

DEPARTMENT OF EDUCATION

The President's Budget reflects a bold Elementary and Secondary Education Act (ESEA) reauthorization strategy that improves accountability systems, enhances teacher effectiveness, expands educational choice, and strengthens teaching and learning. Subsequent to ESEA reauthorization, the Administration expects to send up a budget amendment to align the Budget's request for the Department of Education with the authorizations contained in the enacted bill. Contingent on Congress successfully completing a fundamental overhaul of the Act that includes the President's proposed reforms, the Administration would seek up to \$1 billion in additional funding for certain ESEA programs on top of the increases requested in the 2011 Budget. This additional funding would be for ESEA programs such as Title I Grants to Local Educational Agencies (renamed College- and Career-ready Students) to support rewards for highly effective local educational agencies and schools, State Assessments (renamed Assessing Achievement), and a reformed 21st Century Community Learning Centers program.

The Administration will work closely with the Congress to enact its ESEA reauthorization proposal and carry out its fundamental restructuring of Federal funding for education. The 2011 request for the Department of Education reflects enactment of this proposal. However, if ESEA is not reauthorized prior to the 2011 appropriation, the Administration strongly believes its requested increase for ESEA programs should be devoted to programs best positioned to reform K-12 education. See the Department of Education's Congressional Justification for more information.

OFFICE OF ELEMENTARY AND SECONDARY EDUCATION

Federal Funds

[EDUCATION FOR THE DISADVANTAGED] ACCELERATING ACHIEVEMENT AND ENSURING EQUITY

[For carrying out title I of the Elementary and Secondary Education Act of 1965 ("ESEA") and section 418A of the Higher Education Act of 1965, \$15,914,666,000, of which \$4,954,510,000 shall become available on July 1, 2010, and shall remain available through September 30, 2011, and of which \$10,841,176,000 shall become available on October 1, 2010, and shall remain available through September 30, 2011, for academic year 2010–2011: *Provided*, That \$6,597,946,000 shall be for basic grants under section 1124 of the ESEA: *Provided further*, That up to \$4,000,000 of these funds shall be available to the Secretary of Education on October 1, 2009, to obtain annually updated local educational-agency-level census poverty data from the Bureau of the Census: *Provided further*, That \$1,365,031,000 shall be for concentration grants under section 1124A of the ESEA: *Provided further*, That \$3,264,712,000 shall be for targeted grants under section 1125 of the ESEA: *Provided further*, That \$3,264,712,000 shall be for education finance incentive grants under section 1125A of the ESEA: *Provided further*, That \$9,167,000 shall be to carry out sections 1501 and 1503 of the ESEA: *Provided further*, That \$545,633,000 shall be available for school improvement grants under section 1003(g) of the ESEA, which shall be allocated by the Secretary through the formula described in section 1003(g)(2) and shall be used consistent with the requirements of section 1003(g), except that State and local educational agencies may use such funds (and funds appropriated for section 1003(g) under the American Recovery and Reinvestment Act) to serve any school eligible to receive assistance under part A of title I that has not made adequate yearly progress for at least 2 years or is in the State's lowest quintile of performance based on proficiency rates and, in the case of secondary schools, priority shall be given to those schools with graduation rates below 60 percent: *Provided further*, That notwithstanding section 1003(g)(5)(A), each State educational agency may establish a maximum subgrant size of not more than \$2,000,000 for each participating school applicable to such funds and to the funds appropriated

for section 1003(g) under the American Recovery and Reinvestment Act: *Provided further*, That the ESEA title I, part A funds awarded to local educational agencies under the American Recovery and Reinvestment Act of 2009 for fiscal year 2009 shall not be considered for the purpose of calculating hold-harmless amounts under subsections 1122(c) and 1125A(g)(3) in making allocations under title I, part A for fiscal year 2010 and succeeding years and, notwithstanding section 1003(e), shall not be considered for the purpose of reserving funds under section 1003(a): *Provided further*, That \$250,000,000 shall be available under section 1502 of the ESEA for a comprehensive literacy development and education program to advance literacy skills, including pre-literacy skills, reading, and writing, for students from birth through grade 12, including limited-English-proficient students and students with disabilities, of which one-half of 1 percent shall be reserved for the Secretary of the Interior for such a program at schools funded by the Bureau of Indian Education, one-half of 1 percent shall be reserved for grants to the outlying areas for such a program, \$10,000,000 shall be reserved for formula grants to States based on each State's relative share of funds under part A of title I of the ESEA for fiscal year 2009 (excluding funds awarded under the American Recovery and Reinvestment Act of 2009), except that no State shall receive less than \$150,000, to establish or support a State Literacy Team with expertise in literacy development and education for children from birth through grade 12 to assist the State in developing a comprehensive literacy plan, up to 5 percent may be reserved for national activities, and the remainder shall be used to award competitive grants to State educational agencies for such a program, of which a State educational agency may reserve up to 5 percent for State leadership activities, including technical assistance and training, data collection, reporting, and administration, and shall subgrant not less than 95 percent to local educational agencies or, in the case of early literacy, to local educational agencies or other nonprofit providers of early childhood education that partner with a public or private nonprofit organization or agency with a demonstrated record of effectiveness in improving the early literacy development of children from birth through kindergarten entry and in providing professional development in early literacy, giving priority to such agencies or other entities serving greater numbers or percentages of disadvantaged children: *Provided further*, That the State educational agency shall ensure that at least 15 percent of the subgranted funds are used to serve children from birth through age 5, 40 percent are used to serve students in kindergarten through grade 5, and 40 percent are used to serve students in middle and high school including an equitable distribution of funds between middle and high schools: *Provided further*, That eligible entities receiving subgrants from State educational agencies shall use such funds for services and activities that have the characteristics of effective literacy instruction through professional development, screening and assessment, targeted interventions for students reading below grade level and other research-based methods of improving classroom instruction and practice.] (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91–0900–0–1–501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Grants to local educational agencies	21,495	14,603	10,841
00.02 School improvement grants	60	4,091	.....
00.05 Early reading first	113	.....	.....
00.06 Striving readers	36	285	.....
00.07 Reading first State grants	16	.....	.....
00.08 Even start	66	70	.....
00.09 Literacy through school libraries	19	19	.....
00.10 State agency programs	458	453	.....
00.11 Evaluation	9	9	.....
00.12 Special programs for migrant students	34	37	.....
00.13 High school graduation initiative .....	.....	50	.....
10.00 Total new obligations	22,306	19,617	10,841
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	154	3,702	.....
22.00 New budget authority (gross)	25,854	15,915	10,841
23.90 Total budgetary resources available for obligation	26,008	19,617	10,841

ACCELERATING ACHIEVEMENT AND ENSURING EQUITY—Continued
Program and Financing—Continued

Identification code 91–0900–0–1–501	2009 actual	2010 est.	2011 est.
23.95 Total new obligations	–22,306	–19,617	–10,841
24.40 Unobligated balance carried forward, end of year	3,702		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	17,919	5,074	
55.00 Advance appropriation	7,935	10,841	10,841
70.00 Total new budget authority (gross)	25,854	15,915	10,841
Change in obligated balances:			
72.40 Obligated balance, start of year	11,004	17,405	14,795
73.10 Total new obligations	22,306	19,617	10,841
73.20 Total outlays (gross)	–15,881	–22,227	–20,894
73.40 Adjustments in expired accounts (net)	–24		
74.40 Obligated balance, end of year	17,405	14,795	4,742
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	6,546	8,774	8,456
86.93 Outlays from discretionary balances	9,335	13,453	12,438
87.00 Total outlays (gross)	15,881	22,227	20,894
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	–7		
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	7		
Net budget authority and outlays:			
89.00 Budget authority	25,854	15,915	10,841
90.00 Outlays	15,874	22,227	20,894

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	25,854	15,915	10,841
Outlays	15,874	22,227	20,894
Legislative proposal, not subject to PAYGO:			
Budget Authority			4,230
Outlays			85
Total:			
Budget Authority	25,854	15,915	15,071
Outlays	15,874	22,227	20,979

SUMMARY OF PROGRAM LEVEL

(in millions of dollars)

	2009–10 Academic Year	2010–11 Academic Year	2011–12 Academic Year
New Budget Authority	\$4,919	\$5,073	\$4,230
Advance appropriation	10,481	10,841	11,682
Total program level	15,760	15,914	15,912
Change in advance appropriation from the previous year	2,906	0	841 ¹
Detail	0	0	0

¹To account for the Administration's ESEA reauthorization proposal, the 2011 Budget eliminates the \$1.7 billion advance appropriation that was previously in the School Improvement Programs account (renamed the Education Improvement Programs account) and replaces it with corresponding increases to advance appropriations in the Education for the Disadvantaged account (\$841 million, renamed the Accelerating Achievement and Ensuring Equity account) and the Special Education account (\$841 million). Total advance appropriations in the Department of Education remain \$21.9 billion.

The Administration is proposing legislation reauthorizing programs included in the Elementary and Secondary Education Act (ESEA), including programs in this account. Consistent with this reauthorization proposal, the Budget proposes to rename this account Accelerating Achievement and Ensuring Equity and realign programs in ESEA accounts. When new authorizing legislation is enacted, resources will be requested for these programs.

See the Legislative proposal, not subject to PAYGO schedule for additional details.

Object Classification (in millions of dollars)

Identification code 91–0900–0–1–501	2009 actual	2010 est.	2011 est.
Direct obligations:			
24.0 Printing and reproduction	1	1	
25.1 Advisory and assistance services	8	4	1
25.2 Other services	32	45	17
25.3 Other purchases of goods and services from Government accounts	2	2	
25.5 Research and development contracts	4	6	
41.0 Grants, subsidies, and contributions	22,259	19,559	10,823
99.9 Total new obligations	22,306	19,617	10,841

ACCELERATING ACHIEVEMENT AND ENSURING EQUITY
(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91–0900–2–1–501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 College- and career-ready students			2,811
00.02 School turnaround grants			900
00.03 Evaluation			9
00.04 State agency programs			445
00.05 Homeless children and youth education			65
10.00 Total new obligations			4,230
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			4,230
23.95 Total new obligations			–4,230
24.40 Unobligated balance carried forward, end of year			

New budget authority (gross), detail:

Discretionary:			
40.00 Appropriation			4,230

Change in obligated balances:

73.10 Total new obligations			4,230
73.20 Total outlays (gross)			–85
74.40 Obligated balance, end of year			4,145

Outlays (gross), detail:

86.90 Outlays from new discretionary authority			85
--	--	--	----

Net budget authority and outlays:

89.00 Budget authority			4,230
90.00 Outlays			85

The resources in this schedule are proposed for later transmittal under proposed legislation to reauthorize the Elementary and Secondary Education Act of 1965.

