

Item 8. Financial Statements and Supplementary Data

Combined functional income statements

| (In billions) Fiscal Year | 2015 | 2014 | 2010 | 2005 |
|---|----------|----------|------------|----------|
| Tax revenues | \$ 4,704 | \$ 4,418 | \$ 3,377 | \$ 3,244 |
| Non-tax revenues | 472 | 806 | 558 | 399 |
| Total revenue | 5,176 | 5,224 | 3,935 | 3,643 |
| Transfer payments to individuals other than personnel and subsidies | 2,696 | 2,536 | 2,270 | 1,507 |
| Compensation for personnel past and present | 1,513 | 1,461 | 1,348 | 1,091 |
| Payments to others for goods and services | 701 | 630 | 716 | 627 |
| Capital expenditures | 483 | 477 | 550 | 395 |
| Net interest paid | 297 | 303 | 256 | 216 |
| Other income | (30) | (22) | (6) | (6) |
| Total expenditures | 5,660 | 5,385 | 5,134 | 3,830 |
| Net deficit | \$ (484) | \$ (161) | \$ (1,199) | \$ (187) |

Combined segment income statements

| (In billions) Fiscal Year | 2015 | 2014 | 2010 | 2005 |
|---|----------|----------|------------|----------|
| Tax revenues | \$ 4,704 | \$ 4,418 | \$ 3,377 | \$ 3,244 |
| Non-tax revenues | 472 | 806 | 558 | 399 |
| Total revenues | 5,176 | 5,224 | 3,935 | 3,643 |
| Establish justice and ensure domestic tranquility expenditures | 406 | 396 | 382 | 311 |
| Provide for the common defense expenditures | 811 | 813 | 861 | 608 |
| Promote the general welfare expenditures | 1,323 | 1,232 | 1,147 | 837 |
| Secure the blessings of liberty to ourselves and our posterity expenditures | 2,978 | 2,789 | 2,573 | 1,943 |
| General government and other expenditures | 142 | 155 | 171 | 131 |
| Total expenditures | 5,660 | 5,385 | 5,134 | 3,830 |
| Net deficit | \$ (484) | \$ (161) | \$ (1,199) | \$ (187) |

See accompanying notes.

 INTERACTIVE ANALYSIS

Combined balance sheets

| (In billions) | 2015 | 2014 |
|---|------------------|------------------|
| Assets | | |
| Cash and other monetary assets (Note 2) | \$ 1,164 | \$ 1,088 |
| Accounts and taxes receivable, net (Note 3) | 442 | 410 |
| Loans receivable, net (Note 4) | 1,420 | 1,330 |
| Inventories and related property, net (Note 5) | 321 | 318 |
| Property, plant, and equipment, net (Note 6) | 10,969 | 10,728 |
| Debt and equity securities (Note 7) | 4,495 | 4,443 |
| Investments in government-sponsored enterprises (Note 8) | 106 | 96 |
| Other assets (Note 9) | 167 | 165 |
| Total assets | <u>\$ 19,084</u> | <u>\$ 18,578</u> |
| Stewardship land and heritage assets (Note 22) | | |
| Liabilities and equity | | |
| Accounts payable (Note 10) | \$ 911 | \$ 872 |
| Debt securities held by the public and accrued interest (Note 11) | 15,395 | 15,060 |
| Employee and veteran benefits payable (Note 12) | 12,131 | 11,782 |
| Environmental and disposal liabilities (Note 13) | 412 | 369 |
| Benefits due and payable (Note 14) | 214 | 192 |
| Insurance and guarantee program liabilities (Note 15) | 170 | 155 |
| Loan guarantee liabilities (Note 4) | 36 | 53 |
| Other liabilities (Note 16) | 660 | 422 |
| Total liabilities | <u>29,929</u> | <u>28,905</u> |
| Contingencies (Note 18) and commitments (Note 19) | | |
| Accumulated deficit | <u>(10,845)</u> | <u>(10,327)</u> |
| Total liabilities and accumulated deficit | <u>\$ 19,084</u> | <u>\$ 18,578</u> |

 INTERACTIVE ANALYSIS

See accompanying notes.