federal programs to impoverished areas along the United States/Mexico border.

FY 02 Outlays:	\$ 127 million
FY 03 Outlays:	139
FY 04 Request:	145

### **Food Stamp Program**

The Food Stamp Program provides nutrition assistance for low-income Americans. Some of these funds provide a grant to Puerto Rico in lieu of the food stamp program. Funds are also used to carry out the Emergency Food Assistance Act of 1983. This account funds the Food Stamp Program and also a grant to Puerto Rico in lieu of the food stamp program.

FY 02 Outlays:	\$ 22,069 million
FY 03 Outlays:	25,091
FY 04 Request:	25,726

### **Child Nutrition Programs**

This account funds cash and commodity meal subsidies through the School Lunch, School Breakfast, Summer Food Service, and Child and Adult Care Food Programs.

FY 02 Outlays:	\$ 10,254 million
FY 03 Outlays:	11,414
FY 04 Request:	11,351

### **Special Supplemental Nutrition Program for Women, Infants and Children (WIC)**

The Special Supplemental Nutrition Program provides assistance to low-income pregnant, post-partum, and breastfeeding women. Assistance is also provided to infants and children. Vouchers are used for nutritious supplemental food packages, nutrition education and counseling, and health and immunization referrals.

FY 02 Outlays:	\$ 4,330 million
FY 03 Outlays:	4,818
FY 04 Request:	4,746

### **Commodity Assistance Program**

The Commodity Assistance Program provides commodities to low-income women, infants, children, and elderly. This account funds the program and covers state administrative expenses.

FY 02 Outlays:	\$ 159 million
FY 03 Outlays:	159
FY 04 Request:	179

### **Food Donations Programs**

This program includes the Nutrition Program for the Elderly (NPE) and disaster assistance for the Pacific islands. The NPE provides cash and commodities for per-meal reimbursement for elderly persons in senior citizens' centers. The disaster assistance is provided to residents of islands affected by nuclear detonations and other declared disasters. Funds will discontinue after the Fiscal Year of 2004.

FY 02 Outlays:	\$ 157 million
FY 03 Outlays:	40
FY 04 Request:	—

## **Forest Service**

The Forest Service manages 156 national forests, 20 national grasslands, and various other parcels of land.

### **Federal Funds**

#### *General and Special Funds*

### **National Forest System**

This account funds Forest Service activities managing the National Forest Service (NFS).

FY 02 Outlays:	\$ 1,378 million
FY 03 Outlays:	1,360
FY 04 Request:	1,370

**Capital Improvement and Maintenance**

This account provides funds for capital improvement and maintenance of facilities, roads, and trails. The program emphasizes better resource management decisions, effective infrastructure that supports public and administrative uses, and quality recreation experiences.

FY 02 Outlays:	\$ 546 million
FY 03 Outlays:	546
FY 04 Request:	504

**Forest and Rangeland Research**

This account funds the research and development of scientific and technological activities necessary for protection and management of the nation's forest and rangeland.

FY 02 Outlays:	\$ 250 million
FY 03 Outlays:	170
FY 04 Request:	250

**State and Private Forestry**

The Forest Service provides financial, technical, and pest management assistance to States, Territories, possession, and others. This account funds such assistance.

FY 02 Outlays:	\$ 301 million
FY 03 Outlays:	297
FY 04 Request:	332

**Management of National Forest Lands for Subsistence Uses**

This program ensures that the subsistence needs of qualified rural Alaskans are met under the Alaska National Interest Lands Conservation Act.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	6
FY 04 Request:	6

**Wildland Fire Management**

This account funds Forest Service fire management and prevention activities on National Forest System lands, adjacent state and private lands, and others.

FY 02 Outlays:	\$ 1,639 million
FY 03 Outlays:	1,700
FY 04 Request:	1,545

**Southeast Alaska Economic Disaster Fund**

This Fund provides assistance to employ former timber workers and related community development projects in Southeast Alaska.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	—
FY 04 Request:	—

**Range Betterment Fund**

The Forest Service uses 50 percent of all grazing fees collected from the national forests in the 16 western states to protect and improve the productivity of the range. This account records the expenditure of such funds.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

**Land Acquisition Accounts**

This account funds land and waters acquisition efforts of the Forest Service. Land is acquired for conservation and recreational purposes, as well as for land exchanges with states.

FY 02 Outlays:	\$ 260 million
FY 03 Outlays:	115
FY 04 Request:	75

**Forest Service Permanent Appropriations**

This account finances numerous miscellaneous programs.

FY 02 Outlays:	\$ 711 million
FY 03 Outlays:	548
FY 04 Request:	546

*Intra-governmental Funds*

**Working Capital Fund**

This account finances services to national forests, research experiment stations, other federal agencies, and states and private agencies. The expenses associated with these services will be reimbursed from other federal accounts and from individual groups using the services. This account records outlays net of such collections.

FY 02 Outlays:	\$ 25 million
FY 03 Outlays:	—
FY 04 Request:	—

**Trust Funds**

**Forest Service Trust Funds**

This account funds both the Reforestation Trust Fund and the Cooperative Work Trust Fund.

FY 02 Outlays:	\$ 307 million
FY 03 Outlays:	131
FY 04 Request:	115



# CHAPTER 7

## *Department of Commerce*

Secretary Don Evans  
Deputy Secretary Sam Bodman

### **Component Agencies and Major Program Areas by Budget Share**

Fiscal Years 2002–2004

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	34.9	38.9	38.5	
Total Outlays (\$Millions)	\$ 5,314	\$ 5,790	\$ 5,778	100%
Departmental Management	72	199	80	1.4%
Economic Development Administration	382	459	440	7.6%
Bureau of the Census	628	794	695	12.0%
Economic and Statistical Analysis	60	74	84	1.5%
Promotion of Industry and Commerce	440	450	477	8.3%
Science and Technology	3,735	3,827	4,009	69.4%
Deductions for Offsetting Receipts	(3)	(13)	(7)	(0.1%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## **Departmental Management**

The accounts within this major program area fund the general administrative activities of the department which include performance measures, departmental staff services and executive direction. Top officials include:

### **Federal Funds** *General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses that are associated with the general administration of the department.

FY 02 Outlays:	\$ 27 million
FY 03 Outlays:	98
FY 04 Request:	56

#### **Office of Inspector General**

The account funds the Department's Office of Inspector General. The mission of the Inspector General is to conduct audits and investigations of activities. The Inspector General keeps the Administration informed of problems and deficiencies in agency programs and operations.

FY 02 Outlays:	\$ 20 million
FY 03 Outlays:	23
FY 04 Request:	23

### *Intra-governmental Funds*

#### **Working Capital Fund**

This account finances certain administrative functions of the department that are more efficiently carried

out on a centralized basis. Its expenditures are reimbursed from other Departmental accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	19
FY 04 Request:	—

### **Franchise Fund**

This fund finances computer services and other administrative support services to federal customers.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	—

### **Credit Accounts**

#### **Emergency Oil and Gas Guaranteed Loan Program Account**

This account records all cash flows to and from the Federal Government which result from direct loans obligated and loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	1
FY 04 Request:	—

#### **Emergency Steel Guaranteed Loan Program Account**

This account records all cash flows to and from the Federal Government which result from direct loans obligated and loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ 19 million
FY 03 Outlays:	56
FY 04 Request:	—

### **Trust Funds**

#### **Gifts and Bequests**

This account records expenditures made from funds received as gifts and bequests to the Department of Commerce.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

## **Economic Development Administration**

The Economic Development Administration (EDA) manages a variety of programs which attempt to promote economic development in distressed regions of the country.

### **Federal Funds**

#### *General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the EDA.

FY 02 Outlays:	\$ 29 million
FY 03 Outlays:	30
FY 04 Request:	33



### **Economic Development Assistance Programs**

This account funds the economic development assistance programs of the EDA.

FY 02 Outlays:	\$ 355 million
FY 03 Outlays:	429
FY 04 Request:	407

### **Credit Accounts**

### **Economic Development Revolving Fund Liquidating Account**

This account records all cash flows to and from the federal government which result from direct loans obligated and loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (2) million
FY 03 Outlays:	—
FY 04 Request:	—

## **Bureau of the Census**

The Bureau of the Census collects, compiles, and publishes a wide variety of statistics on the economy and demographics of the United States.

### **Federal Funds**

#### *General and Special Funds*

### **Salaries and Expenses**

This account funds the salaries and expenses of the Bureau of Census that are not otherwise provided for.

FY 02 Outlays:	\$ 181 million
FY 03 Outlays:	185
FY 04 Request:	225

### **Periodic Censuses and Programs**

This account funds legislatively mandated censuses of economic and demographic areas. These are conducted every five or ten years. The account also funds other periodic activities.

FY 02 Outlays:	\$ 455 million
FY 03 Outlays:	609
FY 04 Request:	470

#### *Intra-governmental Funds*

### **Census Working Capital Fund**

This fund finances functions within the Bureau of the Census which are more efficiently and economically performed on a centralized basis.

FY 02 Outlays:	\$ (8) million
FY 03 Outlays:	—
FY 04 Request:	—

## **Economic and Statistical Analysis**

This major program area includes the economic and statistical analysis activities of the department which are used in order to interpret national economic policies.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the department's economic and statistical analysis programs that are not otherwise provided for.

FY 02 Outlays:	\$ 60 million
FY 03 Outlays:	74
FY 04 Request:	84

*Public Enterprise Funds*

**Economic and Statistics Administration Revolving Fund**

The Economic and Statistics Administration collects data on a wide variety of subjects. This data is often made available to the public in electronic form for a fee. This fee reflects the costs incurred in the electronic dissemination of this data. This revolving fund treats these fees as offsetting receipts and the account records federal outlays net of such collections.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Promotion of Industry and Commerce**

This major program area includes Departmental endeavors aimed at promoting industry and commerce, including those undertaken by the International Trade Administration, the Export Administration, and the Minority Business Development Agency.

**International Trade Administration**

The International Trade Administration (ITA) attempts to promote United States exports in a manner that is consistent with its foreign policy and national security.

**Federal Funds**  
*General and Special Funds*

**Operations and Administration**

This account funds the operations and administration of the ITA.

FY 02 Outlays:	\$ 350 million
FY 03 Outlays:	347
FY 04 Request:	370

**Bureau of Industry and Security**

The Bureau of Industry and Security's mission is to advance U.S. national security, foreign policy, and economic interest.

**Federal Funds**  
*General and Special Funds*

**Operations and Administration**

This account funds the operations and administration of the Export Administration.

FY 02 Outlays:	\$ 63 million
FY 03 Outlays:	79
FY 04 Request:	78

## **Minority Business Development Agency**

The Minority Business Development Agency (MBDA) coordinates all of the federal government's minority business development programs.

### **Federal Funds**

#### *General and Special Funds*

#### **Minority Business Development**

This account funds the MBDA's minority business development efforts.

FY 02 Outlays:	\$ 27 million
FY 03 Outlays:	24
FY 04 Request:	29

## **Science and Technology**

The account within this major program area fund Departmental endeavors in the fields of science and technology. These include the activities of the National Oceanic and Atmospheric Administration, Patent and Trademark Office, Technology Administration, National Technical Information Service, National Institute of Standards and Technology, and the National Telecommunications and Information Administration.

### **National Oceanic and Atmospheric Administration**

The National Oceanic and Atmospheric Administration (NOAA) conducts research into Earth's oceans and atmosphere. A component of NOAA, the National Weather Service, is charged with forecasting the nation's weather.

### **Federal Funds**

#### *General and Special Funds*

#### **Operations, Research, and Facilities**

This account funds the activities of NOAA that are not otherwise provided for.

FY 02 Outlays:	\$ 2,140 million
FY 03 Outlays:	2,279
FY 04 Request:	2,416

#### **Procurement, Acquisition, and Construction**

This account funds the construction, repair, and modification of NOAA facilities that are not otherwise provided for. It also funds the purchase of land.

FY 02 Outlays:	\$ 741 million
FY 03 Outlays:	621
FY 04 Request:	777

#### **Pacific Coast Salmon Recovery**

This account proposes to fund Pacific coastal salmon recovery for the purpose of helping share the costs of state, tribal and local conservation initiatives.

FY 02 Outlays:	\$ 71 million
FY 03 Outlays:	329
FY 04 Request:	90

**Coastal Impact Assistance**

This account is proposed to provide coastal States currently involved in offshore oil and gas production with additional resources needed to protect and sustainably use ocean and coastal resources.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	71
FY 04 Request:	57

**Limited access system administration fund**

This fund was established by Title III of P.L. 104-297 for fee collections equaling no more than one-half of the proceeds from the sale or transfer of limited access system permits that are deposited into the fund.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	2
FY 04 Request:	—

**Promote and Develop Fishery Products and Research Pertaining to American Fisheries**

This account provides grants to domestic marine fisheries for research and development projects.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	10
FY 04 Request:	4

**Fisherman’s Contingency Fund**

This account funds a program which compensates commercial fishermen for damages to fishing gear which result from oil and gas exploration and production on the Outer Continental Shelf. The fund also covers losses of profits.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 3 million
FY 04 Request:	1

**Environmental Improvement and Restoration Fund**

This fund was established by Title IV of P.L. 105-83. Funds are to be used by Federal, State, private or foreign organizations or individuals to conduct research activities on or relating to the fisheries or marine ecosystems in the north Pacific Ocean, Bering Sea, and Arctic Ocean.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 20 million
FY 04 Request:	6

*Public Enterprise Funds*

**Coastal Zone Management Fund**

This account funds NOAA efforts at promoting wise and balanced use of the nation’s coastal zone.

FY 02 Outlays:	\$ (27) million
FY 03 Outlays:	(3)
FY 04 Request:	(3)

**Damage Assessment and Restoration Revolving Fund**

Federal law states that sums recovered from awards and settlements for natural resource damages will be retained in a NOAA revolving fund. NOAA uses these funds to carry out a variety of tasks related to oil spill contingency planning and response. This revolving fund treats these fees as offsetting receipts and the account records federal outlays net of such collections.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	29
FY 04 Request:	4

**Intragovernmental Funds**

**Business Management Fund**

The Business Management Fund provides a mechanism to capture all of NOAA’s centralized services. It

allows for a more accurate distribution of corporate services costs to NOAA's Line Offices based on utilization of services.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Credit Accounts**

**Fisheries Finance, Program Account**

This account covers the subsidy costs of guaranteed loans, pre-1997, and direct loans, post-1996.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	10
FY 04 Request:	—

**Federal Ship Financing Fund, Fishing Vessels Liquidating Account**

This account records all cash flows to and from the federal government which result from plan guarantees committed to by the Fishing Vessel Obligations Guarantees programs prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (3) million
FY 03 Outlays:	(3)
FY 04 Request:	(3)

**Trust Funds**

**North Pacific Marine Research Institute Fund**

This account records expenditures made from funds received as gifts and bequests to the Department of Commerce.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	2
FY 04 Request:	—

**Patent and Trademark Office**

The United States Patent and Trademark Office grants patents and registers trademarks.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Patent and Trademark Office.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	(366)
FY 04 Request:	(88)

**Technology Administration**

The Technology Administration is comprised of three organizations, the Office of Technology Policy, National Technical Information Service, and National Institute of Standards and Technology. These organizations monitor issues of technology and assist U.S. industries in incorporating the latest technology in their products and manufacturing processes.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Office of the Under Secretary for Technology and the

Office of Technology Policy (US/OTP).

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	9
FY 04 Request:	8

### **National Technical Information Service**

The National Technical Information Service (NTIS) disseminates information on technology to U.S. firms.

#### **Federal Funds**

##### *Public Enterprise Funds*

#### **NTIS Revolving Fund**

NTIS collects and sells federally funded research. The funds it receives are treated as offsetting receipts and the account records federal outlays net of such collections.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	21
FY 04 Request:	—

### **National Institute of Standards and Technology**

The National Institute for Science and Technology (NIST) conducts technology programs with U.S. firms.

#### **Federal Funds**

##### *General and Special Funds*

#### **Scientific and Technical Research and Services**

This account funds a wide range of scientific and technical research.

FY 02 Outlays:	\$ 312 million
FY 03 Outlays:	402
FY 04 Request:	384

#### **Industrial Technology Services**

This account funds NIST programs which attempt to speed the rate at which technology is incorporated into U.S. products and their production processes. It also funds some high-risk research and development projects.

FY 02 Outlays:	\$ 278 million
FY 03 Outlays:	220
FY 04 Request:	207

#### **Construction of Research Facilities**

This account funds the design and construction of new advanced technology laboratories. It also funds the renovation of existing facilities.

FY 02 Outlays:	\$ 123 million
FY 03 Outlays:	51
FY 04 Request:	55

*Intra-governmental Funds*

**Working Capital Fund**

This account finances research and technical services that are performed for other government agencies and the public. These expenditures are reimbursed through advances and reimbursements. This account records outlays net of such collections.

FY 02 Outlays:	\$ (7) million
FY 03 Outlays:	2
FY 04 Request:	6

**National Telecommunications and Information Administration**

The National Telecommunications and Information Administration (NTIA) advises the President on domestic and international communications policy. It also proscribes policies for the use of the radio frequency spectrum and manages its use. In addition it conducts extensive research in the telecommunications sciences.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of NTIA that are not otherwise provided for.

FY 02 Outlays:	\$ 14 million
FY 03 Outlays:	24
FY 04 Request:	20

**Public Telecommunications Facilities, Planning and Construction**

In April 1996, the FCC issued regulations requiring broadcasters to transition from analog to digital broadcasting. Public broadcasters must convert to digital broadcasting by May 1, 2003. This account provides funds to facilitate public broadcasters' transition to digital broadcasting.

FY 02 Outlays:	\$ 27 million
FY 03 Outlays:	56
FY 04 Request:	47

**Information Infrastructure Grants**

This account provides grants to facilitate the development of the national telecommunications and information infrastructure by promoting the widespread availability and use of advanced telecommunications technologies to enhance the delivery of social services, such as education, health care, and public safety.

FY 02 Outlays:	\$ 20 million
FY 03 Outlays:	38
FY 04 Request:	21





# CHAPTER 8

## *Department of Defense – Military*

Secretary Donald H. Rumsfeld  
Deputy Secretary Paul D. Wolfowitz

### **Component Agencies and Major Program Areas by Budget Share**

Fiscal Years 2002–2004

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	2,064.2	2,035.2	2,026.6	
Total Outlays (\$Millions)	\$ 331,951	\$ 358,155	\$ 370,707	
Military Personnel	86,799	92,687	98,672	26.6%
Operations and Maintenance	130,005	136,284	133,058	35.9%
Procurement	62,515	63,220	67,903	18.3%
Research, Development, Test, and Evaluation	44,389	52,838	58,194	15.7%
Military Construction	5,052	6,001	6,147	1.7%
Family Housing	3,736	4,151	4,086	1.1%
Revolving and Management Funds	1,219	2,825	2,617	0.7%
Allowances	83	1,050	2,617	0.7%
Trust Funds	169	240	230	0.1%
Deductions for Offsetting Receipts	(1,860)	(1,001)	(886)	(0.2%)
Interfund Transactions	(156)	(140)	(164)	(0.0%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## **Military Personnel**

The accounts in this major program area finance the personnel costs of the active and reserve armed forces of the United States including the Marines, Army, Navy and Air Force.

### **Federal Funds**

#### *General and Special Funds*

#### **Military Personnel, Army**

This account finances the personnel costs of the Army's active forces.

FY 02 Outlays:	\$ 25,589 million
FY 03 Outlays:	26,425
FY 04 Request:	36,725

#### **Military Personnel, Navy**

This account finances the personnel costs of the Navy's active forces.

FY 02 Outlays:	\$ 20,461 million
FY 03 Outlays:	21,646
FY 04 Request:	25,130

**Military Personnel, Marine Corps**

This account finances the personnel costs of the Marine Corps' active forces.

FY 02 Outlays:	\$ 7,620 million
FY 03 Outlays:	8,343
FY 04 Request:	9,516

**Military Personnel, Air Force**

This account finances the personnel costs of the Air Force's active forces.

FY 02 Outlays:	\$ 21,509 million
FY 03 Outlays:	21,959
FY 04 Request:	26,353

**Reserve Personnel, Army**

FY 02 Outlays:	\$ 2,668 million
FY 03 Outlays:	3,317
FY 04 Request:	264

**Reserve Personnel, Navy**

FY 02 Outlays:	\$ 1,595 million
FY 03 Outlays:	1,864
FY 04 Request:	176

**Reserve Personnel, Marine Corps**

FY 02 Outlays:	\$ 448 million
FY 03 Outlays:	553
FY 04 Request:	54

**Reserve Personnel, Air Force**

FY 02 Outlays:	\$ 954 million
FY 03 Outlays:	1,258
FY 04 Request:	72

**National Guard Personnel, Army**

FY 02 Outlays:	\$ 4,276 million
FY 03 Outlays:	5,133
FY 04 Request:	307

**National Guard Personnel, Air Force**

FY 02 Outlays:	\$ 1,679 million
FY 03 Outlays:	2,189
FY 04 Request:	75

## Operation and Maintenance

The accounts in this major program area finance the costs associated with the operations and maintenance of the United States armed forces. This includes employing civilian workers, maintaining equipment and facilities, and procuring fuel, ammunition, and replacement parts for weapons and equipment.

**Federal Funds**

*General and Special Funds*

**Operation and Maintenance, Army**

FY 02 Outlays:	\$ 24,699 million
FY 03 Outlays:	24,351
FY 04 Request:	24,709

**Operation and Maintenance, Navy**

FY 02 Outlays:	\$ 27,205 million
FY 03 Outlays:	28,756
FY 04 Request:	28,117

**Operation and Maintenance, Marine Corps**

FY 02 Outlays:	\$ 2,933 million
FY 03 Outlays:	3,402
FY 04 Request:	3,367

**Operation and Maintenance, Air Force**

FY 02 Outlays:	\$ 25,589 million
FY 03 Outlays:	28,039
FY 04 Request:	27,473

**Operation and Maintenance, Defense-wide**

This account finances the operation and maintenance expenses of Defense activities that are carried out on a department-wide basis that are not otherwise provided for.

FY 02 Outlays:	\$ 13,072 million
FY 03 Outlays:	14,178
FY 04 Request:	15,999

**Office of Inspector General**

The account funds the Department of Defense Office of Inspector General. The Office of the Inspector General conducts and supervises audits, evaluations and promotes efficiency.

FY 02 Outlays:	\$ 151 million
FY 03 Outlays:	153
FY 04 Request:	161

**Operation and Maintenance, Army Reserve**

FY 02 Outlays:	\$ 1,609 million
FY 03 Outlays:	1,933
FY 04 Request:	1,926

**Operation and Maintenance, Navy Reserve**

FY 02 Outlays:	\$ 1,001 million
FY 03 Outlays:	1,184
FY 04 Request:	1,176

**Operation and Maintenance, Marine Corps Reserve**

FY 02 Outlays:	\$ 152 million
FY 03 Outlays:	163
FY 04 Request:	174

**Operation and Maintenance, Air Force Reserve**

FY 02 Outlays:	\$ 1,788 million
FY 03 Outlays:	2,261
FY 04 Request:	2,159

**Operation and Maintenance, Army National Guard**

FY 02 Outlays:	\$ 3,592 million
FY 03 Outlays:	4,101
FY 04 Request:	4,172

**Operation and Maintenance, Air National Guard**

FY 02 Outlays:	\$ 3,640 million
FY 03 Outlays:	4,279
FY 04 Request:	4,319

**Quality of Life Enhancements, Defense**

This account finances the expenses resulting from unfunded shortfalls in the repair and maintenance of real property not otherwise provided for.

FY 02 Outlays:	\$ 224 million
FY 03 Outlays:	85
FY 04 Request:	27

**Overseas Contingency Operations Transfer Account**

This account finances the expenses directly relating to overseas contingency operations of U.S. military forces. This account also provides funding for payments to certain individuals who served time in prisoner of war camps, and their families.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 36 million
FY 04 Request:	38

**United States Courts of Appeals for the Armed Forces**

This account finances the activities of the United States Courts of Appeals for the Armed Forces.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	13
FY 04 Request:	10

**Drug Interdiction and Counter-Drug Activities, Defense**

This account funds the drug interdiction and counter-drug activities of the Department of Defense.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 650 million
FY 04 Request:	783

**Support for International Sporting Competitions, Defense**

This account funds the Department of Defense's contribution to various International Sporting Competitions.

FY 02 Outlays:	\$ 16 million
FY 03 Outlays:	18
FY 04 Request:	8

**Defense Health Program**

The Defense Health Program provides medical care to active duty military personnel. Care is administered through the medical facilities of the Army, Navy, and Air Force. Dependents of active duty military personnel and military retirees under the age of 65 are also entitled to medical care by the Defense Health Program if space and facilities are available.

FY 02 Outlays:	\$ 15,330 million
FY 03 Outlays:	16,138
FY 04 Request:	15,426

**The Department of Defense Environmental Restoration Accounts**

This account provides for the identification, investigation, and cleanup of contamination resulting from past Department of Defense activities. The restoration account is funded by five separate environmental restoration accounts, one for each military department, one for defense agencies and one for formerly used defense sites.

FY 02 Outlays:	\$ (3) million
FY 03 Outlays:	287
FY 04 Request:	867

**Overseas Humanitarian, Disaster and Civil Aid**

This account pays for expenses relating to the Overseas Humanitarian, Disaster, and Civic Aid programs.

FY 02 Outlays:	\$ 56 million
FY 03 Outlays:	58
FY 04 Request:	52

**Defense reinvestment for economic growth**

This account funds defense reinvestment to improve the economy.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	—
FY 04 Request:	—

**Former Soviet Union Threat Reduction Account**

This accounts fund U.S. Government efforts to reduce the threat posed by the presence of weapons of mass destruction and the means to manufacture them in the states of the former Soviet Union.

FY 02 Outlays:	\$ 379 million
FY 03 Outlays:	736
FY 04 Request:	477

**Payment to Kaho'olawe**

This account funds the DOD payment to the Kaho'olawe Island Conveyance, Remediation, and Environmental Restoration Trust Fund.

FY 02 Outlays:	\$ 71 million
FY 03 Outlays:	75
FY 04 Request:	—

**Emergency Response Fund**

This account was established in the aftermath of the September 11, 2001 terrorist attacks.

FY 02 Outlays:	\$ 7,845 million
FY 03 Outlays:	4,992
FY 04 Request:	1,349

**Allied Contributions and Cooperation Account**

This account represents cash contributions for allied countries which are used to offset costs of the Department of Defense's overseas presence.

FY 02 Outlays:	\$ 510 million
FY 03 Outlays:	210
FY 04 Request:	210

**Miscellaneous Special Funds**

This account records special funds from the disposal and lease of Department of Defense real property which are applied to maintenance efforts and other programs.

FY 02 Outlays:	\$ 133 million
FY 03 Outlays:	173
FY 04 Request:	53

**Overseas Military Facility Investment Recovery**

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	13
FY 04 Request:	6

**Procurement**

The accounts in this major program area finance the procurement of equipment, weapons, munitions, spare parts, and the modification of existing equipment for the Armed Forces.

**Federal Funds**  
*General and Special Funds*

**Aircraft Procurement, Army**

This account finances the procurement and modification of aircraft and related equipment for the Army.

FY 02 Outlays:	\$ 1,633 million
FY 03 Outlays:	1,754
FY 04 Request:	2,087

**Missile Procurement, Army**

This account finances the procurement and modification of missiles and related equipment for the Army.

FY 02 Outlays:	\$ 1,256 million
FY 03 Outlays:	1,282
FY 04 Request:	1,127

**Procurement of Weapons and Tracked Combat Vehicles, Army**

This account finances the procurement and modification of Army weapons and tracked combat vehicles.

FY 02 Outlays:	\$ 2,029 million
FY 03 Outlays:	2,325
FY 04 Request:	2,127

**Procurement of Ammunition, Army**

This account finances the procurement of ammunition and related equipment for the Army.

FY 02 Outlays:	\$ 1,301 million
FY 03 Outlays:	1,108
FY 04 Request:	1,215

**Other Procurement, Army**

This account finances Army procurement that is not otherwise provided for.

FY 02 Outlays:	\$ 4,187 million
FY 03 Outlays:	4,772
FY 04 Request:	4,979

**Aircraft Procurement, Navy**

This account finances the procurement and modification of aircraft and related equipment for the Navy.

FY 02 Outlays:	\$ 8,489 million
FY 03 Outlays:	7,891
FY 04 Request:	8,405

**Weapons Procurement, Navy**

This account finances the procurement and modification of missiles, torpedoes, ammunition, other ordnance, and related equipment for the Navy.

FY 02 Outlays:	\$ 1,569 million
FY 03 Outlays:	1,520
FY 04 Request:	1,714

**Procurement of Ammunition, Navy and Marine Corps**

This account finances the procurement of ammunition and related equipment for the Navy and Marine Corps.

FY 02 Outlays:	\$ 617 million
FY 03 Outlays:	693
FY 04 Request:	909

**Shipbuilding and Conversion, Navy**

This account finances the procurement and modification of ships and related equipment for the Navy.

FY 02 Outlays:	\$ 8,287 million
FY 03 Outlays:	7,954
FY 04 Request:	7,706

**Other Procurement, Navy**

This account finances Navy procurement that is not otherwise provided for.

FY 02 Outlays:	\$ 3,859 million
FY 03 Outlays:	4,321
FY 04 Request:	4,242

**Procurement, Marine Corps**

This account finances the procurement of items for the Marine Corps that are not otherwise provided for.

FY 02 Outlays:	\$ 1,386 million
FY 03 Outlays:	1,062
FY 04 Request:	1,119

**Aircraft Procurement, Air Force**

This account finances the procurement and modification of aircraft and related equipment for the Air Force.

FY 02 Outlays:	\$ 10,424 million
FY 03 Outlays:	10,639
FY 04 Request:	11,655

**Missile Procurement, Air Force**

This account finances the procurement and modification of missiles, spacecraft, rockets, ammunition, and related equipment for the Air Force.

FY 02 Outlays:	\$ 2,719 million
FY 03 Outlays:	2,702
FY 04 Request:	3,391

**Procurement of Ammunition, Air Force**

This account finances the procurement of ammunition and related equipment for the Air Force.

FY 02 Outlays:	\$ 669 million
FY 03 Outlays:	825
FY 04 Request:	1,151

**Other Procurement, Air Force**

This account finances Air Force procurement that is not otherwise provided for.

FY 02 Outlays:	\$ 10,292 million
FY 03 Outlays:	9,895
FY 04 Request:	11,079

**Procurement, Defense-Wide**

This account finances defense-wide procurements that are not otherwise provided for.

FY 02 Outlays:	\$ 2,255 million
FY 03 Outlays:	3,030
FY 04 Request:	3,264

**National Guard and Reserve Equipment**

This account finances the procurement of items for the National Guard and Reserve that are not otherwise provided for.

FY 02 Outlays:	\$ 372 million
FY 03 Outlays:	252
FY 04 Request:	300

**Defense Production Act Purchases**

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	80
FY 04 Request:	70

**Chemical Agents and Munitions Destruction, Army**

This account funds programs that supports the Chemical Weapons Convention initiatives to rid the world

of chemical weapons through the destruction of the U.S. inventory of lethal chemicals agents, munitions and related (non-stockpile) materiel thus avoiding future risks and costs associated with the continued storage of chemical warfare materiel.

FY 02 Outlays:	\$ 1,162 million
FY 03 Outlays:	1,179
FY 04 Request:	1,480

## Research, Development, Test and Evaluation

The Department of Defense conducts extensive research, development, testing, and evaluation programs of its weapons systems. These programs are conducted by the DOD agencies, government laboratories and facilities, industrial contractors, universities, and nonprofit organizations. The goal of these programs is to equip the Armed Forces with state-of-the-art weapons and equipment. The accounts within this major program area fund these efforts.

### Federal Funds

#### *General and Special Funds*

#### **Research, Development, Test, and Evaluation, Army**

This account finances the research, development, test, and evaluation programs of the Army.

FY 02 Outlays:	\$ 6,569 million
FY 03 Outlays:	7,022
FY 04 Request:	8,210

#### **Research, Development, Test, and Evaluation, Navy**

This account finances the research, development, test, and evaluation programs of the Navy.

FY 02 Outlays:	\$ 10,360 million
FY 03 Outlays:	12,232
FY 04 Request:	13,547

#### **Research, Development, Test, and Evaluation, Air Force**

This account finances the research, development, test, and evaluation programs of the Air Force.

FY 02 Outlays:	\$ 14,228 million
FY 03 Outlays:	17,476
FY 04 Request:	19,039

#### **Research, Development, Test, and Evaluation, Defense-wide**

This account finances the defense-wide research, development, test, and evaluation programs.

FY 02 Outlays:	\$ 12,997 million
FY 03 Outlays:	15,855
FY 04 Request:	17,134

#### **Developmental Test and Evaluation**

This account finances the Director of Test and Evaluation's independent activities in the direction and supervision of developmental testing and evaluation.

FY 02 Outlays:	\$ 40 million
FY 03 Outlays:	20
FY 04 Request:	4

#### **Operational Test and Evaluation**

This account finances the Director of Test and Evaluation's independent activities in the direction and supervision of operational testing and evaluation.

FY 02 Outlays:	\$ 195 million
FY 03 Outlays:	233
FY 04 Request:	260



## **Military Construction**

The accounts in this major program area finance the construction and upgrading of military facilities. The costs associated with implementing the Base Closure Acts of 1989 and 1990 are also included in this major program area.

### **Federal Funds** *General and Special Funds*

#### **Military Construction, Army**

FY 02 Outlays:	\$ 854 million
FY 03 Outlays:	1,187
FY 04 Request:	1,501

#### **Military Construction, Navy**

FY 02 Outlays:	\$ 912 million
FY 03 Outlays:	1,044
FY 04 Request:	1,183

#### **Military Construction, Air Force**

FY 02 Outlays:	\$ 862 million
FY 03 Outlays:	1,095
FY 04 Request:	1,105

#### **Military Construction, Defense-wide**

FY 02 Outlays:	\$ 712 million
FY 03 Outlays:	801
FY 04 Request:	758

#### **North Atlantic Treaty Organization Security Investment Program**

This account finances the U.S. share of the costs incurred in North Atlantic Treaty Organization infrastructure construction projects.

FY 02 Outlays:	\$ 188 million
FY 03 Outlays:	272
FY 04 Request:	252

#### **Military Construction, Army National Guard**

FY 02 Outlays:	\$ 216 million
FY 03 Outlays:	319
FY 04 Request:	282

#### **Military Construction, Air National Guard**

FY 02 Outlays:	\$ 232 million
FY 03 Outlays:	221
FY 04 Request:	213

#### **Military Construction, Army Reserve**

FY 02 Outlays:	\$ 124 million
FY 03 Outlays:	128
FY 04 Request:	114

#### **Military Construction, Naval Reserve**

FY 02 Outlays:	\$ 37 million
FY 03 Outlays:	68
FY 04 Request:	61

**Military Construction, Air Force Reserve**

FY 02 Outlays:	\$ 43 million
FY 03 Outlays:	56
FY 04 Request:	63

**Base Realignment and Closure Account**

This account funds the closure of unneeded military bases and facilities.

FY 02 Outlays:	\$ 872 million
FY 03 Outlays:	810
FY 04 Request:	615

**Foreign Currency Fluctuations, Construction, Defense**

This account allows for the adjustment of funds available for Defense activities in foreign countries due to foreign currency fluctuations above the budget rate.

FY 02 Outlays:	\$ (6) million
FY 03 Outlays:	—
FY 04 Request:	—

## Family Housing

The accounts in this major program area finance all costs associated with military family housing.

**Federal Funds**

*General and Special Funds*

**Family Housing, Army**

FY 02 Outlays:	\$ 1,157 million
FY 03 Outlays:	1,282
FY 04 Request:	1,257

**Family Housing, Navy and Marine Corps**

FY 02 Outlays:	\$ 848 million
FY 03 Outlays:	909
FY 04 Request:	908

**Family Housing, Air Force**

FY 02 Outlays:	\$ 812 million
FY 03 Outlays:	901
FY 04 Request:	845

**Family Housing, Defense-wide**

FY 02 Outlays:	\$ 38 million
FY 03 Outlays:	54
FY 04 Request:	48

*Public Enterprise Funds*

**Homeowners Assistance Fund, Defense**

This account records expenditures from the DOD Homeowners Assistance Fund.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	25
FY 04 Request:	—

**Credit Accounts**

**Family Housing Improvement Fund**

This account funds the use of limited partnerships and direct and guaranteed loans to increase the

availability of housing for military personnel.

FY 02 Outlays:	\$ 168 million
FY 03 Outlays:	218
FY 04 Request:	258

## **Revolving and Management Funds**

The accounts within this major program area record outlays from DOD revolving and management funds.

### **Federal Funds**

#### *Public Enterprise Funds*

#### **National Defense Stockpile Transaction Fund**

The goal of the National Defense Stockpile is to reduce the dependence of the United States on foreign sources for strategic and critical materials during periods of national emergency. This account funds the stockpile.

FY 02 Outlays:	\$ 482 million
FY 03 Outlays:	(124)
FY 04 Request:	(73)

#### **Reserve Mobilization Income Insurance Fund**

This fund pays claims and administrative costs for participating members of the insurance program.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

#### *Intra-governmental Funds*

#### **Pentagon Reservation Maintenance Revolving Fund**

This account funds maintenance of the Pentagon reservation.

FY 02 Outlays:	\$ (117) million
FY 03 Outlays:	266
FY 04 Request:	95

#### **National Defense Sealift Fund**

This account funds sealift programs and the National Defense Reserve Fleet.

FY 02 Outlays:	\$ 728 million
FY 03 Outlays:	1,271
FY 04 Request:	1,026

#### **Working Capital Fund, Army**

This account finances the business operations of Army industrial, commercial, and support type activities. The separate Working Capital Fund emphasized the Component's functional and financial management responsibilities for its operations.

FY 02 Outlays:	\$ 242 million
FY 03 Outlays:	(2)
FY 04 Request:	(94)

#### **Working Capital Fund, Navy**

This account finances the business operations of Navy industrial, commercial, and support type activities.

FY 02 Outlays:	\$ (641) million
FY 03 Outlays:	205
FY 04 Request:	254

**Working Capital Fund, Air Force**

This account finances the business operations of Air Force industrial, commercial, and support type activities.

FY 02 Outlays:	\$ (318) million
FY 03 Outlays:	73
FY 04 Request:	106

**Working Capital Fund, Defense Wide**

This account finances the business operations of Defense Wide industrial, commercial, and support type activities.

FY 02 Outlays:	\$ (200) million
FY 03 Outlays:	—
FY 04 Request:	200

**Working Capital Fund, Defense Commissary Agency**

This account finances the business and resale operations of the Defense Commissary Agency.

FY 02 Outlays:	\$ 1,000 million
FY 03 Outlays:	1,074
FY 04 Request:	1,091

**Building Maintenance Fund**

The Building Maintenance Fund finances the operation and maintenance of over 30 facilities owned or leased by the DOD in the Washington Metropolitan Area.

FY 02 Outlays:	\$ (2) million
FY 03 Outlays:	(2)
FY 04 Request:	—

**Army Conventional Ammunition Working Capital Fund**

The Army is charged with procuring and assembling conventional ammunition for all of the Services as well as other organizations. It finances and manages such procurements through its Army Conventional Ammunition Working Capital Fund. Its expenditures will be reimbursed by other accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ 44 million
FY 03 Outlays:	64
FY 04 Request:	12

## Allowances

Allowances are lump-sum amounts that are included in the budget to account for an anticipated rise or fall in outlays.

**Federal Funds**

*General and Special Funds*

**Other Legislation**

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 25 million

**General Transfer Authority Outlay Allowance**

These allowances account for anticipated changes in outlays due to general transfer authority.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1,050 million
FY 04 Request:	825

**Department of Defense Closed Accounts**

FY 02 Outlays:	\$ 83 million
FY 03 Outlays:	—
FY 04 Request:	—

**Trust Funds**

**Voluntary Separation Incentive Fund**

This account finances annual payments to selected active-duty service persons that will voluntarily leave the military. It is part of an effort to reduce the size of the military.

FY 02 Outlays:	\$ 154 million
FY 03 Outlays:	156
FY 04 Request:	156

**Host Nation Support Fund for Relocation**

The FY 1996 National Defense Authorization Act, provided for the establishment of a trust fund for cash contributions from any nation in support of relocation of elements within that nation.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	6
FY 04 Request:	7

**Other DOD Trust Funds**

This account records expenditures made from funds received as gifts and bequests and used for purposes as determined by the Secretaries of the Army, Navy, and Air Force.