College- and career-ready students (formerly Grants to local educational agencies).—Funds would be allocated via formula for programs that provide academic support to help students in high-poverty schools meet college- and career-ready standards. States would annually assess all students in certain grades in at least English language arts and mathematics, and use the results of these assessments to measure local educational agency (LEA) and school progress in ensuring that all students are meeting, or on track to meet, college- and career-ready standards; to inform families about whether their children are meeting or on track to meet such standards; and, with additional information, to develop appropriate improvement and support strategies for schools and LEAs. States would develop plans to recognize and reward highly effective schools and LEAs, require rigorous school intervention models in the lowest-achieving schools, and intervene

in low-performing LEAs that are not serving their students or schools well.

School turnaround grants.—Funds would primarily support grants to States to help LEAs turn around their lowest-achieving schools by implementing one of four rigorous school intervention models. In general, such schools would rank in the bottom five percent of performance in their States, based on proficiency rates and lack of progress, or, in the case of high schools, have a graduation rate below 60 percent. Once States have served their lowest-achieving schools, funds could be used for other school improvement and support efforts in eligible schools.

Evaluation.—Funds would support studies designed to evaluate Title I policies and practices, including analyses of implementation, outcomes, impact, and cost effectiveness of key Elementary and Secondary Education Act requirements, including assessments, accountability systems, and school improvement requirements.

State agency migrant program.—Funds would support formula grants to States for educational services to children of migratory farmworkers and fishers, with resources and services focused on children who have moved within the past 36 months.

State agency neglected and delinquent children and youth education program.—Funds support formula grants to States for educational services to children and youth in local and State-run institutions for neglected or delinquent youths, community day programs for neglected and delinquent youths, and adult correction facilities.

Homeless children and youth education.—Funds would support formula grants to States to provide educational and support services that enable homeless children and youths to attend and achieve success in school.

Object Classification (in millions of dollars)

Identification code 91-0900-2-1-501	2009 actual	2010 est.	2011 est.
Direct obligations:			
24.0 Printing and reproduction			1
25.1 Advisory and assistance services			1
25.2 Other services			1
25.3 Other purchases of goods and services from Government accounts			1
25.5 Research and development contracts			1
41.0 Grants, subsidies, and contributions			4,225
99.9 Total new obligations			4,230

IMPACT AID

For carrying out programs of financial assistance to federally affected schools authorized by title VIII of the Elementary and Secondary Education Act of 1965, \$1,276,183,000, of which \$1,138,000,000 shall be for basic support payments under section 8003(b), \$48,602,000 shall be for payments for children with disabilities under section 8003(d), \$17,509,000 shall be for construction under section 8007(a), \$67,208,000 shall be for Federal property payments under section 8002, and \$4,864,000, to remain available until expended, shall be for facilities maintenance under section 8008: *Provided*, That for purposes of computing the amount of a payment for an eligible local educational agency under section 8003(a) for school year 2009-2010, children enrolled in a school of such agency that would otherwise be eligible for payment under section 8003(a)(1)(B) of such Act, but due to the deployment of both parents or legal guardians, or a parent or legal guardian having sole custody of such children, or due to the death of a military parent or legal guardian while on active duty (so long as such children reside on Federal property as described in section 8003(a)(1)(B)), are no longer eligible under such section, provided such students remain in average daily attendance at a school in the same local educa-

tional agency they attended prior to their change in eligibility status.] (Department of Education Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 91-0102-0-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Basic support payments	1,129	1,138	
00.02 Payments for children with disabilities	49	49	
00.91 Subtotal	1,178	1,187	
01.01 Facilities maintenance	7	6	
02.01 Construction	57	95	
03.01 Payments for Federal property	66	67	
10.00 Total new obligations	1,308	1,355	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	21	79	
22.00 New budget authority (gross)	1,366	1,276	
23.90 Total budgetary resources available for obligation	1,387	1,355	
23.95 Total new obligations	-1,308	-1,355	
24.40 Unobligated balance carried forward, end of year	79		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	1,366	1,276	
Change in obligated balances:			
72.40 Obligated balance, start of year	420	419	307
73.10 Total new obligations	1,308	1,355	
73.20 Total outlays (gross)	-1,308	-1,467	-164
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, end of year	419	307	143
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	1,151	1,145	
86.93 Outlays from discretionary balances	157	322	164
87.00 Total outlays (gross)	1,308	1,467	164
Net budget authority and outlays:			
89.00 Budget authority	1,366	1,276	
90.00 Outlays	1,308	1,467	164

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	1,366	1,276	
Outlays	1,308	1,467	164
Legislative proposal, not subject to PAYGO:			
Budget Authority			1,276
Outlays			1,131
Total:			
Budget Authority	1,366	1,276	1,276
Outlays	1,308	1,467	1,295

The Administration is proposing legislation reauthorizing Impact Aid programs included in the Elementary and Secondary Education Act. When new authorizing legislation is enacted, resources will be requested for these programs. See the "Legislative proposal, not subject to PAYGO" schedule for additional details.

Object Classification (in millions of dollars)

Identification code 91-0102-0-1-501	2009 actual	2010 est.	2011 est.
41.0 Direct obligations: Grants, subsidies, and contributions	1,308	1,354	
99.5 Below reporting threshold		1	

IMPACT AID—Continued
Object Classification—Continued

Identification code 91-0102-0-1-501	2009 actual	2010 est.	2011 est.
99.9 Total new obligations	1,308	1,355	.....

IMPACT AID
(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-0102-2-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Basic support payments			1,138
00.02 Payments for children with disabilities			49
00.91 Subtotal			1,187
01.01 Facilities maintenance			5
03.01 Payments for Federal property			67
10.00 Total new obligations (object class 41.0)			1,259
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			1,276
23.95 Total new obligations			-1,259
24.40 Unobligated balance carried forward, end of year			17
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation			1,276
Change in obligated balances:			
73.10 Total new obligations			1,259
73.20 Total outlays (gross)			-1,131
74.40 Obligated balance, end of year			128
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority			1,131
Net budget authority and outlays:			
89.00 Budget authority			1,276
90.00 Outlays			1,131

The resources in this schedule are proposed for later transmittal under proposed legislation to reauthorize the Elementary and Secondary Education Act of 1965.

Impact Aid helps to replace the lost local revenue that would otherwise be available to educate federally connected children. The presence of certain students living on Federal property, such as students who are military dependents or who reside on Indian lands, can place a financial burden on local educational agencies that educate them. The property on which the children live and their parents work is exempt from local property taxes, denying local educational agencies access to the primary source of revenue used by most communities to finance education.

Basic support payments.—Payments will be made on behalf of over 930,000 federally connected students enrolled in about 1,220 local educational agencies to assist them in meeting their operation and maintenance costs. Average per-student payments will be approximately \$1,200.

Payments for children with disabilities.—Payments in addition to those provided under the Individuals with Disabilities Education Act will be provided on behalf of approximately 55,000 federally connected students with disabilities in about 900 local educational agencies. Average per-student payments will be approximately \$900.

Facilities maintenance.—Funds will be used to provide emergency repairs for school facilities that serve military dependents and are owned by the Department of Education. Funds will also be used to transfer the facilities to local educational agencies.

Construction.—Approximately 15 construction grants will be awarded competitively to the highest-need impact aid districts for emergency repairs and modernization of school facilities.

Payments for Federal property.—Payments will be made to approximately 200 local educational agencies in which real property owned by the Federal Government represents 10 percent or more of the assessed value of real property in the local educational agency.

