

Item 8. Financial Statements and Supplementary Data

Combined functional income statements

(In billions) Fiscal Year	2016	2015	2011	2006
Tax revenues	\$ 4,748	\$ 4,700	\$ 3,577	\$ 3,594
Non-tax revenues	349	468	702	446
Total revenue	5,097	5,168	4,279	4,040
Transfer payments to individuals other than personnel and subsidies	2,812	2,702	2,357	1,627
Compensation for personnel past and present	1,574	1,526	1,413	1,168
Payments to others for goods and services	682	684	732	612
Capital expenditures	497	481	527	435
Net interest paid	313	295	297	252
Other income	(26)	(30)	(31)	(12)
Total expenditures	5,852	5,658	5,295	4,082
Net deficit	\$ (755)	\$ (490)	\$ (1,016)	\$ (42)

Combined segment income statements

(In billions) Fiscal Year	2016	2015	2011	2006
Tax revenues	\$ 4,748	\$ 4,700	\$ 3,577	\$ 3,594
Non-tax revenues	349	468	702	446
Total revenues	5,097	5,168	4,279	4,040
Establish justice and ensure domestic tranquility expenditures	425	406	380	353
Provide for the common defense expenditures	828	811	893	629
Promote the general welfare expenditures	1,358	1,327	1,245	854
Secure the blessings of liberty to ourselves and our posterity expenditures	3,097	2,972	2,633	2,109
General government and other expenditures	144	142	144	137
Total expenditures	5,852	5,658	5,295	4,082
Net deficit	\$ (755)	\$ (490)	\$ (1,016)	\$ (42)

See accompanying notes.

Combined balance sheets

(In billions)	2016	2015
Assets		
Cash and other monetary assets (Note 2)	\$ 1,201	\$ 1,022
Accounts and taxes receivable, net (Note 3)	463	434
Loans receivable, net (Note 4)	1,503	1,437
Inventories and related property, net (Note 5)	314	321
Property, plant, and equipment, net (Note 6)	11,340	11,031
Debt and equity securities (Note 7)	4,531	4,597
Investments in government-sponsored enterprises (Note 8)	109	106
Other assets (Note 9)	144	167
Total assets	<u>\$ 19,605</u>	<u>\$ 19,115</u>
Stewardship land and heritage assets (Note 22)		
Liabilities and equity		
Accounts payable (Note 10)	\$ 948	\$ 912
Debt securities held by the public and accrued interest (Note 11)	16,411	15,396
Employee and veteran benefits payable (Note 12)	15,099	14,369
Environmental and disposal liabilities (Note 13)	447	412
Benefits due and payable (Note 14)	218	214
Insurance and guarantee program liabilities (Note 15)	187	170
Loan guarantee liabilities (Note 4)	18	36
Other liabilities (Note 16)	469	660
Total liabilities	<u>33,797</u>	<u>32,169</u>
Contingencies (Note 18) and commitments (Note 19)		
Accumulated deficit	<u>(14,192)</u>	<u>(13,054)</u>
Total liabilities and accumulated deficit	<u>\$ 19,605</u>	<u>\$ 19,115</u>

See accompanying notes.