FY 02 Outlays:	\$ 48 million
FY 03 Outlays:	51
FY 04 Request:	52

**National Security Education Trust Fund**

A program providing undergraduate scholarships, graduate fellowships, and grants to educational institutions was created by the National Security Education Act of 1991. This account records outlays from the trust fund to finance various activities.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	8
FY 04 Request:	—

**Foreign National Employees Separation Pay**

This trust fund pays separation costs for DOD Foreign Service National employees in countries where such pay is legally required.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	40
FY 04 Request:	38

**Other DOD Trust Revolving Funds**

This trust fund pays separation costs for DOD Foreign Service National employees in countries where such pay is legally required.

FY 02 Outlays:	\$ (2) million
FY 03 Outlays:	—
FY 04 Request:	—

**Surcharge Collections, Sales of Commissary Stores, Defense**

Various DOD entities provide utilities, laundry, and other such services for commissary stores. This account reimburses the accounts of these entities for these services.

FY 02 Outlays:	\$ (63) million
FY 03 Outlays:	(21)
FY 04 Request:	(23)



# CHAPTER 9

## *Department of Education*

Secretary Rod Paige  
Deputy Secretary William D. Hansen

### Component Agencies and Major Program Areas by Budget Share

Fiscal Years 2002–2004

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	.5	4.6	4.6	
Total Outlays (\$Millions)	\$ 46,282	\$ 59,481	\$ 58,891	
Office of Elementary and Secondary Education	16,054	21,987	21,614	36.7%
Office of Innovation and Improvement	0	0	40	0.1%
Office of Safe and Drug-Free Schools	0	0	38	0.1%
Office of English Language Acquisition	414	507	803	1.4%
Office of Special Education and Rehabilitative Services	10,016	11,025	12,817	21.8%
Office of Vocational and Adult Education	1,778	1,929	1,885	3.2%
Office of Postsecondary Education	1,886	2,302	2,118	3.6%
Office of Student Financial Assistance	15,018	20,498	18,622	31.6%
Institute of Education Sciences	625	687	433	0.7%
Departmental Management	530	538	549	0.9%
Deductions for Offsetting Receipts	(39)	(50)	(50)	(0.8%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## Office of Elementary and Secondary Education

The Office of Elementary and Secondary Education establishes federal policy for and administers federal aid to elementary and secondary education.

### Federal Funds

#### *General and Special Funds*

#### **Education for the Disadvantaged**

This account funds a number of programs aimed at providing educational assistance to disadvantaged individuals.

FY 02 Outlays:	\$ 9,247 million
FY 03 Outlays:	11,906
FY 04 Request:	13,201

#### **Impact Aid**

This account provides assistance to schools which are strongly affected by the federal government, such as those enrolling an inordinate number of federally connected disadvantaged children or those whose student bodies are composed of large numbers of children from nearby military bases.

FY 02 Outlays:	\$ 1,125 million
FY 03 Outlays:	1,191
FY 04 Request:	1,036

### School Improvement Programs

This account finances technical and financial assistance to improve education programs.

FY 02 Outlays:	\$ 3,609 million
FY 03 Outlays:	7,753
FY 04 Request:	7,070

### Reading Excellence

This account funds a program that would work with schools, families, and communities on a national reading effort to ensure that children can read by the end of third grade.

FY 02 Outlays:	\$ 200 million
FY 03 Outlays:	310
FY 04 Request:	105

### Education Reform

This proposal would develop legislation reauthorizing programs included in the Elementary and Secondary Education Act. The administration anticipates that the new legislation would streamline the 21<sup>st</sup> Century Community Learning Centers program and consolidate educational technology programs into flexible, performance based grants to States.

FY 02 Outlays:	\$ 1,768 million
FY 03 Outlays:	701
FY 04 Request:	80

### Chicago Litigation Settlement

The funds in this account are part of the settlement in the case, United States of America v. Board of Education of the City of Chicago. These funds are used to by the Chicago Board of Education to implement Project CANAL (Creating a New Approach to Learning), part of a court-ordered desegregation effort.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	2
FY 04 Request:	—

### Indian Education

The Indian Education Program account provides federal assistance to state and local educational agencies working to improve the education of American Indian and Alaska Native adults and children. Federal assistance is also provided to Indian tribes and organizations. This account finances the program.

FY 02 Outlays:	\$ 104 million
FY 03 Outlays:	124
FY 04 Request:	122

## Office of Innovation and Improvement

The Office of Innovation and Improvement provides funds for improving teaching quality, as well as grants for charter schools and incentive funds for schools.

### Federal Funds

#### *General and Special Funds*

### Innovation and Improvement

This account funds the general accounts for innovations and improvements for the nation's schools.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 40 million



## **Office of Safe and Drug-Free Schools**

The Office of Safe and Drug-Free schools provides funds for education and community programs as well as delivering state grants in order to prevent violence and prevent drug use at schools..

### **Federal Funds**

#### *General and Special Funds*

#### **Safe Schools and Citizenship Education**

This account funds the general accounts for innovations and improvements for the nation's schools.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 38 million

## **Office of English Language Acquisition**

The Office of English Language Acquisition administers programs which fund formula grants to States and discretionary National Activities grants to improve services for limited English proficient and immigrant students.

### **Federal Funds**

#### *General and Special Funds*

#### **English language acquisition**

This account funds the department's English language education programs.

FY 02 Outlays:	\$ 414 million
FY 03 Outlays:	507
FY 04 Request:	803

## **Office of Special Education and Rehabilitative Services**

The Office of Special Education and Rehabilitative Services is responsible for special education and rehabilitative programs for children with disabilities. The Office is also responsible for grants to states and to families with children that have disabilities.

### **Federal Funds**

#### *General and Special Funds*

#### **Special Education**

This account funds the department's special education programs that are not otherwise provided for.

FY 02 Outlays:	\$ 7,000 million
FY 03 Outlays:	7,730
FY 04 Request:	9,657

#### **Rehabilitation Services and Disability Research**

This account funds the department's rehabilitative services and disability research programs that are not otherwise provided for. Vocational rehabilitation State grants are used to assist individuals with physical or mental impairments become gainfully employed.

FY 02 Outlays:	\$ 2,851 million
FY 03 Outlays:	3,141
FY 04 Request:	3,001

### **American Printing House for the Blind**

This account funds several efforts aimed at providing educational materials for blind students. Such as the production of free educational materials for students below the college level who are blind.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	19
FY 04 Request:	14

### **National Technical Institute for the Deaf**

This account funds a residential center that provides postsecondary technical and professional education for people who are deaf. The center provides training for employment and conducts research.

FY 02 Outlays:	\$ 55 million
FY 03 Outlays:	47
FY 04 Request:	51

### **Gallaudet University**

This account finances federal support of Gallaudet University. The University provides elementary, secondary, undergraduate, and graduate education to the deaf and conducts research on deafness.

FY 02 Outlays:	\$ 97 million
FY 03 Outlays:	88
FY 04 Request:	94

## **Office of Vocational and Adult Education**

The Office of Vocational and Adult Education administers federal assistance to vocational-technical education. It also administers federal efforts aimed at improving adult education and literacy.

### **Federal Funds**

#### *General and Special Funds*

### **Vocational and Adult Education**

This account funds numerous Federal vocational and adult education programs, such as Tech-prep education, the National Institute for Literacy and state grants for incarcerated youths.

FY 02 Outlays:	\$ 1,778 million
FY 03 Outlays:	1,929
FY 04 Request:	1,885

## **Office of Postsecondary Education**

The Office of Postsecondary Education administers federal assistance to both the students and institutions of postsecondary education.

### **Higher Education**

This account finances numerous federal assistance programs to institutions of postsecondary education.

FY 02 Outlays:	\$ 1,687 million
FY 03 Outlays:	2,100
FY 04 Request:	1,905

**Howard University**

This account finances Federal support of Howard University academic and research programs and the teaching hospital facilities. Howard University is a private, nonprofit university in the District of Columbia. In 1999, direct Federal appropriations for general support represented approximately 54 percent of the university's educational and general expenditures.

FY 02 Outlays:	\$ 234 million
FY 03 Outlays:	230
FY 04 Request:	237

**College Housing and Academic Facilities Loans Program Account**

The federal government makes direct loans to colleges and universities for the construction and renovation of college housing and academic facilities through its College Housing and Academic Facilities Loan (CHAFL) program. This account records the subsidy costs associated with the direct loans obligated and loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

**College Housing and Academic Facilities Loans Liquidating Account**

This account records all cash flows to and from the federal government which result from direct loans obligated to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (36) million
FY 03 Outlays:	(29)
FY 04 Request:	(27)

**Office of Student Financial Assistance**

The Office of Student Financial Assistance is responsible for providing financial assistance to an estimated 7.5 million students with an estimated total payout of nearly \$17 billion.

**Federal Funds**

*General and Special Funds*

**Student Financial Assistance**

This account funds numerous federal financial assistance programs to students. These include federal Pell grants, federal Work-Study, and Perkins Loans.

FY 02 Outlays:	\$ 12,369 million
FY 03 Outlays:	13,352
FY 04 Request:	13,366

**Student Aid Administration**

This account was created in 1998 to provide funds to over 8 million students and parents starting in 2004. The program was initiated in order to improve service to students and to reduce the cost of student aid.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 599 million
FY 04 Request:	834

## Public Enterprise Funds

### Federal Student Loan Reserve Funds

This account funds numerous federal financial assistance programs to students. These include federal Pell grants, federal Work-Study, and Perkins Loans.

FY 02 Outlays:	\$ 208 million
FY 03 Outlays:	98
FY 04 Request:	96

### Credit Accounts

### Federal Direct Student Loan Program Account

This account provides funds to postsecondary institutions to originate loans to students and their parents through the Federal Family Education Loan (FFEL) and the William D. Ford Federal Direct Loan Program. This account records the subsidy costs associated with the direct loans obligated by this program. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 97 million
FY 03 Outlays:	4,334
FY 04 Request:	(786)

### Federal Family Education Loan Program Account

This account records the subsidy costs associated with the direct loans obligated to by this program for 1002 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ (3,837) million
FY 03 Outlays:	2,790
FY 04 Request:	5,661

### Federal Family Education Loan Liquidating Account

The Federal Family Education Loan program provides loans to students and their families. This account records all cash flows to and from the federal government which result from direct loans obligated to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (1,493) million
FY 03 Outlays:	(675)
FY 04 Request:	(549)

## Institute of Education Sciences

The Institute of Education services replaces the Office of Educational Research and Improvement and administers educational research programs.

### Federal Funds

#### *General and Special Funds*

### Institute of education sciences

This account funds various programs which conduct educational research, collect statistical data, and explore ways of improving the nation's education system.

FY 02 Outlays:	\$ 625 million
FY 03 Outlays:	687
FY 04 Request:	433

## **Departmental Management**

The entities in this major program area are charged with overall management of the department.

### **Federal Funds** *General and Special Funds*

#### **Program Administration**

This account provides funds for administering elementary and secondary education, bilingual education, Indian education, vocal and adult education and special education and numerous others.

FY 02 Outlays:	\$ 414 million
FY 03 Outlays:	418
FY 04 Request:	415

#### **Office for Civil Rights**

The Office for Civil Rights is responsible for ensuring that no person is unlawfully discriminated against on the basis of race, color, national origin, sex, disability, or age in the delivery of services or the provision of benefits in programs of schools or institutions receiving financial assistance from the Department of Education.

FY 02 Outlays:	\$ 79 million
FY 03 Outlays:	81
FY 04 Request:	90

#### **Office of the Inspector General**

The account funds the Department's Office of Inspector General. The Inspector General is responsible for the quality, coverage, investigation, and security functions relating to Federal education activities.

FY 02 Outlays:	\$ 37 million
FY 03 Outlays:	39
FY 04 Request:	44

## **Allowances**

Allowances are lump-sum amounts that are included in the budget to account for an anticipated rise or fall in outlays.

### **Federal Funds** *General and Special Funds*

#### **Allowance for 2003**

FY 02 Outlays:	—
FY 03 Outlays:	\$ 58 million
FY 04 Request:	44



# CHAPTER 10

## *Department of Energy*

Secretary Spencer Abraham  
Deputy Secretary Kyle E. McSlarrow

### **Component Agencies and Major Program Areas by Budget Share**

Fiscal Years 2002–2004

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	15.8	16.3	16.1	
Total Outlays (\$Millions)	\$ 17,681	\$ 19,796	\$ 21,030	
National Nuclear Security Administration	7,164	7,764	8,435	40.1%
Environmental and Other Defense Activities	7,089	7,538	7,878	37.5%
Energy Programs	6,232	6,656	6,927	32.3%
Power Marketing Administration	567	159	170	0.8%
Departmental Administration	111	182	214	1.0%
Deductions for Offsetting Receipts	(3,482)	(2,652)	(2,739)	(13.0%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## **National Nuclear Security Administration**

This account funds the Department's atomic energy defense weapons activities. These include the maintenance and refurbishment of nuclear weapons to sustain confidence in their safety, reliability and performance; and the expansion of scientific, engineering, and manufacturing capabilities.

### **Federal Funds**

#### *General and Special Funds*

#### **Office of the Administrator**

This account funds the office of the NNSA administrator which provides corporate planning and oversight for defense programs, defense nuclear nonproliferation, and naval reactors, including the national nuclear security administration field offices in New Mexico, Nevada, and California. This account also provides for Federal salaries and other related expenses of the Administrator's direct office.

FY 02 Outlays:	\$ 320 million
FY 03 Outlays:	328
FY 04 Request:	345

#### **Naval Reactors**

This program performs the design, development, and testing necessary to provide the Navy with safe, militarily effective nuclear propulsion plants in keeping with the Nation's nuclear-powered fleet defense requirements.

FY 02 Outlays:	\$ 694 million
FY 03 Outlays:	704
FY 04 Request:	758

#### **Weapons Activities**

This account funds the Department's atomic energy defense weapons activities. This includes the

maintenance and refurbishment of nuclear weapons to sustain confidence in their safety, reliability and performance; and the expansion of scientific, engineering, and manufacturing capabilities.

FY 02 Outlays:	\$ 5,281 million
FY 03 Outlays:	5,666
FY 04 Request:	6,102

### **Defense Nuclear Nonproliferation**

This program addresses the danger that hostile nations or terrorist groups may acquire weapons of mass destruction or weapons-usable material, dual-use production technology or weapons of mass destruction expertise.

FY 02 Outlays:	\$ 791 million
FY 03 Outlays:	1,011
FY 04 Request:	1,203

### **Cerro Grande Fire Activities**

This account funds activities that will continue repairs of damage done to the Los Alamos National Laboratory in New Mexico and include risk mitigation against future fire-related emergencies, restoration of destroyed and damaged laboratory facilities and equipment, and full resumption of laboratory programmatic activities.

FY 02 Outlays:	\$ 78 million
FY 03 Outlays:	55
FY 04 Request:	27

## **Environmental and Other Defense Activities**

These accounts within this major program area fund the Department's atomic energy defense activities and the 2004 budget proposes changes to restructure the programs of Environmental Management.

### **Federal Funds**

#### *General and Special Funds*

### **Defense Environmental Restoration and Waste Management**

This account funds the Department's atomic energy defense environmental restoration and waste management activities.

FY 02 Outlays:	\$ 5,087 million
FY 03 Outlays:	4,737
FY 04 Request:	1,396

### **Defense Site Acceleration Completion**

This account provides funds for sites that will meet the goal of site closure by 2006.

FY 02 Outlays:	\$ 1,108 million
FY 03 Outlays:	1,075
FY 04 Request:	4,398

### **Defense Environmental Services**

This account provides indirect support for the mission of closing certain facilities.

FY 02 Outlays:	\$ 91 million
FY 03 Outlays:	221
FY 04 Request:	903



**Environmental Management Cleanup Reform**

This account provides funding necessary for expedited cleanup of former nuclear sites.

FY 02 Outlays:	\$ 164 million
FY 03 Outlays:	114
FY 04 Request:	124

**Other Defense Activities**

This account funds numerous other activities such as intelligence and counterintelligence operations, security and emergency operations, worker and community transition, environment, safety and health, independent oversight, purchase of Russian uranium, and other.

FY 02 Outlays:	\$ 540 million
FY 03 Outlays:	473
FY 04 Request:	503

**Defense Nuclear Waste Disposal**

This account funds the Department's disposal of defense high-level waste.

FY 02 Outlays:	\$ 263 million
FY 03 Outlays:	262
FY 04 Request:	402

**Energy Programs**

The accounts within this major program area fund the Department's energy programs. These programs conduct research on fossil fuels, nuclear energy, renewable energy sources, energy conservation, and civilian radioactive waste management. Departmental Programs also collect statistics on energy resource reserves, production, demand, consumption, distribution, and technology. The Department also administers programs which provide energy assistance to the poor.

**Federal Funds**

*General and Special Funds*

**Science**

This account funds the Department's general science and research programs such as high energy physics, nuclear physics, biological and environmental research, and basic energy research.

FY 02 Outlays:	\$ 3,180 million
FY 03 Outlays:	3,254
FY 04 Request:	3,290

**Energy Supply**

This account funds the Department's energy supply and enrichment program designed to develop new energy technologies and improve existing energy technologies. Such as Solar and Renewable Resources, Electric Energy Systems, Hydrogen Research, Nuclear Fission and Management of depleted uranium hexafluoride.

FY 02 Outlays:	\$ 639 million
FY 03 Outlays:	675
FY 04 Request:	765

**Non-defense Site Acceleration Completion**

This account expends funds for the acquirement of plant and capital equipment for non-defense environmental management sites. This includes the gain or loss of any real property, facility, or plant.

FY 02 Outlays:	\$ 237 million
FY 03 Outlays:	218
FY 04 Request:	174

**Non-Defense Environmental Services**

This account will fund the research activities necessary for the closure mission of environmental management sites.

FY 02 Outlays:	\$ 422 million
FY 03 Outlays:	436
FY 04 Request:	321

**Fossil Energy Research and Development**

This account funds the Department’s fossil energy research and development programs which supports high priority, high risk and cross-cutting research that will improve the nation’s ability to use coal, oil and natural gas cleanly and efficiently, and enhance the economic recovery of our oil and gas reserves.

FY 02 Outlays:	\$ 421 million
FY 03 Outlays:	691
FY 04 Request:	651

**Naval Petroleum and Oil Shale Reserves**

This account funds the Department’s naval petroleum and oil shale reserve program whose purpose is to manage, operate, maintain and produce the remaining reserves to achieve the greatest value and benefit to the government.

FY 02 Outlays:	\$ 23 million
FY 03 Outlays:	18
FY 04 Request:	18

**Energy Conservation**

This account funds the Department’s energy efficiency and pollution prevention programs. These programs produce substantial benefits for the Nation — both now and in the future — in terms of economic growth, increased security and a cleaner environment through the research and development of energy efficiency and pollution prevention technologies.

FY 02 Outlays:	\$ 878 million
FY 03 Outlays:	847
FY 04 Request:	899

**Strategic Petroleum Reserve**

This account funds the Federal Government’s Strategic Petroleum Reserve (SPR) program. The goal of the SPR program is to decrease the vulnerability of the United States to disruptions in the world oil supply by maintaining a crude oil stockpile capable of rapid deployment at the direction of the President.

FY 02 Outlays:	\$ 163 million
FY 03 Outlays:	168
FY 04 Request:	172

**SPR Petroleum Account**

This account records the expenditure and receipt of funds associated with the purchase, transportation, injection, and withdrawal of oil from the Strategic Petroleum Reserve.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

**Energy Information Administration**

This account funds the activities of the Energy Information Administration. This organization gathers and disseminates information on energy reserves, production, demand, consumption, distribution, and technology.

FY 02 Outlays:	\$ 76 million
FY 03 Outlays:	79
FY 04 Request:	80

**Economic Regulation**

This account funds the Department's economic regulation efforts, which are carried out by the Economic Regulatory Administration and Office of Hearings and appeals.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	1
FY 04 Request:	1

**Federal Energy Regulatory Commission**

This account funds the salaries and expenses of the Federal Energy Regulatory Commission (FERC). The FERC is charged with regulating certain interstate activities of the energy industry such as natural gas, oil pipeline, hydropower, and electric industries. Such regulation includes issuing licenses and certificates for construction of facilities, approving rates and providing other services.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	—
FY 04 Request:	(1)

**Clean Coal Technology**

This account funds the Department's Clean Coal Technology program. This program subsidizes the construction and operation of facilities exploring the commercial feasibility of various technologies.

FY 02 Outlays:	\$ 37 million
FY 03 Outlays:	—
FY 04 Request:	—

**Elk Hills School Lands Fund**

Upon the sale of the Naval Petroleum Reserve at Elk Hills, the Department is required to make an offer of settlement based on the fair value of the State of California's long-standing claims to two parcels of land ("school lands") within the Reserve. This account funds these expenses.

FY 02 Outlays:	\$ 36 million
FY 03 Outlays:	72
FY 04 Request:	36

**Payments to States under Federal Power Act**

The Federal Energy Regulatory Commission issues licenses for energy development in national forests and public lands. States are paid 37.5 percent of the funds received from such licenses. This account records the transfer of funds to the state.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

**Northeast Home Heating Oil Reserve**

This account funds the necessary expenses for storage, operations, and management activities for the 2-million barrel home heating oil component of the Strategic Petroleum Reserve in the Northeast.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	8
FY 04 Request:	5

**Nuclear Waste Disposal**

This account funds the development, acquisition, and operation of facilities for the disposal of high level nuclear waste from both civilian and defense sources. These activities are funded by appropriations from the nuclear waste fund, which is paid for by the users of the disposal service, and the Defense nuclear waste disposal account.

FY 02 Outlays:	\$ 106 million
FY 03 Outlays:	185
FY 04 Request:	219

**Uranium Enrichment Decontamination and Decommissioning Fund**

This account funds Departmental efforts at decontaminating and decommissioning uranium enrichment facilities leased and operated by the United States Enrichment Corporation and Department of Energy. This fund includes projects at the East Tennessee Technology Park and Oak Ridge Park Reservation, Tennessee; Paducah gaseous diffusion plant, Kentucky; and Portsmouth gaseous diffusion plant, Ohio.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	—
FY 04 Request:	293

*Public Enterprise Fund*

**Isotope Production and Distribution Program Fund**

This account funds the Isotope Production and Distribution program which produces, sells, and distributes isotope products and related products used in medical, scientific, and industrial applications.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	—
FY 04 Request:	—

**Power Marketing Administration**

The accounts within this major program area fund the Department’s five Power Marketing Administrations. These organizations are charged with the marketing and transmission of electrical power produced at the federal hydroelectric projects and reservoirs.

**Federal Funds**

*General and Special Funds*

**Operation and Maintenance, Southeastern Power Administration**

The Southwestern Power Administration is charged with marketing the electrical power produced at Corps of Engineers hydroelectric projects in an eleven state area of the Southeast. This account records net outlays made to fund these projects.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	5
FY 04 Request:	5

**Operation and Maintenance, Southwestern Power Administration**

The Southwestern Power Administration is charged with marketing the electrical power produced at Corps of Engineers hydroelectric projects in a six-state area of the Southwest. This account records net outlays made to fund these projects.

FY 02 Outlays:	\$ 23 million
FY 03 Outlays:	28
FY 04 Request:	28

**Continuing Fund, Southeastern Power Administration**

This fund is available permanently for emergency expenses that would be necessary to ensure continuity of service.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	6
FY 04 Request:	—

**Construction, Rehabilitation, Operation, and Maintenance, Western Area Power Administration**

The Western Area Power Administration is charged with marketing the electrical power produced at various federal power facilities 15 western states. This account records net outlays made to fund these activities.

FY 02 Outlays:	\$ 154 million
FY 03 Outlays:	168
FY 04 Request:	167

**Falcon and Amistad Operating and Maintenance Fund**

This account funds the operation, maintenance, and emergency expenses associated with the hydroelectric facilities at the Falcon and Amistad Dams.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	3
FY 04 Request:	3

*Public Enterprise Funds*

**Bonneville Power Administration Fund**

The Bonneville Power Administration is charged with marketing the electrical power produced at various federal and non-federal power facilities in 15 western states. This account records net outlays made to fund these activities.

FY 02 Outlays:	\$ 401 million
FY 03 Outlays:	(29)
FY 04 Request:	(11)

**Colorado River Basins Power Marketing Fund, Western Area Power Administration**

The Western Area Power Administration operates, maintains, and markets the power produced by the Colorado River storage, the Colorado River Basin, the Seedskaadee, the Dolores, and the Fort Peck projects. This account records net outlays made to fund these activities.

FY 02 Outlays:	\$ (25) million
FY 03 Outlays:	(22)
FY 04 Request:	(22)

## Departmental Administration

The entities within this major program area are charged with overall management of the department.

**Federal Funds**

*General and Special Funds*

**Departmental Administration**

This account funds the general administration of the department.

FY 02 Outlays:	\$ 89 million
FY 03 Outlays:	145
FY 04 Request:	175

**Office of Inspector General**

The account funds the Department's Office of Inspector General. This appropriation provides agency-wide audit, inspection, and investigation functions to correct administrative deficiencies which create conditions for existing or potential instances of fraud, waste, and mismanagement.

FY 02 Outlays:	\$ 33 million
FY 03 Outlays:	37
FY 04 Request:	39

*Intra-governmental Funds*

**Working Capital Fund**

The Working Capital Fund (WCF), provides funds for common administrative services for the department. Establishment of the WCF has helped the Department reduce waste and improve efficiency.

FY 02 Outlays:	\$ (11) million
FY 03 Outlays:	—
FY 04 Request:	—

**CHAPTER 11**

# *Department of Health and Human Services*

Secretary Tommy Thompson  
Deputy Secretary Claude A. Allen

## **Component Agencies and Major Program Areas by Budget Share**

Fiscal Years 2002–2004

Branch Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	59.0	61.0	60.9	
Total Outlays (\$Millions)	\$ 465,812	\$ 502,013	\$ 539,015	
Public Health Service	36,596	40,595	44,342	8.2%
Other Health Programs	535,472	570,244	623,190	116%
Administration for Children and Families	45,649	47,207	47,740	8.9%
Administration on Aging	1,105	1,288	1,341	0.2%
Departmental Management	984	1,733	2,235	0.4%
Program Support Center	322	359	410	0.1%
Office of the Inspector General	36	36	39	0.0%
Deductions for Offsetting Receipts	(27,275)	(29,470)	(32,219)	(6.0%)
Interfund Transactions	(90,481)	(89,384)	(103,557)	(19.2%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## **Food and Drug Administration**

The Food and Drug Administration regulates the purity of food, drugs, cosmetics, and other potentially hazardous substances. As well, the FDA protects products that could be used in the event of terrorism and has these items available for public health preparedness.

### **Federal Funds**

*General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Food and Drug Administration that are not otherwise provided for.

FY 02 Outlays:	\$ 1,127 million
FY 03 Outlays:	1,372
FY 04 Request:	1,401

*Public Enterprise Funds*

**Revolving Fund for Certification and Other Services**

The FDA certifies batches of insulin and color additives for use in foods, drugs, and cosmetics. It also catalogues permissible color additives. These services are funded by fees charged to affected industries.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 3 million
FY 04 Request:	—

**Health Resources and Services Administration**

The Health Resources and Services Administration is responsible for general health services including resources available for peoples living with AIDS/HIV and funds for the Vaccine Improvement Program.

**Federal Funds**

*General and Special Funds*

**Vaccine Injury Compensation**

This account funds the payment of claims associated with vaccine related injury or death that occurred after October 1, 1998.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	11
FY 04 Request:	—

*Public Enterprise Funds*

**Medical Facilities Guarantee and Loan Fund**

This revolving fund provides funds to health professions institutions so that the schools can make loans to their students. This account records federal outlays net of loan repayments.

FY 02 Outlays:	\$ (2) million
FY 03 Outlays:	(1)
FY 04 Request:	(1)

**Credit Accounts**

**Health Resources and Services**

This account funds the Administration's health resources and services programs.

FY 02 Outlays:	\$ 5,012 million
FY 03 Outlays:	5,243
FY 04 Request:	5,433

**Health Education Assistance Loans Program Account**

The Health Education Assistance Loan (HEAL) program guarantees loans from private institutions to students in the health profession. This account records all cash flows to and from the government resulting from (HEAL) loan guarantees committed between 1992 and 1998.

FY 02 Outlays:	\$ 22 million
FY 03 Outlays:	24
FY 04 Request:	21

**Health Education Assistance Loans Liquidating Account**

This account records all cash flows to and from the government resulting from (HEAL) loan guarantees committed prior to 1992.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	7
FY 04 Request:	4



### **Trust Funds**

#### **Vaccine Injury Compensation Program Trust Fund**

This account funds the payment of claims associated with vaccine related injury or death that occurred after October 1, 1998.

FY 02 Outlays:	\$ 67 million
FY 03 Outlays:	73
FY 04 Request:	76

#### **Ricky Ray Hemophilia Relief Fund**

This account records funds that will be paid to the Ricky Ray hemophilia relief fund established as a source of funds to pay claims to eligible individuals on behalf of persons with HIV and a blood clotting disorder, who were treated with an anti-hemophiliac factor between July 1982 and December 1987.

FY 02 Outlays:	\$ 53 million
FY 03 Outlays:	8
FY 04 Request:	3

## **Indian Health Service**

The Indian Health Service is charged with providing medical care and public health services to Native Americans. It also helps Native American students to obtain training in the health profession.

### **Federal Funds**

#### *General and Special Funds*

#### **Indian Health Services**

This account funds the agency's provision of health care, public health services, and assistance in obtaining training in the health professions to Native Americans.

FY 02 Outlays:	\$ 2,445 million
FY 03 Outlays:	2,520
FY 04 Request:	2,651

#### **Indian Health Facilities**

This account funds the construction, repair, improvement, and modification of Indian Health Service facilities.

FY 02 Outlays:	\$ 372 million
FY 03 Outlays:	332
FY 04 Request:	378

## **Centers for Disease Control and Prevention**

The Centers for Disease Control and Prevention (CDC) is charged with the prevention and control of diseases and other preventable conditions. It is also charged with responding to public health emergencies.

**Federal Funds**  
*General and Special Funds*

**Disease Control, Research, and Training**

This account funds various disease control, research, and training programs of the CDC. This includes grants for immunization, control of sexually transmitted diseases, HIV prevention, and control of other infectious and chronic diseases.

FY 02 Outlays:	\$ 3,563 million
FY 03 Outlays:	4,106
FY 04 Request:	4,136

**Trust Funds**

**Agency for Toxic Substance and Disease Registry**

This account funds various disease control, research, and training programs of the CDC. This includes grants for immunization, control of sexually transmitted diseases, HIV prevention, and control of other infectious and chronic diseases.

FY 02 Outlays:	\$ 64 million
FY 03 Outlays:	89
FY 04 Request:	75

**National Institutes of Health**

The National Institutes of Health (NIH) is the federal government's principal biomedical research agency. It is comprised of numerous institutes each specializing in a specific illness.

**Federal Funds**  
*General and Special Funds*

**National Institutes of Health**

These accounts fund the various activities of the NIH.

FY 02 Outlays:	\$ 20,450 million
FY 03 Outlays:	23,243
FY 04 Request:	26,499

**Substance Abuse and Mental Health Services Administration**

The Substance Abuse and Mental Health Administration (SAMHSA) provides federal support for the treatment and prevention of substance abuse and mental illness.

**Federal Funds**  
*General and Special Funds*

**Substance Abuse and Mental Health Services**

This account funds the salaries and expenses of the SAMHSA.

FY 02 Outlays:	\$ 2,885 million
FY 03 Outlays:	3,055
FY 04 Request:	3,274

## **Agency for Healthcare Research and Quality**

The Agency for Health Care Policy and Research is charged with the production and dissemination of scientific and policy-relevant information concerning the quality, effectiveness, and cost of health care.

### **Federal Funds** *General and Special Funds*

#### **Health Care Policy and Research**

This account funds the salaries and expenses of the Agency for Health Care Policy and Research.

FY 02 Outlays:	\$ (66) million
FY 03 Outlays:	—
FY 04 Request:	—

## **Other Health Programs**

The Health Care Financing Administration (HCFA) administers and oversees the Medicare program, the federal portion of the Medicaid program, and related quality assurance activities.

### **Federal Funds** *General and Special Funds*

#### **Grants to States for Medicaid**

This account funds federal matching payments which are made to states so as to assist them in providing medical care to their low-income populations.

FY 02 Outlays:	\$ 147,650 million
FY 03 Outlays:	162,718
FY 04 Request:	182,598

#### **State Grants and Demonstrations**

This account includes funds for grants to develop and establish state infrastructures to support working individuals with disabilities, and demonstration of health care coverage of workers with potentially severe disabilities.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	37
FY 04 Request:	65

#### **Payments to Health Care Trust Funds**

This account funds payments to the Federal Supplementary Medical Insurance Trust Fund and to the Federal Hospital Insurance Trust Fund for individuals aged 65 and over who meet certain transitional insured status requirements and for civil service employees and annuitants who worked before 1983.

FY 02 Outlays:	\$ 90,450 million
FY 03 Outlays:	89,376
FY 04 Request:	103,707

#### **Program Management**

This account funds various HCFA program management activities. These include funding for research, Medicare contractors, survey and certification, CLIA, Medicare+Choice, and administrative costs.

FY 02 Outlays:	\$ 384 million
FY 03 Outlays:	—
FY 04 Request:	—

#### **State Children's Health Insurance Fund**

The Balanced Budget Act of 1997 established the Children's Health Insurance Fund (CHIP) which

provides federal matching funds to states enabling them to extend coverage to uninsured children from low-income families.

FY 02 Outlays:	\$ 3,682 million
FY 03 Outlays:	4,751
FY 04 Request:	2,657

### **Trust Funds**

#### **Federal Hospital Insurance Trust Fund**

This account funds the Federal Hospital Insurance (HI) program which pays the cost of hospital and related health care for individuals age 65 and over and other disabled people.

FY 02 Outlays:	\$ 147,050 million
FY 03 Outlays:	151,850
FY 04 Request:	161,283

#### **Health Care Fraud and Abuse Control Account**

This account funds HHS's activities to control health care fraud and abuse.

FY 02 Outlays:	\$ 963 million
FY 03 Outlays:	1,075
FY 04 Request:	1,075

#### **Federal Supplementary Medical Insurance Trust Fund**

This account funds the Federal Supplementary Medical Insurance (SMI) program which provides subsidized health insurance coverage to the elderly and others for the costs of physician and certain medical services. SMI costs are financed by premium payments from enrollees and contributions from the general revenue.

FY 02 Outlays:	\$ 108,825 million
FY 03 Outlays:	120,019
FY 04 Request:	121,518

## **Administration for Children and Families**

The Administration for Children and Families (ACF) oversees numerous HHS efforts to assist children and families. It is comprised of numerous agencies each specializing in a particular population. These include the Administration on Children, Youth, and Families (ACYF), the Administration on Developmental Disabilities (ADD), and the Administration for Native Americans (ANA).

### **Federal Funds**

#### **General and Special Funds**

##### **Temporary Assistance for Needy Families**

This account provides block grant funding to states for aid to poor families with children.

FY 02 Outlays:	\$ 18,749 million
FY 03 Outlays:	19,209
FY 04 Request:	18,713

##### **Contingency Fund**

This account is a proposal for a more accessible contingency fund.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	2

**Payments to States for Child Support Enforcement and Family Support Programs**

This legislative proposal includes several provisions to increase child support collections and to direct more of these payment to families.

FY 02 Outlays:	\$ 3,998 million
FY 03 Outlays:	4,174
FY 04 Request:	4,291

**Low Income Home Energy Assistance**

This account funds the Federal Low Income Home Energy Assistance program which makes grants to States and Native Americans to aid low-income households with energy expenses through payments to eligible households, energy suppliers, and weatherization providers.

FY 02 Outlays:	\$ 1,773 million
FY 03 Outlays:	1,628
FY 04 Request:	1,774

**Refugee and Entrant Assistance**

This account funds certain federal refugee and entrant assistance activities.

FY 02 Outlays:	\$ 480 million
FY 03 Outlays:	483
FY 04 Request:	476

**Promoting Safe and Stable Families**

This account funds the expenses associated with carrying out section 430 of the Social Security Act.

FY 02 Outlays:	\$ 301 million
FY 03 Outlays:	391
FY 04 Request:	507

**Job Opportunities and Basic Skills Training Program**

The Job Opportunities and Basic Skills Training Program provides employment assistance and training. This account funds federal contributions to individual state programs.

FY 02 Outlays:	\$ 23 million
FY 03 Outlays:	—
FY 04 Request:	—

**Child Care Entitlement to States**

This account provides child care funding for welfare recipients and low-income working families.

FY 02 Outlays:	\$ 2,365 million
FY 03 Outlays:	2,690
FY 04 Request:	2,813

**Payments to States for the Child Care and Development Block Grant**

This account funds federal grants to states for the purpose of assisting low-income families pay for child care and related services.

FY 02 Outlays:	\$ 2,174 million
FY 03 Outlays:	2,080
FY 04 Request:	2,093

**Social Services Block Grant**

This account funds several Federal social services grant programs to the States. A portion of this money will be available to support second-chance homes for teen-age parents..

FY 02 Outlays:	\$ 1,780 million
FY 03 Outlays:	1,792
FY 04 Request:	1,790

**Children and Families Services Programs**

This account funds numerous Federal programs aimed at providing assistance to children and families. Such programs include Head Start, Adoption incentive payments, and Individual Retirement Account

(IRAs).

FY 02 Outlays:	\$ 8,069 million
FY 03 Outlays:	8,406
FY 04 Request:	8,467

### **Violent Crime Reduction Programs**

The Crime Control and Law Enforcement Act of 1994 assigns various tasks to Department of Health and Human Services. This account finances these tasks with funds are transferred from the Violent Crime Reduction Trust Fund (VCRTF).

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	9
FY 04 Request:	3

### **Children's Research and Technical Assistance**

This account provides funding for research and technical assistance.

FY 02 Outlays:	\$ 39 million
FY 03 Outlays:	38
FY 04 Request:	44

### **Payments to States for Foster Care and Adoption Assistance**

This account funds federal grants to states for the purpose of providing foster care and adoption assistance.

FY 02 Outlays:	\$ 5,885 million
FY 03 Outlays:	6,306
FY 04 Request:	6,767

## **Administration on Aging**

The Administration on Aging carries out numerous policies aimed at assisting the aged. These programs take the form of nutrition and supportive services through the aging network.

### **Federal Funds**

#### *General and Special Funds*

### **Aging Services Programs**

This account funds the Administration on Aging's supportive and nutrition services, research, training, and demonstration projects.

FY 02 Outlays:	\$ 1,105 million
FY 03 Outlays:	1,288
FY 04 Request:	1,341

## **Departmental Management**

The entities within this major program area are charged with overall management of the department.

**Federal Funds**  
*General and Special Funds*

**General Departmental Management**

This account funds the expenses associated with general management of the Department. This includes support research to develop policy initiatives, improve programs, and the activities of the Office of Public Health and Science.

FY 02 Outlays:	\$ 984 million
FY 03 Outlays:	1,733
FY 04 Request:	2,235

**Program Support Center**

**Federal Funds**  
*General and Special Funds*

**Retirement Pay and Medical Benefits for Commissioned Officers**

This account funds annuities of retired, active, dependents, and survivors of Public Health Service (PHS) commissioned officers.

FY 02 Outlays:	\$ 253 million
FY 03 Outlays:	281
FY 04 Request:	314

*Intra-governmental Fund*

**HHS Service and Supply Fund**

The HHS Service and supply fund (SSF) provides common centralized services to HSS components. This includes the Program support center (PSC), the Office of the Secretary (OS) and the Federal employee occupational health (FOH) program.

FY 02 Outlays:	\$ 12 million
FY 03 Outlays:	—
FY 04 Request:	—

**Trust Funds**

**Miscellaneous Trust Funds**

Funds include gifts to the Public Health Service benefiting patients and research as well as contributions for the construction, improvement, extension, and provision of sanitation facilities.

FY 02 Outlays:	\$ 57 million
FY 03 Outlays:	78
FY 04 Request:	96

**Office of the Inspector General**

The Office of the Inspector General conducts audits and investigations of the department. It also reviews regulations and legislation. Its purpose is to promote efficiency and to prevent fraud and mismanagement of the department.