[SCHOOL IMPROVEMENT PROGRAMS] EDUCATION IMPROVEMENT PROGRAMS

For carrying out school improvement activities authorized by [parts A, B, and D of title II, part B of title IV, subparts 6 and 9 of part D of title V, parts A and B of title VI, and parts B and C of title VII of the Elementary and Secondary Education Act of 1965 ("ESEA"); the McKinney-Vento Homeless Assistance Act;] section 203 of the Educational Technical Assistance Act of 2002; the Compact of Free Association Amendments Act of 2003; [part Z of title VIII of the Higher Education Act ("HEA");] and the Civil Rights Act of 1964, [\$5,228,444,000, of which \$3,363,993,000 shall become available on July 1, 2010, and remain available through September 30, 2011, and of which \$1,681,441,000 shall become available on October 1, 2010, and shall remain available through September 30, 2011, for academic year 2010-2011: *Provided*, That funds made available to carry out part B of title VII of the ESEA may be used for construction, renovation, and modernization of any elementary school, secondary school, or structure related to an elementary school or secondary school, run by the Department of Education of the State of Hawaii, that serves a predominantly Native Hawaiian student body: *Provided further*, That from the funds referred to in the preceding proviso, not less than \$1,500,000 shall be for the activities described in such proviso and \$1,500,000 shall be for a grant to the University of Hawaii School of Law for a Center of Excellence in Native Hawaiian law: *Provided further*, That from the funds referred to in the second preceding proviso, \$500,000 shall be for part Z of title VIII of the HEA: *Provided further*, That funds made available to carry out part C of title VII of the ESEA may be used for construction: *Provided further*, That up to 100 percent of the funds available to a State educational agency under part D of title II of the ESEA may be used for subgrants described in section 2412(a)(2)(B) of such Act: *Provided further*, That funds made available under this heading for section 2421 of the ESEA may be used for activities authorized under section 802 of the Higher Education Opportunity Act: *Provided further*, That] \$80,989,000, of which \$56,313,000 shall be available to carry out section 203 of the Educational Technical Assistance Act of 2002[: *Provided further*, That \$34,391,000 shall be available to carry out part D of title V of the ESEA: *Provided further*, That no funds appropriated under this heading may be used to carry out section 5494 under the ESEA: *Provided further*, That], and of which \$17,687,000 shall be available to carry out the Supplemental Education Grants program for the Federated States of Micronesia and the Republic of the Marshall Islands: *Provided [further]*, That up to 5 percent of these amounts may be reserved by the Federated States of Micronesia and the Republic of the Marshall Islands to administer the Supplemental Education Grants programs and to obtain technical assistance, oversight and consultancy services in the administration of these grants and to reimburse the United States Departments of Labor, Health and Human Services, and Education for such services[: *Provided further*, That \$9,729,000 of the funds available for the Foreign Language Assistance Program shall be available for 5-year grants to local educational agencies that would work in partnership with one or more institutions of higher education to establish or expand articulated programs of study in languages critical to United States national security that will enable successful students to advance from elementary school through college to achieve a superior level of proficiency in those languages: *Provided further*, That of the funds available for section 2103(a) of the ESEA, \$5,000,000 shall be available to continue a national school leadership partnership initiative as described in the statement of the managers on the conference report accompanying this Act]. (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91–1000–0–1–501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Improving teacher quality State grants	2,687	2,989	1,684
00.02 Mathematics and science partnerships	176	185	.....
00.03 Educational technology State grants	910	111	.....
00.04 21st century community learning centers	1,127	1,181	.....
00.05 Javits gifted and talented education	7	7	.....
00.06 Foreign language assistance	26	27	.....
00.07 State assessments	407	423	.....
00.08 Education for homeless children and youth	135	66	.....
00.09 Education for Native Hawaiians	33	34	.....
00.10 Alaska Native education equity	33	33	.....
00.11 Training and advisory services	9	7	7
00.12 Rural education	174	176	.....
00.13 Supplemental education grants	18	18	18
00.14 Comprehensive centers	57	56	56
00.15 Emergency funds for homeless students	15	.....	.....
10.00 Total new obligations	5,814	5,313	1,765
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	63	89	4
22.00 New budget authority (gross)	5,836	5,228	1,762
22.10 Resources available from recoveries of prior year obligations	4	.....	.....
23.90 Total budgetary resources available for obligation	5,903	5,317	1,766
23.95 Total new obligations	-5,814	-5,313	-1,765
24.40 Unobligated balance carried forward, end of year	89	4	1
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	4,401	3,547	81
55.00 Advance appropriation	1,435	1,681	1,681
70.00 Total new budget authority (gross)	5,836	5,228	1,762
Change in obligated balances:			
72.40 Obligated balance, start of year	6,222	6,589	6,339
73.10 Total new obligations	5,814	5,313	1,765
73.20 Total outlays (gross)	-5,400	-5,563	-5,332
73.40 Adjustments in expired accounts (net)	-43	.....	.....
73.45 Recoveries of prior year obligations	-4	.....	.....
74.40 Obligated balance, end of year	6,589	6,339	2,772
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	916	1,114	1,011
86.93 Outlays from discretionary balances	4,484	4,449	4,321
87.00 Total outlays (gross)	5,400	5,563	5,332
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-2	.....	.....
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	2	.....	.....
Net budget authority and outlays:			
89.00 Budget authority	5,836	5,228	1,762
90.00 Outlays	5,398	5,563	5,332

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	5,836	5,228	1,762
Outlays	5,398	5,563	5,332
Legislative proposal, not subject to PAYGO:			
Budget Authority .....	.....	.....	1,809
Outlays .....	.....	.....	36
Total:			
Budget Authority	5,836	5,228	3,571
Outlays	5,398	5,563	5,368

SUMMARY OF PROGRAM LEVEL

(in millions of dollars)

	2009–10 Academic Year	2010–11 Academic Year	2011–12 Academic Year
New Budget Authority	3681	3547	1891
Advance Appropriation	1681	1681	0
Total program level	5362	5362	1891
Change in advance appropriation over previous year	246	0	-1681 ¹

¹To account for the Administration's ESEA reauthorization proposal, the 2011 Budget eliminates the \$1.7 billion advance appropriation that was previously in the School Improvement Programs account (renamed the Education Improvement Programs account) and replaces it with corresponding increases to advance appropriations in the Education for the Disadvantaged account (\$841 million, renamed the Accelerating Achievement and Ensuring Equity account) and the Special Education account (\$841 million). Total advance appropriations in the Department of Education remain \$21.9 billion.

The Administration is proposing legislation reauthorizing the Elementary and Secondary Education Act (ESEA), including programs in this account. Consistent with this reauthorization proposal, the Budget proposes to rename this account Education Improvement Programs and realign programs in ESEA accounts. When new authorizing legislation is enacted, resources will be requested for these programs. See the Legislative proposal, not subject to PAYGO schedule for additional details.

Training and advisory services.—Funds support grants to regional equity assistance centers that provide technical assistance to school districts in addressing educational equity related to issues of race, gender, and national origin.

Supplemental education grants.—Funds support grants to the Federated States of Micronesia and to the Republic of the Marshall Islands in place of grant programs discontinued by the Compact of Free Association Amendments Act of 2003.

Comprehensive centers.—Funds support at least 20 comprehensive centers that focus on building State capacity to help school districts and schools meet the requirements of the Elementary and Secondary Education Act.

Object Classification (in millions of dollars)

Identification code 91–1000–0–1–501	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.1 Advisory and assistance services	9	.....	1
25.2 Other services	20	26	.....
25.5 Research and development contracts	1	1	.....
41.0 Grants, subsidies, and contributions	5,784	5,286	1,764
99.9 Total new obligations	5,814	5,313	1,765

EDUCATION IMPROVEMENT PROGRAMS

(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91–1000–2–1–501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Effective teaching and learning: literacy	450
00.02 Effective teaching and learning: science, technology, engineering, and mathematics	300
00.03 Effective teaching and learning for a well-rounded education	265
00.04 College pathways and accelerated learning	100
00.05 Assessing achievement	450
00.06 Rural education	175
00.07 Native Hawaiian student education	34
00.08 Alaska Native student education	33
00.09 Women's educational equity	2
10.00 Total new obligations	1,809
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	1,809
23.95 Total new obligations	-1,809

EDUCATION IMPROVEMENT PROGRAMS—Continued
Program and Financing—Continued

Identification code 91–1000–2–1–501	2009 actual	2010 est.	2011 est.
New budget authority (gross), detail:			
Discretionary:			
40.00	Appropriation		1,809
Change in obligated balances:			
73.10	Total new obligations		1,809
73.20	Total outlays (gross)		-36
74.40	Obligated balance, end of year		1,773
Outlays (gross), detail:			
86.90	Outlays from new discretionary authority		36
Net budget authority and outlays:			
89.00	Budget authority		1,809
90.00	Outlays		36

The resources in this schedule are proposed for later transmittal under proposed legislation to reauthorize the Elementary and Secondary Education Act of 1965.

Effective teaching and learning: literacy.—Funds would support competitive grants for State and local efforts aimed at implementing comprehensive literacy strategies for providing high-quality literacy instruction to students from pre-kindergarten through grade 12.

Effective teaching and learning: science, technology, engineering, and mathematics (STEM).—Funds would support competitive grants to States to improve the teaching and learning of STEM subjects.

Effective teaching and learning for a well-rounded education.—Funds would support competitive grants to States and high-need school districts to develop and expand innovative practices to improve teaching and learning in the arts, foreign languages, civics and government, history, geography, economics, and financial literacy. The new program would also include a national activities authority under which the Department would reserve funds to support research, technical assistance, prize awards, dissemination, and grants to support the effective use of technology in the core academic subjects and the development of aligned instructional systems.

College pathways and accelerated learning.—Funds would support competitive grants to high-need school districts for programs that prepare students to enter and succeed in college.

Assessing achievement.—Funds support formula and competitive grants to States to implement college- and career-ready standards and assessments.

Rural education.—Funds would support formula grants under two programs: Small, Rural School Achievement and Rural and Low-Income Schools. The Small, Rural School Achievement program would provide rural local educational agencies with small enrollments with additional formula funds. Funds under the Rural and Low-Income School program, which would target rural local educational agencies that serve concentrations of poor students, would be allocated by formula to States, which in turn would allocate funds to eligible local educational agencies.

Native Hawaiian education.—Funds would support competitive grants to public and private entities to develop or operate innovative projects that enhance the educational services provided to Native Hawaiian children and adults.

Alaska Native student education.—Funds would support competitive grants to school districts and other public and private organizations to develop or operate innovative projects that en-

hance the educational services provided to Alaska Native children and adults.

Women's educational equity.—Funds would support competitive awards to a variety of public and private organizations, agencies, and institutions for programs that design and implement gender-equity policies and practices. Research, development, and dissemination activities may also be funded.

Object Classification (in millions of dollars)

Identification code 91–1000–2–1–501	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.1	Advisory and assistance services		61
25.5	Research and development contracts		1
41.0	Grants, subsidies, and contributions		1,747
99.9	Total new obligations		1,809

[INDIAN EDUCATION] INDIAN STUDENT EDUCATION

[For expenses necessary to carry out, to the extent not otherwise provided, title VII, part A of the Elementary and Secondary Education Act of 1965, \$127,282,000.] (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91–0101–0–1–501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01	Grants to local educational agencies	99	104
00.02	Special programs for Indian children	19	19
00.03	National activities	4	4
10.00	Total new obligations	122	127
Budgetary resources available for obligation:			
22.00	New budget authority (gross)	122	127
23.95	Total new obligations	-122	-127
New budget authority (gross), detail:			
Discretionary:			
40.00	Appropriation	122	127
Change in obligated balances:			
72.40	Obligated balance, start of year	133	129
73.10	Total new obligations	122	127
73.20	Total outlays (gross)	-118	-110
73.40	Adjustments in expired accounts (net)	-8	
74.40	Obligated balance, end of year	129	146
Outlays (gross), detail:			
86.90	Outlays from new discretionary authority	8	6
86.93	Outlays from discretionary balances	110	104
87.00	Total outlays (gross)	118	110
Net budget authority and outlays:			
89.00	Budget authority	122	127
90.00	Outlays	118	110

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	122	127	
Outlays	118	110	118
Legislative proposal, not subject to PAYGO:			
Budget Authority			127
Outlays			6
Total:			
Budget Authority	122	127	127
Outlays	118	110	124

The Administration is proposing legislation reauthorizing the Elementary and Secondary Education Act, including programs in this account. Consistent with this reauthorization proposal, the Budget proposes to rename this account Indian Student Education and realign programs in ESEA accounts. When new authorizing legislation is enacted, resources will be requested for these programs. See the "Legislative proposal, not subject to PAYGO" schedule for additional details.