**Federal Funds**  
*General and Special Funds*

**Office of Inspector General**

The account funds the activities of the Office of Inspector General. Internal audits review and evaluate all

*Chapter 11: Department of Health and Human Resources*

facets of agency operations. The investigative function provides for the detection and investigation of improper and illegal activities involving programs, personnel, and operations.

FY 02 Outlays:	\$ 36 million
FY 03 Outlays:	36
FY 04 Request:	39



# CHAPTER 12

## *Department of Homeland Security*

Secretary Tom Ridge  
Deputy Secretary Gordon England

### Component Agencies and Major Program Areas by Budget Share

Fiscal Years 2002–2004

Branch Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	81.3	144.9	142.2	
Total Outlays (\$Millions)	\$ 17,476	\$ 28,155	\$ 27,942	
Departmental Management	243	345	468	1.7%
Office of the Inspector General	48	65	79	0.3%
Citizenship and Immigration Services	1,463	1,547	1,503	5.4%
United States Secret Service	1,069	1,226	1,326	4.7%
Border and Transportation Security	7,789	15,898	15,491	55.4%
United States Coast Guard	5,179	5,968	6,240	22.3%
Emergency Preparedness and Response	4,532	6,603	5,098	18.2%
Science and Technology	107	343	743	2.7%
Information Analysis and Infrastructure Protection	225	158	751	2.7%
Deductions for Offsetting Receipts	(3,179)	(3,998)	(2,361)	(8.4%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## Departmental Management

The entities in this major program area are charged with overall management of the department.

### Federal Funds

*General and Special Funds*

#### Departmental Operations

The account funds the basic activities of the Department of Homeland Security, including executive planning and management to ensure the successful operation of the Department. Many descriptions are not available for the other following sub-accounts.

FY 02 Outlays:	\$ 173 million
FY 03 Outlays:	208
FY 04 Request:	264

#### Counterterrorism Fund

The account was created in order to locate and prevent domestic or international terrorism and towards rebuilding any damaged facilities caused by terrorism.

FY 02 Outlays:	\$ 15 million
FY 03 Outlays:	39
FY 04 Request:	40

**Department-Wide Technology Investments/ Other Advancement of Commerce**

This account was created to provide funding for information technology and wireless communications.

FY 02 Outlays:	\$ 75 million
FY 03 Outlays:	95
FY 04 Request:	170

*Intra-governmental Funds*

**Working Capital Fund**

This fund uses funds on a reimbursable basis for activities or services best performed at the administrative level.

FY 02 Outlays:	\$ (20) million
FY 03 Outlays:	3
FY 04 Request:	(6)

**Office of the Inspector General**

**Federal Funds**

*General and Special Funds*

**Operating Expenses**

This account funds the costs associated with auditing and investigations within the Department.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	11
FY 04 Request:	12

**Citizenship and Immigration Services**

The mission of the Bureau is to deliver services to the nation's public in a quick and fair manner in order to maintain immigration and naturalization services.

**Federal Funds**

*General and Special Funds*

**Operating Expenses**

This account funds the general expenses of the Department including disaster insurance, executive management and other services.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	11
FY 04 Outlays:	12

**United States Secret Service**

The Secret Service is responsible for the main protection for the President, Vice President and other dignitaries as well as enforcing laws dealing with financial matters.

**Federal Funds**  
*General and Special Funds*

**Operating Expenses**

This account funds the costs involved with purchasing of equipment, buildings, research and other required items for the department.

FY 02 Outlays:	\$ 1,065 million
FY 03 Outlays:	1,215
FY 04 Request:	1,322

**Capital Acquisitions**

This account funds the costs associated with repairing and upgrading department facilities, including the James J. Rowley Training Center.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	11
FY 04 Request:	4

**Border and Transportation Security**

The mission of The Border and Transportation Security office is to prevent entry from land, sea, and air of illegal immigrants. The accounts also provide funds to inspect incoming travelers and for border safety issues.

**Federal Funds**  
*General and Special Funds*

**Customs and Border Protection**

This account funds the costs involved with border security, customs and law enforcement along the borders of the United States.

FY 02 Outlays:	\$ 4,976 million
FY 03 Outlays:	6,549
FY 04 Request:	6,471

**Immigration and Customs Enforcement**

This account funds the activities of enforcing customs and immigration laws within the Department.

FY 02 Outlays:	\$ 2,442 million
FY 03 Outlays:	2,398
FY 04 Request:	2,534

**Transportation Security Administration**

Funds provided from this account will be used to train and fund airport security personnel and machines.

FY 02 Outlays:	\$ 91 million
FY 03 Outlays:	90
FY 04 Request:	89

**Federal Law Enforcement Training Center Operating Expenses**

This account funds the facility that is used to train and develop the necessary skills for federal law enforcement officials..

FY 02 Outlays:	\$ 117 million
FY 03 Outlays:	116
FY 04 Request:	123

**Federal Law Enforcement Training Center Capital Acquisitions**

This account is used to enhance the facilities of the training center.

FY 02 Outlays:	\$ 46 million
FY 03 Outlays:	79
FY 04 Request:	37

**Office for Domestic Preparedness**

The accounts associated with the Office for Domestic Preparedness use funds for state and local governments to prepare and deal with terrorist attacks.

FY 02 Outlays:	\$ 144 million
FY 03 Outlays:	1,838
FY 04 Request:	3,298

**Trust Funds**

**US Customs Refunds, Transfers and Expenses, Unclaimed and Abandoned Goods**

This account uses funds provided from the sale of unclaimed and abandoned items.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	7
FY 04 Request:	7

**United States Coast Guard**

The Coast Guard is a branch of the United States Armed Forces operating within the Department of Homeland Security. During time of war or at the President's behest the Coast Guard operates as part of the Navy.

**Federal Funds**

*General and Special Funds*

**Operating Expenses**

This account funds the operating expenses of the Coast Guard that are not otherwise provided for. The funds go toward continued emphasis on national security and law enforcement missions such as drug interdiction activities.

FY 02 Outlays:	\$ 3,646 million
FY 03 Outlays:	4,107
FY 04 Request:	4,385

**Capital Acquisitions**

This account funds the acquisition, construction, and improvement of vessels, aircraft, information technology, shore facilities, and navigational aids.

FY 02 Outlays:	\$ 538 million
FY 03 Outlays:	807
FY 04 Request:	681

**Retired Pay**

This account funds the retirement pay of Coast Guard and Coast Guard Reserve military personnel and members of the former Lighthouse Service, other annuities paid to the beneficiaries of retired military personnel, and other survivor benefits.

FY 02 Outlays:	\$ 808 million
FY 03 Outlays:	880
FY 04 Request:	1,000

*Intra-governmental Funds*

**Coast Guard Supply Fund**

This account finances the procurement of uniforms, commissary provisions, general stores, technical material, and fuel for vessels in excess of 180 feet in length. Its expenditures will be reimbursed by the sale of such goods. This account records outlays net of such collections.

FY 02 Outlays:	\$ (7) million
FY 03 Outlays:	—
FY 04 Request:	—

**Coast Guard Yard Fund**

This account finances the industrial operation of the Coast Guard Yard at Curtis Bay, MD. Its expenditures are reimbursed by other accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ (7) million
FY 03 Outlays:	—
FY 04 Request:	—

**Trust Funds**

**Boat Safety**

This account records expenditures from the Aquatic Resources Trust Fund for the development and implementation of a coordinated national recreational boating safety program.

FY 02 Outlays:	\$ 67 million
FY 03 Outlays:	65
FY 04 Request:	65

**Oil Spill Recovery, Coast Guard**

This account provides funds from the Oil Spill Liability Trust Fund for costs associated with the cleanup of oil spills, the Prince William Sound Oil Spill Recovery Institute, and the payment of claims to those who suffer harm from oil spills where the responsible party is not identifiable,

FY 02 Outlays:	\$ 86 million
FY 03 Outlays:	61
FY 04 Request:	61

**Trust Fund Share of Expenses**

This account records expenditures from the Oil Spill Liability Trust Fund.

FY 02 Outlays:	\$ 48 million
FY 03 Outlays:	48
FY 04 Request:	48

**Miscellaneous Trust Revolving Funds**

This account records expenditures made from various trust revolving funds.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Emergency Preparedness and Response**

The Office of Emergency Preparedness and Response was created in response to the September 11<sup>th</sup> terrorist attacks and consolidates funds previously held in the Department of Health and Human Services.

**Federal Funds**  
*General and Special Funds*

**Operating Expenses**

This account funds the general expenses within the department including defense activities, disaster-relief and health services.

FY 02 Outlays:	\$ 1,036 million
FY 03 Outlays:	1,579
FY 04 Request:	1,530

**Grant Programs**

This account funds grants which are designed to mitigate flood damage.

FY 02 Outlays:	\$ 17 million
FY 03 Outlays:	95
FY 04 Request:	209

**Emergency Food and Shelter**

This account funds non-profit and faith-based groups for emergency food and shelter programs..

FY 02 Outlays:	\$ 140 million
FY 03 Outlays:	—
FY 04 Request:	—

**Disaster Relief**

This account provides disaster relief to areas that have been declared areas in distress by the President..

FY 02 Outlays:	\$ 3,947 million
FY 03 Outlays:	5,094
FY 04 Request:	3,518

**Flood Map Modernization Fund**

This account was created in order to update over 100,000 flood maps in order to determine appropriate allotments.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	99
FY 04 Request:	176

*Intra-governmental Funds*

**National Flood Insurance Fund**

This account is authorized to provide flood insurance on a nationwide basis.

FY 02 Outlays:	\$ (620) million
FY 03 Outlays:	(265)
FY 04 Request:	(336)

**Credit Accounts**

**Disaster Assistance Direct Loan Program Account**

This account is provided to the States in the form of loans due to a significant loss of tax revenue relating to a disaster.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

## **Science and Technology**

The Department of Science and Technology was created for basic and applied research in order to prevent weapons of mass destruction by testing and forming prototypes. The 2004 budget calls for a large expenditure in the areas of science and technology.

### **Federal Funds**

*General and Special Funds*

#### **Research, Development, acquisitions and operations**

This account is provided to the States in the form of loans due to a significant loss of tax revenue relating to a disaster.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

## **Information Analysis and Infrastructure Protection**

The Department of Information Analysis and Infrastructure Protection was created to deal with evaluating threats, assessing homeland vulnerabilities and cooperating with local and federal authorities with warnings and information.

### **Federal Funds**

*General and Special Funds*

#### **Operating Expenses**

This account is charged with the general expenses involved in defense activities, federal law officials and other activities.

FY 02 Outlays:	\$ 225 million
FY 03 Outlays:	158
FY 04 Request:	751

CHAPTER 13

***Department of Housing and  
Urban Development***

Secretary Mel Martinez  
Deputy Secretary Alphonso R. Jackson

**Component Agencies and Major Program Areas by Budget Share**  
Fiscal Years 2002–2004

Branch Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	10.0	10.5	10.5	
Total Outlays (\$Millions)	\$ 31,885	\$ 37,987	\$ 36,486	
Public and Indian Housing Programs	27,427	28,464	29,379	80.5%
Community Planning and Development	8,438	9,916	9,632	26.4%
Housing Programs	(2,016)	555	(2,632)	(7.2%)
Government National Mortgage Association	(379)	(209)	(304)	(0.8%)
Policy Development and Research	57	51	50	0.1%
Fair Housing and Equal Opportunity	43	47	46	0.1%
Office of Lead Hazard Control	95	101	110	0.3%
Management and Administration	602	959	912	2.6%
Deductions for Offsetting Receipts	(2,382)	(1,886)	(703)	2.0%

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

**Public and Indian Housing Programs**

This major program area includes the Department’s Public and Indian Housing programs that provide vouchers for needy families, those with disabilities, and proposing numerous enactments to maintain affordable housing.

**Federal Funds**

*General and Special Funds*

**Housing Assistance for Needy Families**

This account funds assistance to prevent the involuntary displacement of low-income families, the elderly and the disabled due to loss of affordable housing stock or expiration of subsidy contracts. This is accomplished through Contract Renewals, Incremental Rental Assistance, Welfare to Work Vouchers, the Housing Production Voucher Program, and the Voucher Success Program.

FY 02 Outlays:	\$ 18,499 million
FY 03 Outlays:	19,874
FY 04 Request:	14,369



**Moving to Work**

This account provides funding for a demonstration project that provides unprecedented autonomy and flexibility to a select group of high-performing public housing authorities in order to assess the potential impacts of Federal deregulation on resident households, housing developments, and local housing programs.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

**Public Housing Operating Fund**

This account provides operating subsidies to Public Housing Authorities (PHAs) to assist in funding the operation and maintenance expenses of public housing units.

FY 02 Outlays:	\$ 3,635 million
FY 03 Outlays:	3,457
FY 04 Request:	3,565

**Drug Elimination Grants for Low-Income Housing**

This account funds federal grants to public housing authorities for drug-related crime prevention activities.

FY 02 Outlays:	\$ 325 million
FY 03 Outlays:	200
FY 04 Request:	74

**Revitalization of Severely Distressed Public Housing Projects (HOPE VI)**

This account provides funds to rehabilitate severely dilapidated public housing. The funds may also be used for project demolition, hard hat replacement units, as well as tenant-based rental assistance

FY 02 Outlays:	\$ 466 million
FY 03 Outlays:	546
FY 04 Request:	609

**Native Hawaiian Housing Block Grant**

This program provides an allocation of funds to assist and promote affordable housing activities to develop, maintain and operate affordable housing for eligible low-income Native Hawaiian families.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 11 million

*Public Enterprise Funds*

**Low-rent Public Housing-Loans and Other Expenses**

This account funds the provision of direct Federal loans to fund certain Public Housing Agency (PHA) and Indian Housing Authority (IHA) acquisition, construction, and modernization activities. These loans are made from borrowings from the Treasury.

FY 02 Outlays:	\$ 20 million
FY 03 Outlays:	40
FY 04 Request:	30

**Credit Accounts**

**Public Housing Capital Funds**

The Fund consolidates numerous public housing programs.

FY 02 Outlays:	\$ 3,767 million
FY 03 Outlays:	3,601
FY 04 Request:	3,808

**Native American Housing Block Grant**

This account provides funds to Indian tribes in order to address housing needs within their communities. Funding goes to create an Indian Homeownership Intermediary to provide a catalyst for homeownership

among other provisions.

FY 02 Outlays:	\$ 713 million
FY 03 Outlays:	740
FY 04 Request:	820

#### **Indian Housing Loan Guarantee Fund Program Account**

This account records the subsidy costs associated with the loan guarantees committed to by this program for 1994 and beyond (including modifications of guarantees that resulted from obligations in any year). These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	4
FY 04 Request:	5

#### **Native Hawaiian Housing Loan Guarantee Fund Program Account**

This account records the subsidy costs associated with the loan guarantees committed in 2001 and beyond (including modifications of guarantees that resulted from obligations in any year).

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	1

## **Community Planning and Development**

This major program area includes the community planning and development activities containing housing grants and housing opportunities to those in need.

### **Federal Funds**

#### *General and Special Funds*

#### **Housing Opportunities for Persons with AIDS**

This account provides states and localities with resources and incentives to meet the housing needs of persons with HIV/AIDS and their families.

FY 02 Outlays:	\$ 314 million
FY 03 Outlays:	292
FY 04 Request:	311

#### **Community Development Block Grants**

This account funds community development grants to states and units of local government.

FY 02 Outlays:	\$ 5,429 million
FY 03 Outlays:	6,650
FY 04 Request:	6,129

#### **Empowerment Zones/Enterprise Communities**

This account funds the Empowerment Zone (EZ) initiative designed to revitalize city neighborhoods in a way that will retain and attract middle-class residents and provide employment opportunities that will move people from welfare to work.

FY 02 Outlays:	\$ 57 million
FY 03 Outlays:	75
FY 04 Request:	70

**Brownfields Redevelopment**

This account funds various grants to clean up and redevelop brownfield sites nationwide. It also provides competitive economic development grants in pursuit of the goal to return contaminated sites into productive employment-generating uses, with an emphasis on creating jobs for lower-income people in physically and economically distressed neighborhoods.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	10
FY 04 Request:	13

**Youthbuild**

This account funds a program which sought to train disadvantaged youth in the building trades by having them construct and rehabilitate low-income housing.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	—

**HOME Investment Partnerships Program**

The HOME Investment Partnerships program provides assistance to State and local governments in an effort to increase the supply of affordable housing. Activities include acquisition, rehabilitation, and new construction of housing and tenant based assistance.

FY 02 Outlays:	\$ 1,540 million
FY 03 Outlays:	1,600
FY 04 Request:	1,700

**Homeless Assistance Grants**

This account funds grants to State and local governments, Indian tribes, and nonprofit organizations to fund a wide array of efforts aimed at assisting the homeless. These grants fund the Shelter Plus Care, Supportive Housing and Emergency Shelters in an effort to provide a “continuum of care” approach rather than attempting to institutionalize the homeless.

FY 02 Outlays:	\$ 1,019 million
FY 03 Outlays:	1,057
FY 04 Request:	1,174

**Rural Housing and Economic Development**

This account funds programs that will address rural housing and economic development needs.

FY 02 Outlays:	\$ 22 million
FY 03 Outlays:	25
FY 04 Request:	23

**Urban Development Action Grants**

This account funded the Urban Development Action Grants (UDAG), which were made to distressed cities and urban counties to finance economic development projects. The program was terminated in 1990.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	10
FY 04 Request:	10

**Capacity Building for Community Development and Affordable Housing**

This account funds the Capacity Building for Community Development and Affordable Housing program which provides funding for community development and affordable housing activities.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	—
FY 04 Request:	—

**Shelter Plus Care Renewals**

This account records the expenditures of The Shelter Plus Care program which provides rental assistance that, when combined with social services, supplies supportive housing for homeless people with disabilities

and their families.

FY 02 Outlays:	\$ 25 million
FY 03 Outlays:	35
FY 04 Request:	37

*Public Enterprise Funds*

**Revolving Fund (Liquidating Programs)**

This revolving fund is used to liquidate the assets of various housing and urban development programs.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	—

**Credit Accounts**

**Community Development Loan Guarantees Program Account**

The Community Development Block program provides guaranteed loans to States and localities for housing and development projects. This account records the subsidy costs associated with the loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	7
FY 04 Request:	7

**Community Development Loan Guarantees Liquidating Account**

This account records all cash flows to and from the federal government which result from Federal Financing Bank direct loans for which loan guarantees were committed to prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	—
FY 04 Request:	—

## Housing Programs

The accounts in this major program area fund for various housing programs that provide assistance to low-income families, the elderly, persons with disabilities, and other disadvantaged individuals.

**Federal Funds**

*General and Special Funds*

**Housing for Special Populations**

This account funds grants for the construction of housing for the elderly and the disabled. This initiative will make available to low-income elderly, a new type of housing that Americans with higher incomes already benefit from in increasing numbers, this will be accomplished by converting some Section 202 projects to assisted living.

FY 02 Outlays:	\$ 895 million
FY 03 Outlays:	899
FY 04 Request:	961

**Other Assisted Housing Programs**

This account funds various assisted housing programs.

FY 02 Outlays:	\$ 655 million
FY 03 Outlays:	672
FY 04 Request:	672

**Homeownership and Opportunity for People Everywhere Grants (HOPE Grants)**

The Homeownership and Opportunity for People Everywhere program provides homeownership assistance to low-income families. Units were converted to homeownership from public and Indian housing properties in HOPE 1, from FHA-insured and Government-held multifamily properties in HOPE 2, and from Government-owned or -held single family properties in HOPE 3.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

**Manufactured Home Inspection and Monitoring**

The Department of Housing and Urban Development inspected manufactured homes to ensure that they comply with federal standards. A fee is charged the manufacturers of such homes for this inspection to cover the costs of monitoring and enforcement activities. A fraction of these fees are then used to defray the direct administrative costs of the program. This account records outlays of such funds.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

*Public Enterprise Funds*

**Rental Housing Assistance Fund**

Currently rental collections in excess of established basic rents at section 236 subsidized projects are transferred to the Flexible Subsidy Fund. This account records outlays of such funds.

FY 02 Outlays:	\$ (6) million
FY 03 Outlays:	—
FY 04 Request:	—

**Flexible Subsidy Fund**

The Flexible Subsidy Fund provides assists certain financially distressed FHA authorized housing projects. Priority was given to projects with Federal insurance-in-force and then to those with mortgages that had been assigned to the Department of Housing and Urban Development.

FY 02 Outlays:	\$ (2) million
FY 03 Outlays:	(20)
FY 04 Request:	(20)

**Nehemiah Housing Opportunity Fund**

The Nehemiah Housing Opportunity Fund provided loans to families for the purchase of new and rehabilitated housing. The program has been terminated. This account records liquidation of remaining reserved obligated balances.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	5
FY 04 Request:	5

**Credit Accounts**

**FHA Mutual Mortgage Insurance Program Account**

The FHA Mutual Mortgage Insurance Program provides mortgage assistance and insurance to first-time home buyers, minorities, lower-income and urban residents. This account records the subsidy costs associated with the direct loans obligated or loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 2,984 million
FY 03 Outlays:	5,935
FY 04 Request:	5,224

**FHA Mutual Mortgage and Cooperative Housing Insurance Funds Liquidating Account**

The FHA Mutual Mortgage Insurance Program provides mortgage assistance and insurance to first-time home buyers, minorities, lower-income and urban residents. This account records all cash flows to and from the federal government which result from direct loans obligated or loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (2,717) million
FY 03 Outlays:	(5,935)
FY 04 Request:	(5,224)

**FHA General and Special Risk Program Account**

The FHA provides guaranteed loans for mortgage for single family housing, multi-family housing, and others . This account records the subsidy costs associated with the direct loans obligated or loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 1,340 million
FY 03 Outlays:	1,523
FY 04 Request:	338

**FHA General and Special Risk Insurance Funds Liquidating Account**

The FHA provides guaranteed loans for mortgage insurance for single family housing, multi-family housing, and others. This account records all cash flows to and from the federal government which result from direct loans obligated or loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ 1,285 million
FY 03 Outlays:	1,751
FY 04 Request:	1,247

**Housing for the Elderly or Handicapped Fund Liquidating Account**

The funds in this account were used to provide direct loans to nonprofit organizations which build and manage housing projects for elderly or disabled low-income individuals. This account records all cash flows to and from the federal government which result from direct loans obligated or loan guarantees committed to by this program prior to April 2, 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (529) million
FY 03 Outlays:	(529)
FY 04 Request:	(463)

**Trust Fund**

**Manufactured Housing Fees Trust Fund**

Fees are charged to the manufacturers for each manufactured home transportable section produced and will be used to fund the costs of all authorized activities necessary for the consensus committee, HUD, and its agents to carry out all aspects for the manufactured housing legislation.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	10
FY 04 Request:	14

**Government National Mortgage Association**

The Government National Mortgage Association (GNMA) is a government corporation created to further the federal government's housing objectives.

**Federal Funds**  
*Credit Accounts*

**Guarantees of Mortgage-Backed Securities Loan Guarantee Program Account**

This account records the subsidy costs associated with the loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	10
FY 04 Request:	11

**Guarantees of Mortgage-Backed Securities Loan Guarantee Liquidating Account**

This account records all cash flows to and from the federal government which result from loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (388) million
FY 03 Outlays:	(219)
FY 04 Request:	(315)

## **Policy Development and Research**

This major program area is comprised of the policy research and development activities of the department. HUD is required to conduct research into the effectiveness of its programs and policies. It is also charged with investigating ways of more efficiently achieving its goals.

**Federal Funds**  
*General and Special Funds*

**Research and Technology**

This account funds the Department's research efforts. In 2001, the research program will focus on changes in public and assisted housing policy and the impacts of welfare reform on HUD-assisted households and HUD-subsidized developments.

FY 02 Outlays:	\$ 57 million
FY 03 Outlays:	51
FY 04 Request:	50

## **Fair Housing and Equal Opportunity**

This major program area is comprised of HUD's fair housing and equal opportunity activities. In carrying out these activities the Department both carries out its own fair housing initiatives and provides financial assistance to state and local government.

**Federal Funds**  
*General and Special Funds*

**Fair Housing Activities**

This account funds HUD's fair housing activities. The Fair Housing Assistance Program (FHAP), provides funding to State and local agencies to assure prompt and effective processing of Title VIII (Civil Rights Act of 1968) complaints.

FY 02 Outlays:	\$ 43 million
FY 03 Outlays:	37
FY 04 Request:	46

## Office of Lead Hazard Control and Healthy Homes

This major program area comprises of HUD's activities to reduce the exposure of young children to lead-based paint hazards in their homes.

### Federal Funds

#### General and Special Funds

#### Lead Hazard Reduction

This account funds HUD's activities to reduce the exposure of young children to lead-based paint hazards in their homes. The Lead Hazard Control Grant Program provides grants to State and Local governments for control of lead-based paint hazards in privately owned, low-income owner-occupied and rental housing. The Healthy Homes Initiative is also funded by this account.

FY 02 Outlays:	\$ 95 million
FY 03 Outlays:	101
FY 04 Request:	110

## Management and Administration

The accounts within this major program area fund activities which provide overall management of the department.

### Federal Funds

#### General and Special Funds

#### Salaries and Expenses

This account finances the salaries and expenses associated with administering the department's programs.

FY 02 Outlays:	\$ 590 million
FY 03 Outlays:	520
FY 04 Request:	529

#### Office of Inspector General

The account funds the activities of the HUD's Office of Inspector General. Internal audits review and evaluate all facets of agency operations. The investigative function provides for the detection and investigation of improper and illegal activities involving programs, personnel, and operations.

FY 02 Outlays:	\$ 71 million
FY 03 Outlays:	73
FY 04 Request:	76

#### Consolidated Fee Fund

Section 7(j) of the Department of Housing and Urban Development Act establishes fees and charges from selected programs to offset the costs of audits, inspections and other related expenses that may be incurred by the Department in monitoring these programs.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	(1)
FY 04 Request:	(1)

#### Office of Federal Housing Enterprise Oversight

This program was established in 1992 to regulate the financial safety and soundness of the two housing Government Sponsored Enterprises (GSEs)—the Federal National Mortgage Association and the Federal Home Loan Mortgage Corporation.

FY 02 Outlays:	\$ 27 million
FY 03 Outlays:	29
FY 04 Request:	32



*Intra-governmental Funds*

**Working Capital Fund**

This account finances the procurement of certain information technology and office automation services that are most efficiently acquired on a department-wide basis. Its expenditures are reimbursed by other departmental accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ (87) million
FY 03 Outlays:	338
FY 04 Request:	276



# CHAPTER 14

## *Department of the Interior*

Secretary Gale A. Norton  
Deputy Secretary James Steven Griles

### **Component Agencies and Major Program Areas by Budget Share** Fiscal Years 2002–2004

Branch Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	70.3	70.0	70.3	
Total Outlays (\$Millions)	\$ 9,739	\$ 10,357	\$ 10,722	
Lands and Minerals Management	3,144	3,363	3,413	31.8%
Water and Science	1,870	2,105	1,784	16.6%
Fish and Wildlife and Parks	4,059	4,662	4,800	44.8%
Indian Affairs	2,276	2,297	2,312	21.6%
Departmental Offices	1,145	1,320	1,460	13.6%
Deductions for Offsetting Receipts	(2,728)	(3,293)	(3,124)	(29.1%)
Interfund Transactions	(27)	(28)	(29)	(0.3%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## **Land and Minerals Management**

The accounts within this major program area fund activities involved with the land and minerals management of public lands in the United States and on the Outer Continental Shelf within the U.S. economic jurisdiction. Accounts within this major program area also provide funds for enforcement of surface mining reclamation statutes.

### **Bureau of Land Management**

The Bureau of Land Management (BLM) is charged with managing the use of 264 million acres of land owned by Federal government. It is also responsible for managing the minerals located below the surface of an additional 300 million acres of land where mineral rights are owned by the Federal government.

#### **Federal Funds**

##### *General and Special Funds*

#### **Management of Lands and Resources**

This account funds the management of lands and resources under BLM jurisdiction. This includes Land resources, Wildlife and fisheries management, Threatened and endangered species management, Energy and Mineral management among others.

FY 02 Outlays:	\$ 779 million
FY 03 Outlays:	785
FY 04 Request:	833

**Construction**

This account funds the acquisition of lands and the construction of buildings, facilities, and trails to make them accessible.

FY 02 Outlays:	\$ 12 million
FY 03 Outlays:	18
FY 04 Request:	15

**Oregon and California Grant Lands**

This account funds BLM management of certain parcels of land in Oregon and California.

FY 02 Outlays:	\$ 105 million
FY 03 Outlays:	110
FY 04 Request:	107

**Wildland Fire Management**

This account funds activity for both the Wildland fire preparedness and the Wildland fire operations. The Wildland fire preparedness funds the predictable aspects of the Department's wildland fire program. The Wildland fire operations funds the emergency and unpredictable aspect's of the Department's wildland fire management program.

FY 02 Outlays:	\$ 885 million
FY 03 Outlays:	726
FY 04 Request:	684

**Central Hazardous Materials Fund**

This account funds remedial investigations and feasibility studies as well as cleanups of hazardous waste sites by the department.

FY 02 Outlays:	\$ (12) million
FY 03 Outlays:	12
FY 04 Request:	17

**Land Acquisition**

This account funds the acquisition of land and interests in land by the BLM, when necessary for public recreation use, resource protection and other purposes related to the management of public lands.

FY 02 Outlays:	\$ 55 million
FY 03 Outlays:	44
FY 04 Request:	27

**Range Improvements**

The federal government uses a portion of the proceeds from grazing fees and mineral leases on certain lands to fund rangeland improvements. This account records the expenditure of such funds.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	10
FY 04 Request:	10

**Service Charges, Deposits, and Forfeitures**

The BLM charges various fees to offset the administrative and other expenses of some of its programs. This account records the expenditure of such funds for a variety of its programs.

FY 02 Outlays:	\$ 16 million
FY 03 Outlays:	14
FY 04 Request:	20

**Permanent Operating Funds**

This account finances several permanent BLM endeavors including the operation and maintenance of quarters used by BLM employees, programs aimed at improving forest system ecosystems, and road maintenance. Expenditures are recorded net of offsetting collections.

FY 02 Outlays:	\$ 45 million
FY 03 Outlays:	157
FY 04 Request:	171

**Miscellaneous Permanent Payment Accounts**

This account funds various permanent payments to state governments, counties, local governments, and firms.

FY 02 Outlays:	\$ 214 million
FY 03 Outlays:	179
FY 04 Request:	140

**Payment to Alaska, Arctic National Wildlife Refuge**

The budget assumes that the first oil and gas lease in the coastal plan of the Arctic National Wildlife Refuge would be held in 2004, resulting in the leasing of 400,000 to 600,000 acres and producing \$2.4 billion in receipts from bonuses which would be shared 50/50 between the Federal Government and the State of Alaska. The Federal share would be used to fund alternative energy sources.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

*Public Enterprise Funds*

**Helium Fund**

This account funds the USBM's helium program, which attempts to ensure that sufficient helium is available to meet the needs of essential government activities. The Helium Privatization Act of 1996 provides for the eventual privatization of the program.

FY 02 Outlays:	\$ (14) million
FY 03 Outlays:	(7)
FY 04 Request:	(3)

*Intra-governmental Funds*

**Working Capital Fund**

This account finances the procurement of certain BLM services and equipment that are most efficiently acquired on an agency-wide basis. Its expenditures will be reimbursed by other agency accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	3
FY 04 Request:	3

**Trust Funds**

**Miscellaneous Trust Funds**

This account records the expenditure of funds from the Land and Resource Management Trust Fund, Range Improvement, Public Surveys, and Trustee funds (Alaska town sites.)

FY 02 Outlays:	\$ 15 million
FY 03 Outlays:	14
FY 04 Request:	14

## Minerals Management Service

The Minerals Management Service manages the mineral resources within the U.S. economic jurisdiction of the Outer Continental Shelf.

### Federal Funds

#### General and Special Funds

#### Royalty and Offshore Minerals Management

This account funds the expenses associated with management of Outer Continental Shelf lands, royalty management, and other administrative tasks.

FY 02 Outlays:	\$ 146 million
FY 03 Outlays:	164
FY 04 Request:	169

#### Minerals Leasing and Associated Payments

This account records the disbursement of minerals leasing funds to the U.S. Treasury and to the states.

FY 02 Outlays:	\$ 685 million
FY 03 Outlays:	887
FY 04 Request:	884

#### National Forest Fund, Payments to States

The Omnibus Reconciliation Act of 1993 (OBRA) requires that 50 percent of the Federal Government's mineral leasing administrative program costs to be recovered before distribution to the United States Treasury and State.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

#### Leases for Lands Acquired for Flood Control, Navigation, and Allied Purposes

The Omnibus Reconciliation Act of 1993 (OBRA) requires that 50 percent of the Federal Government's mineral leasing administrative program costs to be recovered before distribution to the United States Treasury and State.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

#### Intragovernmental Funds

#### Interior Franchise Fund

This fund ensures administrative services and computer needs to federal customers on a competitive and reimbursable basis.

FY 02 Outlays:	\$ (208) million
FY 03 Outlays:	(58)
FY 04 Request:	(9)

#### Oil Spill Research

The Oil Pollution Act of 1990 authorized use of the Oil Spill Liability Trust Fund to perform oil pollution research and other duties related to oil spill prevention and financial responsibility.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	6
FY 04 Request:	7

## Office of Surface Mining Reclamation and Enforcement

The Office of Surface Mining Reclamation and Enforcement coordinates a nationwide program overseeing surface mining and reclamation.

**Federal Funds**  
*General and Special Funds*

**Regulation and Technology**

This account funds the Office's state regulatory program grants, federal regulatory programs, and portions of its general administration.

FY 02 Outlays:	\$ 108 million
FY 03 Outlays:	102
FY 04 Request:	106

**Abandoned Mine Reclamation Fund**

This account funds the Office's state reclamation program grants, federal reclamation programs, Small operator assistance payments, and portions of its general administration.

FY 02 Outlays:	\$ 287 million
FY 03 Outlays:	193
FY 04 Request:	219

**Water and Science**

The accounts within this major program area fund activities aimed at promoting economically and environmentally sound resource activities.

**Bureau of Reclamation**

The Bureau of Reclamation manages a reclamation program that provides water resources to arid and semiarid regions in the 17 contiguous western states.

**Federal Funds**  
*General and Special Funds*

**Water and Related Resources**

This account funds activities relating to the development, management, and restoration of water and related natural resources in partnership and cooperation with non-Federal entities and other Federal agencies, in the 17 Western States.

FY 02 Outlays:	\$ 700 million
FY 03 Outlays:	765
FY 04 Request:	759

**California Bay-Delta Ecosystem Restoration**

This account funds the federal share of ecosystem restoration activities under the California Bay-Delta Environmental Enhancement and Water Security Act.

FY 02 Outlays:	\$ 35 million
FY 03 Outlays:	80
FY 04 Request:	15

**Policy and Administration**

This account supports the direction and management of all reclamation activities as performed by the Commissioner's office, the Reclamation Service Center, and the five regional offices.

FY 02 Outlays:	\$ 54 million
FY 03 Outlays:	59
FY 04 Request:	57

**Central Valley Project Restoration Fund**

This account funds the implementation of provisions of the Central Valley Project Improvement Act. Resources are derived from donations, revenues from voluntary water transfers and tiered water pricing, and

Friant Division surcharges.

FY 02 Outlays:	\$ 47 million
FY 03 Outlays:	88
FY 04 Request:	42

**Colorado River Dam Fund, Boulder Canyon Project**

This account funds the Boulder Canyon Project. Revenues from the sale of Boulder Canyon power are placed in this fund and are available without further appropriation to pay the operation and maintenance costs of the project including those of the Western Area Power Administration.

FY 02 Outlays:	\$ 63 million
FY 03 Outlays:	54
FY 04 Request:	79

**San Gabriel Basin Restoration Fund**

The amounts in this fund will be used to design, construct, operate and maintain water quality projects to remediate contamination of groundwater in the San Gabriel and Central Basins of Southern California, contingent on receipt of local cost share. Administration of the fund was transferred from the Secretary of the Army to the Secretary of the Interior by Public Law 107-66.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	22
FY 04 Request:	—

*Public Enterprise Funds*

**Lower Colorado River Basin Development Fund**

This account funds development projects in the Lower Colorado River Basin. Ongoing construction costs of the Central Arizona project are financed through appropriations transferred to this fund.

FY 02 Outlays:	\$ (13) million
FY 03 Outlays:	97
FY 04 Request:	33

**Upper Colorado River Basin Fund**

This account funds projects in the Lower Colorado River Basin. Ongoing construction costs of the Colorado River Storage projects are financed through appropriations transferred to this account.

FY 02 Outlays:	\$ 12 million
FY 03 Outlays:	25
FY 04 Request:	40

*Intra-governmental Funds*

**Working Capital Fund**

This account finances the procurement of certain BLM services and equipment that are most efficiently acquired on an agency-wide basis. Its expenditures will be reimbursed by other agency accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ (5) million
FY 03 Outlays:	(39)
FY 04 Request:	(6)



## Credit Accounts

### Bureau of Reclamation Loan Program Account

The Bureau of Reclamation makes loans and grants to non-federal organizations for the construction, rehabilitation, or betterment of small water resource projects. This account records the subsidy costs associated with the direct loans obligated by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	11
FY 04 Request:	—

### Bureau of Reclamation Loan Liquidating Account

This account records all cash flows to and from the federal government which result from direct loans obligated by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	—
FY 03 Outlays:	\$ (2) million
FY 04 Request:	(3)

## Trust Funds

### Reclamation Trust Funds

Some Bureau of Reclamation projects receive funding from non-federal sources. This account records the expenditure of such funds.

FY 02 Outlays:	\$ 15 million
FY 03 Outlays:	64
FY 04 Request:	9

## Central Utah Project

The Central Utah project is a large water project in central Utah.

### Federal Funds

#### *General and Special Funds*

### Central Utah Project Completion Account

This account funds the completion of the Central Utah Projection and other water management activities.

FY 02 Outlays:	\$ 26 million
FY 03 Outlays:	25
FY 04 Request:	29

### Utah Reclamation Mitigation and Conservation Account

The interest income earned by this special fund is used for the conservation and the improvement of natural and recreational resources in the area affected by the Central Utah Project.

FY 02 Outlays:	\$ 14 million
FY 03 Outlays:	13
FY 04 Request:	11

## United States Geological Survey

The United States Geological Survey (USGS) is charged with cataloging the nation's land, water, energy, and mineral resources. To this end it conducts comprehensive investigations and mapping of the Earth's surface and subsurface. It also investigates natural occurrences such as earthquakes, volcanoes, landslides, floods and droughts. In addition, it has recently been assigned the task of conducting research on global climate change.

### Federal Funds

#### General and Special Funds

#### Surveys, Investigations, and Research

This account funds the USGS's surveys, investigations, and research such as the National mapping program, geologic hazards, water resources investigations, and science support among others.

FY 02 Outlays:	\$ 912 million
FY 03 Outlays:	829
FY 04 Request:	893

#### Intra-governmental Funds

#### Working Capital Fund

This account finances the procurement of certain equipment and services that are most efficiently acquired on a agency-wide basis. It funds computer and telecommunications activities, publications, certain laboratory operations and scientific equipment procurement. Its expenditures will be reimbursed by other agency accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ (4) million
FY 03 Outlays:	13
FY 04 Request:	8

#### Trust Funds

#### Contributed Funds

The USGS receives funding for some of projects from non-Federal sources such as States, local governments, and private organizations. This account records the expenditure of such funds.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

### Bureau of Mines

The United States (USBM) Bureau of Mines was a research agency that collected and compiled statistical and economic information on the nation's non-fuel minerals. In 1996, the program was terminated. Expenditures for FY 1999 reflect costs associated with its closing.

### Federal Funds

#### General and Special Funds

#### Mines and Minerals

This account funded environmental remediation, pollution prevention and control, health and safety, and minerals information research. It also funded the USBM's minerals research partnerships and general administration of the agency.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

### Fish and Wildlife and Parks

The accounts within this major program area fund activities involved with the use and conservation of natural resources.

## **United States Fish and Wildlife Service**

The United States Fish and Wildlife Service is responsible for the conservation of migratory birds, endangered species, certain marine mammals, and their habitat. It is also charged with protecting inland sport fisheries.

### **Federal Funds** *General and Special Funds*

#### **Resource Management**

This account funds the Fish and Wildlife Service's ecological services, refuges and wildlife, and fisheries programs. It also funds the general administration of the Agency.

FY 02 Outlays:	\$ 831 million
FY 03 Outlays:	954
FY 04 Request:	986

#### **Construction**

This account funds the Service's construction projects. This includes rehabilitation, energy conservation, environmental compliance, pollution abatement and hazardous materials cleanup, seismic safety, and the repair and inspection of dams and bridges.

FY 02 Outlays:	\$ 78 million
FY 03 Outlays:	58
FY 04 Request:	63

#### **Multi-national Species Conservation Fund**

This account reflects the consolidated funding of several conservation funds located outside the United States. They are the African elephant conservation program, the Rhinoceros and tiger conservation program, and the Asian elephant conservation program

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	6
FY 04 Request:	7

#### **Commercial Salmon Fishery Capacity Reduction**

This account funds the reduction in the fishing fleet that harvests Fraser River salmon as part of the 1999 Pacific Salmon Treaty Agreement between the U.S. and Canada.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	—
FY 04 Request:	—

#### **State and Tribal Wildlife Grants**

This account provides grants to States, Tribes and U.S. territories for non-game related habitat restoration, planning, monitoring, inventories, and recreation. Grants are also awarded to States for land acquisition.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	56
FY 04 Request:	60

#### **Land Acquisition**

This account funds the acquisition of areas which have native fish and/or wildlife values and provide natural resource benefits over a broad range of geographical area, and for acquisition management activities.

FY 02 Outlays:	\$ 89 million
FY 03 Outlays:	88
FY 04 Request:	63

**Landowner Incentive Program**

This account was created to continue or create land incentive programs in order to engage in conserving land and protecting species and imperiled spaces.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 26 million
FY 04 Request:	57

**Stewardship Grants**

These grants were enacted in order to promote the conservation projects run by individuals and groups.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 7 million
FY 04 Request:	12

**Wildlife Conservation and Appreciation Fund**

This account funds various wildlife conservation and appreciation projects as authorized by the Partnership for Wildlife Act. This provides opportunities for the public to enjoy these species through nonconsumptive activities.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	—

**Migratory Bird Conservation Account**

This account records the expenditure of funds received from various sources for the acquisition and establishment of migratory bird refuges and waterfowl production areas.

FY 02 Outlays:	\$ 50 million
FY 03 Outlays:	43
FY 04 Request:	43

**North American Wetlands Conservation Fund**

This account records the expenditure of funds received from various sources for projects to restore, protect, and enhance waterfowl habitat. The North American Wetlands Conservation Fund supports wetlands conservation projects approved by the Migratory Bird Conservation Commission.

FY 02 Outlays:	\$ 35 million
FY 03 Outlays:	45
FY 04 Request:	49

**Cooperative Endangered Species Conservation Fund**

This account funds state grants for the conservation of threatened and endangered species. It also funds the monitoring of threatened and endangered species.

FY 02 Outlays:	\$ 71 million
FY 03 Outlays:	134
FY 04 Request:	128

**National Wildlife Refuge Fund**

This account records the payment of funds received from various sources to counties in which Service lands are located.

FY 02 Outlays:	\$ 20 million
FY 03 Outlays:	20
FY 04 Request:	20

**Recreational Fee Demonstration Program**

Initiated in 1997, this program will collect entrance fees and other user receipts to pay for the operation and maintenance of selected refuges and other public sites.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	4
FY 04 Request:	4

**Federal Aid in Wildlife Restoration**

This account pays for federal reimbursement to states for up to 75 percent of the cost of approved wildlife and hunter education projects.

FY 02 Outlays:	\$ 227 million
FY 03 Outlays:	230
FY 04 Request:	229

**Miscellaneous Permanent Appropriations**

Permanent Appropriations include the Operation and maintenance of quarters, water resources development projects, the Lahontan Valley and Pyramid Lake Fish and Wildlife Fund, and the Federal aid in fish restoration.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

**Trust Funds**

**Sport Fish Restoration**

This account records the expenditure of funds received from various sources for wetlands planning and conservation efforts.

FY 02 Outlays:	\$ 291 million
FY 03 Outlays:	330
FY 04 Request:	333

**Contributed Funds**

The Fish and Wildlife Service receives funding for some projects from non-Federal sources to support activities such as endangered species projects and refuge operations and maintenance. This account records the expenditure of such funds.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	4

**National Park Service**

The National Park Service administers an extensive system of national parks, monuments, historic sites, and recreation areas throughout the nation and its territories.

**Federal Funds**

*General and Special Funds*

**Operation of the National Park System**

This account funds the operation, planning, and administrative support of National Park System. The National Park System contains 379 areas and 83.6 million acres of land in 49 States and has over 280 million visitors annually.

FY 02 Outlays:	\$ 1,452 million
FY 03 Outlays:	1,545
FY 04 Request:	1,632

**United States Park Police**

The United States Park Police is an urban oriented law enforcement organization within the National Park Service. Functions include visitor and facility protection, emergency services, criminal investigations, special security and protection duties, enforcement of drug and vice laws, and traffic and crowd control.

FY 02 Outlays:	\$ 82 million
FY 03 Outlays:	81
FY 04 Request:	82

**National Recreation and Preservation**

This account funds a variety of recreation preservation efforts in areas administered by the National Park Service such as maintenance of the National Register of Historic Places, Government-wide archeological programs, identification and designation of natural landmarks, and environmental reviews.

FY 02 Outlays:	\$ 61 million
FY 03 Outlays:	51
FY 04 Request:	48

**Urban Park and Recreation Fund**

The Urban Park and Recreation Fund provides matching grants to cities for the renovation of urban park and recreation facilities, targeting low-income inner-city neighborhoods.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	25
FY 04 Request:	26

**Construction and Major Maintenance**

This account finances a variety of function undertaken as part of the Service's construction and maintenance efforts.

FY 02 Outlays:	\$ 314 million
FY 03 Outlays:	384
FY 04 Request:	382

**Land Acquisition and State Assistance**

This account funds the acquisition of land and interests in land by the National Park Service. It also funds state outdoor recreation grants. The account also funds the related expenses of these programs.

FY 02 Outlays:	\$ 158 million
FY 03 Outlays:	193
FY 04 Request:	183

**Recreation Fee Permanent Appropriations**

Initiated in 1997, this program will collect entrance fees and other user receipts to pay for the operation and maintenance of selected refuges and other public sites.

FY 02 Outlays:	\$ 120 million
FY 03 Outlays:	172
FY 04 Request:	168

**Historic Preservation Fund**

This account funds certain historic preservation efforts. This appropriation finances 60 percent of programmatic matching grants-in-aid to the States and certified local governments. This includes grants to Historically Black Colleges and Universities (HBCUs) and to Indian tribes.

FY 02 Outlays:	\$ 71 million
FY 03 Outlays:	104
FY 04 Request:	113

**Other Permanent Appropriations**

This account funds several National Park Service programs such as the Parks concessions franchise fees, National Maritime Heritage Grants Programs, Glacier Bay National Park resource protection and the Delaware Water Gap, Route 209 operations.

FY 02 Outlays:	\$ 68 million
FY 03 Outlays:	82
FY 04 Request:	89

### **Trust Funds**

#### **Construction (Trust Fund)**

This account records the expenditure of funds derived from the Highway Trust Fund.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	4
FY 04 Request:	1

#### **Miscellaneous Trust Funds**

This account records the expenditure of funds donated and contributed to the NBS.

FY 02 Outlays:	\$ 16 million
FY 03 Outlays:	13
FY 04 Request:	15

## **Indian Affairs**

The accounts within this major program area fund activities that attempt to improve the lives of Native Americans.

### **Bureau of Indian Affairs**

The Bureau of Indian Affairs implements programs aimed at assisting Native Americans.

#### **Federal Funds**

##### *General and Special Funds*

#### **Operation of Indian Services**

This account funds a wide range of programs designed to assist Native Americans.

FY 02 Outlays:	\$ 1,848 million
FY 03 Outlays:	1,820
FY 04 Request:	1,816

#### **Construction**

This account funds the construction, repair, and improvement of various facilities.

FY 02 Outlays:	\$ 277 million
FY 03 Outlays:	311
FY 04 Request:	334

#### **Indian Land Consolidation**

This account funds payments to small partial landowners that are willing in order to decrease government costs in managing Indian lands

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	15
FY 04 Request:	19

#### **White Earth Settlement Fund**

This account funds a settlement agreement between the U.S. Government and eligible members of the White Earth Reservation and their heirs.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

**Indian Land and Water Claims Settlements and Miscellaneous Payments to Indians**

This account funds federal payment of Indian land and water rights settlements, other miscellaneous payments to Indians, and the administrative expenses of such payments.

FY 02 Outlays:	\$ 62 million
FY 03 Outlays:	58
FY 04 Request:	52

**Operation and Maintenance of Quarters**

Receipts received from the rental of federally owned quarters are used to operate and maintain these facilities. This account records the expenditure of such funds.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	4
FY 04 Request:	4

**Miscellaneous Permanent Appropriations**

This account funds several Bureau of Indian Affairs programs. Such as the Claims and treaty obligations, Operation and maintenance of Indian irrigation systems, power systems of Indian irrigation projects, and the Alaska resupply program.

FY 02 Outlays:	\$ 76 million
FY 03 Outlays:	83
FY 04 Request:	83

**Credit Accounts**

**Indian Direct Loan Program Account**

This account records all cash flows to and from the federal government which result from direct loans obligated by this program for 1992 and beyond. This account uses a cash flow system of accounting.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 2 million
FY 04 Request:	—

**Revolving Fund for Loans Liquidating Account**

This account records all cash flows to and from the federal government which result from direct loans obligated by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (4) million
FY 03 Outlays:	(4)
FY 04 Request:	(4)

**Indian Guaranteed Loan Program Account**

This account records the subsidy costs associated with the loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	5
FY 04 Request:	5

**Indian Loan Guaranty and Insurance Fund Liquidating Account**

This account records all cash flows to and from the federal government which result from loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	1



## Departmental Offices

The accounts within this major program area fund activities which provide overall departmental management.

### Departmental Management

These accounts are charged with overall management of the department.

#### Federal Funds

##### *General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the Office of the Secretary of Interior that are not otherwise provided for.

FY 02 Outlays:	\$ 68 million
FY 03 Outlays:	79
FY 04 Request:	98

#### Payment in lieu of taxes

This account recognizes that lands within county boundaries administered by the Bureau of Land Management, Forest Service, National Park Service, and Fish and Wildlife can receive federal funds in lieu of taxes.

FY 02 Outlays:	\$ 214 million
FY 03 Outlays:	165
FY 04 Request:	200

#### Management of Federal Lands for Subsistence Uses

This account funds the expenses of bureaus and offices of the Department used to manage federal lands in Alaska for subsistence uses.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	2
FY 04 Request:	—

#### Everglades Watershed Protection

The Federal Agriculture Improvement and Reform Act of 1996 made these funds available to the Secretary of the Interior to conduct the Everglades ecosystem restoration activities until December 31, 1999.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	6
FY 04 Request:	—

#### Everglades Restoration Account

The Federal Agriculture Improvement and Reform Act of 1996 provides that receipts under \$100 million from sales of surplus Federal property in Florida to be deposited in the Everglades restoration account. These funds are available for use by the Secretary of the Interior for restoration projects within the Everglades.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	1

### **Priority Federal Land Acquisitions and Exchanges**

This account records the diversion of funds from 1998 appropriations from the Department of the Interior and related agencies from the Land and Water Conservation Fund to Supplement land acquisition funding for the National Park Service, Bureau of Land Management, and Fish and Wildlife Service to allow these agencies to complete priority federal land acquisitions and exchanges.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	25
FY 04 Request:	—

#### *Intra-governmental Funds*

### **Working Capital Fund**

This account finances the procurement of certain services that are most efficiently acquired on a department-wide basis. Its expenditures will be reimbursed by other departmental accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ (55) million
FY 03 Outlays:	6
FY 04 Request:	23

## **Insular Affairs**

The Secretary of the Interior is charged with the responsibility of promoting the economic and political development of those insular areas under U.S. jurisdiction and responsibility of the Department of the Interior.

### **Federal Funds**

#### *General and Special Funds*

### **Assistance to Territories**

This account provides support for basic government operations for those territories requiring such support, capital infrastructure improvements, special program and economics development assistance, and technical assistance.

FY 02 Outlays:	\$ 83 million
FY 03 Outlays:	78
FY 04 Request:	79

### **Trust Territory of the Pacific Islands**

This account funds the ongoing infrastructure projects within several territories located in the Pacific.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	2

### **Compact of Free Association**

This account funds payments that began in 1998 and will continue for fifteen years to the sovereign nations of the Marshall Islands and the Federated States of Micronesia. Total aid in this time frame is estimated to be \$2.3 billion.

FY 02 Outlays:	\$ 197 million
FY 03 Outlays:	191
FY 04 Request:	211

**Payments to the United States Territories, Fiscal Assistance**

Public Law 95-348 requires that certain revenues collected by the U.S. Treasury involving Guam and the Virgin Islands be paid prior to the start of the fiscal year of collection.

FY 02 Outlays:	\$ 134 million
FY 03 Outlays:	122
FY 04 Request:	122

**Office of the Solicitor**

The Office of the Solicitor provides legal advice and counsel to the Department of the Interior.

**Federal Funds**  
*General and Special Funds*

**Office of the Solicitor**

This account funds the salaries and expenses of the Office of the Solicitor.

FY 02 Outlays:	\$ 44 million
FY 03 Outlays:	46
FY 04 Request:	50

**Office of Inspector General**

The Office of Inspector General conducts audits and investigations of the Department's operations in an effort to ferret out fraud, waste, and abuse and promote economy and efficiency.

**Federal Funds**  
*General and Special Funds*

**Office of Inspector General**

This account funds the salaries and expenses of the Office of Inspector General.

FY 02 Outlays:	\$ 33 million
FY 03 Outlays:	36
FY 04 Request:	39

**Natural Resources Damage Assessment and Restoration**

Under the Natural Resource Damage Assessment and Restoration Fund, natural resource damage assessments will be performed in order to provide the basis for claims against responsible parties for the restoration of damaged natural resources.

**Federal Funds**  
*General and Special Funds*

**Natural Resource Damage Assessment Fund**

This account funds the salaries and expenses of the Natural Resource Damage Assessment Fund.

FY 02 Outlays:	\$ 17 million
FY 03 Outlays:	27
FY 04 Request:	34

**Office of Special Trustee for American Indians**

These accounts maintain the operation of trust funds for Native Americans.

**Federal Funds**  
*General and Special Funds*

**Office of the Special Trustee for American Indians**

This account pays for the salaries and expenses of the Office of the Special Trustee for American Indians.

FY 02 Outlays:	\$ 103 million
FY 03 Outlays:	134
FY 04 Request:	238

**Payments for Trust Accounting Deficiencies**

This legislative proposal will provide necessary appropriations to increase the individual Indian money (IIM) investment pool to the aggregate total of the positive balances in the underlying IIM accounts

FY 02 Outlays:	—
FY 03 Outlays:	\$ 7 million
FY 04 Request:	—

**Tribal Special Fund**

Commencing with 2000, most Tribal trust funds, including special funds, managed by the Office of Special Trustee will be reclassified as non-budgetary. Ownership of these funds will not change, nor will the Federal Government's management responsibilities; changes made are for presentation purposes only.

FY 02 Outlays:	\$ 211 million
FY 03 Outlays:	303
FY 04 Request:	275

**Trust Funds**

**Tribal Trust Fund**

Commencing with 2000, most Tribal trust funds, including special funds, managed by the Office of Special Trustee will be reclassified as non-budgetary. Ownership of these funds will not change, nor will the Federal Government's management responsibilities; changes made are for presentation purposes only

FY 02 Outlays:	\$ 69 million
FY 03 Outlays:	79
FY 04 Request:	79

**National Indian Gaming Commission**

The National Indian Gaming Commission regulates gaming on Indian lands and is an independent agency within the Department of the Interior.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the National Indian Gaming Commission.

FY 02 Outlays:	\$ (1) million
FY 03 Outlays:	2
FY 04 Request:	1

**National Indian Gaming Commission, Activity Fees**

After 1999, operating costs of the Commission will be financed through annual assessments of gambling operations regulated by the Commission.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	9
FY 04 Request:	8

# CHAPTER 14

## *Department of Justice*

Attorney General John Ashcroft  
Deputy Attorney General Larry D. Thompson

### Component Agencies and Major Program Areas by Budget Share

Fiscal Years 2002–2004

Branch Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	97.3	106.0	112.0	
Total Outlays (\$Millions)	\$ 21,112	\$ 22,156	\$ 24,271	
General Administration	661	1,356	1,479	6.1%
United States Parole Commission	10	10	12	0.0%
Legal Activities and U.S. Marshals	4,052	6,504	6,430	26.5%
Radiation Exposure Compensation	194	172	121	0.5%
Interagency Law Enforcement	350	298	498	2.1%
Federal Bureau of Investigation	3,514	3,903	4,500	18.5%
Drug Enforcement Administration	1,601	1,594	1,657	6.8%
Bureau of Alcohol, Tobacco, Firearms, and Explosives	805	859	919	3.8%
Federal Prison System	4,746	4,263	4,652	19.2%
Office of Justice Programs	5,511	3,493	4,332	17.8%
Deductions for Offsetting Receipts	(334)	(298)	(329)	(1.4%)
Interfund Transactions	(172)	(143)	(107)	(0.4%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## General Administration

The accounts within this major program area fund general administrative activities of the Department, including the Office of Attorney General.

### Federal Funds

#### *General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses associated with general administration of the Department that are not otherwise provided for. This includes Joint Automated Booking System, Public Key Infrastructure, Program direction, and policy coordination.

FY 02 Outlays:	\$ 108 million
FY 03 Outlays:	140
FY 04 Request:	165

#### Identification Systems Integration

This account provides funds the expenses for the implementation of an integrated fingerprinting systems.

FY 02 Outlays:	\$ 19 million
FY 03 Outlays:	21
FY 04 Request:	34

**Narrow Band Communications**

This account provides funds for the Department of Justice to accelerate conversion of its wireless radio communications to narrowband operations.

FY 02 Outlays:	\$ 71 million
FY 03 Outlays:	193
FY 04 Request:	182

**Counterterrorism Fund**

This account funds the investigation, prevention and prosecution of domestic or international terrorism.

FY 02 Outlays:	\$ 33 million
FY 03 Outlays:	—
FY 04 Request:	—

**Telecommunications Carrier Compliance Fund**

This Fund pays the reimbursement of expenses to telecommunications carriers for costs directly associated with the modification of equipment used to perform court-authorized wiretaps.

FY 02 Outlays:	\$ 69 million
FY 03 Outlays:	94
FY 04 Request:	34

**Administrative Review and Appeals**

This account funds the expenses incurred in administration of pardon and clemency petitions and immigration related activities.

FY 02 Outlays:	\$ 185 million
FY 03 Outlays:	192
FY 04 Request:	197

**Detention Trustee**

This account funds the Detention Trustee which is responsible for managing Department detention resource allocations, exercising financial performance, overseeing detention operations, and improving the efficiency and effectiveness of Department detention operations.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	658
FY 04 Request:	805

**Office of the Inspector General**

The account funds the Department's Office of the Inspector General. The Office of the inspector General (OIG) investigates alleged violations of criminal and civil laws, regulations, and ethical standard arising from the conduct of the Department's employees.

FY 02 Outlays:	\$ 62 million
FY 03 Outlays:	73
FY 04 Request:	78

*Intra-governmental Funds*

**Working Capital Fund**

This account finances certain administrative services that are more efficiently carried out on a Department-wide basis. Its expenditures will be reimbursed from other departmental accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ 122 million
FY 03 Outlays:	—
FY 04 Request:	—

## **United States Parole Commission**

The United States Parole Commission has the authority to grant, deny, and revoke parole for eligible federal offenders. It also has the responsibility of supervising paroled or otherwise released offenders until their sentences have been served.

### **Federal Funds** *General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the United States Parole Commission.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	10
FY 04 Request:	12

## **Legal Activities and U.S. Marshals**

The accounts within this major program area fund the legal activities of the department.

### **Federal Funds** *General and Special Funds*

#### **Salaries and Expenses, General Legal Activities**

This account funds the salaries and expenses, not otherwise provided for, incurred by the Department when carrying out general legal activities this includes the conducting of Supreme Court proceedings and review of appellate matters.

FY 02 Outlays:	\$ 601 million
FY 03 Outlays:	633
FY 04 Request:	661

#### **Salaries and Expenses, Antitrust Division**

The Antitrust Division of the Justice Department administers and enforces the nation's antitrust statutes. This account funds the salaries and expenses of the Antitrust Division.

FY 02 Outlays:	\$ 45 million
FY 03 Outlays:	(23)
FY 04 Request:	(19)

#### **Salaries and Expenses, United States Attorneys**

United States Attorneys represent the U.S. government in a variety of legal proceedings. They prosecute criminal offenses against the United States. They represent the federal government in civil actions in which the United States is a party. In addition, U.S. Attorneys are charged with initiating proceedings for the collection of fines, penalties, and forfeitures that are owed to the United States. This account funds the salaries and expenses of U.S. Attorneys.

FY 02 Outlays:	\$ 1,377 million
FY 03 Outlays:	1,498
FY 04 Request:	1,548

#### **Salaries and Expenses, Foreign Claims Settlement Commission**

The Foreign Claims Settlement Commission adjudicates the claims of U.S. nationals against foreign governments. This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

**Salaries and Expenses, United States Marshals Service**

The United States Marshals Service conducts a wide variety of activities in support of the federal judicial system. It protects the federal judiciary and witnesses, executes warrants and court orders, and is charged with custody and transportation of unsentenced prisoners. This account funds the salaries and expenses of the U.S. Marshals service that are not otherwise provided for.

FY 02 Outlays:	\$ 622 million
FY 03 Outlays:	685
FY 04 Request:	718

**Construction**

This account provides funds for the planning, constructing, renovating, equipping, and maintaining of U.S. Marshals Service prisoner-holding cell and support space in U.S. courthouses and federal buildings.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	2
FY 04 Request:	6

**Federal Prisoner Detention**

This account funds the costs, not otherwise provided for, of holding U.S. prisoners by the U.S. Marshals Service.

FY 02 Outlays:	\$ 688 million
FY 03 Outlays:	110
FY 04 Request:	49

**Fees and Expenses of Witnesses**

This account funds the fees and expenses of individuals who act as expert or fact witnesses for the federal government in cases involving the United States.

FY 02 Outlays:	\$ 126 million
FY 03 Outlays:	165
FY 04 Request:	156

**Salaries and Expenses, Community Relations Service**

The Community Relations Service is charged with preventing and resolving disputes in communities which arise as a result of perceived discrimination on the basis of race, color, or national origin. This account funds the salaries and expenses of the Community Relations Service.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	8
FY 04 Request:	11

**Independent Counsel**

This account funds the actions of the Independent Counsel. The Independent Counsel investigates allegations that senior Executive branch officials have violated federal laws.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	10
FY 04 Request:	10

**September 11<sup>th</sup> Victim Compensation (General Fund)**

This account funds the compensation of the families of the victims of the September 11<sup>th</sup> attacks.

FY 02 Outlays:	\$ 20 million
FY 03 Outlays:	2,740
FY 04 Request:	2,361



**United States Trustee System Fund**

This account funds the expenses of the United States Trustee Program. The U.S. Trustee is charged with ensuring compliance with bankruptcy laws and supervising the administration of bankruptcy cases.

FY 02 Outlays:	\$ 140 million
FY 03 Outlays:	160
FY 04 Request:	173

**Assets Forfeiture Fund**

This account records the expenditure of funds received from forfeited cash and the sale of forfeited property. The Assets Forfeiture Fund was established by the Crime Control Act of 1984.

FY 02 Outlays:	\$ 430 million
FY 03 Outlays:	493
FY 04 Request:	718

*Intra-governmental Funds*

**Justice Prisoner and Alien Transportation System, U.S. Marshals Service**

This account funds the program responsible for transporting by air all federal prisoners and detainees.

FY 02 Outlays:	\$ (4) million
FY 03 Outlays:	—
FY 04 Request:	1

**Radiation Exposure Compensation**

The accounts within this major program area fund activities arising due to the Radiation Exposure Compensation Act. This act provides for the payment of claims to individuals exposed to radiation as a result of atmospheric tests and uranium mining.

**Federal Funds**

*General and Special Funds*

**Administrative Expenses**

This account funds the administrative expenses associated with the implementation of the Radiation Exposure Compensation Act, which authorizes payments to individuals exposed to radiation as a result of atmospheric nuclear test or underground uranium mining.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	—

**Payment to Radiation Exposure Compensation Trust Fund**

This account funds payments to the Radiation Exposure Compensation Trust Fund.

FY 02 Outlays:	\$ 172 million
FY 03 Outlays:	143
FY 04 Request:	107

**Trust Funds**

**Radiation Exposure Compensation Trust Fund**

This account records the expenditure of funds from the Radiation Exposure Compensation Trust Fund.

FY 02 Outlays:	\$ 194 million
FY 03 Outlays:	172
FY 04 Request:	121

## Interagency Law Enforcement

The accounts within this major program area fund efforts by the Organized Crime Drug Enforcement Task Force (OCDETF) efforts to eliminate major narcotic trafficking and money-laundering organizations. The OCDETF is comprised of 13 federal agencies working in cooperation with state and local officials.

### Federal Funds

#### *General and Special Funds*

#### **Interagency Crime and Drug Enforcement**

This account provides funds for the reimbursement of agencies within the Department of Justice which participate in the Organized Crime Drug Enforcement Task Force (OCDETF). The OCDETF Program consists of a nationwide structure of 9 regional task forces that combine the resources and expertise of its 11 member Federal agencies, in cooperation with State and local investigators to target and destroy narcotic organizations.

FY 02 Outlays:	\$ 350 million
FY 03 Outlays:	298
FY 04 Request:	498

## Federal Bureau of Investigation

The Federal Bureau of Investigation (FBI) is the principal investigative agency of the Department of Justice. The accounts within this major program area fund its activities.

### Federal Funds

#### *General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Federal Bureau of Investigation that are not otherwise provided for.

FY 02 Outlays:	\$ 3,479 million
FY 03 Outlays:	3,880
FY 04 Request:	4,485

#### **Construction**

This account funds the planning, construction and improvement of FBI buildings and facilities.

FY 02 Outlays:	\$ 35 million
FY 03 Outlays:	23
FY 04 Request:	15

## Drug Enforcement Administration

The Drug Enforcement Administration (DEA) is the principal federal agency charged with enforcing the nation's narcotics and controlled substances laws. The accounts within this major program area fund its activities.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Drug Enforcement Administration that are not otherwise provided for.

FY 02 Outlays:	\$ 1,513 million
FY 03 Outlays:	1,484
FY 04 Request:	1,540

**Construction**

This account funds the planning, construction and improvement of DEA buildings and facilities.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	3
FY 04 Request:	3

**Diversion Control Fee Account**

This account funds the monitoring of legitimate drug and controlled substance production and distribution channels by the DEA to prevent diversion of these substances. The account funded by fees levied by the DEA.

FY 02 Outlays:	\$ 77 million
FY 03 Outlays:	107
FY 04 Request:	114

**Federal Prison System**

The accounts within this major program area fund the Federal Prison System.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Federal Prison System that are not otherwise provided for.

FY 02 Outlays:	\$ 3,849 million
FY 03 Outlays:	3,781
FY 04 Request:	4,472

**Buildings and Facilities**

This account funds the construction of new penal institutions and the modernization and repair of existing facilities.

FY 02 Outlays:	\$ 928 million
FY 03 Outlays:	465
FY 04 Request:	185

*Intra-governmental Funds*

**Federal Prison Industries, Incorporated**

Federal Prison Industries, Inc. is a government corporation created to provide employment and training opportunities for Federal inmates who produce products and provide services to other Federal agencies. This account records Federal Prison Industries' net outlays.

FY 02 Outlays:	\$ (55) million
FY 03 Outlays:	—
FY 04 Request:	—

### Trust Funds

#### Commissary Funds, Federal Prisons

Commissaries are operated in federal prisons. Profits from the sale of goods and services at these commissaries are used to provide general welfare and recreational services for the inmates. This account records net outlays of this program.

FY 02 Outlays:	\$ 24 million
FY 03 Outlays:	17
FY 04 Request:	(5)

## Office of Justice Programs

The Office of Justice Programs (OJP) conducts research and institutes programs aimed at making the nation's justice system more efficient at preventing and controlling crime. The OJP also provides assistance to state and local law enforcement agencies.

### Federal Funds

#### General and Special Funds

#### Justice Assistance

This account funds the justice assistance programs of the OJP.

FY 02 Outlays:	\$ 43 million
FY 03 Outlays:	410
FY 04 Request:	2,355

#### State and Local Law Enforcement Assistance

This account provides various types of assistance to state and local law enforcement agencies.

FY 02 Outlays:	\$ 3,095 million
FY 03 Outlays:	1,207
FY 04 Request:	—

#### Weed and Seed Program Fund

This account provides funds for training and technical assistance to designated neighborhoods and communities for crime and drug prevention.

FY 02 Outlays:	\$ 37 million
FY 03 Outlays:	30
FY 04 Request:	—

#### Community Oriented Policing Services

This account funds grants to States, local governments, and other public and private entities to increase police presence, expand cooperation, and enhance public safety within communities. Grants may be used for hiring officers, promote law enforcement telecommunications and the use and improvement of DNA technology.

FY 02 Outlays:	\$ 1,325 million
FY 03 Outlays:	1,014
FY 04 Request:	1,322

#### Juvenile Justice Programs

This account provides funds to support local juvenile crime intervention programs. In 2001, funds will be targeted at juvenile gun violence and drug use, and how school violence impacts juveniles and how to prevent it.

FY 02 Outlays:	\$ 232 million
FY 03 Outlays:	212
FY 04 Request:	—

**Public Safety Officers Benefits**

This account funds payments to the survivors of public safety officers who are killed in the line of duty. It also funds payments to public safety officers who are permanently disabled as a result of an injury sustained in the line of duty.

FY 02 Outlays:	\$ 164 million
FY 03 Outlays:	61
FY 04 Request:	—

**Crime Victims Fund**

This special fund receives funding from criminal fines that are collected from individuals convicted of crimes against the United States. Funds are used to provide annual grants to eligible crime victims compensation and assistance programs.

FY 02 Outlays:	\$ 615 million
FY 03 Outlays:	559
FY 04 Request:	655



# CHAPTER 15

## *Department of Labor*

Secretary Elaine L. Chao  
Deputy Secretary D. Cameron Findlay

### **Component Agencies and Major Program Areas by Budget Share** Fiscal Years 2002–2004

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	17.0	17.3	17.5	
Total Outlays (\$Millions)	\$ 64,707	\$ 70,746	\$ 58,118	
Employment and Training Administration	62,211	67,482	54,973	94.6%
Employee Benefits Security Administration	108	116	126	0.2%
Pension Benefit Guaranty Corporation	(965)	(206)	(99)	(0.2%)
Employment Standards Administration	1,176	1,190	3,042	5.2%
Occupational Safety and Health Administration	435	438	448	0.8%
Mine Safety and Health Administration	251	251	264	0.5%
Bureau of Labor Statistics	428	422	439	0.8%
Departmental Management	404	520	443	0.8%
Deductions for Offsetting Receipts	(8)	(11)	(11)	(0.0%)
Interfund Transactions	(432)	(517)	(2,597)	(4.5%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## **Employment and Training Administration**

The Employment and Training Administration administers a variety of programs aimed at increasing the employability of American workers. It also administers the Federal-State Unemployment Compensation Program.

### **Federal Funds** *General and Special Funds*

#### **Training and Employment Services**

This account funds a variety of job training and employment service programs.

FY 02 Outlays:	\$ 5,859 million
FY 03 Outlays:	6,071
FY 04 Request:	5,545

#### **Welfare to Work Jobs**

This account provides funding to assist hard-to-employ welfare recipients to secure lasting, unsubsidized employment.

FY 02 Outlays:	\$ 500 million
FY 03 Outlays:	187
FY 04 Request:	114

**Community Service Employment for Older Americans**

This account funds a program which provides part-time work to unemployed, low-income individuals who are age 55 and over.

FY 02 Outlays:	\$ 454 million
FY 03 Outlays:	444
FY 04 Request:	442

**Federal Unemployment Benefits and Allowances**

This account funds certain programs providing federal unemployment benefits and allowances.

FY 02 Outlays:	\$ 391 million
FY 03 Outlays:	802
FY 04 Request:	1,312

**State Unemployment Insurance and Employment Service Operations**

This account funds federal contributions to state unemployment insurance programs.

FY 02 Outlays:	\$ 157 million
FY 03 Outlays:	265
FY 04 Request:	135

**Payments to the Unemployment Trust Fund**

This account records expenditures made to the Unemployment Trust Fund. This account funds the federal-state and railroad unemployment insurance systems.

FY 02 Outlays:	\$ 270 million
FY 03 Outlays:	644
FY 04 Request:	103

**Program Administration**

This account funds the administration of grants to states and others for employment services and training programs.

FY 02 Outlays:	\$ 106 million
FY 03 Outlays:	120
FY 04 Request:	117

**Trust Funds**

**Unemployment Trust Fund**

This account records expenditures made from the Unemployment Trust Fund. This account funds the federal-state and railroad unemployment insurance systems.

FY 02 Outlays:	\$ 54,471 million
FY 03 Outlays:	57,174
FY 04 Request:	42,887

**Employee Benefits Security Administration**

The Employee Benefits Security Administration replaces the Pension and Welfare Benefits Administration (PWBA). The EBSA oversees the operation of private pension and welfare plans in the United States.



**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the EBSA.

FY 02 Outlays:	\$ 108 million
FY 03 Outlays:	116
FY 04 Request:	126

**Pension Benefit Guaranty Corporation**

The Pension Benefit Guaranty Corporation insures the benefits of private pension plans.

**Federal Funds**  
*Public Enterprise Funds*

**Pension Benefit Guaranty Corporation Fund**

This account funds the salaries and expenses of the Pension Benefit Guaranty Corporation.

FY 02 Outlays:	\$ (965) million
FY 03 Outlays:	(206)
FY 04 Request:	(99)

**Employment Standards Administration**

The Employment Standards Administration administers certain labor standards, such as the minimum wage and overtime standards, in the United States.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Employment Standards Administration that are not otherwise provided for.

FY 02 Outlays:	\$ 373 million
FY 03 Outlays:	396
FY 04 Request:	395

**Special Benefits**

This account funds the payment of benefits to certain individuals who are injured on the job.

FY 02 Outlays:	\$ 174 million
FY 03 Outlays:	88
FY 04 Request:	121

**Energy Employees Occupational Illness Compensation Fund**

The Department of Labor has been delegated the responsibility to adjudicate and administer claims for benefits under the Energy Employees Occupational Illness Compensation Program Act of 2000 for survivors of employees of the DOE who suffer from a radiation-related cancer, beryllium-related disease, or chronic silicosis as a result of their work producing or testing nuclear weapons.

FY 02 Outlays:	\$ 347 million
FY 03 Outlays:	682
FY 04 Request:	385

**Administrative Expenses, Energy Employees Occupational Illness Compensation Fund**

This account funds the administrative expenses related to the work necessary to manage the Energy

Employees Occupational Illness Compensation Fund.

FY 02 Outlays:	\$ 34 million
FY 03 Outlays:	128
FY 04 Request:	146

**Special Benefits for Disabled Coal Miners**

This account funds the benefits for disabled coal miners.

FY 02 Outlays:	\$ 452 million
FY 03 Outlays:	432
FY 04 Request:	399

**Panama Canal Commission Compensation Fund**

This account records the transfer of funds to a special fund which will provide for workers compensation claims when the Panama Canal Commission is dissolved in 1999.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	7
FY 04 Request:	6

**Trust Funds**

**Black Lung Disability Trust Fund**

This account funds the payment of compensation, medical, and survivor benefits to certain coal miners and their survivors. The fund also pays all of the administrative costs incurred as a result of part C of the black lung program.

FY 02 Outlays:	\$ 1,032 million
FY 03 Outlays:	1,043
FY 04 Request:	2,894

**Special Workers' Compensation Expenses**

This account funds various special workers compensation expenses.

FY 02 Outlays:	\$ 144 million
FY 03 Outlays:	147
FY 04 Request:	148

**Occupational Safety and Health Administration**

The Occupational Safety and Health Administration (OSHA) is charged with ensuring that American workplaces are safe and healthy environments in which to work.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of OSHA.

FY 02 Outlays:	\$ 435 million
FY 03 Outlays:	438
FY 04 Request:	448

**Mine Safety and Health Administration**

The Mine Safety and Health Administration is charged with ensuring that American mines are relatively safe and healthy environments in which to work.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of Mine Safety and Health Administration.

FY 02 Outlays:	\$ 251 million
FY 03 Outlays:	251
FY 04 Request:	264

**Bureau of Labor Statistics**

The Bureau of Labor Statistics collects, analyzes, and disseminates economic data concerning employment figures as well as earnings for local, state and national governments. The Bureau also provides projections and information concerning the economic well-being of the nation.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of Bureau of Labor Statistics.

FY 02 Outlays:	\$ 428 million
FY 03 Outlays:	422
FY 04 Request:	439

**Departmental Management**

The entities within this major program area are charged with overall management of the department.

**Salaries and Expenses**

This account funds the salaries and expenses associated with general management of the Department that are not otherwise provided for.

FY 02 Outlays:	\$ 277 million
FY 03 Outlays:	402
FY 04 Request:	310

**Office of Disability Employment Policy**

This office provides leadership to eliminate employment barriers to people with disabilities.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	31
FY 04 Request:	44

**Office of Inspector General**

The account funds the Department's Office of Inspector General.

FY 02 Outlays:	\$ 57 million
FY 03 Outlays:	56
FY 04 Request:	61

**Veterans Employment and Training**

The account funds various employment and training programs including the National Veterans Training Institute.

FY 02 Outlays:	\$ 51 million
FY 03 Outlays:	28
FY 04 Request:	25

*Intra-governmental Funds*

**Working Capital Fund**

This account finances the procurement of certain services that are most efficiently acquired on a department-wide basis. Its expenditures will be reimbursed by other departmental accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	3
FY 04 Request:	3

# CHAPTER 16

## *Department of State*

Secretary Colin L. Powell  
Deputy Secretary of State Richard L. Armitage

### **Component Agencies and Major Program Areas by Budget Share** Fiscal Years 2002–2004

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	28.6	29.5	30.1	
Total Outlays (\$Millions)	\$ 9,453	\$ 10,977	\$ 10,205	
Administration of Foreign Affairs	5,822	6,611	6,759	66.2%
International Organizations and Conferences	2,327	2,550	1,585	15.5%
International Commissions (IBWC, etc.)	65	63	70	0.7%
Other	1,465	1,986	2,016	19.8%
Deductions for Offsetting Receipts	(1)	(1)	(1)	(0.0%)
Interfund Transactions	(226)	(229)	(221)	(2.2%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## **Administration of Foreign Affairs**

The accounts within this major program area fund the activities involved with the Department's administration of foreign affairs.

### **Federal Funds** *General and Special Funds*

#### **Diplomatic and Consular Programs**

This account funds the Department's executive direction and policy formulation efforts, its diplomatic and consular relations, and other related expenses.

FY 02 Outlays:	\$ 3,550 million
FY 03 Outlays:	4,191
FY 04 Request:	4,138

#### **International Information Programs**

This account funds programs that provide for overseas information and cultural programs of the U.S. Information Agency designed to understand, inform, and influence foreign audiences.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	5
FY 04 Request:	5

#### **Arms Control and Disarmament Activities**

This account provides funds for arms control, nonproliferation, and disarmament activities and participation in negotiations with other countries seeking international agreements to control, reduce, or eliminate arms.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 2 million
FY 04 Request:	—

### Capital Investment Fund

This account funds the procurement of information technology and related equipment by the Department of State. The fund is used as a tool to acquire and maintain information technology necessary to improve operational performance in light of the rapidly advancing technological environment.

FY 02 Outlays:	\$ 138 million
FY 03 Outlays:	179
FY 04 Request:	186

### Office of Inspector General

The account funds the Department of State's Office of Inspector General. The objectives of the Office of the Inspector General are to improve efficiency, detect and prevent fraud, and evaluate the security standards at all U.S. diplomatic and consular posts.

FY 02 Outlays:	\$ 29 million
FY 03 Outlays:	29
FY 04 Request:	31

### Educational and Cultural Exchange Programs

This account provides funds for international exchange programs to support U.S. foreign, economic, and security policy objectives and to assist in the development of friendly, sympathetic, and peaceful relations between the U.S. and other countries.