Object Classification (in millions of dollars)

Identification code 91-0101-0-1-501	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2 Other services	4	4	.....
41.0 Grants, subsidies, and contributions	118	123	.....
99.9 Total new obligations	122	127	.....

INDIAN STUDENT EDUCATION

(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-0101-2-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Grants to local educational agencies	104
00.02 Special programs for Indian children	19
00.03 National activities	4
10.00 Total new obligations	127
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	127
23.95 Total new obligations	-127
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	127
Change in obligated balances:			
73.10 Total new obligations	127
73.20 Total outlays (gross)	-6
74.40 Obligated balance, end of year	121
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	6
Net budget authority and outlays:			
89.00 Budget authority	127
90.00 Outlays	6

The resources in this schedule are proposed for later transmittal under proposed legislation to reauthorize the Elementary and Secondary Education Act of 1965.

The Indian Education programs support the efforts of local educational agencies and tribal schools to improve teaching and learning for the Nation's American Indian and Alaska Native children.

Grants to local educational agencies.—Formula grants support local educational agencies in their efforts to reform elementary and secondary school programs that serve Indian students, with the goal of ensuring that such programs assist participating students in meeting the same academic standards as all other students. In 2009, the Department made 1,264 formula grants to local educational agencies and tribal schools serving more than 472,500 students.

Special programs for Indian children.—The Department makes competitive awards for demonstration projects in early childhood education and college preparation, as well as professional development grants for training Native American teachers and admin-

istrators for employment in school districts with concentrations of Indian students.

National activities.—Funds support research, evaluation, data collection, and related activities.

Object Classification (in millions of dollars)

Identification code 91-0101-2-1-501	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2 Other services	4
41.0 Grants, subsidies, and contributions	123
99.9 Total new obligations	127

STATE FISCAL STABILIZATION FUND, RECOVERY ACT

Program and Financing (in millions of dollars)

Identification code 91-1909-0-1-999	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 State grants	35,427	13,159	.....
00.02 Race-to-the-top incentive grants .....	.....	4,350	.....
00.03 Investing in innovation fund .....	.....	650	.....
00.04 Administration	3	11	.....
10.00 Total new obligations	35,430	18,170	.....
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year .....	.....	18,170	.....
22.00 New budget authority (gross)	53,600	.....	.....
23.90 Total budgetary resources available for obligation	53,600	18,170	.....
23.95 Total new obligations	-35,430	-18,170	.....
24.40 Unobligated balance carried forward, end of year	18,170	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	53,600	.....	.....
Change in obligated balances:			
72.40 Obligated balance, start of year .....	.....	22,997	9,007
73.10 Total new obligations	35,430	18,170	.....
73.20 Total outlays (gross)	-12,433	-32,160	-9,007
74.40 Obligated balance, end of year	22,997	9,007	.....
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	12,433	.....	.....
86.93 Outlays from discretionary balances .....	.....	32,160	9,007
87.00 Total outlays (gross)	12,433	32,160	9,007
Net budget authority and outlays:			
89.00 Budget authority	53,600	.....	.....
90.00 Outlays	12,433	32,160	9,007

Amounts in this schedule reflect balances that are spending out from a prior-year appropriation.

Object Classification (in millions of dollars)

Identification code 91-1909-0-1-999	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	2	5	.....
11.3 Other than full-time permanent	1	.....	.....
11.9 Total personnel compensation	3	5	.....
12.1 Civilian personnel benefits	1	1	.....
25.1 Advisory and assistance services .....	.....	43	.....
25.2 Other services .....	.....	13	.....
41.0 Grants, subsidies, and contributions	35,426	18,107	.....
99.0 Direct obligations	35,430	18,169	.....
99.5 Below reporting threshold .....	.....	1	.....
99.9 Total new obligations	35,430	18,170	.....

STATE FISCAL STABILIZATION FUND, RECOVERY ACT—Continued
Employment Summary

Identification code 91-1909-0-1-999	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	24	46	.....

OFFICE OF INNOVATION AND IMPROVEMENT
Federal Funds

[INNOVATION AND IMPROVEMENT] INNOVATION AND INSTRUCTIONAL TEAMS

[For carrying out activities authorized by part G of title I, subpart 5 of part A and parts C and D of title II, parts B, C, and D of title V, and section 1504 of the Elementary and Secondary Education Act of 1965 ("ESEA"), and by part F of title VIII of the Higher Education Act of 1965, \$1,389,065,000: *Provided*, That \$10,649,000 shall be provided to the National Board for Professional Teaching Standards to carry out section 2151(c) of the ESEA: *Provided further*, That from funds for subpart 4, part C of title II of the ESEA, up to 3 percent shall be available to the Secretary of Education for technical assistance and dissemination of information: *Provided further*, That \$671,570,000 shall be available to carry out part D of title V of the ESEA: *Provided further*, That \$88,791,000 shall be used for the projects, and in the amounts, specified in the statement of the managers on the conference report accompanying this Act: *Provided further*, That \$1,000,000 shall be for a national clearinghouse that will collect and disseminate information on effective educational practices and the latest research regarding the planning, design, financing, construction, improvement, operation, and maintenance of safe, healthy, high-performance public facilities for nursery and pre-kindergarten, kindergarten through grade 12, and higher education: *Provided further*, That \$400,000,000 of the funds for subpart 1 of part D of title V of the ESEA shall be for competitive grants to local educational agencies, including charter schools that are local educational agencies, or States, or partnerships of: (1) a local educational agency, a State, or both; and (2) at least one non-profit organization to develop and implement performance-based compensation systems for teachers, principals, and other personnel in high-need schools: *Provided further*, That such performance-based compensation systems must consider gains in student academic achievement as well as classroom evaluations conducted multiple times during each school year among other factors and provide educators with incentives to take on additional responsibilities and leadership roles: *Provided further*, That recipients of such grants shall demonstrate that such performance-based systems are developed with the input of teachers and school leaders in the schools and local educational agencies to be served by the grant: *Provided further*, That recipients of such grants may use such funds to develop or improve systems and tools (which may be developed and used for the entire local educational agency or only for schools served under the grant) that would enhance the quality and success of the compensation system, such as high-quality teacher evaluations and tools to measure growth in student achievement: *Provided further*, That applications for such grants shall include a plan to sustain financially the activities conducted and systems developed under the grant once the grant period has expired: *Provided further*, That up to 5 percent of such funds for competitive grants shall be available for technical assistance, training, peer review of applications, program outreach and evaluation activities: *Provided further*, That of the funds available for part B of title V of the ESEA, the Secretary shall use up to \$23,082,000 to carry out activities under section 5205(b) and under subpart 2: *Provided further*, That of the funds available for subpart 1 of part B of title V of the ESEA, and notwithstanding section 5205(a), the Secretary may reserve up to \$50,000,000 to make multiple awards to non-profit charter management organizations and other entities that are not for-profit entities for the replication and expansion of successful charter school models and shall reserve \$10,000,000 to carry out the activities described in section 5205(a), including by providing technical assistance to authorized public chartering agencies in order to increase the number of high-performing charter schools: *Provided further*, That the funds referenced in the preceding proviso shall not be obligated prior to submission of a report to the Committees on Appropriations of the House of Representatives

and the Senate detailing the planned uses of such funds: *Provided further*, That each application submitted pursuant to section 5203(a) shall describe a plan to monitor and hold accountable authorized public chartering agencies through such activities as providing technical assistance or establishing a professional development program, which may include planning, training and systems development for staff of authorized public chartering agencies to improve the capacity of such agencies in the State to authorize, monitor, and hold accountable charter schools: *Provided further*, That each application submitted pursuant to section 5203(a) shall contain assurances that State law, regulations, or other policies require that: (1) each authorized charter school in the State operate under a legally binding charter or performance contract between itself and the school's authorized public chartering agency that describes the obligations and responsibilities of the school and the public chartering agency; conduct annual, timely, and independent audits of the school's financial statements that are filed with the school's authorized public chartering agency; and demonstrate improved student academic achievement; and (2) authorized public chartering agencies use increases in student academic achievement for all groups of students described in section 1111(b)(2)(C)(v) of the ESEA as the most important factor when determining to renew or revoke a school's charter: *Provided further*, That from the funds for subpart 1 of part D of title V of the ESEA, \$12,000,000 shall be for competitive awards to local educational agencies located in counties in Louisiana, Mississippi, and Texas that were designated by the Federal Emergency Management Agency as counties eligible for individual assistance due to damage caused by Hurricanes Katrina, Ike, or Gustav: *Provided further*, That such awards shall be used to improve education in areas affected by such hurricanes and shall be for such activities as replacing instructional materials and equipment; paying teacher incentives; modernizing or renovating or repairing school buildings; beginning or expanding Advanced Placement or other rigorous courses; supporting the expansion of charter schools; and supporting after-school or extended learning time activities.] (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91-0204-0-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Teacher incentive fund	98	599	.....
00.02 Troops-to-teachers	14	14	.....
00.03 Transition to teaching	44	44	.....
00.04 National writing project	24	26	.....
00.05 Teaching American history	119	119	.....
00.06 School leadership	19	29	.....
00.07 Advanced credentialing	11	11	.....
School choice and flexibility:			
00.08 Charter schools grants	208	248	.....
00.09 Credit enhancement for charter school facilities	8	8	.....
00.10 Voluntary public school choice	26	26	.....
00.11 Magnet schools assistance	105	100	.....
00.12 Advanced placement	44	46	.....
00.13 Close Up fellowships	2	2	.....
00.14 Ready-to-learn-television	25	27	.....
00.15 Academies for American history and civics	2	2	.....
00.16 FIE programs of national significance	116	135	.....
00.17 Reading is fundamental/Inexpensive book distribution	25	25	.....
00.18 Ready to teach	11	11	.....
00.19 Exchanges with historic whaling and trading partners	9	9	.....
00.20 Excellence in economic education	1	1	.....
00.21 Mental health integration in schools	6	6	.....
00.22 Foundations for learning	1	1	.....
00.23 Arts in education	38	40	.....
00.24 Parental information and resource centers	39	39	.....
00.25 Womens educational equity	2	2	.....
00.26 Teach for America .....	.....	18	.....
01.00 Total direct program	997	1,588	.....
09.01 DC School Choice	14	13	9
10.00 Total new obligations	1,011	1,601	9
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year .....	.....	199	.....
22.00 New budget authority (gross)	1,210	1,402	9
23.90 Total budgetary resources available for obligation	1,210	1,601	9
23.95 Total new obligations	-1,011	-1,601	-9