FY 02 Outlays:	\$ 361 million
FY 03 Outlays:	276
FY 04 Request:	317

### Embassy Security, Construction, and Maintenance

This account funds the expenses associated with the provision of safe, secure, and functional facilities of U.S. Diplomatic and Consular Missions abroad.

FY 02 Outlays:	\$ 856 million
FY 03 Outlays:	1,098
FY 04 Request:	1,205

### Security and Maintenance of United States Missions (Special Foreign Currency Program)

The funds in this account are used to acquire real property in localities where the U.S. Government owns excess foreign currency. This program will be terminated once balances from previous years have been expended.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 1 million

### Representation Allowances

This account is used to reimburse State Department personnel for expenses incurred while representing the United States abroad or at missions to the international organizations.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	9
FY 04 Request:	9

### Protection of Foreign Missions and Officials

This account is used to reimburse state and local police departments, in jurisdictions such as New York City, who must provide extraordinary protection to foreign missions and officials. Funds are also used for hiring security services from private firms.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	10
FY 04 Request:	17

### Emergencies in the Diplomatic and Consular Service

This account provides funds for dealing with unforeseen emergencies in the diplomatic and consular

service and for the payment of rewards.

FY 02 Outlays:	\$ 20 million
FY 03 Outlays:	48
FY 04 Request:	6

**Payment to the American Institute of Taiwan**

The American Institute of Taiwan conducts commercial, cultural, and other relations for the United States with the people of Taiwan on a contractual basis. This account funds the Department's contract with the Institute.

FY 02 Outlays:	\$ 18 million
FY 03 Outlays:	19
FY 04 Request:	20

**Payment to the Foreign Service Retirement and Disability Fund**

This account funds payments to the Foreign Service Retirement and Disability Fund. The current appropriation finances, by 30 equal annual installments, any unfunded liability created by new or liberal benefits and salary increases.

FY 02 Outlays:	\$ 171 million
FY 03 Outlays:	175
FY 04 Request:	168

**Foreign Service National Defined Contributions Retirement Fund**

This account was created to pay funds directly to Locally Employed Staff to countries containing US Missions that are determined to be outside the interests of participation.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	1

*Intra-governmental Funds*

**Working Capital Fund**

This account finances the procurement of certain administrative services that are most efficiently acquired on a department-wide basis. Its expenditures will be reimbursed by other departmental accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	(78)
FY 04 Request:	(10)

**Credit Accounts**

**Repatriation Loans Program Account**

This account, as required by the Federal Credit Reform Act of 1990, records the subsidy costs associated with the direct loans obligated by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

**Trust Funds**

**Foreign Service Retirement and Disability Fund**

This account records expenditures made from the Foreign Service Retirement and Disability Fund. The Fund is maintained through contributions by participants, matching Government contributions, special Government contributions, interest on investments, and voluntary contributions.

FY 02 Outlays:	\$ 610 million
FY 03 Outlays:	629
FY 04 Request:	648

**Foreign Service National Separation Liability Trust Fund**

This fund pays the separation costs for Foreign Service National employees of the Department of State.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	8
FY 04 Request:	8

**Miscellaneous Trust Funds**

This account records expenditures made from funds received as gifts to the department. Among other purposes, the funds are used to renovate, furnish and maintain the Department's diplomatic reception rooms.

FY 02 Outlays:	\$ 38 million
FY 03 Outlays:	9
FY 04 Request:	8

**International Organizations and Conferences**

The accounts within this major program area fund the State Department's activities involving international organizations and conferences.

**Federal Funds**

*General and Special Funds*

**Contributions to International Organizations**

This account funds United States' contributions to the various international organizations to which it is a member. The purpose of this appropriation is to ensure continued American leadership within the United Nations and other international organizations that serve important U.S. interests.

FY 02 Outlays:	\$ 832 million
FY 03 Outlays:	977
FY 04 Request:	1,008

**Contributions to International Peacekeeping Activities**

This account funds U.S. contributions to certain United Nations peacekeeping activities.

FY 02 Outlays:	\$ 913 million
FY 03 Outlays:	1,328
FY 04 Request:	574

**Arrearage Payments**

This account provides funds for the payment of arrearages to meet obligations of authorized membership in international multilateral organizations such as the United Nations.

FY 02 Outlays:	\$ 582 million
FY 03 Outlays:	244
FY 04 Request:	—



## **International Commissions**

The accounts within this major program area fund United States involvement in international commissions.

### **International Boundary and Water Commission, United States and Mexico**

The International Boundary and Water Commission (IBWC), United States and Mexico, attempts to solve certain problems which have arisen at the border between the United States and Mexico.

#### **Federal Funds**

##### *General and Special Funds*

#### **Salaries and Expenses, (IBWC)**

This account funds the salaries and expenses of the IBWC that are not otherwise provided for.

FY 02 Outlays:	\$ 22 million
FY 03 Outlays:	27
FY 04 Request:	31

#### **Construction, (IBWC)**

This account funds water projects aimed at solving certain problems concerning the supply and quality of water along the U.S.-Mexican border. Many of these projects are carried out jointly with Mexico.

FY 02 Outlays:	\$ 15 million
FY 03 Outlays:	5
FY 04 Request:	8

#### **American Sections, International Commissions**

This account funds the U.S. share of expenses for commissions that were formed to solve problems arising in the U.S.-Canadian border region.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	11
FY 04 Request:	11

#### **International Fisheries Commissions**

This account funds United States' participation in nine international fisheries commissions and organizations. These international fisheries organizations conduct continuing scientific studies of fishery stocks and recommended conservation measures to member governments.

FY 02 Outlays:	\$ 20 million
FY 03 Outlays:	20
FY 04 Request:	20

## **Other**

#### **Federal Funds**

##### *General and Special Funds*

#### **Migration and Refugee Assistance**

This account funds various migration and refugee assistance programs. Such programs as overseas assistance to refugees and conflict victims worldwide, refugees to Israel, and U.S. refugee admissions.

FY 02 Outlays:	\$ 739 million
FY 03 Outlays:	753
FY 04 Request:	756

#### **United States Emergency Refugee and Migration Assistance Fund**

This account provides the President with funds that may be used to provide emergency refugee and

migration assistance worldwide.

FY 02 Outlays:	\$ 90 million
FY 03 Outlays:	45
FY 04 Request:	25

### **International Narcotics Control and Law Enforcement**

This account provides funds to foreign governments and international organizations for the development and implementation of anti-drug programs. This appropriation also provides counter narcotics-related economic development and military assistance, as well as assistance for anti-crime purposes.

FY 02 Outlays:	\$ 384 million
FY 03 Outlays:	442
FY 04 Request:	363

### **Andean Counter-drug Initiative**

This account funded United States assistance to Plan Colombia in 2000 and 2001. In 2002, the funds will support counter-drug activities, economic development, and democratic institution building efforts in Colombia, Peru, Bolivia, Ecuador, and neighboring countries. This assistance is part of an ongoing, comprehensive, regional effort to stem the flow of drugs from the Andes into the U.S. and to support regional stability.

FY 02 Outlays:	\$ 188
FY 03 Outlays:	687
FY 04 Request:	810

### **Payment to the Asia Foundation**

This account funds grants made by the Asia Foundation to institutions in Asia which supports democratic initiatives, economic reform, rule of law programs, and closer U.S.-Asian relations.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	9
FY 04 Request:	9

### **National Endowment for Democracy**

This account provides funds to the National Endowment for Democracy (NED) which is a private, nonprofit corporation in the District of Columbia that encourages and strengthens the development of democratic institutions and processes internationally. The NED supports democratic initiatives in Africa, Asia, Central and Eastern Europe, Latin America, the Middle East and the NIS.

FY 02 Outlays:	\$ 37 million
FY 03 Outlays:	34
FY 04 Request:	37

### **East West Center**

This account provides funds to the East West Center which promotes better relations and understanding between the U.S. and the nations of Asia and the Pacific by bringing together qualified persons from these countries to work jointly on problems of mutual concern.

FY 02 Outlays:	\$ 14 million
FY 03 Outlays:	14
FY 04 Request:	14

### **International Litigation Fund**

This account records outlays from the International Litigation Fund (ILF). The ILF is used to pay the expenses incurred by the State Department resulting from international libation. In addition, funds received by the Department from other U.S. Government agencies or from private parties for these purposes are also deposited in the ILF.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

**International Center, Washington, DC**

This funds provide for the development, lease or exchange to foreign governments or international organizations of property owned by the United States at the International Center located in the District of Columbia.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

**Trust Funds**

**Israeli Arab and Eisenhower Exchange Fellowship Programs**

The Israeli-Arab Scholarship Trust Fund provides scholarships for Israeli Arabs to attend U.S. institutions of higher learning. The exchange program increases educational opportunities for young leaders and the advancement of peace through international understanding.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1



# CHAPTER 17

## *Department of Transportation*

Secretary Norman Mineta  
Deputy Secretary Michael P. Jackson

### **Component Agencies and Major Program Areas by Budget Share** Fiscal Years 2002–2004

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	61.2	59.2	60.0	
Total Outlays (\$Millions)	\$ 56,104	\$ 52,280	\$ 53,680	
Office of the Secretary	2,280	609	252	0.5%
Federal Aviation Administration	13,093	13,371	14,162	26.4%
Federal Highway Administration	30,605	29,022	29,675	55.3%
Federal Motor Carrier Safety Administration	275	465	419	0.8%
National Highway Traffic Safety Administration	414	473	553	1.0%
Federal Railroad Administration	1,297	808	1,144	2.1%
Federal Transit Administration	7,694	7,179	7,339	13.7%
Saint Lawrence Seaway Development Corporation	13	14	14	0.0%
Research and Special Programs Administration	27	193	136	0.3%
Office of Inspector General	37	51	55	0.1%
Surface Transportation Board	15	22	19	0.0%
Bureau of Transportation Statistics	—	—	4	0.0%
Maritime Administration	584	367	264	0.5%
Deductions for Offsetting Receipts	(219)	(293)	(109)	(0.2%)
Interfund Transactions	(11)	(5)	(247)	(0.5%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## **Office of the Secretary**

The Office of the Secretary is charged with overall management of the department.

### **Federal Funds** *General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Office of the Secretary that are not otherwise provided for.

FY 02 Outlays:	\$ 29 million
FY 03 Outlays:	73
FY 04 Request:	106

**Office for Civil Rights**

The account funds the Department’s Office for Civil Rights. The office is responsible for enforcing laws and regulations which prohibit discrimination in federally operated and assisted transportation programs. This office also handles all civil rights cases related to Department of Transportation employees.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	9
FY 04 Request:	9

**Minority Business Outreach**

The account funds the Department’s minority business outreach programs. This account provides assistance to minority business firms in securing federally funded contracts.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	4
FY 04 Request:	4

**New Headquarters Building**

This fund was created for the 2004 costs to lease a new efficient building to house the departments, not including the FAA, in a new headquarters building.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 25 million
FY 04 Request:	45

**Compensation for Air Carriers**

This fund was created for the loses associated with air carriers due to the ground stoppages from the terrorist attacks of September 11, 2001 and the ensuing costs up to December 31, 2001.

FY 02 Outlays:	\$ 2,222 million
FY 03 Outlays:	450
FY 04 Request:	—

**Transportation, Planning, Research, and Development**

This account funds research and activities that support the Secretary’s mission of formulating national transportation policy. It also funds development and improvement of management systems.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	12
FY 04 Request:	12

**Essential Air Service and Rural Airport Improvement Fund xxx**

The Federal Aviation Reauthorization Act of 1996 authorized the collection of overflight fees for the Essential Air Service program and rural airport improvements. Aircraft that neither take off nor land in the United States are commonly known as overflights.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 5 million
FY 04 Request:	75

*Intra-governmental Funds*

**Working Capital Fund**

This account finances certain administrative services that are most efficiently acquired on a department-wide basis. Its expenditures will be reimbursed by other departmental accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ (27) million
FY 03 Outlays:	—
FY 04 Request:	—

**Credit Accounts**

**Minority Business Resource Center Program Account**

The Minority Business Resource Center Program provides assistance in obtaining short-term working capital and bonding for minority, women-owned and other disadvantaged businesses. This account records the subsidy costs associated with the direct loans obligated by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

*Trust Funds*

**Payments to Air Carriers**

This account is funded as a mandatory program supported by overflight fees under the Essential Air Service and Rural Airport Improvement Fund. In 2002, in addition to mandatory funding supported by overflight fees, direct appropriations from the Airport and Airway Trust Fund to the Payments to Air Carriers program were enacted to meet the needs of the essential air service program.

FY 02 Outlays:	\$ 34 million
FY 03 Outlays:	30
FY 04 Request:	—

**Federal Aviation Administration**

The Federal Aviation Administration (FAA) undertakes a variety of programs concerning the nation's airways.

**Federal Funds**

*General and Special Funds*

**Operations**

This account funds the FAA's efforts at maintaining a safe national aviation system. These efforts include the operation and maintenance of the nation's air traffic control system and navigational aids as well as its programs aimed at ensuring aviation safety and security.

FY 02 Outlays:	\$ 1,469 million
FY 03 Outlays:	3,128
FY 04 Request:	1,509

*Public Enterprise Funds*

**Aviation Insurance Revolving Fund**

This revolving fund finances the FAA's aviation insurance program.

FY 02 Outlays:	\$ (20) million
FY 03 Outlays:	(116)
FY 04 Request:	(35)

**Administrative Services Franchise Fund**

This account records expenditure of funds received from fees charged for goods and services provided by the FAA. The fund is expected to improve organizational efficiency and provide better support to FAA's internal and external customers.

FY 02 Outlays:	\$ (53) million
FY 03 Outlays:	3
FY 04 Request:	3

### Trust Funds

#### Grants-in-Aid for Airports (Airport and Airway Trust Fund)

This account records expenditures from the Airport and Airway Trust Fund to provide grants-in-aid for airports. These grants fund airport development, safety, and security projects.

FY 02 Outlays:	\$ 2,860 million
FY 03 Outlays:	3,244
FY 04 Request:	3,299

#### Facilities and Equipment (Airport and Airway Trust Fund)

This account records expenditures from the Airport and Airway Trust Fund to provide funds for maintaining and improving the air transportation infrastructure.

FY 02 Outlays:	\$ 2,737 million
FY 03 Outlays:	2,968
FY 04 Request:	3,229

#### Research, Engineering, and Development (Airport and Airway Trust Fund)

This account records expenditures from the Airport and Airway Trust Fund for research, engineering, and development projects. The agency also administers human factors research aimed at increasing the effectiveness of air traffic controller operations, facilities maintenance, aviation medical research, and environmental research aimed at mitigating aircraft noise and engine emissions.

FY 02 Outlays:	\$ 200 million
FY 03 Outlays:	201
FY 04 Request:	157

#### Trust Fund Share of FAA Operations

This account records expenditures from the Airport and Airway Trust Fund for the purpose of defraying a portion of the FAA's operating costs.

FY 02 Outlays:	\$ 5,900 million
FY 03 Outlays:	3,943
FY 04 Request:	6,000

## Federal Highway Administration

The Federal Highway Administration administers the Department of Transportation's highway transportation programs. The President's budget continues the investment into the nation's highways for increased mobility.

### Federal Funds

#### *General and Special Funds*

#### Miscellaneous Appropriations

This account funds numerous surface transportation projects.

FY 02 Outlays:	\$ 28 million
FY 03 Outlays:	218
FY 04 Request:	128

#### Appalachian Development Highway System

This account provides funding to be used for construction and improvement projects to corridors of the Appalachian Development Highway System (ADHS).

FY 02 Outlays:	\$ 62 million
FY 03 Outlays:	90
FY 04 Request:	74



**State Infrastructure Banks**

This account will disburse the funds from the State Infrastructure Bank Highway Trust Fund to qualifying states.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	6
FY 04 Request:	6

**Ellsworth Housing Settlement**

The account reflects a portion of the funds received by the United States in settlement of the claims against the Hunt Building Corporation and Ellsworth Housing Limited Partnership. The funds are available to the Secretary of Transportation for construction of an access road on Interstate Route 90 in South Dakota.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	—
FY 04 Request:	—

**Trust Funds**

**Federal-Aid Highways**

This account records outlays from the Highway Trust Fund to finance various programs that assist in the construction, rehabilitation, traffic management, and safety on the nation's highways. It receives funding from the Highway Trust Fund.

FY 02 Outlays:	\$ 30,161 million
FY 03 Outlays:	28,194
FY 04 Request:	28,870

**Appalachian Development Highway System (Highway Trust Fund)**

Funding for this program will be used for the necessary expenses for the Appalachian Development Highway System as distributed to the states along the highway system.

FY 02 Outlays:	\$ 80 million
FY 03 Outlays:	76
FY 04 Request:	34

**Highway-related Safety Grants**

This account funds grants to states and communities for undertaking certain highway safety measures.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	—

**Miscellaneous Trust Funds**

This account records the expenditure of funds provided by the Highway Trust Fund for various programs.

FY 02 Outlays:	\$ 58 million
FY 03 Outlays:	149
FY 04 Request:	290

**Miscellaneous Highway Trust Funds**

This account records the expenditure of miscellaneous highway trust funds to finance various programs. Programs include forest highway development, technical assistance for foreign countries, highway research programs, and international highway transportation outreach.

FY 02 Outlays:	\$ 224 million
FY 03 Outlays:	301
FY 04 Request:	286

### **Right-of-Way Revolving Fund Liquidating Account**

The Federal-Aid Highway Act of 1968 authorized the establishment of a right-of-way revolving fund. This fund was used to make cash advances to States for the purposes of purchasing right-of-way parcels in advance of highway construction.

FY 02 Outlays:	\$ (13) million
FY 03 Outlays:	(13)
FY 04 Request:	(13)

## **Federal Motor Carrier Safety Administration**

The Federal Motor Carrier Safety Administration provides resources to expand the nationwide motor carrier safety program. Safety program enhancements include enforcement expansion, Federal Motor Carrier Safety regulations development, crash data analysis, and technology development.

### **Trust Funds**

#### **Motor Carrier Safety**

This account funds the programs of the Federal Motor Carrier Safety Administration.

FY 02 Outlays:	\$ 104 million
FY 03 Outlays:	141
FY 04 Request:	12

#### **National Motor Carrier Safety**

This account funds the National Motor Carrier Safety program which supports a broad range of comprehensive commercial vehicle programs in each State and provide for improving information systems and analysis.

FY 02 Outlays:	\$ 164 million
FY 03 Outlays:	233
FY 04 Request:	137

#### **Motor Carrier Safety Grants**

This account funds grants for the states in order to apprehend traffic violators, inspect roads, and conduct safety audits on motor carriers.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ (223) million

#### **Motor Carrier Safety Operations and Programs**

This fund provides funds in order to support motor carrier safety programs, development, technology as well as carrying out safety enforcement of the carriers including along the US/Mexico Border.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ (202) million

#### **Border Enforcement Program**

This account funds the Federal enforcement personnel to inspect commercial vehicles at the border and for travel into Mexico to conduct compliance reviews of Mexican carriers.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	91
FY 04 Request:	6

## **National Highway Traffic Safety Administration**

The National Highway Traffic Safety Administration (NHTSA) carries out programs aimed at improving highway safety.

### **Federal Funds** *General and Special Funds*

#### **Operations and Research**

This account funds various safety operations and research programs of the NHTSA.

FY 02 Outlays:	\$ 100 million
FY 03 Outlays:	161
FY 04 Request:	143

#### **Trust Funds**

#### **Operations and Research (Highway Trust Fund)**

This account records the expenditure of funds from the Highway Trust Fund for various operations and research programs.

FY 02 Outlays:	\$ 85 million
FY 03 Outlays:	83
FY 04 Request:	88

#### **Highway Traffic Safety Grants**

This account records the expenditure of funds from the Highway Trust Fund to provide states with grants for programs aimed at reducing traffic crashes, fatalities, and injuries.

FY 02 Outlays:	\$ 229 million
FY 03 Outlays:	229
FY 04 Request:	322

## **Federal Railroad Administration**

The Federal Railroad Administration (FRA) undertakes a variety of programs concerning the nation's railroads.

### **Federal Funds** *General and Special Funds*

#### **Safety and Operations**

This account funds the salaries and administrative expenses of all Federal Railroad Administration activities and the Washington Union Station program and the Alaska Railroad Liabilities program.

FY 02 Outlays:	\$ 114 million
FY 03 Outlays:	133
FY 04 Request:	133

#### **Railroad Research and Development**

This account finances various research and development projects aimed at improving railroad safety. It also funds several other research projects involving conventional and high-speed rail systems. This activity is conducted with the cooperation of and some cost-sharing from private sector organizations.

FY 02 Outlays:	\$ 26 million
FY 03 Outlays:	42
FY 04 Request:	36

#### **Rhode Island Rail Development**

This account funds the federal government's share of the cost of constructing a third track on the

Northeast Corridor between Davisville and Central Falls, RI.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	6
FY 04 Request:	14

**Pennsylvania Station Redevelopment Project**

This account funds redevelopment of Pennsylvania Station in New York City, this includes renovating the James A. Farley Post Office building as a train station and commercial center.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 5 million
FY 04 Request:	24

**Alaska Railroad Rehabilitation Activities**

This account funded payments to a for-profit state-run railroad for the improvement and rehabilitation of its rail system.

FY 02 Outlays:	\$ 41 million
FY 03 Outlays:	8
FY 04 Request:	13

**West Virginia Rail Development**

Funds provided capital costs associated with track, signal and crossover rehabilitation and improvements on the MARC Brunswick line in West Virginia.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	2
FY 04 Request:	6

**Capital Grants to the National Railroad Passenger Corporation**

This account funds grants to the National Railroad Passenger Corporation (AMTRAK).

FY 02 Outlays:	\$ 1,067 million
FY 03 Outlays:	595
FY 04 Request:	900

**AMTRAK Reform Council**

This account funds the expenses of the Amtrak Reform Council which was created by the Amtrak Reform and Accountability Act of 1997 to perform an independent assessment of Amtrak.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

**Next Generation High-Speed Rail**

This account funds the Department's Next Generation High-Speed Rail program. Funding goes toward research, development, and technology demonstration programs.

FY 02 Outlays:	\$ 37 million
FY 03 Outlays:	20
FY 04 Request:	12

**Northeast Corridor Improvement Program**

This account funds improvements in passenger rail service on the Washington, DC – Boston, MA rail corridor.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 4 million
FY 04 Request:	9

**Emergency Railroad Rehabilitation and Repair**

This account provides funds to repair and rebuild freight rail lines damaged by floods in South Dakota, North Dakota, Minnesota, and West Virginia.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 1 million

**Local Rail Freight Assistance**

This account provides discretionary and flat-rate grants to States for various local rail projects.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

**Conrail Commuter Transition Assistance**

This account recorded the expenditure of funds to defray the start-up and transition costs associated with the transfer of rail commuter services from Conrail to other operators.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

*Public Enterprise Funds*

**Railroad Rehabilitation and Improvement Liquidating Account**

This account records all cash flows to and from the federal government which result from direct loans obligated and loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (1) million
FY 03 Outlays:	(4)
FY 04 Request:	(4)

**Credit Accounts**

**Amtrak Corridor Improvement Loans Liquidating Account**

This account records the subsidy costs associated with the direct loans obligated or loan guarantees committed to by this program prior to 1992.

FY 02 Outlays:	\$ (1) million
FY 03 Outlays:	(3)
FY 04 Request:	—

**Federal Transit Administration**

The Federal Transit Administration (FTA) carries out federal efforts to promote mass transit. For example, the administration promotes the purchase of vehicles and equipment and supports region-wide planning of transportation efforts and general mobility.

**Federal Funds**

*General and Special Funds*

**Administrative Expenses**

This account funds the administrative expenses of FTA programs. The FTA has been a forerunner in expanding automated systems to provide better access to customers. The Transportation Electronic Award and Management (TEAM) system provides on-line access to grantees for grant awards and disbursements.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	26
FY 04 Request:	75

### Major Capital Investment Grants

These grants are planned for the extension of existing fixed guideway systems. Furthermore, funds are marked to create new non-fixed guideway transportation corridor systems.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ (136) million

### Formula Grants

This account funds the FTA's Formula Grants program. Such grants may be used to fund a wide variety of mass transit programs. Programs include Clean Fuels Formula program, Over-the-Road Bus Accessibility Program, Urbanized Area Formula, Nonurbanized Area Formula, and Grants for Elderly and Individuals with Disabilities.

FY 02 Outlays:	\$ 394 million
FY 03 Outlays:	799
FY 04 Request:	3,291

### University Transportation Research

This account provides funding to various University Transportation Centers aimed at research, education and technology transfer activities addressing regional and national transportation.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	1
FY 04 Request:	5

### Transit Planning and Research

This account funds the FTA's Transit Planning and Research (TPR) program. The National Research Program supports the development of innovative transit technology, such as hybrid electric buses, fuel cells, and battery powered propulsion systems. This account funds a wide variety of activities.

FY 02 Outlays:	\$ 33 million
FY 03 Outlays:	48
FY 04 Request:	148

### Job Access and Reverse Commute Grants

This account provides funding for programs intended to provide transportation services in urban, suburban and rural areas to assist welfare recipients and low income individuals to access employment opportunities.

FY 02 Outlays:	\$ (35) million
FY 03 Outlays:	(24)
FY 04 Request:	108

### Capital Investment Grants

This account funds numerous capital investment through grants to state and local governments.

FY 02 Outlays:	\$ 128 million
FY 03 Outlays:	79
FY 04 Request:	2,719

### Research, Training, and Human Resources

This account funded various research, training, and human resource programs of the FTA.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	—

### Interstate Transfer Grants - Transit

This account funded several transit capital projects.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	(1)
FY 04 Request:	—

**Washington Metropolitan Area Transportation Authority**

This account funds the federal government's share of the cost of the Washington Metrorail system.

FY 02 Outlays:	\$ 89 million
FY 03 Outlays:	14
FY 04 Request:	10

**Trust Funds**

**Discretionary Grants (Highway Trust Fund, Mass Transit Account)**

This fund pays for a multitude of projects nationwide.

FY 02 Outlays:	\$ 495 million
FY 03 Outlays:	455
FY 04 Request:	220

**Trust Fund Share of Expenses**

This account records the expenditure of trust funds for certain FTA projects.

FY 02 Outlays:	\$ 6,573 million
FY 03 Outlays:	5,781
FY 04 Request:	321

**Formula Grants and Research**

This account of the FTA plans to use allotted funds for transit purchases, operating expenses, and necessary planning and research. The program was created in order to relieve congestion and promote the general mobility of transportation as well as to comply with the Americans with Disabilities Act and Clean Air Act.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 578 million

**Saint Lawrence Seaway Development Corporation**

The Saint Lawrence Seaway Development Corporation is charged with the development, operation, and maintenance of that part of the St. Lawrence Seaway which is within the territorial limits of the United States and which lies between the port of Montreal and Lake Erie.

**Federal Funds**

**Saint Lawrence Seaway Development Corporation**

This account records net outlays of the Saint Lawrence Seaway Development Corporation.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Trust Funds**

**Operation and Maintenance**

This account records the expenditure of funds from the Harbor Maintenance Trust Fund for operation and maintenance of those portions of the Saint Lawrence Seaway that are the responsibility of the Saint Lawrence Seaway Development Corporation.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	14
FY 04 Request:	14

## Research and Special Programs Administration

The Research and Special Programs Administration (RSPA) is charged with a variety of specialized tasks. These include instituting policies for hazardous materials transportation and pipeline safety, transportation emergency preparedness, safety training, multimodal transportation research and development, and the collection and dissemination of certain economic data on air carriers.

### Federal Funds

#### *General and Special Funds*

#### **Research and Special Programs**

This account funds the agency's research and special programs that are not otherwise provided.

FY 02 Outlays:	\$ (26) million
FY 03 Outlays:	111
FY 04 Request:	48

#### **Pipeline Safety**

This account funds the agency's pipeline safety program. It also funds the agency's grants for state pipeline safety programs.

FY 02 Outlays:	\$ 23 million
FY 03 Outlays:	56
FY 04 Request:	52

#### **Emergency Preparedness Grants**

This special fund uses fees received from a national registration program of shippers and carriers of hazardous materials to finance an emergency preparedness program. This account also finances emergency preparedness grants to state and local governments.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	15
FY 04 Request:	15

#### *Intra-governmental Funds*

#### **Working Capital Fund, Volpe National Transportation Systems Center**

This account finances the activities of the Volpe National Transportation Systems Center in Cambridge, MA. Its expenditures are reimbursed by other federal accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	—
FY 04 Request:	—

### Trust Funds

#### **Trust Fund Share of Pipeline Safety**

This account funds the trust fund share of the Department's pipeline safety program. The Oil Pollution Act of 1990 requires the preparation of oil spill response plans by pipeline operators to minimize the environmental impact of oil spills and to improve public and private sector response capabilities.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	7
FY 04 Request:	13



## **Office of the Inspector General**

The Office of the Inspector General conducts audits and investigations of the Department in an effort to promote efficiency and to prevent fraud and mismanagement of the department.

### **Federal Funds** *General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Office of Inspector General.

FY 02 Outlays:	\$ 37 million
FY 03 Outlays:	51
FY 04 Request:	55

## **Surface Transportation Board**

The Surface Transportation Board was created in 1996 by the Interstate Commerce Commission (ICC) Termination Act of 1995. The Board is specifically responsible for the regulation of the rail and pipeline industries and certain non-licensing of motor carriers and water carriers. It promotes deregulation of the Surface Transportation industry by granting exemptions on a case by case basis.

### **Federal Funds** *General and Special Funds*

#### **Salaries and Expenses**

This account pays the salaries and expenses of the Surface Transportation Board.

FY 02 Outlays:	\$ 15 million
FY 03 Outlays:	22
FY 04 Request:	19

## **Bureau of Transportation Statistics**

The Bureau's mission is to lead in developing transportation data and information of high quality, and to advance their use in both public and private transportation decision making.

### **Trust Funds**

#### **Office of Airline Information (Airport and Airway Trust Fund)**

The Office of Airline Information collects and publishes on-time data for airlines, as well as more extensive operating data for both foreign and domestic airlines. It also collects detailed financial statistics for domestic airlines, and various statistics on service quality. The data reporting is mandated by law.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 4 million
FY 04 Request:	4

## **Maritime Administration**

The Maritime Administration (MARAD) is charged with administering a variety of programs concerning the U.S. Merchant Marine. Emphasis is placed on increasing the competitiveness and productivity of the U.S. maritime industries as well as ensuring adequate seafaring manpower for peacetime and national emergencies.

**Federal Funds**  
*General and Special Funds*

**Operations and Training**

This account pays the administrative expenses of the Maritime Administration. It also funds officer training, financial assistance to maritime academies, emergency planning, and research and development projects.

FY 02 Outlays:	\$ 87 million
FY 03 Outlays:	95
FY 04 Request:	104

**Ship Disposal**

The Ship disposal program provides funds to dispose of obsolete merchant-type vessels in the National defense reserve fleet.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 6 million
FY 04 Request:	12

**Maritime Security Program**

This account funds direct payments to U.S. flag ship operators engaged in U.S. foreign trade. These operators are required to keep the vessels in active commercial service and provide intermodal sealift support to the Department of Defense in the event of war or national emergency.

FY 02 Outlays:	\$ 96 million
FY 03 Outlays:	100
FY 04 Request:	99

**Ship Construction**

This account funds the Maritime Administration's ship construction program. The account is currently inactive.

FY 02 Outlays:	\$ (2) million
FY 03 Outlays:	—
FY 04 Request:	—

**Operating-differential Subsidies**

In an effort to maintain an adequate U.S.-flag merchant fleet, the Maritime Administration pays operating-differential subsidies to U.S.-flag ship operators to offset any cost advantage of operating under a foreign flag.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	31
FY 04 Request:	2

**Ocean Freight Differential**

The Department of Agriculture is required to ship a certain percentage of the agricultural commodities it ships using U.S.-flag ships. This account reimburses the Agriculture Department for this added expense.

FY 02 Outlays:	\$ 58 million
FY 03 Outlays:	45
FY 04 Request:	38

**Ready Reserve Force**

This account funded the Ready Reserve Force (RRF), a collection of government-owned, U.S.-flag merchant ships which are part of the National Defense Reserve Fleet. In 1992 and beyond, the Department of Defense will provide funding for the RRF.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	4
FY 04 Request:	—

*Public Enterprise Funds*

**Vessel Operations Revolving Fund**

This account records the net outlay of funds from the activation, operation, deactivation, and charter of merchant vessels under various programs administered by the Maritime Administration. The Department of Defense reimbursements for the RRF account are included in this account.

FY 02 Outlays:	\$ 86 million
FY 03 Outlays:	(36)
FY 04 Request:	7

**War Risk Insurance Revolving Fund**

This account records the net outlay of funds associated with the agency's War Risk Insurance program. This program provides operators and seamen with insurance, if none is available from private sources, against losses caused by hostile action.

FY 02 Outlays:	\$ (1) million
FY 03 Outlays:	(1)
FY 04 Request:	(1)

**Credit Accounts**

**Federal Ship Financing Fund Liquidating Account**

The Maritime Administration, through the Federal Ship Financing Fund, promoted the development of the U.S. merchant marine. This fund provided loan guarantees and mortgages to U.S.-flag vessels built in the United States. No new loan guarantee activity is projected.

FY 02 Outlays:	—
FY 03 Outlays:	\$ (1) million
FY 04 Request:	(1)

**Maritime Guaranteed Loan (Title XI) Program Account**

This account provides loan guarantees for the purchase of ships constructed by the U.S. shipbuilding industry and for the modernization of U.S. shipyards. This account records the subsidy costs associated with the loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 250 million
FY 03 Outlays:	124
FY 04 Request:	4



# CHAPTER 18

## *Department of the Treasury*

Secretary John Snow  
Deputy Secretary Kenneth W. Dam

### Component Agencies and Major Program Areas by Budget Share

Fiscal Years 2002–2004

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	115.9	116.7	117.5	
Total Outlays (\$Millions)	\$ 370,558	\$ 368,803	\$ 391,968	
Departmental Offices	434	815	134	0.0%
Financial Crimes Enforcement Network	44	50	56	0.0%
Interagency Law Enforcement	168	112	—	0.0%
Financial Management Service	7,670	6,796	7,581	1.9%
Federal Financing Bank	51	52	63	0.0%
Alcohol and Tobacco Tax and Trade Bureau	408	433	444	0.1%
Bureau of Engraving and Printing	101	20	—	0.0%
United States Mint	(63)	—	—	0.0%
Bureau of the Public Debt	314	321	307	0.1%
Internal Revenue Service	46,993	49,944	51,965	13.3%
Comptroller of the Currency	(36)	(21)	(22)	0.0%
Office of Thrift Supervision	(10)	—	—	0.0%
Interest on the Public Debt	332,537	328,316	352,335	89.9%
Deductions for Offsetting Receipts	(16,909)	(16,911)	(17,991)	(4.6%)
Interfund Transactions	(1,144)	(1,147)	(1,133)	(0.3%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## Departmental Offices

The Departmental Offices provide support for the Secretary of the Treasury in his role as chief operating executive of the department. Top officials include:

### Federal Funds *General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the Departmental Offices that are not otherwise provided for.

FY 02 Outlays:	\$ 186 million
FY 03 Outlays:	188
FY 04 Request:	167

**Department-Wide Systems and Capital Investment Program**

This account, as authorized by the 1997 Treasury Postal Appropriations Act, provides funds to modernize business processes and increase efficiency through technology investments.

FY 02 Outlays:	\$ 23 million
FY 03 Outlays:	43
FY 04 Request:	42

**Office of the Inspector General**

The account funds the Treasury Department's Office of Inspector General. The Office of the Inspector General conducts and supervises audits, evaluations and promotes efficiency.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	10
FY 04 Request:	2

**Inspector General for Tax Administration**

This account funds the expenses of the Treasury Inspector General for Tax Administration (TIGTA) which conducts audits, investigations, and evaluations to assess the operations and programs of the Internal Revenue Service and Related Entities.

FY 02 Outlays:	\$ 129 million
FY 03 Outlays:	124
FY 04 Request:	135

**Treasury Buildings and Annex Repair and Restoration**

This account funds repairs and improvements to the Main Treasury and Annex buildings.

FY 02 Outlays:	\$ 42 million
FY 03 Outlays:	41
FY 04 Request:	34

**Expanded Access to Financial Services**

This account will fund a pilot program to expand access to financial services to low- and moderate-income individuals who do not currently utilize bank accounts or other financial service opportunities.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 9 million
FY 04 Request:	3

**Terrorism Insurance Program**

The President signed into law the Terrorism Insurance Program in order to pay 90% of the insured losses arising from acts of terrorism above the applicable insurance deductible, but below the annual \$100 billion cap.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 7 million
FY 04 Request:	8

**Violent Crime Reduction Program**

Amounts for the Department of the Treasury's portion of Crime Control Programs are derived from transfers from the Violent Crimes Reduction Trust Fund (VCRTF).

FY 02 Outlays:	\$ 50 million
FY 03 Outlays:	62
FY 04 Request:	17

**Treasury Forfeiture Fund**

This account funds or reimburses certain expenses incurred during seizures and forfeitures by Treasury Department law enforcement entities and the Coast Guard. The account receives funding from forfeited cash and the proceeds received from the sale of forfeited property.

FY 02 Outlays:	\$ 242 million
FY 03 Outlays:	215
FY 04 Request:	—

**Presidential Election Campaign Fund**

This account records outlays from the Presidential Election Campaign Fund. This includes matching funds in primaries for eligible candidates, Nominating conventions of parties, and payments to eligible candidates for general election.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 29 million
FY 04 Request:	218

**Sallie Mae Assessments**

The Secretary of the Treasury is authorized to assess up to \$800,000 from the Association in order to cover the expense of financial oversight.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	2

*Public Enterprise Funds*

**Exchange Stabilization Fund**

This account contains funds that the Secretary of the Treasury may use to engage in currency stabilization activities. The principal sources of the fund's income have been profits on foreign exchange transactions and earnings on investments held by the fund. This account records net outlays from the fund.

FY 02 Outlays:	\$ (520) million
FY 03 Outlays:	(521)
FY 04 Request:	(547)

*Intra-governmental Funds*

**Working Capital Fund**

This account finances the procurement of certain central services that are most efficiently acquired on a department-wide basis. Its expenditures will be reimbursed by other departmental accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ (30) million
FY 03 Outlays:	—
FY 04 Request:	—

**Treasury Franchise Fund**

This account records the expenditure of funds received from fees for certain services to other Federal agencies. This revolving fund would treat these funds as offsetting receipts and use them to defray the cost of providing these services. The Fund concept is intended to increase competition for government and financial services. The account would record federal outlays net of such collections.

FY 02 Outlays:	\$ (11) million
FY 03 Outlays:	(11)
FY 04 Request:	(11)

### **Credit Accounts**

#### **Air Transportation Stabilization Program Account**

The Air Transportation Safety and System Stabilization Act established the Stabilization Board which can issue up to \$10 billion in loan guarantees.

FY 02 Outlays:	\$ 175 million
FY 03 Outlays:	509
FY 04 Outlays:	5

#### **Community Development Financial Institutions Fund Program Account**

As required by the Federal Credit Reform Act of 1990, this non-budgetary accounts records all cash flows to and from Government resulting from direct loans obligated in 1992 and beyond.

FY 02 Outlays:	\$ 137 million
FY 03 Outlays:	109
FY 04 Request:	59

## **Financial Crimes Enforcement Network**

The Federal Crimes Enforcement Network (FinCEN) was elevated to Bureau Status in 2001 and is involved in detecting terrorist financing, money laundering and other financial crimes.

### **Federal Funds**

#### *General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of FinCEN that are not otherwise provided for.

FY 02 Outlays:	\$ 44 million
FY 03 Outlays:	50
FY 04 Request:	56

## **Interagency Law Enforcement**

The Interagency Crime and Drug Enforcement Task Force (ICDE) Program is designed to target and destroy major narcotic trafficking and money laundering organizations.

### **Federal Funds**

#### *General and Special Funds*

#### **Interagency Crime and Drug Enforcement**

This account funds the operations of the ICDE program.

FY 02 Outlays:	\$ 168 million
FY 03 Outlays:	112
FY 04 Request:	—

## **Financial Management Service**

The Financial Management Service (FMS) is charged with government-wide oversight of financial management systems. It is also responsible for federal disbursements and for collecting certain funds owed to the federal government.



**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the FMS that are not otherwise provided for.

FY 02 Outlays:	\$ 228 million
FY 03 Outlays:	248
FY 04 Request:	257

**Payment to the Resolution Funding Corporation**

The Resolution Funding Corporation (REFCORP) was established to raise funds for the Resolution Trust Corporation so that it could resolve savings and loan insolvencies. This account records payment to the REFCORP. This account also funds interest payments on obligations issued by the REFCORP.

FY 02 Outlays:	\$ 675 million
FY 03 Outlays:	1,191
FY 04 Request:	1,707

**Payment to Terrestrial Wildlife Habitat Restoration Trust Fund**

The Water Resources Development Act of 1999 requires that beginning in 1999, a deposit of \$5 million be placed annually into the trust fund until a total of \$57.4 million has been deposited — 74 percent into the Cheyenne River Sioux Tribe Terrestrial Wildlife Restoration Trust Fund and 26 percent into the Lower Brule Sioux Tribe Terrestrial Wildlife Restoration Trust Fund.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	5
FY 04 Request:	5

**Federal Reserve Bank Reimbursement Fund**

This proposed account would fund reimbursements to the Federal Reserve Banks for their services as fiscal agents for Treasury's Fiscal Services.

FY 02 Outlays:	\$ 93 million
FY 03 Outlays:	135
FY 04 Request:	139

**Interest on Uninvested Funds**

This account funds interest payments to receipt accounts for funds held in the general fund of the Treasury.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	8
FY 04 Request:	5

**Federal Interest Liabilities to the States**

This account funds interest payments to the states which are required when federal funds are not transferred in a timely manner.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	4
FY 04 Request:	6

**Interest Paid to Credit Financing Accounts**

Loan guarantee financing accounts receive various payments and fees and make payments on defaults. When cash balances result from an excess of receipts over outlays, these balances are deposited at the Treasury and earn interest. This account pays such interest to credit loan guarantee financing accounts from the general fund of the Treasury in accordance with section 505(c) of the Federal Credit Reform Act of 1990.

FY 02 Outlays:	\$ 4,276 million
FY 03 Outlays:	3,787
FY 04 Request:	3,812

### **Claims, Judgments, and Relief Acts**

This account funds claims and interest for damages that are not chargeable to individual agencies. It also funds the payment of private and public relief acts.

FY 02 Outlays:	\$ 1,822 million
FY 03 Outlays:	1,075
FY 04 Request:	935

### **Payment on Anti-Terrorism Judgments**

This account was established pursuant to section 2002 of the Victims of Trafficking and Violence Protection Act, Public Law 106-386, for the purpose of making payments to persons who hold certain categories of judgments against Iran in suits brought under 28 U.S.C. 1605a(7).

FY 02 Outlays:	\$ 146 million
FY 03 Outlays:	23
FY 04 Request:	—

### **Continued Dumping and Subsidy Offset**

This account collects duties from an antidumping order that are re-distributed to affected domestic producers.

FY 02 Outlays:	\$ 231 million
FY 03 Outlays:	321
FY 04 Request:	331

#### *Public Enterprise Funds*

### **Check Forgery Insurance Fund**

This fund will facilitate timely payments for replacement Treasury checks because of forgery.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	3
FY 04 Request:	3

## **Federal Financing Bank Activities**

The Federal Financing Bank (FFB) is charged with ensuring that federal and federally assisted borrowing activities are carried out in a manner that is as least disruptive as is possible to private financial markets and institutions.

### **Federal Funds**

#### *Intra-governmental Funds*

### **Federal Financing Bank**

This account finances the activities of the FFB. Depending on the agency the FFB may purchase agency financial assets, acquire debt securities, and may originate direct loans on behalf of the agency.

FY 02 Outlays:	\$ 51 million
FY 03 Outlays:	52
FY 04 Request:	63

## **Alcohol and Tobacco Tax and Trade Bureau**

The Alcohol and Tobacco Tax and Trade Bureau is charged with creating a steady revenue stream and protecting the public by reducing taxpayer burden and prevent tax evasion and other illegal conduct.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Bureau that are not otherwise provided for.

FY 02 Outlays:	\$ 689 million
FY 03 Outlays:	870
FY 04 Request:	907

**Internal Revenue Collections for Puerto Rico**

Certain excise taxes are collected and then paid to Puerto Rico on goods produced and consumed on Puerto Rico or transported to the United States. This account records the transfer of these funds to the Island.

FY 02 Outlays:	\$ 341 million
FY 03 Outlays:	355
FY 04 Request:	307

## **Bureau of Engraving and Printing**

The Bureau of Engraving and Printing is charged with design and manufacture of a wide range of security documents, including Federal Reserve notes, for the United States government.

**Federal Funds**  
*Intra-governmental Funds*

**Bureau of Engraving and Printing**

The Bureau of Engraving and Printing performs its services for other federal entities on a reimbursable basis. This revolving fund treats the fees received as offsetting receipts and this account records federal outlays net of such collections.

FY 02 Outlays:	\$ 101 million
FY 03 Outlays:	20
FY 04 Request:	—

## **United States Mint**

The United States Mint manufactures U.S. government coins and certain other items such as national medals. It also receives and stores the federal holdings of gold, silver, and other monetary holdings.

**Federal Funds**  
*Public Enterprise Funds*

**United States Mint Public Enterprise Fund**

This account consolidates the Salaries and Expenses, Coinage Profit Fund, Coinage Metal Fund, and the Numismatic Public Enterprise Fund. This account funds the manufacture of circulating coins, numismatic and collection products. This account records the net outlays of funds received from numismatic and bullion coin operations and seigniorage.

FY 02 Outlays:	\$ (63) million
FY 03 Outlays:	—
FY 04 Request:	—

## Bureau of the Public Debt

The Bureau of the Public Debt manages operations by which money is borrowed to finance the federal government's debt. The 2004 budget does not seek funding for Public Debt to market and advertise savings securities.

### Federal Funds

#### *General and Special Funds*

#### **Administering the Public Debt**

This account funds the expenses incurred by the Bureau of Public Debt when administering the Federal government's debt. This includes the processing and accounting for savings securities and marketable and special securities.

FY 02 Outlays:	\$ 314 million
FY 03 Outlays:	320
FY 04 Request:	307

#### **Payment of Government Losses in Shipment**

This account funds losses including those incurred by the federal government during the shipment of coins, currency, and securities.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	—

## Internal Revenue Service

The Internal Revenue Service (IRS) is charged with the administration and enforcement of most federal internal revenue laws that are required of all American citizens that pay taxes.

### Federal Funds

#### *General and Special Funds*

#### **Processing, Assistance, and Management**

This account funds the processing of tax returns, provision of taxpayer assistance, and overall management of the IRS.

FY 02 Outlays:	\$ 3,970 million
FY 03 Outlays:	4,015
FY 04 Request:	4,091

#### **Tax Law Enforcement**

This account funds the tax law enforcement activities of the IRS such as the examination of tax returns, both domestic and international, and the administration and judicial settlement of taxpayer appeals of examination findings.

FY 02 Outlays:	\$ 3,658 million
FY 03 Outlays:	3,790
FY 04 Request:	3,976

#### **Earned Income Tax Credit Compliance Initiative**

This account provides funds for expanded customer service, public outreach programs, strengthened enforcement, and enhanced research efforts to reduce overclaims and erroneous filings associated with the Earned Income Tax Credit (EITC).

FY 02 Outlays:	\$ 151 million
FY 03 Outlays:	147
FY 04 Request:	230

**Health Insurance Tax Credit Administration**

This account was established in order to assist displaced workers with their health insurance premiums.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 53 million
FY 04 Request:	50

**Information Systems**

This account finances the procurement of information systems and automation support by the IRS.

FY 02 Outlays:	\$ 1,742 million
FY 03 Outlays:	1,709
FY 04 Request:	1,751

**Business Systems Modernization**

This appropriation provides for revamping business practices and acquiring new technology.

FY 02 Outlays:	\$ 321 million
FY 03 Outlays:	428
FY 04 Request:	444

**Payment Where Earned Income Credit Exceeds Liability for Tax**

This account funds payments to individuals in those cases where the Earned Income Credit exceeds the individual's tax liability.

FY 02 Outlays:	\$ 27,826 million
FY 03 Outlays:	30,606
FY 04 Request:	31,375

**Payment Where Child Credit Exceeds Liability for Tax**

This account funds payments to individuals in those cases where the Child Credit exceeds the individual's tax liability.

FY 02 Outlays:	\$ 5,060 million
FY 03 Outlays:	6,170
FY 04 Request:	6,937

**Payment Where Health Care Credit Exceeds Liability for Tax**

This account funds payments to individuals in those cases where the Health Care Tax Credit exceeds the individual's tax liability. The goal is to help lower-income families purchase private health insurance by providing a new refundable tax credit for health insurance purchased by individuals and families who are neither covered by employer-sponsored insurance nor eligible for public programs.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 4 million
FY 04 Request:	12

**Refunding Internal Revenue Collections, Interest**

This account funds the payment of interest that is due in certain circumstances on IRS collections that must be refunded.

FY 02 Outlays:	\$ 4,208 million
FY 03 Outlays:	3,219
FY 04 Request:	2,689

**Informant Payments**

This account provides funds for payments to individuals whose information given to the IRS leads to the collection of IRS taxes.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	3
FY 04 Request:	3

*Public Enterprise Funds*

**Federal Tax Lien Revolving Fund**

In some instances it is advantageous for the federal government to purchase real properties that have federal tax liens on them. This account funds such purchases with the proceeds from the sale of other properties acquired in similar circumstances. This account records outlays net of offsetting collections.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	(2)
FY 04 Request:	—

## Comptroller of the Currency

The Comptroller of the Currency is charged with regulating approximately 2,624 national banks across the country. As the Administer of National Banks, the Office of the Comptroller of the Currency charters new bank institutions and considers applications for mergers in which the resulting bank will be a national bank and applications from banks to establish branches.

**Trust Funds**

*General and Special Funds*

**Assessment Funds**

The operations of the Comptroller of the Currency are funded by assessments paid by national banks. This account records the expenditure of such funds.

FY 02 Outlays:	\$ (36) million
FY 03 Outlays:	(21)
FY 04 Request:	(22)

## Office of Thrift Supervision

The Office of Thrift Supervision (OTS) charters federal thrift institutions and regulates both federal- and state-chartered thrifts which belong to the Savings Association Insurance Fund (SAIF).

**Federal Funds**

*Public Enterprise Funds*

**Office of Thrift Supervision**

The operations of the OTS are funded by assessments paid by thrifts, examination fees, and interest on investments in U.S. Government obligations. This account records the expenditure of such funds.

FY 02 Outlays:	\$ (10) million
FY 03 Outlays:	—
FY 04 Request:	—

## Interest on the Public Debt

The account within this major program area funds interest payments on the federal debt.

**Federal Funds**  
*General and Special Funds*

**Interest on the Public Debt**

This account funds interest payments on the federal debt.

FY 02 Outlays:	\$ 332,537 million
FY 03 Outlays:	328,316
FY 04 Request:	352,335





# CHAPTER 19

## *Department of Veterans Affairs*

Secretary Anthony J. Principi  
Deputy Secretary Leo S. Mackey

### **Component Agencies and Major Program Areas by Budget Share** Fiscal Years 2002–2004

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	208.9	209.0	214.0	
Total Outlays (\$Millions)	\$ 50,884	\$ 56,946	\$ 61,889	
Veterans Health Administration	23,428	25,020	28,899	46.7%
Veterans Benefits Administration	30,776	34,554	36,005	58.1%
Departmental Administration	74	325	357	0.6%
Deductions for Offsetting Receipts	(3,392)	(2,950)	(2,770)	(4.5%)
Interfund Transactions	(1)	(2)	(1)	0.0%

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## **Veterans Health Administration**

The Veterans Health Administration provides a range of health care services to eligible veterans of the Armed Forces. It also conducts medical research programs and aids in the training of health care professionals.

### **Federal Funds** *General and Special Funds*

#### **Medical Care**

This account funds the Department's various medical care programs. Administrative expenses are also covered by this account.

FY 02 Outlays:	\$ 22,644 million
FY 03 Outlays:	24,198
FY 04 Request:	27,347

#### **Medical and Prosthetic Research**

This account funds the Department's medical and prosthetic research programs.

FY 02 Outlays:	\$ 748 million
FY 03 Outlays:	790
FY 04 Request:	818

*Public Enterprise Funds*

**Canteen Service Revolving Fund**

The Canteen Service sells goods and services to veterans in VA medical facilities. This revolving fund treats the proceeds of such sales as offsetting receipts and the account records federal outlays net of such collections.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	—
FY 04 Request:	—

**Medical Center Research Organizations**

Non-profit corporations have been established at Department of Veterans Affairs medical centers. These organizations use funds derived from federal and non-federal sources to finance certain research activities.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Trust Funds**

**General Post Fund, National Homes**

This account records the expenditure of funds received from gifts, bequests, and various other miscellaneous sources for the care of veterans in hospitals, nursing homes, and domiciliaries.

FY 02 Outlays:	\$ 31 million
FY 03 Outlays:	32
FY 04 Request:	34

**Veterans Benefits Programs**

The Veterans Benefits Administration carries out the Department's veterans benefits programs, which provide for the payment of compensation benefits to veterans and survivors. Compensation is paid to veterans for disabilities incurred in or aggravated during active military service.

**Federal Funds**

*General and Special Funds*

**Compensation and Pensions**

These accounts fund compensation and pension benefits paid to veterans and their survivors. A veteran's pension is based on length of active duty, disabilities, and income.

FY 02 Outlays:	\$ 26,293 million
FY 03 Outlays:	29,064
FY 04 Request:	30,933

**Vocational Rehabilitation and Employment, Education**

This account funds readjustment and rehabilitation benefits provided to eligible veterans and their survivors. This includes educational and vocational assistance.

FY 02 Outlays:	\$ 2,107 million
FY 03 Outlays:	2,707
FY 04 Request:	2,938

**Veterans Insurance and Indemnities**

This account funds life insurance payments of W.W.I and W.W.II veterans. This includes Veterans mortgage life insurance (VMLI) and National service life insurance.

FY 02 Outlays:	\$ 30 million
FY 03 Outlays:	33
FY 04 Request:	34

**Burial Benefits**

This account funds eligible veterans and their families to certain reimbursements in connection with the burial of a veteran. This includes plot allowances, headstones, furnishing a flag and a transportation allowance.

FY 02 Outlays:	\$ 348 million
FY 03 Outlays:	388
FY 04 Request:	419

*Public Enterprise Funds*

**Service-Disabled Veterans Insurance Fund**

This account funds a program that provides life insurance policies to veterans with service-connected disabilities at standard rates.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	5
FY 04 Request:	6

**Veterans Reopened Insurance Fund**

This account pays the claims and administrative costs of service-disabled standard insurance, service-disabled rated insurance, and non-service disabled insurance for disabled WWII and Korean War veterans.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	18
FY 04 Request:	21

**Servicemember's Group Life Insurance Fund**

This account funds the payment of group life insurance premiums to private insurance companies under the Servicemembers' Group Life Insurance Act of 1965.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Credit Accounts**

**Veterans Housing Benefit Program Fund Program Account**

This program protects lenders against losses for qualified loans. This account records the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond. The subsidy amounts are estimated on a net present value basis. It also covers administrative expenses of this program.

FY 02 Outlays:	\$ 966 million
FY 03 Outlays:	1,227
FY 04 Request:	507

**Veterans Housing Benefit Program Fund Liquidating Account**

This account records the subsidy costs associated with the direct loans obligated and loan guarantees committed prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (127) million
FY 03 Outlays:	(67)
FY 04 Request:	(43)

**Trust Funds**

**Post-Vietnam Era Veterans Education Account**

This trust fund receives funds from the voluntary contributions of eligible service persons and matching contributions from the Department of Defense. This account records the expenditure of these funds to meet the educational expenses of veterans.

FY 02 Outlays:	\$ 15 million
FY 03 Outlays:	12
FY 04 Request:	12

**National Service Life Insurance Fund**

This account records expenditures made from the National Service Life Insurance fund. The funds are used for payment of claims. This fund was established in 1940 for the World War II servicemen's and veteran's insurance program. Over 22 million policies have been issued under this program.

FY 02 Outlays:	\$ 1,176 million
FY 03 Outlays:	1,194
FY 04 Request:	1,197

**United States Government Life Insurance Fund**

This account records expenditures made from the United States Government Life Insurance fund. The funds are used for payment of claims. This fund was established in 1919 to receive premiums and pay claims on insurance issued under the provisions of the War Risk Insurance Act.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	10
FY 04 Request:	10

**Veterans Special Life Insurance Fund**

This account records the expenditure of funds to pay claims on certain life insurance policies issued before January 3, 1957 to veterans who served in the Armed Forces after April 1, 1951.

FY 02 Outlays:	\$ (52) million
FY 03 Outlays:	(37)
FY 04 Request:	(28)

**Departmental Administration**

The entities within this major program area are charged with overall management and administration of the department.

**Federal Funds**

*General and Special Funds*

**General Administration**

This account funds the administration of non-medical veterans benefits and the expenses associated with the top management of the department.

FY 02 Outlays:	\$ 235 million
FY 03 Outlays:	274
FY 04 Request:	283

**Office of Inspector General**

The account funds the Department's Office of Inspector General. This appropriation provides Department-wide audit, investigation, reporting of weaknesses, and investigation of criminal activities involving VA programs and personnel.

FY 02 Outlays:	\$ 53 million
FY 03 Outlays:	55
FY 04 Request:	61

*Intra-governmental Funds*

**Supply Fund**

This revolving fund finances the procurement of supplies for the department. This account is reimbursed by other accounts.

FY 02 Outlays:	\$ (193) million
FY 03 Outlays:	—
FY 04 Request:	—

**Franchise Fund**

This revolving fund finances common administrative services that are provided on a fee basis. VA was chosen as a pilot Franchise Fund agency under the Government Management and Reform Act of 1994. The Franchise Fund concept is intended to increase competition for government administrative services.

FY 02 Outlays:	\$ (21) million
FY 03 Outlays:	(4)
FY 04 Request:	13



# CHAPTER 20

## *Corps of Engineers*

Department Overview	FY 2002	FY 2003	FY 2004
Total Employment (full-time equivalents, in thousands)	25.0	24.8	24.8
Total Outlays (\$Millions)	\$ 4,797	\$ 4,146	\$ 4,117

Note: FY 2003 figures are estimates. FY 2004 figures are administration requests.

### **Corps of Engineers – Civil**

The Army Corps of Engineers perform many civil engineering projects including the alteration of rivers and harbors, flood control, beach erosion prevention, and other activities. The accounts within this program area fund these activities.

#### **Federal Funds**

##### *General and Special Funds*

#### **General Investigations**

The Corps of Engineers uses general investigations to determine the need, feasibility, and impact of potential projects. Non-federal sponsors are required to finance 25 percent of pre-construction engineering and design costs.

FY 02 Outlays:	\$ 162 million
FY 03 Outlays:	124
FY 04 Request:	101

#### **Construction, General**

This account funds the construction and rehabilitation of various water resources development projects.

FY 02 Outlays:	\$ 1,683 million
FY 03 Outlays:	1,366
FY 04 Request:	1,115

#### **Operation and Maintenance, General**

This account funds the operation and maintenance of navigation, flood control, and other projects for which the Corps of Engineers has responsibility. It also includes funds for Emergency Preparedness.

FY 02 Outlays:	\$ 1,499 million
FY 03 Outlays:	1,069
FY 04 Request:	1,047

#### **Regulatory Program**

This account funds the Corps of Engineers administration of regulatory programs applicable to navigable waters and wetlands.

FY 02 Outlays:	\$ 132 million
FY 03 Outlays:	153
FY 04 Request:	151

**Flood Control and Coastal Emergencies**

This account funds flood fighting and rescue operations and the repair of injured works. It also provides for emergency supplies of clean water where the source has been contaminated and in drought distressed areas.

FY 02 Outlays:	\$ 34 million
FY 03 Outlays:	20
FY 04 Request:	45

**Formerly Utilized Sites Remedial Action Program**

The Corps of Engineers draws up contingency plans and prepares to respond to natural and technical disasters. It provides emergency supplies of clean water for drought distressed and contaminated areas. This account funds flood fighting and rescue operations and the repair of injured works.

FY 02 Outlays:	\$ 141 million
FY 03 Outlays:	123
FY 04 Request:	140

**General Expenses**

This account funds the activities of several Corps of Engineers entities such as the Coastal Engineering Research Board, the Humphreys Engineer Center Support Activity, and the Water Resources Support Center.

FY 02 Outlays:	\$ 158 million
FY 03 Outlays:	159
FY 04 Request:	168

**Flood Control, Mississippi River and Tributaries**

This account funds planning, construction, operation, and maintenance activities of the Mississippi River and Tributaries water resource development project that is located in the Lower Mississippi Valley from Cape Girardeau, Missouri to the Gulf of Mexico.

FY 02 Outlays:	\$ 356 million
FY 03 Outlays:	249
FY 04 Request:	280

**Payment to the South Dakota Terrestrial Wildlife Habitat Restoration Trust Fund**

This account makes payments to the South Dakota Terrestrial Wildlife Habitat Restoration Trust Fund, established by the Water Resources Act of 1999.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	10
FY 04 Request:	10

**Washington Aqueduct**

This account provides funds to the Corps for the purpose of making repairs and improvements to the Washington Aqueduct which supplies drinking water to the District of Columbia, and Arlington and Falls Church, Virginia.

FY 02 Outlays:	\$ (2) million
FY 03 Outlays:	(9)
FY 04 Request:	—

**Permanent Appropriations**

This account records the net outlays of funds received from various fees and payments. The account also finances payments to states for public schools and other public expenses.

FY 02 Outlays:	\$ 15 million
FY 03 Outlays:	16
FY 04 Request:	16



*Intra-governmental Funds*

**Revolving Fund**

The Corps of Engineers provides services to the military functions of the Army, other governmental organizations, and private groups. Fees collected for these services are treated as offsetting receipts and the account records federal outlays net of such collections.

FY 02 Outlays:	\$ (53) million
FY 03 Outlays:	—
FY 04 Request:	—

**Trust Funds**

**Inland Waterways Trust Fund**

Taxes are imposed on the fuel used in vessels engaged in commercial waterway transportation. This account records expenditures made from these funds to finance the construction and rehabilitation costs incurred in specified inland waterway projects.

FY 02 Outlays:	\$ 108 million
FY 03 Outlays:	83
FY 04 Request:	231

**Rivers and Harbors Contributed Funds**

This account records the expenditure of funds received from non-Federal sources to finance improvements of rivers and harbors. This includes cost-sharing contributions under terms of agreements with non-Federal interests for study, design, construction and maintenance of authorized Federal projects.

FY 02 Outlays:	\$ 330 million
FY 03 Outlays:	294
FY 04 Request:	275

**Harbor Maintenance Trust Fund**

A 0.125 percent ad valorem user fee is imposed on commercial cargo loaded and unloaded at certain U.S. ports open to public navigation. This account records the expenditure of these funds to finance Corps of Engineers harbor operation and maintenance.

FY 02 Outlays:	\$ 640 million
FY 03 Outlays:	755
FY 04 Request:	812

**Coastal Wetlands Restoration Trust Fund**

This account records the expenditure of funds received from other accounts to finance Corps of Engineers efforts to provide long-term conservation, protection, and restoration of coastal wetlands in the State of Louisiana.

FY 02 Outlays:	\$ 27 million
FY 03 Outlays:	57
FY 04 Request:	58



# CHAPTER 21

## *Other Defense – Civil*

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	NA	NA	NA	
Total Outlays (\$Millions)	\$ 35,157	\$ 40,148	\$ 40,442	
Military Retirement	52,107	53,853	55,353	137%
Retiree Health Care	—	19,185	20,021	49.5%
Educational Benefits	233	263	273	0.7%
American Battle Monuments Commission	24	9	10	0.1%
White House Commission on the National Moment of Remembrance	—1	1	0.0%	
Armed Forces Retirement Home	63	68	66	0.2%
Cemeterial Expenses	16	24	26	0.1%
Forest and Wildlife Conservation, Military Reservations	2	3	3	0.0%
Selective Service System	25	27	28	0.1%
Deductions for Offsetting Receipts	(14)	(15,127)	(16,491)	(41.9%)
Interfund Transactions	(17,327)	(18,191)	(18,880)	(46.6%)

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## **Military Retirement**

The accounts in this major program area fund the annual payment to the military retirement fund that provide coverage to retired officers and personnel of the nation's military branches.

### **Federal Funds**

#### *General and Special Funds*

#### **Payment to the Military Retirement Fund**

This account finances the annual payment to the military retirement fund.

FY 02 Outlays:	\$ 17,047 million
FY 03 Outlays:	17,928
FY 04 Request:	18,617

### **Trust Funds**

#### **Military Retirement Fund**

This account records expenditures from the Military Retirement Fund. The fund has three sources of income, Military Personnel accounts, payment from the Treasury to cover accrued unfunded liability, and the income from the investment of fund balances.

FY 02 Outlays:	\$ 35,060 million
FY 03 Outlays:	35,925
FY 04 Request:	36,736

## Retiree Health Care

### Federal Funds

#### General and Special Funds

#### Payment to Uniformed Services Retiree Health Care Fund

FY 02 Outlays:	—
FY 03 Outlays:	\$ 14,740 million
FY 04 Request:	15,256

#### Uniformed Services Retiree Health Care Fund

FY 02 Outlays:	—
FY 03 Outlays:	\$ 4,445 million
FY 04 Request:	4,765

## Education Benefits

The account in this major program area funds certain education benefits available to active duty personnel.

### Trust Funds

#### Education Benefits Fund

This account records expenditures from the Education Benefits fund. The fund pays for certain education benefits for active duty military personnel. The Fund is financed through actuarially-determined Government contributions from the Department of Defense military personnel appropriations and interest on investments.

FY 02 Outlays:	\$ 233 million
FY 03 Outlays:	263
FY 04 Request:	273

## American Battle Monuments Commission

The accounts in this major program area funds the activities of the American Battle Monuments Commission created to maintain and contract U.S. monuments and memorials commemorating the achievements in battle of our Armed Forces since April 6, 1917 and monitor other such activities.

### Federal Funds

#### General and Special Funds

#### Salaries and Expenses

This account pays for the salaries and expenses associated with the American Battle Monument Commission.

FY 02 Outlays:	\$ 28 million
FY 03 Outlays:	33
FY 04 Request:	32

**Trust Funds**

**Contributions**

This account handles contributions from private citizens for activities such as the purchase of flowers, repair of non-federal war memorials, and the World War II Memorial.

FY 02 Outlays:	\$ 24 million
FY 03 Outlays:	9
FY 04 Request:	10

**White House Commission on the National Moment of Remembrance**

This accounts with this commission record expenditures from the National Moment of Remembrance, and revitalizes the national understanding and commemoration of Memorial Day.

**Federal Funds**

*General and Special Funds*

**White House Commission on the National Moment of Remembrance**

This account records expenditures from the National Moment of Remembrance.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	1

**Armed Forces Retirement Home**

The accounts within this program area fund the operations of the United States Soldiers' and Airmen's Home and the United States Naval Home. These Homes provides medical and domiciliary care and certain other benefits to eligible veterans.

**Trust Funds**

**Armed Forces Retirement Home**

This account records expenditures from the Armed Forces Retirement Home trust fund.

FY 02 Outlays:	\$ 63 million
FY 03 Outlays:	68
FY 04 Request:	66

**Cemeterial Expenses**

The account in this major program area funds the operation, maintenance, and improvement of Arlington National Cemetery and Soldiers' and Airmen's Home National Cemetery.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses incurred in operating the aforementioned cemeteries.

FY 02 Outlays:	\$ 16 million
FY 03 Outlays:	24
FY 04 Request:	26

## Forest and Wildlife Conservation, Military Reservations

The Department of Defense maintains extensive military reservations across the country. The accounts within this program area fund resource management and conservation efforts on these sites.

### Federal Funds

#### *General and Special Funds*

#### **Wildlife Conservation**

A permit is required to hunt or fish on many military reservations. The proceeds from the sale of these permits are placed in a special account which fund conservation efforts on these sites. This account records outlays net of such collections.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	3
FY 04 Request:	3

## Selective Service System

The Selective Service System registers men who have reached 18 years of age for potential conscription service in the military should a national emergency arise.

### Federal Funds

#### *General and Special Funds*

#### **Salaries and Expenses**

This account pays for the salaries and expenses of the Selective Service System.

FY 02 Outlays:	\$ 25 million
FY 03 Outlays:	27
FY 04 Request:	28

## CHAPTER 22

# *Environmental Protection Agency*

Agency Overview	FY 2002	FY 2003	FY 2004
Total Employment (full-time equivalents, in thousands)	17.5	17.6	17.9
Total Outlays (\$Millions)	\$7,450	\$7,958	\$8,270

Note: FY 2003 figures are estimates. FY 2004 figures are administration requests .

## **Environmental Protection Agency**

The Environmental Protection Agency (EPA) enforces federal laws on pollution control and abatement. It also conducts research on environmental issues.

### **Federal Funds**

#### *General and Special Funds*

#### **Office of Inspector General**

The account funds the EPA's Office of Inspector General. The Office of the Inspector General provides audit and investigative services to improve the performance and integrity of its programs and operation.

FY 02 Outlays:	\$ 35 million
FY 03 Outlays:	36
FY 04 Request:	36

#### **Science and Technology**

This account funds the scientific and technological research necessary for the EPA's regulatory actions. Emphasis is placed on the following areas: clean air, clean and safe water, safe food, preventing pollution, better waste management, and the reduction of global and cross-border environmental risks.

FY 02 Outlays:	\$ 687 million
FY 03 Outlays:	789
FY 04 Request:	841

#### **Environmental Programs and Management**

This account funds numerous EPA activities and internal management. Emphasis is placed on the following areas: clean air, clean and safe water, safe food, preventing pollution, better waste management, and the reduction of global and cross-border environmental risks.

FY 02 Outlays:	\$ 2,106 million
FY 03 Outlays:	2,172
FY 04 Request:	2,192

#### **Buildings and Facilities**

This account funds the construction, repair, improvement, extension, alteration, and purchase of facilities and fixed equipment that are used by the EPA. The facilities funded by this account will provide quality work environments and state-of-the-art laboratories.

FY 02 Outlays:	\$ 49 million
FY 03 Outlays:	31
FY 04 Request:	39

**State and Tribal Assistance Grants**

This account funds numerous grants to states and tribes nationwide for environmental programs and infrastructure assistance.

FY 02 Outlays:	\$ 3,353 million
FY 03 Outlays:	3,758
FY 04 Request:	3,843

**Payment to the Hazardous Substance Superfund**

The Comprehensive Environmental Response, Compensation, and Liability Act of 1980 authorizes appropriations from the general fund to finance activities conducted through the Hazardous Substance Superfund.

FY 02 Outlays:	\$ 676 million
FY 03 Outlays:	700
FY 04 Request:	1,100

*Public Enterprise Funds*

**Reregistration and Expedited Processing Revolving Fund**

Federal law authorizes accelerated re-registration and expedited processing of pesticides. This revolving fund receives offsetting collections from fees paid by industry for this service. This account records outlays net of such collections.

FY 02 Outlays:	—
FY 03 Outlays:	\$ (44) million
FY 04 Request:	—

*Intra-governmental Funds*

**Working Capital Fund**

This account finances certain administrative functions of the Agency that are more efficiently carried out on a centralized basis. Its expenditures will be reimbursed from other EPA accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ (6) million
FY 03 Outlays:	10
FY 04 Request:	10

**Trust Funds**

**Abatement, Control, and Compliance Loan Program Account**

The Hazardous Substances Superfund is used to fund the clean-up of hazardous waste sites. This account records outlays from the trust fund.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	—

**Hazardous Substances Superfund**

The Hazardous Substances Superfund is used to fund the clean-up of hazardous waste sites. This account records outlays from the trust fund.

FY 02 Outlays:	\$ 1,397 million
FY 03 Outlays:	1,293
FY 04 Request:	1,405

**Leaking Underground Storage Tank Trust Fund**

This account funds EPA responses to leaking underground petroleum storage tanks. This account records outlays from the trust fund.

FY 02 Outlays:	\$ 75 million
FY 03 Outlays:	83
FY 04 Request:	81



**Oil Spill Response**

This account funds EPA efforts to research, prevent, and respond to major inland oil spills. This account records outlays from the trust fund.

FY 02 Outlays:	\$ 14 million
FY 03 Outlays:	19
FY 04 Request:	21



## CHAPTER 23

# *Executive Office of the President*

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	NA	NA	NA	
Total Outlays (\$Millions)	\$451	\$334	\$341	
Executive Office of the President	451	334	341	100%

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

### **Executive Office of the President**

As part of the FY 2004 budget, the Administration is requesting a consolidation and financial realignment for the Executive Office of the President. The initiative would consolidate the twelve annual salaries and expenses accounts for the EOP agencies and fund them with a single appropriation. It would consolidate the resources for common acquisition-related goods and services into the EOP's Office of Administration. Costs include: Compensation of the President and the White House Office (including Homeland Security), the Executive Residence at the White House, White House Repair and Restoration, Special Assistance to the President and Official Residence of the Vice-President, Council of Economic Advisors, Council on Environmental Quality and Office of Environmental Quality, Office of Policy Development, National Security Council (including the new Counterterrorism Directorate), Office of Administration, Armstrong Resolution Account, Office of Management and Budget, Office of National Drug Control Policy, Office of Science and Technology Policy, and the Office of the United States Trade Representative.

#### **Federal Funds**

##### *General and Special Funds*

#### **Executive Office of the President**

The President earns \$400,000 per year. An expense allowance of \$50,000 is also provided. This account compensates the president and provides for his official expenses, as well as the other programs categorized under the Executive Office of the President.

FY 02 Outlays:	\$ 254 million
FY 03 Outlays:	325
FY 04 Request:	333

#### **Special Assistance to the President and the Official Residence of the Vice President**

The Vice President of the United States is appointed these funds to carry out his various duties. The fund is also marked for the care and operation of the residence of the Vice President.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	4
FY 04 Request:	4

#### **Council on Environmental Quality and Office of Environmental Quality**

This account is used by the Office of Environmental Quality in order to serve as the oversight committee.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

**Office of Management and Budget**

This office uses its funds to assist the President in delegating duties involving monetary and executive manners.

FY 02 Outlays:	\$ 72 million
FY 03 Outlays:	71
FY 04 Request:	76

**Office of National Drug Control Policy**

This office was created by the Anti-Drug Abuse Act and is in charge of developing drug policies, objectives and priorities for the National Drug Program.

FY 02 Outlays:	\$ 25 million
FY 03 Outlays:	25
FY 04 Request:	27

**Office of Science and Technology Policy**

The Office of Science and Technology advise the President on relevant issues in the fields of science and technology regarding national issues..

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	5
FY 04 Request:	7

**Office of the United States Trade Representative**

The President is advised by the Office of Trade Representative concerning international trade policies.

FY 02 Outlays:	\$ 32 million
FY 03 Outlays:	32
FY 04 Request:	37

**Unanticipated Needs**

This account allows the President to meet unanticipated national interest, security, or defense needs that may arise at home or abroad.

FY 02 Outlays:	\$ 51 million
FY 03 Outlays:	1
FY 04 Request:	1

**Emergency Response Fund**

This account funds the response to various natural disasters.

FY 02 Outlays:	\$ 88 million
FY 03 Outlays:	—
FY 04 Request:	—





# CHAPTER 25

## *General Services Administration*

Administrator Stephen A. Perry  
Deputy Administrator Thurman M. Davis, Sr.

Department Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	12.4	12.4	12.4	
Total Outlays (\$Millions)	\$ (677)	\$ 424	\$ (80)	
Real Property Activities	(615)	244	(136)	—
Supply and Technology Activities	(191)	(6)	(13)	—
General Activities	151	235	259	—
Deductions for Offsetting Receipts	(22)	(49)	(30)	—

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

### **Real Property Activities**

The account in this major program area funds GSA activities relating to the acquisition, improvement, maintenance and management of land and structures.

#### **Federal Funds** *General and Special Funds*

##### **Real Property Relocation**

This account finances the costs associated with moving federal agencies from valuable underutilized property to more economical sites. This underutilized property will then be sold to the public.

FY 02 Outlays:	\$ (2) million
FY 03 Outlays:	—
FY 04 Request:	—

##### **Disposal of Surplus Real and Related Personal Property**

This account funds the costs associated with the disposal of surplus real and related personal property including the outleasing of Government buildings. These costs include the cost of hiring auctioneers, real estate agents, brokers, and paying for advertising.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	12
FY 04 Request:	11

#### *Intra-governmental Funds*

##### **Federal Buildings Fund**

This account finances the activities of the Public Buildings Service which provides space and services for federal agencies.

FY 02 Outlays:	\$ (617) million
FY 03 Outlays:	232
FY 04 Request:	(147)

## Supply and Technology Activities

The accounts in this major program area fund GSA activities relating to the acquisition and management of personal property.

### Federal Funds

#### *General and Special Funds*

#### **Expenses of Transportation and Audit Contracts and Contract Administration**

This account records expenditures of funds received from refunds of overpayments to transportation carriers. The funds are used for the expenses associated with transportation audit contracts and administration of contracts.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	13
FY 04 Request:	14

#### *Intra-governmental Funds*

#### **General Supply Fund**

This account funds a nationwide system that provides supplies for federal agencies. Its expenditures are reimbursed from other federal accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ (52) million
FY 03 Outlays:	—
FY 04 Request:	—

#### **Information Technology Fund**

This account funds the acquisition of automatic data processing, telecommunications, and other information technology equipment. The Fund operates through two business lines in the FTS: Network Services and Information Technology (IT) Solutions.

FY 02 Outlays:	\$ (149) million
FY 03 Outlays:	(19)
FY 04 Request:	(27)

## General Activities

The accounts in this major program area fund the overall management and operation of the GSA.

### Federal Funds

#### *General and Special Funds*

#### **Government-wide Policy**

This account funds the development and implementation of government-wide policy.

FY 02 Outlays:	\$ 40 million
FY 03 Outlays:	53
FY 04 Request:	70

#### **Operating Expenses**

This account funds the development and implementation of government-wide policy.

FY 02 Outlays:	\$ 76 million
FY 03 Outlays:	85
FY 04 Request:	85



**Office of Inspector General**

The account funds the GSA's Office of Inspector General. This appropriation provides agency-wide audit and investigative functions to identify and correct management and administrative deficiencies within GSA. Internal audits review and evaluate all facets of GSA operations.

FY 02 Outlays:	\$ 36 million
FY 03 Outlays:	37
FY 04 Request:	39

**Electronic Government (E-GOV) Fund**

This program will support interagency "electronic government" or "e-gov" initiatives, i.e., projects that will use the Internet or other electronic methods to provide individuals, businesses, and other government agencies with simpler and timelier access to Federal information, benefits, services and business opportunities.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	41
FY 04 Request:	44

**Allowances and Office Staff of Former Presidents**

This account funds the pensions, office staffs, and related expenses of former presidents, Gerald R. Ford, Jimmy Carter, Ronald Reagan and George Bush. This account also funds the pension and postal expenses of the widow of Lyndon B. Johnson.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

**Expenses, Presidential Transition**

This account, in accordance with the Presidential Transition Act of 1963, provides funds for an orderly transfer of executive leadership.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	—

*Public Enterprise Funds*

**Federal Consumer Information Center Fund**

This account funds The Consumer Information Center, which assists Federal departments and agencies in releasing consumer information that is collected as a by-product of Federal activities.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	15
FY 04 Request:	18

*Intra-governmental Funds*

**Working Capital Fund**

The General Services Administration provides certain general management and administrative functions that available to other federal entities. Expenditures for these functions are reimbursed by other federal accounts. This account records outlays net of such collections.

FY 02 Outlays:	\$ (13) million
FY 03 Outlays:	—
FY 04 Request:	—



## CHAPTER 26

# *International Assistance Program*

### Component Agencies and Major Program Areas by Budget Share

Fiscal Years 2002–2004

Agency Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	2.3	2.4	2.5	
Total Outlays (\$Millions)	\$ 13,342	\$ 13,020	\$ 15,235	
Millennium Challenge Corporation	—	—	640	4.2%
International Security Assistance	7,983	6,811	7,343	48.2%
Multilateral Assistance	2,190	2,276	2,623	17.2%
International Development Assistance	3,683	3,632	4,325	28.4%
International Monetary Programs	(446)	—	—	0.0%
Military Sales Program	(4)	3	5	0.0%
International Commodity Agreements	—	—	—	0.0%

Note: Columns may not sum to totals due to rounding. FY 2003 figures are estimates. FY 2004 figures are administration requests.