24.40	Unobligated balance carried forward, end of year	199		
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	1,196	1,389	
58.00	Spending authority from offsetting collections: Offsetting collections (cash)	14	13	9
70.00	Total new budget authority (gross)	1,210	1,402	9
Change in obligated balances:				
72.40	Obligated balance, start of year	1,706	1,691	2,102
73.10	Total new obligations	1,011	1,601	9
73.20	Total outlays (gross)	-1,011	-1,190	-1,210
73.40	Adjustments in expired accounts (net)	-15		
74.40	Obligated balance, end of year	1,691	2,102	901
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	48	70	
86.93	Outlays from discretionary balances	963	1,120	1,210
87.00	Total outlays (gross)	1,011	1,190	1,210
Offsets:				
Against gross budget authority and outlays:				
88.40	Offsetting collections (cash) from: Non-Federal sources	-14	-13	-9
Net budget authority and outlays:				
89.00	Budget authority	1,196	1,389	
90.00	Outlays	997	1,177	1,201

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	1,196	1,389	
Outlays	997	1,177	1,201
Legislative proposal, not subject to PAYGO:			
Budget Authority			6,330
Outlays			317
Total:			
Budget Authority	1,196	1,389	6,330
Outlays	997	1,177	1,518

The Administration is proposing legislation reauthorizing the Elementary and Secondary Education Act, including programs in this account. Consistent with this reauthorization proposal, the Budget proposes to rename this account Innovation and Instructional Teams and realign programs in ESEA accounts. When new authorizing legislation is enacted, resources will be requested for these programs. See the "Legislative proposal, not subject to PAYGO" schedule for additional details.

Object Classification (in millions of dollars)

Identification code 91-0204-0-1-501	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent		1	
25.1 Advisory and assistance services	3	48	
25.2 Other services	53	31	
25.5 Research and development contracts	3		
41.0 Grants, subsidies, and contributions	937	1,508	
99.0 Direct obligations	996	1,588	
99.0 Reimbursable obligations	14	13	9
99.5 Below reporting threshold	1		
99.9 Total new obligations	1,011	1,601	9

Employment Summary

Identification code 91-0204-0-1-501	2009 actual	2010 est.	2011 est.
Direct:			

1001	Civilian full-time equivalent employment	7		
------	--	---	--	--

INNOVATION AND INSTRUCTIONAL TEAMS
(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-0204-2-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Race to the top			1,350
00.02 Investing in innovation			500
00.03 Effective teachers and leaders State grants			2,500
00.04 Teacher and leader innovation fund			950
00.05 Teacher and leader pathways			405
00.06 Expanding educational options			490
00.07 Magnet schools assistance			110
00.08 FIE programs of national significance			25
10.00 Total new obligations			6,330
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			6,330
23.95 Total new obligations			-6,330
24.40 Unobligated balance carried forward, end of year			
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation			6,330
Change in obligated balances:			
73.10 Total new obligations			6,330
73.20 Total outlays (gross)			-317
74.40 Obligated balance, end of year			6,013
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority			317
Net budget authority and outlays:			
89.00 Budget authority			6,330
90.00 Outlays			317

The resources in this schedule are proposed for later transmittal under proposed legislation to reauthorize the Elementary and Secondary Education Act of 1965.

Race to the top.—Funds would support grants to State educational agencies (SEAs) and local educational agencies (LEAs) to create incentives for State and local reforms and innovations designed to lead to significant improvements in student achievement, high school graduation rates, and college enrollment rates, and to significant reductions in achievement gaps. In addition, funds would encourage the broad identification, dissemination, adoption, and use of effective policies and practices and the cessation of ineffective ones.

Investing in innovation.—Funds would support grants to LEAs or to nonprofit organizations in consortium with one or more schools or LEAs to develop and expand innovative strategies and practices that have been shown to be effective in improving educational outcomes for students.

Excellent Instructional Teams:

Effective teachers and leaders State grants.—Funds would support formula grants to States and school districts to promote and enhance the teaching profession; recruit, prepare, support, and retain effective teachers, principals, and other school leaders, especially in high-need LEAs, schools, fields, and subjects; ensure the equitable distribution of qualified and effective teachers and effective principals; increase the effectiveness of teachers and principals; improve the preparation of teachers and principals through developing, supporting, and expanding effective pathways to the education profession; improve instruction and help ensure teachers have the

INNOVATION AND INSTRUCTIONAL TEAMS—Continued

knowledge, skills, data, and support needed to be effective in the classroom; and improve the management of human capital in SEAs and LEAs.

Teacher and leader innovation fund.—Funds would support competitive grants to States and school districts to improve the effectiveness of the education workforce in high-need schools by creating the conditions to identify, recruit, prepare, retain, and advance effective teachers, principals, and school leadership teams in those schools.

Teacher and leader pathways.—Funds would support competitive grants to: (1) school districts, to create and expand pathways into teaching and increase the number of effective teachers serving in high-need and low-performing schools and high-need fields and subjects; and (2) States and school districts, to recruit, prepare, and retain effective principals and school leadership teams with the skills to turn around low-performing schools.

Expanding educational options.—Funds would support competitive grants to SEAs, local educational agencies, charter school authorizers, charter management organizations, and other non-profit organizations to start or expand high-performing autonomous schools, including charter schools. A portion of the funds would also support competitive grants to LEAs, and to SEAs in partnership with one or more high-need LEAs, to develop and implement a comprehensive choice program that increases the range of high-quality educational options available to students and improves the academic achievement of students attending low-performing schools.

Magnet schools assistance.—Funds support competitive grants to LEAs to establish and operate magnet school programs that are part of an approved desegregation plan.

Fund for the improvement of education: programs of national significance.—Funds would support nationally significant projects to improve the quality of elementary and secondary education, including a data quality initiative designed to improve the quality, analysis, and reporting of Department of Education elementary and secondary education data.

Object Classification (in millions of dollars)

Identification code 91-0204-2-1-501	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.1	Advisory and assistance services		116
25.2	Other services		26
41.0	Grants, subsidies, and contributions		6,188
99.9	Total new obligations		6,330

and the State legislatures.】 (Department of Education Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 91-0203-0-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01	State grants	288	4
00.02	National activities	145	197
00.03	Alcohol abuse reduction	33	33
00.04	Mentoring program	47	
00.91	Subtotal, Safe and drug-free schools and communities	513	234
01.01	Character education	12	
02.01	Elementary and secondary school counseling	52	55
03.01	Physical education program	78	79
04.01	Civic education	33	35
06.00	Total direct program	688	403
09.00	Reimbursable program	73	73
10.00	Total new obligations	761	476
Budgetary resources available for obligation:			
21.40	Unobligated balance carried forward, start of year	8	10
22.00	New budget authority (gross)	763	466
23.90	Total budgetary resources available for obligation	771	476
23.95	Total new obligations	-761	-476
24.40	Unobligated balance carried forward, end of year	10	
New budget authority (gross), detail:			
Discretionary:			
40.00	Appropriation	690	393
58.00	Spending authority from offsetting collections: Offsetting collections (cash)	73	73
70.00	Total new budget authority (gross)	763	466
Change in obligated balances:			
72.40	Obligated balance, start of year	1,169	1,100
73.10	Total new obligations	761	476
73.20	Total outlays (gross)	-800	-748
73.40	Adjustments in expired accounts (net)	-30	
74.40	Obligated balance, end of year	1,100	828
Outlays (gross), detail:			
86.90	Outlays from new discretionary authority	31	9
86.93	Outlays from discretionary balances	769	739
87.00	Total outlays (gross)	800	748
Offsets:			
Against gross budget authority and outlays:			
88.00	Offsetting collections (cash) from: Federal sources	-73	-73
Net budget authority and outlays:			
89.00	Budget authority	690	393
90.00	Outlays	727	675

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	690	393	
Outlays	727	675	566
Legislative proposal, not subject to PAYGO:			
Budget Authority			1,786
Outlays			36
Total:			
Budget Authority	690	393	1,786
Outlays	727	675	602

The Administration is proposing legislation reauthorizing the Elementary and Secondary Education Act, including programs in this account. Consistent with this reauthorization proposal, the Budget proposes to rename this account Supporting Student Success and realign programs in ESEA accounts. When new authorizing legislation is enacted, resources will be requested for

OFFICE OF SAFE AND DRUG-FREE SCHOOLS

Federal Funds

【SAFE SCHOOLS AND CITIZENSHIP EDUCATION】 SUPPORTING STUDENT SUCCESS

【For carrying out activities authorized by subpart 3 of part C of title II, part A of title IV, and subparts 2, 3 and 10 of part D of title V of the Elementary and Secondary Education Act of 1965, \$393,053,000: *Provided*, That \$224,053,000 shall be available for subpart 2 of part A of title IV, of which \$8,212,000 shall be used for activities authorized under subpart 3 of part D of title V: *Provided further*, That \$134,000,000 shall be available to carry out part D of title V: *Provided further*, That of the funds available to carry out subpart 3 of part C of title II, up to \$13,383,000 may be used to carry out section 2345 and \$2,957,000 shall be used by the Center for Civic Education to implement a comprehensive program to improve public knowledge, understanding, and support of the Congress

these programs. See the "Legislative proposal, not subject to PAYGO" schedule for additional details.

Object Classification (in millions of dollars)

Identification code 91-0203-0-1-501	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.1 Advisory and assistance services	2	2	.....
25.2 Other services	10	10	.....
25.3 Other purchases of goods and services from Government accounts	1	1	.....
25.5 Research and development contracts	1	1	.....
41.0 Grants, subsidies, and contributions	674	389	.....
99.0 Direct obligations	688	403	.....
99.0 Reimbursable obligations	73	73	.....
99.9 Total new obligations	761	476	.....

SUPPORTING STUDENT SUCCESS
(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-0203-2-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Promise neighborhoods			210
00.02 Successful, safe, and healthy students			410
00.03 21st century community learning centers			1,166
06.00 Total direct program			1,786
10.00 Total new obligations			1,786
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			1,786
23.95 Total new obligations			-1,786
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation			1,786
Change in obligated balances:			
73.10 Total new obligations			1,786
73.20 Total outlays (gross)			-36
74.40 Obligated balance, end of year			1,750
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority			36
Net budget authority and outlays:			
89.00 Budget authority			1,786
90.00 Outlays			36

The resources in this schedule are proposed for later transmittal under proposed legislation to reauthorize the Elementary and Secondary Education Act of 1965.

Promise neighborhoods.—Funds would support competitive grants and other activities for projects designed to significantly improve the educational and developmental outcomes of children within the Nation's most distressed communities, with the goal of transforming those communities so that all children in the community have access to a cradle-through-college-and-career continuum of academic programs and community supports, including effective schools and services.

Successful, safe, and healthy students.—Funds would support competitive grants and other activities to assist States, local educational agencies (LEAs), and partnerships between LEAs and non-profit organizations or local government entities in improving school climate; reducing or preventing drug use, violence, or harassment; and promoting and supporting the physical and mental well-being of students so that schools are safe, healthy, and drug-free environments.

21st century community learning centers.—Funds would support competitive grants and other activities to assist States, local educational agencies (LEAs), and partnerships between LEAs and non-profit organizations or local governmental entities in operating 21st Century Community Learning Centers. These centers would serve students through activities that improve their academic achievement by providing additional time for students to engage in learning and providing access to comprehensive supports that promote academic achievement as well as mental and physical health.

Object Classification (in millions of dollars)

Identification code 91-0203-2-1-501	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2 Other services			39
41.0 Grants, subsidies, and contributions			1,747
99.9 Total new obligations			1,786

OFFICE OF ENGLISH LANGUAGE ACQUISITION
Federal Funds

[ENGLISH LANGUAGE ACQUISITION] ENGLISH LEARNER EDUCATION

[For carrying out part A of title III of the Elementary and Secondary Education Act of 1965, \$750,000,000, which shall become available on July 1, 2010, and shall remain available through September 30, 2011, except that 6.5 percent of such amount shall be available on October 1, 2009, and shall remain available through September 30, 2011, to carry out activities under section 3111(c)(1)(C): *Provided*, That the Secretary of Education shall use estimates of the American Community Survey child counts for the most recent 3-year period available to calculate allocations under such part.] (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91-1300-0-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 English language acquisition grants	720	766	.....
10.00 Total new obligations	720	766	.....
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	6	16	.....
22.00 New budget authority (gross)	730	750	.....
23.90 Total budgetary resources available for obligation	736	766	.....
23.95 Total new obligations	-720	-766	.....
24.40 Unobligated balance carried forward, end of year	16	.....	.....
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	730	750	.....
Change in obligated balances:			
72.40 Obligated balance, start of year	1,014	1,021	1,033
73.10 Total new obligations	720	766	.....
73.20 Total outlays (gross)	-710	-754	-735
73.40 Adjustments in expired accounts (net)	-3	.....	.....
74.40 Obligated balance, end of year	1,021	1,033	298
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	5	8	.....
86.93 Outlays from discretionary balances	705	746	735
87.00 Total outlays (gross)	710	754	735
Net budget authority and outlays:			
89.00 Budget authority	730	750	.....
90.00 Outlays	710	754	735

—Continued
Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	730	750	.....
Outlays	710	754	735
Legislative proposal, not subject to PAYGO:			
Budget Authority .....	.....	.....	800
Outlays .....	.....	.....	8
Total:			
Budget Authority	730	750	800
Outlays	710	754	743

The Administration is proposing legislation reauthorizing the Elementary and Secondary Education Act, including programs in this account. Consistent with this reauthorization proposal, the Budget proposes to rename this account English Learner Education and realign programs in ESEA accounts. When new authorizing legislation is enacted, resources will be requested for these programs. See the "Legislative proposal, not subject to PAYGO" schedule for additional details.

Object Classification (in millions of dollars)

Identification code 91-1300-0-1-501	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.5 Research and development contracts	2	3	.....
41.0 Grants, subsidies, and contributions	718	763	.....
99.9 Total new obligations	720	766	.....

ENGLISH LEARNER EDUCATION
(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-1300-2-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 English language acquisition grants	800
10.00 Total new obligations	800
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	800
23.95 Total new obligations	-800
24.40 Unobligated balance carried forward, end of year
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	800
Change in obligated balances:			
73.10 Total new obligations	800
73.20 Total outlays (gross)	-8
74.40 Obligated balance, end of year	792
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	8
Net budget authority and outlays:			
89.00 Budget authority	800
90.00 Outlays	8

The resources in this schedule are proposed for later transmittal under proposed legislation to reauthorize the Elementary and Secondary Education Act of 1965.

Language acquisition State grants.—This program provides formula grants to States to improve services for English language learners. States are accountable for demonstrating that English language learners are making progress toward proficiency in English and meeting the same high State academic standards

as all other students. The statute also authorizes national activities, including professional development, evaluation, and a national information clearinghouse on English language acquisition.

Object Classification (in millions of dollars)

Identification code 91-1300-2-1-501	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.5 Research and development contracts	2
41.0 Grants, subsidies, and contributions	798
99.9 Total new obligations	800

OFFICE OF SPECIAL EDUCATION AND
REHABILITATIVE SERVICES

Federal Funds

SPECIAL EDUCATION

For carrying out the Individuals with Disabilities Education Act ("IDEA") and the Special Olympics Sport and Empowerment Act of 2004, **[\$12,587,035,000]** \$12,836,190,000, of which **[\$3,726,354,000]** \$3,135,634,000 shall become available on July 1, **[2010]** 2011, and shall remain available through September 30, **[2011]** 2012, and of which **[\$8,592,383,000]** \$9,433,103,000 shall become available on October 1, **[2010]** 2011, and shall remain available through September 30, **[2011]** 2012, for academic year **[2010-2011: Provided, That \$13,250,000 shall be for Recording for the Blind and Dyslexic, Inc., to support the development, production, and circulation of accessible educational materials: Provided further, That \$737,000 shall be for the recipient of funds provided by Public Law 105-78 under section 687(b)(2)(G) of the IDEA (as in effect prior to the enactment of the Individuals with Disabilities Education Improvement Act of 2004) to provide information on diagnosis, intervention, and teaching strategies for children with disabilities]** 2011-2012: **Provided [further], That the amount for section 611(b)(2) of the IDEA shall be equal to the lesser of the amount available for that activity during fiscal year [2009] 2010, increased by the amount of inflation as specified in section 619(d)(2)(B) of the IDEA, or the percent change in the funds appropriated under section 611(i) of the IDEA, but not less than the amount for that activity during fiscal year [2009: Provided further, That the part B and C funds awarded to States under the American Recovery and Reinvestment Act of 2009 for fiscal year 2009 shall not be considered for the purposes of calculating State allocations under sections 611, 619, and 643 for fiscal year 2010 and succeeding years] 2010: Provided further, That funds made available for the Special Olympics Sport and Empowerment Act of 2004 may be used to support expenses associated with the Special Olympics National and World games. (Department of Education Appropriations Act, 2010.)**

Program and Financing (in millions of dollars)

Identification code 91-0300-0-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Grants to States	21,068	11,518	10,914
00.02 Preschool grants	774	374	374
00.03 Grants for infants and families	939	440	440
00.91 Subtotal, State grants	22,781	12,332	11,728
01.01 State personnel development	48	48	48
01.02 Technical assistance and dissemination	48	49	49
01.03 Personnel preparation	91	91	91
01.04 Parent information centers	27	28	28
01.05 Technology and media services	39	44	41
01.91 Subtotal, National activities	253	260	257
02.00 Total Direct Program	23,034	12,592	11,985
02.01 Special Olympics education programs	8	8	10
10.00 Total new obligations	23,042	12,600	11,995
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	12	13	.....
22.00 New budget authority (gross)	23,043	12,587	11,995

23.90	Total budgetary resources available for obligation	23,055	12,600	11,995
23.95	Total new obligations	-23,042	-12,600	-11,995
24.40	Unobligated balance carried forward, end of year	13		
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	16,187	3,995	3,403
55.00	Advance appropriation	6,856	8,592	8,592
70.00	Total new budget authority (gross)	23,043	12,587	11,995
Change in obligated balances:				
72.40	Obligated balance, start of year	7,636	17,889	13,675
73.10	Total new obligations	23,042	12,600	11,995
73.20	Total outlays (gross)	-12,769	-16,814	-17,938
73.40	Adjustments in expired accounts (net)	-20		
74.40	Obligated balance, end of year	17,889	13,675	7,732
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	5,780	7,080	7,087
86.93	Outlays from discretionary balances	6,989	9,734	10,851
87.00	Total outlays (gross)	12,769	16,814	17,938
Net budget authority and outlays:				
89.00	Budget authority	23,043	12,587	11,995
90.00	Outlays	12,769	16,814	17,938

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	23,043	12,587	11,995
Outlays	12,769	16,814	17,938
Legislative proposal, not subject to PAYGO:			
Budget Authority			10
Outlays			
Total:			
Budget Authority	23,043	12,587	12,005
Outlays	12,769	16,814	17,938

SUMMARY OF GRANTS TO STATES PROGRAM LEVEL

(in millions of dollars)

	2009–2010 Academic Year	2010–2011 Academic Year	2011–2012 Academic Year
Current Budget Authority	\$2,913	\$2,913	\$2,322
Advance appropriation	8,592	8,592	9,433
Total program level	11,505	11,505	11,755
Change in advance appropriation from the previous year	+1,736	0	+841 ¹

¹To account for the Administration's ESEA reauthorization proposal, the 2011 Budget eliminates the \$1.7 billion advance appropriation that was previously in the School Improvement Programs account (renamed the Education Improvement Programs account) and replaces it with corresponding increases to advance appropriations in the Education for the Disadvantaged (\$841 million, renamed the Accelerating Achievement and Ensuring Equity account) and Special Education (\$841 million) accounts. Total advance appropriations in the Department of Education remain the same at \$21.9 billion.