## International Security Assistance

The President is provided with funds to administer international security assistance programs in strategic regions of the world.

### Federal Funds

#### *General and Special Funds*

#### **Economic Support Fund**

This account supports U.S. foreign policy objectives by providing economic assistance to allies and countries in transition to democracy, supporting the Middle East peace process, and financing economic stabilization programs, frequently in a multi-donor context.

FY 02 Outlays:	\$ 3,071 million
FY 03 Outlays:	2,472
FY 04 Request:	2,653

#### **Economic Support Fund Transfer Account**

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	—

#### **Central American and the Caribbean Emergency Disaster Recovery Fund**

FY 02 Outlays:	\$ 75 million
FY 03 Outlays:	45
FY 04 Request:	27

#### **Foreign Military Financing Program**

The Foreign Military Financing Program (FMF) provides military assistance to friendly countries in the form of U.S. military supplies and services. This account funds the grant portion of the program.

FY 02 Outlays:	\$ 4,403 million
FY 03 Outlays:	4,552
FY 04 Request:	4,288

### **International Military Education and Training**

This account funds grants to students of foreign countries for military training and education. This program also exposes foreign students to American democratic values, particularly military respect for civilian rule and for internationally recognized standards of individual and human rights.

FY 02 Outlays:	\$ 59 million
FY 03 Outlays:	76
FY 04 Request:	88

### **Peacekeeping Operations**

This account finances U.S. assistance to international efforts at securing peace in areas of the world.

FY 02 Outlays:	\$ 328 million
FY 03 Outlays:	156
FY 04 Request:	105

### **Non-Proliferation, Anti-Terrorism, Demining, and Related Programs**

This account provides funds for financial and technical assistance to support nonproliferation and disarmament efforts in foreign countries.

FY 02 Outlays:	\$ 383 million
FY 03 Outlays:	439
FY 04 Request:	441

### **Nonproliferation and Disarmament Fund**

This account funds financial and technical assistance to support nonproliferation and disarmament efforts in foreign countries. This includes education and training, elimination of weapons of mass destruction, and development of export control capabilities.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 5 million
FY 04 Request:	3

## **Credit Accounts**

### **Foreign Military Financing Loan Program Account**

The Foreign Military Financing Program (FMF) provides military assistance to friendly countries in the form of U.S. military supplies and services. This account records the subsidy costs associated with the direct loans obligated to by this program in 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 211 million
FY 03 Outlays:	7
FY 04 Request:	—

### **Foreign Military Loan Liquidating Account**

This account records all cash flows to and from the federal government which result from direct loans obligated to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (532) million
FY 03 Outlays:	(420)
FY 04 Request:	(287)

## **Multilateral Assistance**

The accounts within this program area fund U.S. contributions to multilateral assistance.

**Federal Funds**  
*General and Special Funds*

**Contribution to the International Bank for Reconstruction and Development**

The International Bank for Reconstruction and Development, also known as the World Bank, finances development projects and provides policy advice to less developed countries. This account funds the U.S. contribution to the World Bank.

FY 02 Outlays:	\$ 97 million
FY 03 Outlays:	151
FY 04 Request:	147

**Contribution to the International Development Association**

The International Development Association (IDA), a member of the World Bank Group, provides assistance to the world's poorest and least creditworthy nations, primarily in Sub-Saharan African and South Asia. This account funds the United States contribution to the IDA.

FY 02 Outlays:	\$ 929 million
FY 03 Outlays:	996
FY 04 Request:	1,323

**Contribution to Multilateral Investment Guarantee Agency**

This account funds the U.S. contribution to the Multilateral Investment Guarantee Agency, a member of the World Bank Group, which is designed to encourage the flow of foreign private investment to and among developing countries.

FY 02 Outlays:	\$ 16 million
FY 03 Outlays:	4
FY 04 Request:	4

**Contribution to the Inter-American Development Bank**

The Inter-American Development Bank (IDB) promotes the economic and social development in Latin American and the Caribbean through loans and technical assistance. This account funds the U.S. contribution to the IDB.

FY 02 Outlays:	\$ 29 million
FY 03 Outlays:	28
FY 04 Request:	30

**Contribution to the Asian Development Bank**

The Asian Development Bank promotes sustainable economic development, poverty alleviation and cooperation in the Asia/Pacific region. It makes loans at market based rates to countries in this region. This account funds the U.S. contribution to the Asian Development Bank.

FY 02 Outlays:	\$ 212 million
FY 03 Outlays:	232
FY 04 Request:	185

**Contribution to the African Development Bank**

The African Development Bank group is composed of the African Development Bank, which lends at market-based rates, and the African Development Fund, which lends at concessional rates to the poorest African countries.

FY 02 Outlays:	\$ 110 million
FY 03 Outlays:	125
FY 04 Request:	130

### **Contributions to the European Bank for Reconstruction and Development**

The European Bank for Reconstruction and Development (EBRD) promotes market-oriented economic reform and the establishment of democratic institutions in the nations of Eastern Europe and the former Soviet Union. This account funds the U.S. contribution to the Asian Development Bank.

FY 02 Outlays:	\$ 36 million
FY 03 Outlays:	36
FY 04 Request:	35

### **North American Development Bank**

The North American Development Bank (NADBank) was created by the United States and Mexico as part of the North American Free Trade Agreement (NAFTA). It finances loans for high priority environmental infrastructure projects in the border region and assists U.S. communities with NAFTA-related adjustments and investments. This account funds the U.S. contribution to the NAD Bank.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 11 million
FY 04 Request:	11

### **Contribution to Enterprise for the Americas Multilateral Investment Fund**

The Multilateral Investment Fund (AMIF) is part of the Enterprise for the Americas Initiatives and is administered by the Inter-American Development Bank. It provides grants and loans to encourage investment sector reforms.

FY 02 Outlays:	\$ 60 million
FY 03 Outlays:	118
FY 04 Request:	75

### **Contribution to the International Fund for Agricultural Development**

This account funds assistance to small-scale producers and subsistence farmers in poorer countries to increase their productivity and income, improve their nutritional levels, and help integrate them into larger markets.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	11
FY 04 Request:	12

### **International Affairs Technical Assistance Program**

This account provides funds for technical assistance to other countries in support of the responsibilities of the U.S. Treasury Department to formulate, conduct, and coordinate the international financial policies of the United States.

FY 02 Outlays:	\$ 19 million
FY 03 Outlays:	23
FY 04 Request:	23

### **Global Fund to Fight HIV/AIDS, Malaria, and Tuberculosis**

This account exists to obligate and disburse U.S. contributions to the new Global Fund to fight AIDS, TB, and Malaria that come from appropriations within the Department of Health and Human Services.

FY 02 Outlays:	\$ 100 million
FY 03 Outlays:	—
FY 04 Request:	—

### **Contribution for the EBRD Small and Medium Enterprise Support Fund**

This account was established in July 2000 to support small and medium enterprise financing in Eastern Europe through technical assistance to local financial institutions and credit lines for on-lending.

FY 02 Outlays:	\$ 17 million
FY 03 Outlays:	3
FY 04 Request:	—

### **International Organizations and Programs**

This account funds United States' voluntary contributions to over 25 international organizations for development, humanitarian and scientific activities, in addition to payments which are assessed on it. Funds are not to be used for any activities with the People's Republic of China.

FY 02 Outlays:	\$ 301 million
FY 03 Outlays:	316
FY 04 Request:	315

### **Credit Accounts**

#### **Debt Restructuring**

This account funds United States' contribution to debt restructuring under the Enhanced Toronto Terms, which were agreed upon in the Paris Club of creditor nations. This is accomplished through debt reduction for the poorest, debt buyback/swap program, and tropical forest debt relief.

FY 02 Outlays:	\$ 259 million
FY 03 Outlays:	226
FY 04 Request:	333

## **Agency for International Development**

The United Agency for International Development (USAID) provides economic and humanitarian assistance to over 100 countries throughout the world. The Agency uses public-private alliances to address poverty and disease in these countries among other endeavors.

### **Federal Funds**

#### *General and Special Funds*

#### **Sustainable Development Assistance Program**

The Sustainable Development Assistance Program provides development assistance to the world's poorest nations. It promotes economic growth, stabilization of population growth, environmental protection, and democracy.

FY 02 Outlays:	\$ 1,200 million
FY 03 Outlays:	1,317
FY 04 Request:	1,425

#### **Child Survival and Disease Programs**

This account provides funds for a number of initiatives designed to improve the welfare of children in developing countries. This is accomplished through improving child nutrition with the aim of reducing infant mortality rate, reduction of HIV transmission, and the expansion of access to quality basic education.

FY 02 Outlays:	\$ 1,020 million
FY 03 Outlays:	1,192
FY 04 Request:	1,345

#### **Global AIDS Initiative**

This account was proposed by President Bush for the increased commitment of the United States in the global war against the spread of HIV. The money will be placed in a new account to deliver more effective treatments to those infected and those at risk of being infected.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 68 million

### Development Fund for Africa

The Development Fund for Africa provides development assistance to sub-Saharan African countries. It finances efforts to promote economic growth and democracy.

FY 02 Outlays:	\$ 60 million
FY 03 Outlays:	30
FY 04 Request:	15

### Assistance for Eastern Europe and the Baltic States

This account funds efforts to promote country-specific strategies that promote economic growth, democratic reforms, and the quality of life in the countries of Central and Eastern Europe under the Support for East European Democracy Act (SEED).

FY 02 Outlays:	\$ 514 million
FY 03 Outlays:	368
FY 04 Request:	413

### Sub-Saharan Africa Disaster Assistance

This account funded disaster relief, rehabilitation and reconstruction in Africa. It was terminated in 1994, and its activities are now funded by the International Disaster Assistance Program.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

### International Disaster Assistance

The International Disaster Assistance program provides assistance to foreign countries experiencing disasters such as famines, floods, hurricanes, and earthquakes. The program provides both long and short-term relief.

FY 02 Outlays:	\$ 407 million
FY 03 Outlays:	309
FY 04 Request:	301

### Operating Expenses of the Agency for International Development

This account funds the operating expenses of the USAID that are not otherwise provided for. It primarily funds expenses and salaries of USAID personnel responsible for USAID management.

FY 02 Outlays:	\$ 600 million
FY 03 Outlays:	550
FY 04 Request:	585

### Capital Investment Fund

This account will fund the Information Technology needs of the USAID management.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 13 million
FY 04 Request:	35

### Transition Initiatives

This account funds the Office of Transition Initiatives (OTI) which addresses the opportunities and challenges facing conflict-prone countries and those making the transition from the initial crisis stage of a complex emergency to the path of sustainable development.

FY 02 Outlays:	\$ 46 million
FY 03 Outlays:	42
FY 04 Request:	43



**Payment to the Foreign Service Retirement and Disability Fund**

This account funds the liability created by the addition of USAID Foreign Service personnel to the Foreign Service Retirement and Disability Fund and other expenses.

FY 02 Outlays:	\$ 45 million
FY 03 Outlays:	45
FY 04 Request:	44

**Operating Expenses of the Agency for International Development Office of Inspector General**

This account funds the USAID's Office of Inspector General. It includes salaries, expenses, security and other such costs of operation.

FY 02 Outlays:	\$ 30 million
FY 03 Outlays:	37
FY 04 Request:	34

*Public Enterprise Funds*

**Property Management Fund**

This fund records the expenditure of funds that were received as a result of the sale of overseas property owned by the USAID. This account is used to fund numerous projects that assist USAID personnel living abroad.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	1

**Intra-governmental Funds**

**Working Capital Fund**

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Credit Accounts**

**Assistance for the Independent States of the Former Soviet Union**

This account provides funds for a program of assistance to the independent states that emerged from the former Soviet Union.

FY 02 Outlays:	\$ 600 million
FY 03 Outlays:	550
FY 04 Request:	614

**Urban and Environmental Credit Program Account**

Formerly known as the Housing Guaranty Program, it provides long-term financing to developing countries for innovative urban investment programs.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	12
FY 04 Request:	—

**Housing and Other Credit Guaranty Programs Liquidating Account**

This account records all cash flows to and from the federal government resulting from direct loans obligated to or loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (3) million
FY 03 Outlays:	(51)
FY 04 Request:	(10)

**Micro and Small Enterprise Development Program Account**

The Micro and Small Enterprise Development program provides direct loans and loan guarantees to micro and small enterprises in less developed countries. This account records the subsidy costs associated with the

direct loans obligated and loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program estimated on a cash basis.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	5
FY 04 Request:	1

#### **Development Credit Authority Program Account**

This account will permit USAID to utilize direct loans and loan guarantees that have market-based rates and other market-based terms and conditions to achieve sustainable development objectives where these objectives can be achieved more effectively through the use of credit mechanisms, as opposed to through grants or other financing mechanisms.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	13
FY 04 Request:	18

#### **Economic Assistance Loans-Liquidating Account**

This account is a consolidation of the liquidating credit activity of four previous accounts: Economic Support Fund, Functional Development Assistance Program, and the Development Loans Revolving Fund. These programs provided loans for development assistance. This account records all cash flows to and from the federal government which result from direct loans obligated or loan guarantees committed to by these programs prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (799) million
FY 03 Outlays:	(770)
FY 04 Request:	(657)

### **Trust Funds**

#### **Foreign Service National Separation Liability Trust Fund**

This trust fund pays separation costs for USAID Foreign Service National employees in countries where such pay is legally required. It is maintained by government contributions.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	1

#### **Miscellaneous Trust Funds, AID**

The Miscellaneous Trust Funds account includes gifts and donations that AID receives from other governments, non-governmental organization, or private citizens.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	—
FY 04 Request:	—

## **Overseas Private Investment Corporation**

The Overseas Private Investment Corporation (OPIC) encourages private U.S. investment in the social and economic development of developing and emerging market economies. It provides direct loans and loan guarantees, political risk insurance, and a number of investor services.

**Federal Funds**  
*Public Enterprise Funds*

**Overseas Private Investment Corporation Noncredit Account**

This account funds OPIC's noncredit programs. The primary program of this type is its political risk insurance program against losses due to expropriation, inconvertibility, and political violence.

FY 02 Outlays:	\$ (259) million
FY 03 Outlays:	(253)
FY 04 Request:	(248)

**Credit Accounts**

**Overseas Private Investment Corporation Program Account**

This account records the subsidy costs associated with the direct loans obligated and loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analyses and also record the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 127 million
FY 03 Outlays:	215
FY 04 Request:	49

**Overseas Private Investment Corporation Liquidating Account**

This account records all cash flows to and from the federal government resulting from direct loans obligated and loan guarantees committed to by this program prior to 1992. This account uses a cash flow form of accounting.

FY 02 Outlays:	\$ (3) million
FY 03 Outlays:	—
FY 04 Request:	—

## **Trade and Development Agency**

The Trade and Development Agency (TDA) promotes economic development in less developed and middle-income countries and also encourages use of U.S. technology, goods and services in project implementation.

**Federal Funds**  
*General and Special Funds*

**Trade and Development Agency**

This account funds the salaries and expenses of TDA personnel. It also funds the program costs of TDA project activities.

FY 02 Outlays:	\$ 59 million
FY 03 Outlays:	55
FY 04 Request:	73

## **Peace Corps**

The Peace Corps provides economic and humanitarian aid in 84 countries around the world.

**Federal Funds**  
*General and Special Funds*

**Peace Corps**

This account funds the salaries and expenses of the Peace Corps that are not otherwise provided for.

FY 02 Outlays:	\$ 272 million
FY 03 Outlays:	306
FY 04 Request:	381

**Trust Funds**

**Peace Corps Miscellaneous Trust Fund**

This account records expenditures made from funds received as gifts, bequests, and from foreign governments to the Peace Corps.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	2

**Inter-American Foundation**

The Inter-American Foundation funds grass-roots development initiatives in Latin America and the Caribbean. To this end it provides grants to private indigenous organizations. Under a new resource mobilization program in FY 1999, it will shift its focus from individual projects to regional and national level grass-roots development networks.

**Federal Funds**  
*General and Special Funds*

**Inter-American Foundation**

This account funds the salaries and expenses of the Inter-American Foundation that are otherwise not provided for.

FY 02 Outlays:	\$ 23 million
FY 03 Outlays:	11
FY 04 Request:	22

**African Development Foundation**

The African Development Foundation is charged with providing economic development assistance to poor African countries. To this end it provides grants to private indigenous organizations.

**Federal Funds**  
*General and Special Funds*

**African Development Foundation**

This account funds the salaries and expenses of the African Development Foundation that are not otherwise provided for.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	18
FY 04 Request:	15

## **International Monetary Programs**

The International Monetary Fund provides assistance to nations on a number of international monetary issues. It ensures the smooth functioning of the international monetary system.

### **Federal Funds**

#### *General and Special Funds*

#### **United States Quota, International Monetary Fund**

This account funds the United States quota in the International Monetary Fund.

FY 02 Outlays:	\$ (446) million
FY 03 Outlays:	—
FY 04 Request:	—

## **Military Sales Program**

The United States sells defense supplies and services to various foreign countries and international organizations. The program is being phased out. The accounts listed below record these transactions.

### **Federal Funds**

#### *Public Enterprise Funds*

#### **Special Defense Acquisition Fund**

This account is used to finance the purchase of military services and supplies that will later be transferred to foreign countries and international organizations.

FY 02 Outlays:	\$ (4) million
FY 03 Outlays:	5
FY 04 Request:	3

### **Trust Funds**

#### **Foreign Military Sales Trust Fund**

This account records expenditures made from funds received from foreign governments for the purchase of military supplies and services.

FY 02 Outlays:	\$ 11,062 million
FY 03 Outlays:	12,259
FY 04 Request:	11,974



## CHAPTER 27

# *National Aeronautics and Space Administration*

Administrator Sean O'Keefe  
Deputy Administrator Frederick D. Gregory

Agency Overview	FY 2002	FY 2003	FY 2004
Total Employment (full-time equivalents, in thousands)	18.7	19.1	18.9
Total Outlays (\$Millions)	\$ 14,430	\$ 14,599	\$ 15,255

Note: FY 2003 figures are estimates. FY 2004 figures are administration requests.

## **National Aeronautics and Space Administration**

The National Aeronautics and Space Administration (NASA) conducts extensive research programs in the areas of aeronautics and space flight. It also conducts the nation's space programs.

### **Federal Funds**

#### *General and Special Funds*

#### **Science, Aeronautics, and Exploration**

This account funds activities previously in the Science, Aeronautics, and Technology account. The account is used for all of the expenses, research, and all programs associated with the activities of Science, Aeronautics, and Exploration.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 3,985 million

#### **Space Flight Capabilities**

This account funds activities including space flight such as the International Space Station, the Space Shuttle Program, and Flight Support.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 5,285 million

#### **Human Space Flight**

This account funds the expenses associated with human space flight research and development activities. This includes the International Space Station (ISS), payload and expendable Launch Vehicle (ELV) support, and the space shuttle.

FY 02 Outlays:	\$ 6,337 million
FY 03 Outlays:	6,150
FY 04 Request:	1,821

**Science, Aeronautics and Technology**

This account funds research and development programs in science, aeronautics, earth science, microgravity science, and technology.

FY 02 Outlays:	\$ 7,532 million
FY 03 Outlays:	8,275
FY 04 Request:	4,048

**Mission Support**

This account funds the mission support of NASA programs. Such support includes the safety, reliability, and quality assurance of the components used in NASA missions, space communication services, and the construction of new facilities. This account also funds research, program management and administration.

FY 02 Outlays:	\$ 534 million
FY 03 Outlays:	145
FY 04 Request:	89

**Space Flight, Control, and Data Communications**

This account funded various activities for the Space Transportation System. This system includes the Space Shuttle and expendable launch vehicles. This account has been terminated, and its activities are now funded by the Human Space Flight, Science, Aeronautics and Technology, and Mission Support accounts.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

**Construction of Facilities**

This account funded the expenses associated with the construction of NASA facilities. This account has been terminated. Construction activities are now funded by the Human Space Flight, Science, Aeronautics and Technology, and Mission Support accounts.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	—
FY 04 Request:	—

**Office of Inspector General**

The account funds NASA's Office of Inspector General. The mission of the Inspector General is to conduct audits and investigations of agency activities. The Inspector General keeps the Administration informed of problems and deficiencies in agency programs and operations.

FY 02 Outlays:	\$ 24 million
FY 03 Outlays:	25
FY 04 Request:	26

**Trust Funds**

**Science, Space, and Technology Education Trust Fund**

This account records the expenditure of funds from the Science, Space, and Technology Education Trust Fund.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

**National Space Grant Program**

This account records the expenditure of funds from the National Space Grant Program.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 3 million
FY 04 Request:	—



# CHAPTER 28

## *National Science Foundation*

Director Dr. Rita R. Colwell  
Deputy Director Dr. Joseph Bordogna

Branch Overview	FY 2002	FY 2003	FY 2004
Total Employment (full-time equivalents, in thousands)	1.2	1.2	1.3
Total Outlays (\$Millions)	\$ 4,188	\$ 4,853	\$ 5,092

Note: FY 2003 figures are estimates. FY 2004 figures are administration requests.

### **National Science Foundation**

The National Science Foundation supports research and education in science and engineering.

#### **Federal Funds**

##### *General and Special Funds*

#### **Research and Related Activities**

This account funds the Foundation's research and related activities. The major research program activities of the Foundation are: Biological science, Computer sciences, Engineering, Geosciences, Mathematical and physical sciences, U.S. polar research, and U.S. Antarctic logistical support activities. It also finances the acquisition of scientific instruments.

FY 02 Outlays:	\$ 3,126 million
FY 03 Outlays:	3,510
FY 04 Request:	3,732

#### **Academic Research Infrastructure**

This account funded, on a cost-sharing basis, the development and acquisition of major scientific instruments and facilities by academic institutions. This account has been terminated. Its functions are now assumed by the Research and Related Activities account.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	—
FY 04 Request:	—

#### **Major Research Equipment**

This account funds the construction and acquisition of major research equipment.

FY 02 Outlays:	\$ 137 million
FY 03 Outlays:	185
FY 04 Request:	162

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Foundation used to develop, manage, and coordinate its programs.

FY 02 Outlays:	\$ 168 million
FY 03 Outlays:	204
FY 04 Request:	224

#### **Office of Inspector General**

The account funds the activities of the NSF Office of Inspector General. The mission of the Inspector

*Chapter 28: National Science Foundation*

General is to conduct audits and investigations of activities. The Inspector General keeps the Administration informed of problems and deficiencies in agency programs and operations.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	9
FY 04 Request:	9

**Education and Human Resources**

The Foundation's Education and Human Resources programs provide a wide range of instruction in science, mathematics, and technology to all education levels. This account funds the Foundation's efforts in this regard.

FY 02 Outlays:	\$ 714 million
FY 03 Outlays:	904
FY 04 Request:	938

**Trust Funds**

**Donations**

The Foundation receives donations from foreign governments to fund cooperative research activities. These efforts include major international projects and smaller activities such as joint seminars, exchange of senior scientists, and international conferences. This account records expenditures made from such funds.

FY 02 Outlays:	\$ 31 million
FY 03 Outlays:	41
FY 04 Request:	27

# CHAPTER 29

## *Office of Personnel Management*

Director Kay Coles James  
Deputy Director Dan Blair

Branch Overview	FY 2002	FY 2003	FY 2004
Total Employment (full-time equivalents, in thousands)	2.8	2.9	3.0
Total Outlays (\$Millions)	\$ 52,512	\$ 55,793	\$ 58,475

Note: FY 2003 figures are estimates. FY 2004 figures are administration requests.

### **Office of Personnel Management**

The Office of Personnel Management (OPM) administers the Federal Government's personnel policies. This includes Merit systems oversight and effectiveness, program performance, and employment services.

#### **Federal Funds** *General and Special Funds*

##### **Salaries and Expenses**

This account funds the salaries and expenses associated with OPM's personnel management functions.

FY 02 Outlays:	\$ 67 million
FY 03 Outlays:	128
FY 04 Request:	119

##### **Office of Inspector General**

The account funds OPM's Office of Inspector General. The mission of the Inspector General is to conduct audits and investigations of activities. The Inspector General keeps the Administration informed of problems and deficiencies in agency programs and operations.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

##### **Government Payment for Annuitants, Employee Health Benefits**

This account funds the Federal Government's share of premiums, which is one-third the cost, for basic life insurance for annuitants retiring after December 31, 1999.

FY 02 Outlays:	\$ 6,015 million
FY 03 Outlays:	6,707
FY 04 Request:	7,414

##### **Government Payment for Annuitants, Employee Life Insurance**

This account funds the federal government's share of premiums for basic life insurance for annuitants retiring after December 31, 1999.

FY 02 Outlays:	\$ 34 million
FY 03 Outlays:	34
FY 04 Request:	35

##### **Payment to Civil Service Retirement and Disability Fund**

This account funds new or increased annuity benefits which became effective on October 20, 1999 or

later.

FY 02 Outlays:	\$ 22,108 million
FY 03 Outlays:	22,484
FY 04 Request:	22,787

*Intra-governmental Funds*

**Revolving Fund**

The OPM provides federal entities with a multitude of human resource development activities and miscellaneous personnel services. These services are provided to federal entities on a reimbursable basis. This account records federal outlays net of the offsetting collections received as payment for these services.

FY 02 Outlays:	\$ (103) million
FY 03 Outlays:	—
FY 04 Request:	—

**Trust Funds**

**Civil Service Retirement and Disability Fund**

This account funds two federal civilian retirement systems, the Civil Service Retirement System (CSRS) and the Federal Employees Retirement System (FERS). It also pays the administrative expenses of operating the program.

FY 02 Outlays:	\$ 48,970 million
FY 03 Outlays:	50,991
FY 04 Request:	52,602

**Employees Life Insurance Fund**

Federal employees' group life insurance is procured from private insurance companies. This account pays for such insurance and the administrative expenses that OPM incurs in managing the program.

FY 02 Outlays:	\$ (1,540) million
FY 03 Outlays:	(1,400)
FY 04 Request:	(1,424)

**Employees and Retired Employees Health Benefits Fund**

This account funds the health insurance plans of most current and retired federal workers. It also pays the administrative expenses of the program.

FY 02 Outlays:	\$ (903) million
FY 03 Outlays:	(639)
FY 04 Request:	(742)

# CHAPTER 30

## *Small Business Administration*

Administrator Hector V. Barreto  
Deputy Administrator Melanie R. Sabelhaus

Agency Overview	FY 2002	FY 2003	FY 2004
Total Employment (full-time equivalents, in thousands)	4.0	3.9	3.9
Total Outlays (\$Millions)	\$493	\$1,553	\$770

Note: FY 2003 figures are estimates. FY 2004 figures are administration requests.

### **Small Business Administration**

The Small Business Administration (SBA) provides various types of assistance to small businesses and to victims of natural disasters.

#### **Federal Funds** *General and Special Funds*

##### **Salaries and Expenses**

This account funds the salaries and expenses of the SBA that are not otherwise provided for.

FY 02 Outlays:	\$ 335 million
FY 03 Outlays:	310
FY 04 Request:	355

##### **Office of Inspector General**

The account funds the SBA's Office of Inspector General. The mission of the Inspector General is to conduct audits and investigations of activities. The Inspector General keeps the Administration informed of problems and deficiencies in agency programs and operations.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	13
FY 04 Request:	14

#### *Public Enterprise Funds*

##### **Surety Bond Guarantees Revolving Fund**

This account funds the Surety Bond Guarantees Program. Under this program, the SBA assists small and emerging contractors in obtaining contract bonding by guaranteeing a portion of the losses sustainable by a surety company as a result of the issuance of a bid, payment, and/or performance bond to a small business.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 3 million
FY 04 Request:	3

## Credit Accounts

### **Business Loan Program Account**

The SBA provides direct loans and loan guarantees to small businesses that are unable to finance their own loans. This account records the subsidy costs associated with the direct loans obligated and loan guarantees committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 346 million
FY 03 Outlays:	933
FY 04 Request:	223

### **Business Loan Fund Liquidating Account**

This account records all cash flows to and from the federal government which result from direct loans obligated and loan guarantees committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (69) million
FY 03 Outlays:	(23)
FY 04 Request:	(17)

### **Disaster Loans Program Account**

The SBA provides direct loans to homeowners, renters, businesses, and non-profit organizations for the economic redevelopment of communities after a natural disaster. This account records the subsidy costs associated with the direct loans obligated by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 372 million
FY 03 Outlays:	686
FY 04 Request:	198

### **Disaster Loans Liquidating Account**

This account records all cash flows to and from the federal government which result from direct loans obligated by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (99) million
FY 03 Outlays:	(72)
FY 04 Request:	(9)

### **Pollution Control Equipment Fund Liquidating Account**

This fund was originally established during the 1990s to help alleviate some of the adverse impact of pollution control regulations on small businesses. Subsequent legislation, however, has reduced the attractiveness of the program and no new activity is anticipated. This account records the costs of this program.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 3 million
FY 04 Request:	3

# CHAPTER 31

## *Social Security Administration*

Commissioner Jo Anne Barnhart

Agency Overview	FY 2002	FY 2003	FY 2004	Percentage in FY 2004
Total Employment (full-time equivalents, in thousands)	62.7	63.5	63.5	
Total Outlays (\$Millions)	\$ 441,811	\$ 463,006	\$ 488,182	
On-Budget	45,816	44,506	47,498	99.0%
Off-Budget	442,424	465,404	483,267	90.4%

Note: FY 2003 figures are estimates. FY 2004 figures are administration requests.

## Social Security Administration

### Federal Funds

#### *General and Special Funds*

#### **Payments to the Social Security Trust Funds**

This account funds the federal government's payments to the Social Security Trust Funds. The payments reimburse the trust funds for special payments to certain uninsured persons, pension reform, and interest on unnegotiated checks.

FY 02 Outlays:	\$ 12,531 million
FY 03 Outlays:	13,892
FY 04 Request:	14,282

#### **Special Benefits for Disabled Coal Miners**

This account funds special benefits for coal miners disabled from black lung disease and to their survivors and other dependents. This account only funds the processing and payment of claims filed between December 30, 1969 and June 30, 1973.

FY 02 Outlays:	\$ 486 million
FY 03 Outlays:	454
FY 04 Request:	—

#### **Supplemental Security Income Program**

This account funds the Supplemental Security Income program, which provides monthly cash benefits for the needy aged, blind and disabled.

FY 02 Outlays:	\$ 30,012 million
FY 03 Outlays:	34,253
FY 04 Request:	35,517

#### **Special Benefits for Certain World War II Veterans**

This account funds the program for certain individuals who are at least 65 years old, were in the U.S. military forces, including members of Filipino units, during WW II, and who are currently eligible for supplemental security income. To receive this benefit, these individuals must reside outside the U.S.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	11
FY 04 Request:	11

**Office of Inspector General**

This account funds the activities of the Office of the Inspector General. The mission of the Inspector General is to conduct audits and investigations of activities. The Inspector General keeps the Administration informed of problems and deficiencies in agency programs and operations.

FY 02 Outlays:	\$ 22 million
FY 03 Outlays:	21
FY 04 Request:	22

**State Supplemental Fees**

This account funds the activities of the Office of the Inspector General. The mission of the Inspector General is to conduct audits and investigations of activities. The Inspector General keeps the Administration informed of problems and deficiencies in agency programs and operations.

FY 02 Outlays:	\$ 91 million
FY 03 Outlays:	100
FY 04 Request:	112

**Trust Funds**

**Federal Old-age and Survivors Insurance Trust Fund**

This account records outlays from the trust fund. Funds are used for the Federal Old Age and Survivors Insurance Program, which provides monthly cash benefits to retired workers and their dependents and to survivors of deceased workers.

FY 02 Outlays:	\$ 373,125 million
FY 03 Outlays:	390,429
FY 04 Request:	404,505

**Federal Disability Insurance Trust Fund**

This account records outlays from the Federal Disability Insurance Trust Fund. Funds are used for the Disability Insurance Program, which provides monthly cash benefits for disabled workers under age 65 and their dependents.

FY 02 Outlays:	\$ 60,904 million
FY 03 Outlays:	68,877
FY 04 Request:	71,479

**Limitation on Administrative Expenses**

This account funds any necessary expenses, including the hire of two passenger motor vehicles, and for emergency expenses to respond to the September 11, 2001, terrorist attacks on the United States.

FY 02 Outlays:	\$ (6) million
FY 03 Outlays:	—
FY 04 Request:	—



## CHAPTER 32

# *Other Independent Agencies*

Agency Overview	FY 2002	FY 2003	FY 2004
Total Employment (full-time equivalents, in thousands)	862.6	853.4	841.1
Total Outlays (\$Millions)	\$18,287	\$12,771	\$12,735

Note: FY 2003 figures are estimates. FY 2004 figures are administration requests.

### **Advisory Council on Historic Preservation**

The Advisory Council on Historic Preservation provides advice to the President and Congress on the national historic preservation program.

#### **Federal Funds** *General and Special Funds*

##### **Salaries and Expenses**

This account funds the salaries and expenses of the Advisory Council on Historic Preservation.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	4
FY 04 Request:	4

### **Appalachian Regional Commission**

The Appalachian Regional Commission provides joint federal and state economic development assistance to the 410 counties located in the Appalachian Region as well as creating a highway system.

#### **Federal Funds** *General and Special Funds*

##### **Appalachian Regional Commission**

This account funds financial and technical assistance for the economic development efforts of the Appalachian Regional Commission. It also pays the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 107 million
FY 03 Outlays:	94
FY 04 Request:	71

#### **Trust Funds**

##### **Miscellaneous Trust Funds**

This account records the expenditures of funds received as contributions from state and local governments and non-profit organizations to the Commission.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	6
FY 04 Request:	6

## Architectural and Transportation Barriers Compliance Board

The Architectural and Transportation Barriers Compliance Board ensures compliance of federal buildings and federally funded buildings with federal disability access laws.

### Federal Funds

#### *General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the Architectural and Transportation Barriers Compliance Board.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	6
FY 04 Request:	6

## Barry Goldwater Scholarship and Excellence in Education Foundation

This foundation grants college scholarships to exceptional undergraduate students pursuing careers in mathematics, science, and engineering in the remembrance of the former Arizona Senator.

### Trust Funds

#### Barry Goldwater Scholarship and Excellence in Education Foundation

This account funds the scholarships awarded by the Foundation and pays the administrative costs of the program.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

## Broadcasting Board of Governors

As part of the United States Information Agency, the Broadcasting Board of Governors provides operational guidance to the International Broadcasting Bureau. The Bureau consists of the Voice of America, the Office of Cuba Broadcasting, and WORLDNET Television and Film Service. The Board also provides grants to Radio Free Europe/Radio Liberty and Radio Free Asia.

### Federal Funds

#### *General and Special Funds*

#### International Broadcasting Operations

This account provides operational funding for all U.S. non-military international broadcasting.

FY 02 Outlays:	\$ 439 million
FY 03 Outlays:	467
FY 04 Request:	517

#### Broadcasting Capital Improvements

This account provides funding for maintenance and improvement of the International Broadcasting Bureau's worldwide transmission network.

FY 02 Outlays:	\$ 21 million
FY 03 Outlays:	36
FY 04 Request:	35

### **Broadcasting to Cuba**

Beginning in 2000, the Administration proposes to fund Radio and TV Marti through the International Broadcasting Operations account.

FY 02 Outlays:	\$ 24 million
FY 03 Outlays:	26
FY 04 Request:	27

## **Central Intelligence Agency**

The Central Intelligence Agency collects, analyzes, and disseminates intelligence on political, military, economic, scientific, and other issues from around the world. This information is used ensure the nation's security.

### **Federal Funds**

#### *General and Special Funds*

### **Payment to the Central Intelligence Agency Retirement and Disability System Fund**

This account funds the agency's retirement and disability system fund.

FY 02 Outlays:	\$ 212 million
FY 03 Outlays:	223
FY 04 Request:	226

## **Chemical Safety and Hazard Investigation Board**

The Chemical Safety and Hazard Investigation Board is an independent, non-regulatory agency that promotes chemical safety and accident prevention.

### **Federal Funds**

#### *General and Special Funds*

### **Salaries and Expenses**

This account funds the salaries and expenses of the Board.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	9
FY 04 Request:	8

## **Christopher Columbus Fellowship Foundation**

This Foundation was established to encourage and support research, study, and labor designed to produce new discoveries in all fields of endeavor for the benefit of mankind.

### **Federal Funds**

#### *General and Special Funds*

### **Christopher Columbus Fellowship Foundation**

This account funds the activities of the Foundation via surcharges from the Christopher Columbus Quincentenary coins.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

## Commission of Fine Arts

This commission advises President, Congress, and others on matters of fine arts. The primary function is to preserve and improve Washington D.C.

### Federal Funds

*General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	1

#### National Capital Arts and Cultural Affairs

This account funds arts and other cultural organizations in Washington, DC.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	7
FY 04 Request:	5

## Commission on Civil Rights

The commission studies civil rights matters and issues reports to the President and Congress. It conducts investigations on violations of civil rights and refers complaints to proper federal agencies.

### Federal Funds

*General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	9
FY 04 Request:	9

## Commission on Ocean Policy

The commission on Ocean Policy was established to make recommendations for a coordinated and comprehensive national ocean policy.

### Federal Funds

*General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	5
FY 04 Request:	1

## **Committee for Purchase from People Who Are Blind or Severely Disabled, Activities**

In an effort to provide employment opportunities for the blind and severely disabled the federal government procures some goods from nonprofit organizations employing such individuals. It also encourages others to do the same. This committee oversees the program.

### **Federal Funds**

*General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Committee.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	5
FY 04 Request:	5

## **Commodity Futures Trading Commission**

The Commodity Futures Trading Commission oversees and regulates commodity futures markets. It is charged with the detection of fraud and abuse in the commodity futures market.

### **Federal Funds**

*General and Special Funds*

#### **Commodity Futures Trading Commission**

This account funds the costs associated with operating the Commission.

FY 02 Outlays:	\$ 72 million
FY 03 Outlays:	57
FY 04 Request:	89

## **Consumer Products Safety Commission**

The Consumer Products Safety Commission monitors and regulates consumer products and is consulted as an advisor on product safety concerns and hazards.

### **Federal Funds**

*General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 52 million
FY 03 Outlays:	60
FY 04 Request:	60

## **Corporation for National and Community Service**

The Corporation for National and Community Service encourages citizens to become involved in public service. The group also works with faith-based, non-profits and schools in order to meet educational and public safety needs.

**Federal Funds**

*General and Special Funds*

**National and Community Service Programs, Operating Expenses**

This account funds programs such as the National Service Trust, Learn and Serve Grants, and AmeriCorp Grants, which provide educational awards for participants in service programs. Funds are also used to pay certain administrative and operating expenses.

FY 02 Outlays:	\$ 403 million
FY 03 Outlays:	516
FY 04 Request:	659

**Domestic Volunteer Service Programs, Operating Expenses**

This account funds operating expenses for the Volunteers in Service to America (VISTA), the National Service Corps, and program administration.

FY 02 Outlays:	\$ 296 million
FY 03 Outlays:	339
FY 04 Request:	349

**Office of the Inspector General**

The account funds the activities of the Corporation's Office of Inspector General.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	5
FY 04 Request:	5

**Trust Funds**

**Gifts and Contributions**

This account is a consolidation of two accounts. The first records expenditures made from funds received as gifts and contributions to the program. The second records outlays of funds appropriated to make educational awards to individuals who have completed their national service.

FY 02 Outlays:	\$ 88 million
FY 03 Outlays:	92
FY 04 Request:	94

**Corporation for Public Broadcasting**

The Corporation for Public Broadcasting finances system-wide activities of public broadcasting. It also makes grants to radio and television stations so that these qualified stations can use the funds for the needs of their broadcasts and production.

**Federal Funds**

*General and Special Funds*

**Corporation for Public Broadcasting**

This account funds the activities of the Corporation for Public Broadcasting.

FY 02 Outlays:	\$ 375 million
FY 03 Outlays:	390
FY 04 Request:	380

## **Court of Appeals for Veterans Claims**

The Court of Veterans Appeals (renamed United States Court of Appeals for Veterans Claims as of March 1, 1999, Public Law 105-368) reviews decisions of the Board of Veterans' Appeals. The Court of Veterans Appeals has national jurisdiction to affirm, revise or remand a decision of the Board of Veterans' Appeals.

### **Federal Funds**

#### *General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Court.

FY 02 Outlays:	\$ 13 million
FY 03 Outlays:	15
FY 04 Request:	15

## **Court Services and Offender Supervision Agency for the District of Columbia**

The National Capital Revitalization and Self-Government Improvement Act established the Court Services and Offender Supervision Agency for the District of Columbia to assume the District of Columbia pretrial services, adult probation, parole, and adult offender supervision functions.

### **Federal Funds**

#### *General and Special Funds*

#### **Federal Payment to the Court Services and Offender Supervision Agency for the District of Columbia**

This account funds the salaries and expenses of the Court.

FY 02 Outlays:	\$ 129 million
FY 03 Outlays:	151
FY 04 Request:	172

## **Defense Nuclear Facilities Safety Board**

The Defense Nuclear Safety Board is responsible for evaluating the standards used in the design, construction, operation, and decommissioning of the Department of Energy's defense nuclear facilities.

### **Federal Funds**

#### *General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Board.

FY 02 Outlays:	\$ 20 million
FY 03 Outlays:	19
FY 04 Request:	20

## Delta Regional Authority

The Administration proposes to create the Delta Regional Authority (DRA), modeled on other regional economic development authorities.

### Federal Funds

#### *General and Special Funds*

#### **Delta Regional Authority**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	9
FY 04 Request:	8

## Denali Commission

The Denali Commission was established by the Denali Commission Act of 1998 (P.L. 105-277) to promote sustainable rural infrastructure development, to provide job training and other economic development services in rural communities with a focus on distressed communities, and to deliver services in the most cost-effective manner practicable in the state of Alaska.

### Federal Funds

#### *General and Special Funds*

#### **Denali Commission**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ (14) million
FY 03 Outlays:	61
FY 04 Request:	74

#### *Trust Funds*

#### **Denali Commission Trust Fund**

The Omnibus Consolidated and Emergency Supplemental Appropriations Act of 1999 (P.L. 105-277) established the annual transfer of interest from the Oil Spill Liability Trust Fund to the Denali Commission. The funds are to be used to repair or replace bulk fuel storage tanks in Alaska which are not in compliance with Federal or state law.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	13
FY 04 Request:	11

## District of Columbia

The federal government provides the Government of the District of Columbia with funds to support governmental functions. Under the Self-Government act of 1997, the government must fund the operations of the District of Columbia.

### District of Columbia Courts

The programs in this major account provide funds for the District of Columbia's court system.



**Federal Funds**  
*General and Special Funds*

**Federal Payment to the District of Columbia Courts**

The National Capital Revitalization and Self-Government Improvement Act of 1997 requires the Federal Government to finance the District of Columbia's Courts.

FY 02 Outlays:	\$ 101 million
FY 03 Outlays:	154
FY 04 Request:	163

**Defender Services in District of Columbia Courts**

The District of Columbia Courts appoint and compensate attorneys to represent persons who are financially unable to obtain such representation.

FY 02 Outlays:	\$ 25 million
FY 03 Outlays:	32
FY 04 Request:	32

**Federal Payment for Family Court Act**

The District of Columbia Courts appoint and compensate attorneys to represent persons who are financially unable to obtain such representation.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	23
FY 04 Request:	—

**Crime Victims Compensation Fund**

The \$18 million unobligated balance remaining in the D.C. Crime Victims Compensation Fund at the end of 2000 was made available to the D.C. Courts in 2001 for direct compensation of crime victims and for other purposes.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 18 million
FY 04 Request:	—

**Federal Payment to the District of Columbia Judicial Retirement and Survivors Annuity Fund**

The National Capital Revitalization and Self-Government Improvement Act of 1997, requires the Secretary of the Treasury to make payments at the end of each fiscal year, beginning in 1998, from the General fund of the Treasury into the District of Columbia Judicial Retirement and Survivors Annuity Fund.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	7
FY 04 Request:	7

**Trust Funds**

**District of Columbia Judicial Retirement and Survivors Annuity Fund**

The National Capital Revitalization and Self-Government Improvement Act of 1997 requires the federal government to finance the District of Columbia's Judges Retirement Fund.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	9
FY 04 Request:	9

**District of Columbia Corrections**

The programs in this major account fund the District of Columbia's correction system.

**Federal Funds**  
*General and Special Funds*

**Payment to the District of Columbia Trustee, Operations**

This account provides funds to assist in the transfer of the adult felon population of the District of Columbia to the Federal Prison System.

FY 02 Outlays:	\$ 69 million
FY 03 Outlays:	1
FY 04 Request:	—

**District of Columbia General and Special Payments**

The accounts in this major program area derive mainly from contributions to the District of Columbia by the federal government for the costs of government operation, payment for services used, and other miscellaneous items.

**Federal Funds**  
*General and Special Funds*

**Federal Payment for Resident Tuition Support**

This account funds payments to support resident's tuition expenses.

FY 02 Outlays:	\$ 17 million
FY 03 Outlays:	17
FY 04 Request:	17

**Federal Support for Economic Development and Management Reforms in the District**

This account funds various infrastructure projects within the District of Columbia.

FY 02 Outlays:	\$ 52 million
FY 03 Outlays:	1
FY 04 Request:	26

**Federal Payment for Emergency Planning and Security Cost in the District of Columbia**

This payment is to the District of Columbia for emergency planning and security costs and to reimburse the District for certain security expenses related to the presence of the Federal Government in the District of Columbia.

FY 02 Outlays:	\$ 216 million
FY 03 Outlays:	15
FY 04 Request:	15

**Federal Payment to the Federal Supplement District of Columbia Pension Fund**

This account records the annual payment from the General Fund of the Treasury to the Supplemental District of Columbia Pension Fund.

FY 02 Outlays:	\$ 252 million
FY 03 Outlays:	269
FY 04 Request:	269

**Federal Supplemental District of Columbia Pension Fund**

This account established by the National Capital Revitalization and Self-Government Improvement Act of 1997 provides funds to pay retirement benefits for District of Columbia law enforcement officers, firefighters, and teachers.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Intra-governmental Funds**

**Federal Payment for Water and Sewer Services**

This account records the net payments to the District of Columbia for the water and sewer services used.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Trust Funds**

**District of Columbia Federal Pension Liability Trust Fund**

The National Capital Revitalization and Self-Government Improvement Act of 1997 requires the federal government to make benefit payments to the District of Columbia's law enforcement officers, firefighters, and teachers.

FY 02 Outlays:	\$ 459 million
FY 03 Outlays:	488
FY 04 Request:	496

**Election Assistance Commission**

The Election Assistance Commission was created in order to improve election technology and to assist those elections held in local and state governments. The funds will also help with the administering of federal elections.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	—
FY 03 Outlays:	360
FY 04 Request:	490

**Equal Employment Opportunity Commission**

The Equal Employment Opportunity Commission (EEOC) is charged with enforcing numerous civil rights statutes. These statutes prohibit employment discrimination based on race, sex, religion, national origin, age, or handicap status.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 325 million
FY 03 Outlays:	318
FY 04 Request:	333

*Intra-governmental Funds*

**EEOC Education, Technical Assistance, and Training Revolving Fund**

The EEOC provides education, technical assistance, and training to federal and non-federal entities. The funds that it receives as a result of such efforts are used as offsetting receipts and the account records federal outlays net of such collections.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Export-Import Bank of the United States**

The Export-Import Bank of the United States aids in the financing and promotion of U.S. Exports. The 2004 budget asks for \$14.6 billion in lending dollars.

**Federal Funds**

*General and Special Funds*

**Inspector General of the Export-Import Bank**

The Inspector General keeps the Administration informed of problems and deficiencies in agency programs and operations.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ 1 million

**Credit Accounts**

**Export-Import Bank Loans Program Account**

This account records the subsidy costs associated with the direct loans and direct grants obligated and loan guarantees and insurance committed to by this program for 1992 and beyond. These costs are calculated using present value analysis. It also records the administrative costs of the program. These costs are estimated on a cash basis.

FY 02 Outlays:	\$ 1,244 million
FY 03 Outlays:	906
FY 04 Request:	640

**Export-Import Bank of the United States Liquidating Account**

This account records all cash flows to and from the federal government which result from direct loans and direct grants obligated and loan guarantees and insurance committed to by this program prior to 1992. This account uses a cash flow system of accounting.

FY 02 Outlays:	\$ (575) million
FY 03 Outlays:	(487)
FY 04 Request:	(348)

**Farm Credit Administration**

The Farm Credit Administration (FCA) regulates the Farm Credit System. This system is comprised of banks, affiliated service organizations, and other organizations that lend to farmers, ranchers, and their cooperatives.

**Federal Funds**  
*Public Enterprise Funds*

**Revolving Fund for Administrative Expenses**

This account funds the administrative expenses of the organization.

FY 02 Outlays:	—
FY 03 Outlays:	\$ (1) million
FY 04 Request:	(4)

**Farm Credit System Financial Assistance Corporation**

The Farm Credit System Financial Assistance Corporation (FAC) was created to provide funds to financially distressed Farm Credit System institutions. Its authority expired in December 1992.

**Federal Funds**

**Credit Accounts**

**Financial Assistance Corporation Assistance Fund, Liquidating Account**

This account records the net expense to the Treasury on FAC obligation until such time that the FAC can finance its own obligations.

FY 02 Outlays:	\$ (71) million
FY 03 Outlays:	(94)
FY 04 Request:	(43)

**Farm Credit System Insurance Corporation**

The Farm Credit System Insurance Corporation provides insurance to Farm Credit System banks. The insurance pays System obligations of an insured bank in the event of a default on its liability.

**Federal Funds**

*Public Enterprise Funds*

**Farm Credit System Insurance Fund**

This account funds the payments of obligations for insured banks that have defaulted on their primary liability. It also finances the retirement of certain borrower stock and other types of financial assistance provided by the corporation. It also pays the operating and administrative expenses of the corporation.

FY 02 Outlays:	\$ (87) million
FY 03 Outlays:	(169)
FY 04 Request:	(139)

**Federal Communications Commission**

The Federal Communications Commission regulated interstate and foreign communications.

**Federal Funds**

*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 38 million
FY 03 Outlays:	37
FY 04 Request:	27

### **Pioneer's Preference Settlement**

FY 02 Outlays:	\$ (11) million
FY 03 Outlays:	(114)
FY 04 Request:	—

### **Universal Service Fund**

This account records the required contributed funds by telecommunications carriers that provide interstate services to the preservation and advancement of universal service.

FY 02 Outlays:	\$ 5,108 million
FY 03 Outlays:	6,357
FY 04 Request:	6,588

### **Credit Accounts**

### **Spectrum Auction Program Account**

This program provides direct loans for the purpose of spectrum licenses at FCC auctions.

FY 02 Outlays:	\$ 140 million
FY 03 Outlays:	516
FY 04 Request:	13

## **Federal Deposit Insurance Corporation**

The Federal Deposit Insurance Corporation provides insurance for deposits, up to a prescribed limit, at member institutions. The Corporation is authorized to enforce rules relating to the supervision of the member institutions.

## **Bank Insurance**

The Federal Deposit Insurance Corporation provides deposit insurance to member banks through its Bank Insurance Fund.

### **Federal Funds**

#### *Public Enterprise Funds*

### **Bank Insurance Fund**

This account funds the administrative and insurance expenses of the Bank Insurance Fund. It records the net outlays of funds received from premiums paid by insured banks.

FY 02 Outlays:	\$ 110 million
FY 03 Outlays:	920
FY 04 Request:	—

### **Savings Association Insurance Fund**

This account funds the administrative and insurance expenses of the Savings Association Insurance Fund.

FY 02 Outlays:	\$ (503) million
FY 03 Outlays:	(151)
FY 04 Request:	—

### **Federal Deposit Insurance Fund**

The FDIC is allowed to charge premiums to restore the base 1.25 percent reserve ratio in its banks. The President's proposal for 2004 will merge the Bank Insurance Fund and the Savings Association Fund. This merged fund would create less need for increasing premium payments to the banks.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	\$ (178) million

**FSLIC Resolution Fund**

This account funds the costs associated with the FSLIC Resolution Fund. The FSLIC Resolution Fund (FRF) acquired Federal Savings and Loan Insurance Corporation assets and liabilities from thrift resolutions prior to August 1999.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	42
FY 04 Request:	(21)

*Intra-governmental Funds*

**Office of the Inspector General**

The account funds the activities of the FDIC Office of Inspector General.

FY 02 Outlays:	\$ 32 million
FY 03 Outlays:	31
FY 04 Request:	30

## **Federal Drug Control Programs**

The accounts in this major program fund the federal government's efforts to eliminate illegal drug trafficking.

**Federal Funds**

*General and Special Funds*

**High Intensity Drug Trafficking Areas Program**

This account provides assistance to federal, state, and local law enforcement entities operating in areas that have been severely affected by drug trafficking.

FY 02 Outlays:	\$ 152 million
FY 03 Outlays:	213
FY 04 Request:	207

**Other Federal Drug Control Programs**

This account funds high-priority drug control programs including the Special Forfeiture Fund.

FY 02 Outlays:	\$ 272 million
FY 03 Outlays:	241
FY 04 Request:	250

**Counterdrug Technology Assessment Center**

This account funds the federal government's efforts in R&D and technology for fighting the war against drugs. The research and development group is responsible for identifying the needs and initiatives of the department while the technology group distributes drug detection devices as well as appropriate training to law officials.

FY 02 Outlays:	\$ 43 million
FY 03 Outlays:	40
FY 04 Request:	40

## **Federal Election Commission**

The Federal Election Commission monitors elections, enforces federal election laws, and discloses campaign finance activities. It also administers federal elections and the public financing of presidential elections.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 43 million
FY 03 Outlays:	45
FY 04 Request:	49

**Federal Financial Institutions Examination Council Appraisal Subcommittee**

This organization is charged with ensuring that real estate appraisals used in transactions involving the federal government meet uniform standards.

**Federal Funds**  
*General and Special Funds*

**Registry Fees**

This account records the expenditure of funds received from fees charged upon appraisers in the national registry. Funds are used for the activities of the Subcommittee.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	2

**Federal Housing Finance Board**

The Federal Housing Finance Board is charged with administering and enforcing the Federal Home Loan Bank Act. In carrying out its duties it oversees the activities of the twelve Federal Home Loan Banks.

**Federal Funds**  
*Public Enterprise Funds*

**Federal Housing Finance Board**

This account funds the activities of the Board.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 4 million
FY 04 Request:	—

**Federal Labor Relations Authority**

The Federal Labor Relations Authority oversees labor-management relations in the federal government. It acts as a neutral party in the settlement of labor-management disputes.



**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the agency.

FY 02 Outlays:	\$ 26 million
FY 03 Outlays:	29
FY 04 Request:	31

**Federal Maritime Commission**

The Federal Maritime Commission oversees and regulates the foreign and domestic waterborne, offshore commerce of the United States.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 17 million
FY 03 Outlays:	17
FY 04 Request:	18

**Federal Mediation and Conciliation Service**

The Federal Mediation and Conciliation Service assists the parties in labor-management disputes in resolving their differences.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the agency.

FY 02 Outlays:	\$ 41 million
FY 03 Outlays:	40
FY 04 Request:	43

**Federal Mine Safety and Health Review Commission**

The Federal Mine Safety and Health Review Commission adjudicates contested enforcement actions by the Secretary of Labor on mine safety legislation.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	7
FY 04 Request:	8

## Federal Retirement Thrift Investment Board

The Federal Retirement Thrift Investment Board manages the Thrift Savings Fund. The Thrift Savings Fund is a tax-deferred savings fund for federal employees.

### Federal Funds

*General and Special Funds*

#### Program Expenses

This account funds the program expenses of the Board.

FY 02 Outlays:	\$ 84 million
FY 03 Outlays:	94
FY 04 Request:	82

## Federal Trade Commission

The Federal Trade Commission enforces antitrust and deceptive trade laws.

### Federal Funds

*General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 92 million
FY 03 Outlays:	14
FY 04 Request:	13

## Harry S. Truman Scholarship Foundation

The Harry S. Truman Scholarship Foundation provides college scholarships to students interested in careers in public service.

### Trust Funds

#### Harry S. Truman Scholarship Trust Fund

This account funds the scholarship awards, the internship program, workshops, conferences, and other special activities for the Truman Scholars. It also finances the administrative expenses of the Foundation.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

## Institute Of American Indian and Alaska Native Culture and Arts Development

The Institute of American Indian and Alaska Native Culture and Arts Development is an independent non-profit corporation which provides Native Americans with postsecondary education in various fields of Native American art and culture.

**Federal Funds**  
*General and Special Funds*

**Payment to the Institute**

This account funds the salaries and expenses of the Institute.

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	5
FY 04 Request:	5

## **Intelligence Community Management Account**

The Intelligence Community Management Account provides management and budgetary oversight of the intelligence services. The Community Management Staff is responsible for the development and research of intelligence activities for the Director of Central Intelligence.

**Federal Funds**  
*General and Special Funds*

**Intelligence Community Management Account**

This account funds the Intelligence Community Management Account.

FY 02 Outlays:	\$ 124 million
FY 03 Outlays:	121
FY 04 Request:	125

## **International Trade Commission**

The International Trade Commission investigates and makes findings concerning the economic effects of international trade.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 52 million
FY 03 Outlays:	54
FY 04 Request:	58

## **James Madison Memorial Fellowship Foundation**

The James Madison Memorial Fellowship Foundation is a fellowship program that encourages graduate study of the framing, principles, and history of the United States Constitution.

**Trust Funds**

**James Madison Memorial Fellowship Foundation Trust Fund**

This account funds the fellowship award and the Summer Institute on the U.S. Constitution, which all fellows must attend. Administrative, fund-raising, and operation expenses are also covered by this account.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	2

## Japan-United States Friendship Commission

The Japan-United States Friendship Commission makes grants that encourage scholarly, cultural, and artistic exchange activities between the people of Japan and those of the United States.

### Trust Funds

#### Japan-United States Friendship Commission Trust Fund

This account funds the grants and other activities provided by the Japan-United States Friendship Commission. Administrative and operating expenses are also covered by this account.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

## Legal Services Corporation

Legal Services Corporation is a private, nonprofit organization that provides legal assistance in non-criminal matters to impoverished individuals.

### Federal Funds

#### *General and Special Funds*

#### Payment to Legal Services Corporation

This account funds the annual payment to Legal Services Corporation.

FY 02 Outlays:	\$ 333 million
FY 03 Outlays:	334
FY 04 Request:	334

## Marine Mammal Commission

The Marine Mammal Commission studies marine mammals and recommends national and international policies for their preservation.

### Federal Funds

#### *General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	2

## Merit Systems Protection Board

The Merit Systems Protection Board oversees and adjudicates the personnel practices of the federal government.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Board.

FY 02 Outlays:	\$ 36 million
FY 03 Outlays:	32
FY 04 Request:	36

**Morris K. Udall Scholarship and Excellence in National Environmental Policy Foundation**

The Morris K. Udall Scholarship and Excellence in National Environmental promotes the study of the natural environment and Native American public health and tribal policy. The Foundation also funds the Udall Center for Studies in Public Policy at the University of Arizona, which maintains programs of environmental conflict resolutions.

**Federal Funds**  
*General and Special Funds*

**Federal Payment to the Morris K. Udall Scholarship and Excellence in National Environmental Policy Foundation**

This account funds the federal payment to the Foundation.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	—

*Intra-governmental Fund*

**Environmental Dispute Resolution Fund**

The Institute is designed to conduct environmental conflict resolution and training, and will provide mainly federal agencies with assessment, mediation, and other related services in connection with a dispute or conflict related to the environment, public lands, or natural resources.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	2

**Morris K. Udall Scholarship and Excellence in National Environmental Policy Foundation**

This account records expenditures made from the trust funds of the Foundation.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	—

**National Archives and Records Administration**

The National Archives and Records Administration establishes guidelines for managing federal records. It also preserves, publishes and displays historically important federal documents, manages the Presidential Library System, and other related duties.

**Federal Funds**  
*General and Special Funds*

**Operating Expenses**

This account funds the operating expenses of the Agency. In addition to its basic programs, this account also provides for the construction of a new archival facility.

FY 02 Outlays:	\$ 219 million
FY 03 Outlays:	294
FY 04 Request:	279

**Repairs and Restoration**

This account funds the repair, alteration and improvement of archives facilities and presidential libraries.

FY 02 Outlays:	\$ 37 million
FY 03 Outlays:	52
FY 04 Request:	9

**National Historical Publications and Records Commission**

This account funds grants provided by the Commission. These grants are used to preserve and public records that document American history.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	9
FY 04 Request:	7

*Intra-governmental Funds*

**Records Center Revolving Fund**

The NARA Records Center Revolving Fund will change the center's operations from being funded on an appropriated basis, to being funded on a self-sufficient funding basis by providing services on a standard price basis to federal agency customers.

FY 02 Outlays:	\$ 5 million
FY 03 Outlays:	(2)
FY 04 Request:	(4)

**Trust Funds**

**National Archives Gift Fund**

The National Archives Trust Fund Board may solicit and accept gifts or bequests of money, securities, or other personal property, for the benefit of or in connection with the national archival and records activities administered by the NARA.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	1

**National Archives Trust Fund**

The National Archives receives funds from the fees it charges to copy of documents. This account records expenditures made from such funds.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

**National Capital Planning Commission**

The National Capital Planning Commission conducts planning and development activities for the federal government in the National Capital Region.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	13
FY 04 Request:	8

## **National Commission on Libraries and Information Science**

The National Commission on Libraries and Information Science is studying the nation's library and information needs and developing plans for meeting them. To this end it is coordinating state and local efforts. It is also advising the President and Congress on library and information policy.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Commission.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	2
FY 04 Request:	1

## **National Council on Disability**

The National Council on Disability reviews federal laws, programs, and policies that affect disabled individuals. The Council also makes recommendations to the President, Congress, and various government entities.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Council.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

## **National Credit Union Administration**

The National Credit Union Administration is responsible for chartering, supervising, examining, and providing administrative services to the various credit unions that operate in the federal government.

**Federal Funds**  
*Public Enterprise Funds*

**Operating Fund**

This account funds the costs associated with the Agency.

FY 02 Outlays:	\$ (3) million
FY 03 Outlays:	—
FY 04 Request:	—

**Credit Union Share Insurance Fund**

This account pays for deposit insurance on accounts in federal credit unions and for accounts in state-chartered credit unions that apply and qualify for such insurance. Funds are used to reimburse the Operating Fund for administrative costs.

FY 02 Outlays:	\$ (617) million
FY 03 Outlays:	(680)
FY 04 Request:	(711)

**Central Liquidity Facility**

The Central Liquidity Facility provides loans to member credit unions which are experiencing liquidity problems. This account funds such loans.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	1
FY 04 Request:	—

**Community Development Credit Union Revolving Loan Fund**

The National Credit Union provides direct loans for community development projects. This account records net outlays from this revolving fund.

FY 02 Outlays:	\$ (3) million
FY 03 Outlays:	(1)
FY 04 Request:	—

## **National Education Goals Panel**

The National Education Goals Panel is studying and overseeing various aspects of the National Education Goals program.

**Federal Funds**  
*General and Special Funds*

**National Education Goals Panel**

This account funds the costs associated with the Panel.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	—
FY 04 Request:	—

## **National Endowment for the Arts**

The National Endowment for the Arts provides grants and contracts to artistic groups and individuals. It also provides such aid to state and regional organizations involved with the arts.



**Federal Funds**  
*General and Special Funds*

**National Endowment for the Arts: Grants and Administration**

This account funds the grant programs of the National Endowment for the Arts. It also pays the administrative expenses of such programs.

FY 02 Outlays:	\$ 102 million
FY 03 Outlays:	105
FY 04 Request:	103

**Challenge America Arts Fund**

This account funds the grant programs of the National Endowment for the Arts. It also pays the administrative expenses of such programs.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	16
FY 04 Request:	18

## **National Endowment for the Humanities**

The National Endowment for the Humanities funds activities aimed at improving the nation's knowledge of the humanities. To this end the Endowment seeks to improve education in the humanities, advance research in these fields, and promote national awareness of the humanities.

**Federal Funds**  
*General and Special Funds*

**National Endowment of the Humanities: Grants and Administration**

This account funds the grant programs of the National Endowment for the Humanities. It also pays the administrative expenses of such programs.

FY 02 Outlays:	\$ 120 million
FY 03 Outlays:	121
FY 04 Request:	154

## **Institute of Museum Services and Library Services**

The Institute of Museum Services provides competitive grants to museums for the improvement of their programs and operations.

**Federal Funds**  
*General and Special Funds*

**Office of Museum and Library Services: Grants and Administration**

This account funds the grant and administrative activities of the Institute.

FY 02 Outlays:	\$ 219 million
FY 03 Outlays:	171
FY 04 Request:	209

## **National Labor Relations Board**

The National Labor Relations Board administers the National Labor Relations Act, which is the nation's principal labor law. The Board is responsible for the investigation and resolution of labor disputes.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Board.

FY 02 Outlays:	\$ 230 million
FY 03 Outlays:	233
FY 04 Request:	242

**National Mediation Board**

The National Mediation Board mediates labor-management disputes of the rail and airline industries.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Board.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	11
FY 04 Request:	11

**National Transportation Safety Board**

The National Transportation Safety Board investigates accidents, conducts studies, and makes recommendations concerning the safety of all forms of transportation.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses not otherwise provided for of the Board.

FY 02 Outlays:	\$ 65 million
FY 03 Outlays:	66
FY 04 Request:	71

**National Veterans Business Development Corporation**

The National Veterans Business Development Corporation was chartered by the 106<sup>th</sup> Congress in P.L. 106-50 in order to assist America's 25 million veterans to access entrepreneurial training and technical assistance and to organize public and private resources to assist veterans, including service-disabled veterans, to establish and grow their small businesses.

**Federal Funds**

**National Veterans Business Development Corporation**

FY 02 Outlays:	\$ 4 million
FY 03 Outlays:	2
FY 04 Request:	2

## **Neighborhood Reinvestment Corporation**

The Neighborhood Reinvestment Corporation seeks to strengthen neighborhoods through a variety of programs. It establishes neighborhood partnership programs known as Neighborhood Works Organizations (NWO's) and provides technical assistance for these programs. It also grants lending and equity capital for affordable housing. It receives funding from both federal and non-federal sources.

### **Federal Funds**

#### *General and Special Funds*

#### **Payment to the Neighborhood Reinvestment Corporation**

This account funds the federal government's contribution to the corporation.

FY 02 Outlays:	\$ 105 million
FY 03 Outlays:	105
FY 04 Request:	115

## **Nuclear Regulatory Commission**

The Nuclear Regulatory Commission (NRC) regulates the civilian use of nuclear energy. It is responsible for the inspection, oversight, and licensing of all reactor facilities and designs.

### **Federal Funds**

#### *General and Special Funds*

#### **Salaries and Expenses**

This account funds that portion of the Commission's salaries and expenses not otherwise provided for.

FY 02 Outlays:	\$ 510 million
FY 03 Outlays:	579
FY 04 Request:	610

#### **Office of Inspector General**

The account funds the activities of the NRC's Office of Inspector General.

FY 02 Outlays:	\$ 6 million
FY 03 Outlays:	7
FY 04 Request:	7

## **Nuclear Waste Technical Review Board**

The Nuclear Waste Technical Review Board is charged with evaluating the scientific and technical feasibility of the Department of Energy's nuclear waste disposal program.

### **Federal Funds**

#### *General and Special Funds*

#### **Salaries and Expenses**

This account funds the salaries and expenses of the Board.

FY 02 Outlays:	\$ 3 million
FY 03 Outlays:	3
FY 04 Request:	3

## Occupational Safety and Health Review Commission

The Occupational Safety and Health Review Commission adjudicates contested enforcement actions initiated under the Occupational Safety and Health Act of 1980.

### Federal Funds

*General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the Board.

FY 02 Outlays:	\$ 9 million
FY 03 Outlays:	10
FY 04 Request:	10

## Office of Government Ethics

The Office of Government Ethics administers the Ethics in Government Act for the executive branch so as to prevent conflicts of interest and ensure high ethical standards.

### Federal Funds

*General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the Office.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	10
FY 04 Request:	11

## Office of Navajo and Hopi Indian Relocation

The Navajo and Hopi Indian tribes are engaged in a dispute over land in northern Arizona. The Office of Navajo and Hopi Indian Relocation is planning and conducting relocation activities in an effort to resolve this dispute.

### Federal Funds

*General and Special Funds*

#### Salaries and Expenses

This account funds the various salaries and expenses of the Office.

FY 02 Outlays:	\$ 12 million
FY 03 Outlays:	17
FY 04 Request:	17

## Office of Special Counsel

The Office of Special Counsel investigates allegations of activities prohibited by civil service laws, rules, and regulations and litigates them before the Merit Systems Protection Board.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses of the Office.

FY 02 Outlays:	\$ 12 million
FY 03 Outlays:	12
FY 04 Request:	14

**Oklahoma City National Memorial Trust**

The Oklahoma City National Memorial Act of 1997 established the Oklahoma City National Memorial Trust, a wholly owned government corporation, to operate the memorial to commemorate the victims of the April 19, 1995 bombing of the Alfred P. Murrah Federal Building.

**Federal Funds**  
*General and Special Funds*

**Oklahoma City National Memorial Trust**

This account funds the memorial trust.

FY 02 Outlays:	—
FY 03 Outlays:	—
FY 04 Request:	—

**Other Commissions and Boards**

This account presents data on small independent commissions and other entities on a consolidated basis.

**Federal Funds**  
*General and Special Funds*

**Other Commissions and Boards**

FY 02 Outlays:	—
FY 03 Outlays:	\$ 1 million
FY 04 Request:	—

**Panama Canal Commission**

**Federal Funds**  
*Public Enterprise Funds*

**Panama Canal Revolving Fund**

This account funds the operation and maintenance of the Panama Canal. Administrative expenses and benefits for employees are also paid by this account. The account receives funding from a fee that is charged ships that use the canal. This revolving fund treats these fees as offsetting receipts and the account records federal outlays net of such collections.

FY 02 Outlays:	\$ 11 million
FY 03 Outlays:	40
FY 04 Request:	—

**Panama Canal Commission Dissolution Fund**

The funds in this account will be available after September 30, 1998 in order to pay for the operating costs associated with the dissolution of the Panama Canal Commission.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	3
FY 04 Request:	—

**Postal Service-Payments to the Postal Service**

The federal government makes annual payments to the postal for revenue foregone and for unfunded liabilities.

**Federal Funds**  
*General and Special Funds*

**Payment to the Postal Service Fund**

The Postal Service receives an annual payment to cover the cost of revenue foregone on free and reduced rate mail.

FY 02 Outlays:	\$ 858 million
FY 03 Outlays:	77
FY 04 Request:	60

**Postal Service**

The United States Postal Service provides mail service in the United States. In 2001 and 2002, the Postal Service received \$762 in emergency aid.

**Federal Funds**  
*Public Enterprise Funds*

**Postal Service Fund**

This account funds Postal Service operations as well as employee retirement and compensation. The receipts and disbursements of the fund are not considered part of the budget process and are not included under the Gramm-Rudman-Hollings and subsequent deficit reduction legislation.

FY 02 Outlays:	\$ (651) million
FY 03 Outlays:	(4,238)
FY 04 Request:	(3,045)

**Presidio Trust**

The Presidio Trust is a government-owned corporation established to maintain and lease property in the Presidio of San Francisco.

**Federal Funds**  
*Intra-governmental Funds*

**Presidio Trust**

This account funds its operations.

FY 02 Outlays:	\$ 28 million
FY 03 Outlays:	33
FY 04 Request:	51

## **Railroad Retirement Board**

The Railroad Retirement Board administers various insurance programs for railroad workers.

### **Federal Funds** *General and Special Funds*

#### **Federal Windfall Subsidy**

This account funds a federal subsidy to the rail industry pension.

FY 02 Outlays:	\$ 142 million
FY 03 Outlays:	132
FY 04 Request:	119

#### **Federal Payments to the Railroad Retirement Accounts**

This account funds interest on uncashed checks, financial interchange advances, and income taxes on railroad retirement benefits.

FY 02 Outlays:	\$ 336 million
FY 03 Outlays:	444
FY 04 Request:	397

### **Trust Funds**

#### **Railroad Unemployment Insurance Trust Fund**

This account funds the payment of unemployment insurance.

FY 02 Outlays:	\$ 99 million
FY 03 Outlays:	110
FY 04 Request:	100

#### **Rail Industry Pension Fund**

This account funds the payment of pension benefits.

FY 02 Outlays:	\$ 4,918 million
FY 03 Outlays:	19,871
FY 04 Request:	3,746

#### **National Railroad Retirement Investment Fund**

This account funds the payment of pension benefits.

FY 02 Outlays:	\$ 2 million
FY 03 Outlays:	7
FY 04 Request:	43

#### **Supplemental Annuity Pension Fund**

This account funds payment of supplemental annuities to railroad workers who retired with a specified number of years of service.

FY 02 Outlays:	\$ 87 million
FY 03 Outlays:	—
FY 04 Request:	—

#### **Railroad Social Security Equivalent Benefit Account**

This account funds the payment of the Railroad Social Security Equivalent Benefit.

FY 02 Outlays:	\$ 5,326 million
FY 03 Outlays:	6,957
FY 04 Request:	5,651

## Securities and Exchange Commission

The Securities and Exchange Commission (SEC) administers federal securities laws and its main purpose is to protect investors as well as to ensure safe and free market trade.

### Federal Funds

*General and Special Funds*

#### Salaries and Expenses

This account funds the salaries and expenses of the SEC.

FY 02 Outlays:	\$ (536) million
FY 03 Outlays:	(747)
FY 04 Request:	(669)

## Public Company Accounting Oversight Board

The Sarbanes-Oxley Act created the Board in order to oversee audits of public firms that are subject to security law.

### Federal Funds

*General and Special Funds*

#### Public Company Accounting Oversight Board

This account funds the expenses of the Accounting Oversight Board.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 24 million
FY 04 Request:	58

## Standard Setting Body

The Sarbanes-Oxley Act also allowed the SEC to create a private entity that would be the standard setting body.

### Federal Funds

*General and Special Funds*

#### Standard Setting Body

This account funds expenses of the Standard Setting Body.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 19 million
FY 04 Request:	27

## Smithsonian Institution

The Smithsonian Institution conducts research, maintains exhibits, and publishes materials on a wide variety of subjects. These subjects include the history of cultures, technology, and the arts as well as natural and physical sciences. The Smithsonian Institute operates 14 exhibition buildings, a zoo, and numerous research facilities.



**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses, not otherwise provided for, of the Smithsonian Institution.

FY 02 Outlays:	\$ 401 million
FY 03 Outlays:	447
FY 04 Request:	474

**Facilities Capital**

This account encompasses repairs, restorations, code compliance changes and minor construction, alterations and modifications of Smithsonian museum buildings.

FY 02 Outlays:	\$ 95 million
FY 03 Outlays:	88
FY 04 Request:	96

**Operation and Maintenance, John F. Kennedy Center for the Performing Arts**

This account funds the expenses associated with operation, maintenance and security of the Center.

FY 02 Outlays:	\$ 18 million
FY 03 Outlays:	16
FY 04 Request:	17

**Construction, John F. Kennedy Center for the Performing Arts**

This account funds the repair, restoration and renovation of the Kennedy Center building.

FY 02 Outlays:	\$ 15 million
FY 03 Outlays:	21
FY 04 Request:	25

**Salaries and Expenses, National Gallery of Art**

This account funds the salaries and expenses associated with operation, maintenance and security of the National Gallery of Art.

FY 02 Outlays:	\$ 72 million
FY 03 Outlays:	78
FY 04 Request:	88

**Repair, Restoration, and Renovation of Buildings, National Gallery of Art**

This account funds the repair, restoration, and improvement of buildings used by the National Gallery of Art.

FY 02 Outlays:	\$ 10 million
FY 03 Outlays:	17
FY 04 Request:	17

**Salaries and Expenses, Woodrow Wilson International Center for Scholars**

This account funds the Woodrow Wilson International Center for Scholars. The Center provides facilities and fellowships to scholars for the study of the social sciences and the humanities. This account funds these activities, conferences, and publications.

FY 02 Outlays:	\$ 8 million
FY 03 Outlays:	8
FY 04 Request:	9

**State Justice Institute**

The State Justice Institute makes grants and undertakes other activities aimed at improving the administration of justice in the United States.

**Federal Funds**  
*General and Special Funds*

**Salaries and Expenses**

This account funds the salaries and expenses, not otherwise provided for, of the State Justice Network.

FY 02 Outlays:	\$ 7 million
FY 03 Outlays:	1
FY 04 Request:	—

**Tennessee Valley Authority**

The Tennessee Valley Authority conducts a wide variety of resource development projects in the Tennessee Valley region. These include electrical power generation, flood control, navigation development, recreation improvement, fertilizer development, and forestry and wildlife management.

**Federal Funds**  
*Public Enterprise Funds*

**Tennessee Valley Authority Fund**

In 2000 the TVA will receive funding from three sources: 1) appropriations from Congress; 2) proceeds from current and future power revenues; and 3) proceeds from non-power revenues. This account records net outlays from the TVA Fund.

FY 02 Outlays:	\$ 121 million
FY 03 Outlays:	(112)
FY 04 Request:	(247)

**United Mine Workers Benefit Fund**

The United Mine Workers Benefit Fund was established to pay for the medical care of retired miners and their dependents that were formerly eligible for the United Mine Workers of America Benefit Plans.

**Trust Funds**

**United Mine Workers of America Combined Benefit Fund**

This fund is financed by three sources: 1) assessments on current and former signatories to United Mine Workers labor agreements; 2) transfers from an over-funded United Mine Workers pension fund; and 3) transfers from the Abandoned Mine Land Reclamation Fund. This account records net outlays from the Benefit Fund.

FY 02 Outlays:	\$ 200 million
FY 03 Outlays:	194
FY 04 Request:	161

**United Mine Workers of America 1992 Benefit Plan**

This fund pays for the health care of miners who retired between July 21, 1992 and September 30, 1994 and were eligible for benefits under an employer plan but for some reason lost their coverage. This fund also pays for medical care of the dependents of these miners. This account records net outlays from this plan.

FY 02 Outlays:	\$ 14 million
FY 03 Outlays:	14
FY 04 Request:	14

## **United States Enrichment Corporation Fund**

On July 28, 1998, the federal government transferred its entire ownership interest in the U.S. Enrichment Corporation to the private sector.

### **Federal Funds**

#### *Public Enterprise Funds*

#### **United States Enrichment Corporation Fund**

This account measures net outlays of USEC.

FY 02 Outlays:	\$ (19) million
FY 03 Outlays:	(71)
FY 04 Request:	(75)

## **United States Holocaust Memorial Council**

The United States Holocaust Memorial Council is charged with operating the United States Holocaust Memorial.

### **Federal Funds**

#### *General and Special Funds*

#### **United States Holocaust Memorial Council**

This account funds the costs associated with operating the memorial.

FY 02 Outlays:	\$ 37 million
FY 03 Outlays:	36
FY 04 Request:	36

## **United States Institute of Peace**

The United States Institute of Peace (USIP) was established to help strengthen the nation's capacity to promote peaceful resolution of international conflicts.

### **Federal Funds**

#### *General and Special Funds*

#### **Operating Expenses**

This account funds the salaries and expenses of the Institute of Peace.

FY 02 Outlays:	\$ 15 million
FY 03 Outlays:	16
FY 04 Request:	17

## **United States-Canada Alaska Rail Commission**

This commission was authorized by the Congress in 2000 to study the feasibility and advisability of linking the rail system in Alaska to the nearest appropriate point on the North American continental rail system.

**Federal Funds**

*General and Special Funds*

**Contribution to United States-Canada Alaska Rail Commission**

This account funds the salaries and expenses of the Institute of Peace.

FY 02 Outlays:	—
FY 03 Outlays:	\$ 4 million
FY 04 Request:	—

**Vietnam Education Foundation**

The Vietnam Education Foundation Act of 2000 created the Vietnam Education Foundation to administer an international fellowship program under which Vietnamese nationals can undertake graduate and post-graduate level studies in the sciences (natural, physical, and environmental), mathematics, medicine, and technology, and American citizens can teach in these fields in appropriate Vietnamese institutions.

**Federal Funds**

*General and Special Funds*

**Operating Expenses**

This account funds the salaries and expenses of the Vietnam Education Foundation.

FY 02 Outlays:	\$ 1 million
FY 03 Outlays:	2
FY 04 Request:	5