State Grants:

Grants to States.—Formula grants are provided to States to assist them in providing special education and related services to children with disabilities ages 3 through 21.

Preschool grants.—Formula grants provide additional funds to States to further assist them in providing special education and related services to children with disabilities ages three through five served under the Grants to States program.

The goal of both of these programs is to improve results for children with disabilities by assisting State and local educational agencies to provide children with disabilities with access to high quality education that will help them meet challenging standards and prepare them for employment and independent living.

Grants for infants and families.—Formula grants are provided to assist States to implement statewide systems of coordinated, comprehensive, multi-disciplinary interagency programs to

provide early intervention services to children with disabilities, birth through age two, and their families.

The goal of this program is to help States provide a comprehensive system of early intervention services that will enhance child and family outcomes.

National activities.—These activities include personnel preparation, technical assistance, and other activities to support State efforts to improve results for children with disabilities under the State Grants programs.

The goal of National Activities is to link States, school systems, and families to best practices to improve results for infants, toddlers, and children with disabilities.

Performance data related to program goals include:

	2004–2005 actual	2005–2006 actual	2006–2007 actual
Status of Exiting Students			
Percent / number of students with disabilities aged 14–21 exiting special education:			
Graduated with a diploma	32.13% / 214,986	32.9% / 224,553	32.8% / 221,460
Graduated through certification	9.0% / 60,123	9.0% / 61,676	9.6% / 65,133
Transferred to regular education	10.1% / 67,707	10.5% / 71,473	9.9% / 66,926
Dropped out of school/not known to continue	16.6% / 111,343	15.3% / 104,414	14.9% / 100,913
Moved, but known to have continued in education	31.1% / 207,797	31.0% / 211,162	31.6% / 213,688
Reached maximum age for services/other	1.1% / 7,127	1.2% / 8,389	1.5% / 7,955
Total	100% / 669,083	100% / 681,667	100% / 676,075

Note—Percentages may not add to 100% due to rounding.

Note—Previous versions of this table did not contain the categories "Transferred to regular education" and "Moved, but known to have continued in education." The Department of Education recently revised its data collection forms to include these additional items, which track additional students with disabilities ages 14 and older who leave special education, and are mutually exclusive with other categories included in this table. Because this is the case, the percentages reported in this table are not comparable with percentages reported in the same table in previous years.

Note—Exiting data on students with disabilities for the 2007–2008 school year were originally expected to be ready by fall of 2009. However, several States failed to submit exit data and the Department of Education is currently working to obtain accurate and reliable data for all States.

Object Classification (in millions of dollars)

Identification code 91–0300–0–1–501	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2 Other services	4	5	5
41.0 Grants, subsidies, and contributions	23,038	12,595	11,990
99.9 Total new obligations	23,042	12,600	11,995

SPECIAL EDUCATION

(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91–0300–2–1–501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
03.01 Mentoring for individuals with intellectual disabilities			10
10.00 Total new obligations (object class 41.0)			10
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			10
23.95 Total new obligations			-10
24.40 Unobligated balance carried forward, end of year			
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation			10
Change in obligated balances:			
73.10 Total new obligations			10
74.40 Obligated balance, end of year			10

SPECIAL EDUCATION—Continued
Program and Financing—Continued

Identification code 91-0300-2-1-501	2009 actual	2010 est.	2011 est.
Net budget authority and outlays:			
89.00 Budget authority			10
90.00 Outlays			

The resources in this schedule are proposed for later transmittal under pending legislation for the Best Buddies Empowerment for People with Intellectual Disabilities Act of 2009.

The proposed Mentoring for Individuals with Intellectual Disabilities program would support Best Buddies mentoring activities and programs for people with intellectual disabilities. Best Buddies is an international nonprofit 501(c)(3) organization that is dedicated to enhancing opportunities for children and adults with intellectual disabilities through one-to-one friendships, integrated employment, and leadership development activities.

REHABILITATION SERVICES AND DISABILITY RESEARCH

For carrying out, to the extent not otherwise provided, the Rehabilitation Act of 1973, the Assistive Technology Act of 1998, and the Helen Keller National Center Act, **[\$3,506,861,000: Provided, That for purposes of determining whether a State may administer the Centers for Independent Living program under section 723 of the Rehabilitation Act, for fiscal year 2010, the Secretary shall exclude American Recovery and Reinvestment Act of 2009 funds awarded in fiscal year 2009 from the calculation of Federal funding allotted under section 721(c) and (d) of the Rehabilitation Act: Provided further, That \$5,095,000 shall be used for the projects, and in the amounts, specified under the heading "Rehabilitation Services and Disability Research" in the statement of the managers on the conference report accompanying this Act.] \$3,565,326,000: Provided, That the Secretary of Education may allocate to States, in accordance with a formula determined by the Secretary, up to \$56,282,000 of the funds provided for the Vocational Rehabilitation State Grants program: Provided further, That section 302(g)(3) of the Rehabilitation Act shall not apply to funds provided under section 302 of such Act: Provided further, That of the amount provided for Grants for Independent Living under Part B of Title VII of the Rehabilitation Act, the Secretary of Education shall reserve no more than 1.46 percent for training and technical assistance activities: Provided further, That of the amount provided for Grants for Independent Living under part B of title VII of the Rehabilitation Act, no State or Outlying Area shall receive less than the combined amount it received under parts B and C of title VII of such Act for fiscal year 2010, provided that the State or Outlying Area matches, in cash or in kind, the equivalent of one dollar for each nine dollars in Federal funds it received for fiscal year 2010 under part B of title VII of such Act: Provided further, That each State or Outlying Area shall reserve 5 percent of its allocation for Grants for Independent Living to support the operation of a Statewide Independent Living Council, as authorized under section 705 of the Rehabilitation Act: Provided further, That each State or Outlying Area shall award no less than 90 percent of its allocation to centers for independent living that meet the standards and assurances in section 725 of the Rehabilitation Act: Provided further, That such allocation of funds among centers for independent living shall be based on an approved State Plan for Independent Living that is developed in accordance with section 704 of the Rehabilitation Act and makes independent living services available in all counties within the State or Outlying Area: Provided further, That, of the amounts provided under this heading, \$30,000,000 shall be available under Title II of the Rehabilitation Act to the Secretary of Education in cooperation with the Secretary of Labor and, as appropriate, other heads of departments and agencies, to identify and validate innovative strategies for improving program delivery and outcomes for program beneficiaries. (Department of Education Appropriations Act, 2010.)**

Program and Financing (in millions of dollars)

Identification code 91-0301-0-1-506	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Vocational rehabilitation State grants	3,513	3,087	3,143
00.02 Client assistance State grants	12	12	12
00.03 Supported employment State grants	29	29	
00.04 Migrant and seasonal farmworkers	2	2	
00.05 Projects with industry	19	19	
00.06 Training	38	38	33
00.07 National activities to improve rehabilitation services			6
00.08 Demonstration and training programs	10	12	
00.09 Program improvement	1	1	
00.10 Evaluation	1	1	
00.11 Supported employment extended services for youth with significant disabilities			25
00.12 Independent living	187	227	144
00.13 Protection and advocacy of individual rights	17	18	18
00.14 Recreational programs	2	2	2
00.15 National Institute on Disability and Rehabilitation Research	108	109	112
00.16 Workforce innovation fund			30
00.17 Helen Keller National Center	8	9	9
00.18 Assistive technology	31	31	31
01.00 Total direct program	3,978	3,597	3,565
09.01 Reimbursable program	2	2	2
10.00 Total new obligations	3,980	3,599	3,567
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		90	
22.00 New budget authority (gross)	4,070	3,509	3,567
23.90 Total budgetary resources available for obligation	4,070	3,599	3,567
23.95 Total new obligations	-3,980	-3,599	-3,567
24.40 Unobligated balance carried forward, end of year		90	
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	1,093	422	480
58.00 Spending authority from offsetting collections: Offsetting collections (cash)	2	2	2
Mandatory:			
60.00 Appropriation	2,975	3,085	3,085
70.00 Total new budget authority (gross)	4,070	3,509	3,567
Change in obligated balances:			
72.40 Obligated balance, start of year	1,452	2,239	1,834
73.10 Total new obligations	3,980	3,599	3,567
73.20 Total outlays (gross)	-3,188	-4,004	-3,831
73.40 Adjustments in expired accounts (net)	-5		
74.40 Obligated balance, end of year	2,239	1,834	1,570
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	101	267	303
86.93 Outlays from discretionary balances	321	751	448
86.97 Outlays from new mandatory authority	1,864	1,943	1,943
86.98 Outlays from mandatory balances	902	1,043	1,137
87.00 Total outlays (gross)	3,188	4,004	3,831
Offsets:			
Against gross budget authority and outlays:			
88.00 Offsetting collections (cash) from: Federal sources	-2	-2	-2
Net budget authority and outlays:			
89.00 Budget authority	4,068	3,507	3,565
90.00 Outlays	3,186	4,002	3,829

Vocational Rehabilitation State grants.—The basic State grants program provides Federal matching funds to State vocational rehabilitation (VR) agencies to assist individuals with physical or mental impairments to become gainfully employed. Services are tailored to the specific needs of the individual. Priority is given to serving those with the most significant disabilities. Current law requires that between 1.0 percent and 1.5 percent of the funds appropriated for the VR State grants program be set aside for Grants for Indians.

The program performance measures for this program are based on State VR agency performance indicators developed pursuant to Section 106 of the Rehabilitation Act. One of these indicators measures the percentage of general and combined State VR agencies that assist at least 55.8 percent of individuals receiving services to achieve an employment outcome. In 2008, 79 percent of the agencies met this performance criterion. Another indicator measures the percentage of general and combined State VR agencies that assist at least 85 percent of individuals with employment outcomes to achieve competitive employment. In 2008, 96 percent of general and combined agencies met this performance criterion. These outcome data are based on the approximately 353,880 individuals whose service records were closed in 2008 after receiving services.

The request for the VR State Grants program reflects the Administration's proposal to consolidate the funds of the smaller VR-related programs and eliminate their separate funding authorities under the Rehabilitation Act in order to reduce duplication of effort and administrative costs, streamline program administration at the Federal and local level, and improve accountability. An additional \$56.282 million would be made available to the VR State Grants program from the consolidation of employment-related programs.

Client assistance State grants.—Formula grants are made to States to provide assistance in informing and advising clients and applicants about benefits available under the Rehabilitation Act and, if requested, to pursue legal or administrative remedies to ensure the protection of the rights of individuals with disabilities.

Training.—Grants are made to States and public or nonprofit agencies and organizations, including institutions of higher education, to increase the number of skilled personnel available for employment in the field of rehabilitation and to upgrade the skills of those already employed.

National activities to improve rehabilitation services.—Funds would be used to support technical assistance and short-term projects designed to improve program performance and the delivery of vocational rehabilitation and independent living services under the Rehabilitation Act.

Supported employment extended services for youth with significant disabilities.—Grants would be awarded on a competitive basis to assist States in expanding supported employment opportunities for youth with significant disabilities as they transition from school to the workforce. Funds would be used to expand the provision of extended services that support and maintain such individuals in supported employment after receiving services provided by the VR State Grants program.

Independent living.—Grants would be awarded to States and nonprofit agencies to support a network of independent living centers that assist individuals with significant disabilities in their achievement of self-determined independent living goals. In addition, grants would provide support services to older blind individuals to increase their ability to care for their own needs.

Protection and advocacy of individual rights.—Formula grants are made to State protection and advocacy systems to protect the legal and human rights of individuals with disabilities.

Recreational programs.—Grants are made to provide individuals with disabilities with recreational and related activities to aid in their employment, mobility, independence, socialization, and community integration.

National Institute on Disability and Rehabilitation Research.—The Institute carries out a comprehensive and coordinated program of rehabilitation research and related activities. Through grants and contracts, it supports the conduct and dis-

semination of research and development aimed at improving the lives of individuals with disabilities. The Institute also promotes the development and utilization of new technologies to assist these individuals in achieving greater independence and integration into society. Funds would also be used to conduct rigorous evaluations of programs and activities authorized under the Rehabilitation Act.

Workforce innovation fund.—Funds would be used to test and validate more effective approaches to achieving positive employment outcomes for program participants, particularly the most vulnerable populations. The Secretaries of Education and Labor (and other agency heads as appropriate) will partner to break down bureaucratic constraints and work together to build and share evidence of what works.

Helen Keller National Center for Deaf-Blind Youths and Adults.—The Center provides services to deaf-blind youths and adults and provides training and technical assistance to professional and allied personnel at its national headquarters center and through its regional representatives and affiliate agencies.

Assistive technology.—Assistive Technology (AT) programs support AT State grants to implement comprehensive Statewide programs designed to maximize the ability of individuals with disabilities of all ages to obtain assistive technology. States conduct activities that include alternative financing programs, device reutilization programs, device loan programs, and device demonstrations. Formula grants are also provided under the AT Protection and Advocacy program to systems established under the Developmental Disabilities Assistance and Bill of Rights Act for protection and advocacy services to assist individuals with disabilities of all ages. Funds also support national technical assistance activities for these formula grant programs.

Object Classification (in millions of dollars)

Identification code 91-0301-0-1-506	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.1 Advisory and assistance services	9	9	19
25.3 Other purchases of goods and services from Government accounts	1	1	1
41.0 Grants, subsidies, and contributions	3,968	3,587	3,545
99.0 Direct obligations	3,978	3,597	3,565
99.0 Reimbursable obligations	2	2	2
99.9 Total new obligations	3,980	3,599	3,567

SPECIAL INSTITUTIONS FOR PERSONS WITH DISABILITIES

AMERICAN PRINTING HOUSE FOR THE BLIND

For carrying out the Act of March 3, 1879, \$24,600,000. (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91-0600-0-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 American printing house for the blind	23	25	25
10.00 Total new obligations (object class 41.0)	23	25	25
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	23	25	25
23.95 Total new obligations	-23	-25	-25
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	23	25	25

SPECIAL INSTITUTIONS FOR PERSONS WITH DISABILITIES—Continued
Program and Financing—Continued

Identification code 91-0600-0-1-501	2009 actual	2010 est.	2011 est.	
Change in obligated balances:				
72.40	Obligated balance, start of year	5	7	1
73.10	Total new obligations	23	25	25
73.20	Total outlays (gross)	-21	-31	-26
74.40	Obligated balance, end of year	7	1	.....
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	16	24	24
86.93	Outlays from discretionary balances	5	7	2
87.00	Total outlays (gross)	21	31	26
Net budget authority and outlays:				
89.00	Budget authority	23	25	25
90.00	Outlays	21	31	26

The Federal appropriation supports: the production and distribution of free educational materials for students below the college level who are blind, research related to developing and improving products, and advisory services to consumer organizations on the availability and use of materials. In 2009, the portion of the Federal appropriation allocated to educational materials represented approximately 67 percent of the Printing House's total sales. The full appropriation represented approximately 82 percent of the Printing House's total budget.

NATIONAL TECHNICAL INSTITUTE FOR THE DEAF

For the National Technical Institute for the Deaf under titles I and II of the Education of the Deaf Act of 1986, [\$68,437,000] \$64,677,000, of which [\$5,400,000] \$1,640,000 shall be for construction and shall remain available until expended: *Provided*, That from the total amount available, the Institute may at its discretion use funds for the endowment program as authorized under section 207 of such Act. (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91-0601-0-1-502	2009 actual	2010 est.	2011 est.	
Obligations by program activity:				
00.01	Operations	63	63	63
00.02	Construction	1	5	2
10.00	Total new obligations (object class 41.0)	64	68	65
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	64	68	65
23.95	Total new obligations	-64	-68	-65
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	64	68	65
Change in obligated balances:				
72.40	Obligated balance, start of year	2	2	9
73.10	Total new obligations	64	68	65
73.20	Total outlays (gross)	-64	-61	-65
74.40	Obligated balance, end of year	2	9	9
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	63	60	59
86.93	Outlays from discretionary balances	1	1	6
87.00	Total outlays (gross)	64	61	65
Net budget authority and outlays:				
89.00	Budget authority	64	68	65
90.00	Outlays	64	61	65

This residential program provides postsecondary technical and professional education for people who are deaf to prepare them for employment, provides training, and conducts applied research into employment-related aspects of deafness. In 2010, the Federal appropriation represented approximately 75 percent of the Institute's operating budget. The 2011 request includes funds for a heating, ventilation, and air conditioning (HVAC) project. The request includes funds that may be used for the Endowment Grant program.

GALLAUDET UNIVERSITY

For the Kendall Demonstration Elementary School, the Model Secondary School for the Deaf, and the partial support of Gallaudet University under titles I and II of the Education of the Deaf Act of 1986, [\$123,000,000, of which \$5,000,000 shall be for construction and shall remain available until expended] \$118,000,000: *Provided*, That from the total amount available, the University may at its discretion use funds for the endowment program as authorized under section 207 of such Act. (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91-0602-0-1-502	2009 actual	2010 est.	2011 est.	
Obligations by program activity:				
00.01	Operations	118	118	118
00.02	Construction	6	5	.....
10.00	Total new obligations (object class 41.0)	124	123	118
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	124	123	118
23.95	Total new obligations	-124	-123	-118
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	124	123	118
Change in obligated balances:				
72.40	Obligated balance, start of year .....	.....	6	15
73.10	Total new obligations	124	123	118
73.20	Total outlays (gross)	-118	-114	-122
74.40	Obligated balance, end of year	6	15	11
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	118	112	111
86.93	Outlays from discretionary balances .....	.....	2	11
87.00	Total outlays (gross)	118	114	122
Net budget authority and outlays:				
89.00	Budget authority	124	123	118
90.00	Outlays	118	114	122

This institution provides undergraduate, continuing education, and graduate programs related to deafness for students who are deaf and hearing. The University also conducts basic and applied research and provides public service programs for persons who are deaf and persons who work with them.

Gallaudet operates the Laurent Clerc National Deaf Education Center, which includes two elementary and secondary education programs on the main campus of the University. The Kendall Demonstration Elementary School serves students who are deaf from infancy through age 15, and the Model Secondary School for the Deaf (MSSD) serves high school age students who are deaf. The Clerc Center also develops and disseminates information on effective educational techniques and strategies for teachers and professionals working with students who are deaf or hard of hearing.

In 2009, the appropriation for Gallaudet represented 65 percent of the total revenue for university-level programs and 99 percent

of the revenue related to the elementary and secondary schools. In addition, the University receives other Federal funds such as student financial aid, vocational rehabilitation, Endowment Grant program income, and competitive grants and contracts. The request includes funds that may be used for the Endowment Grant program.

**OFFICE OF VOCATIONAL AND ADULT
EDUCATION**

Federal Funds

CAREER, TECHNICAL, AND ADULT EDUCATION

For carrying out, to the extent not otherwise provided, the Carl D. Perkins Career and Technical Education Act of 2006, the Adult Education and Family Literacy Act ("AEFLA"), [subpart 4 of part D of title V of the Elementary and Secondary Education Act of 1965 ("ESEA")] and title VIII-D of the Higher Education Amendments of 1998, [\$2,016,447,000, of which \$4,400,000 shall become available on October 1, 2009, and remain available through September 30, 2011] \$1,942,707,000, of which [\$1,221,047,000] \$1,151,707,000 shall become available on July 1, [2010] 2011, and shall remain available through September 30, [2011] 2012, and of which \$791,000,000 shall become available on October 1, [2010] 2011, and shall remain available through September 30, [2011] 2012: *Provided*, That [in allocating AEFLA State grants, the Secretary of Education shall first distribute up to \$45,907,000 to those States and outlying areas that, due to administrative error, were underpaid for fiscal years 2003 through 2008 in the amounts such States and outlying areas were underpaid: *Provided further*, That the Secretary shall not reduce the allocations for those years to the States and outlying areas that were overpaid through such error, or take other corrective action with respect to those overpayments: *Provided further*, That the additional funds provided to States and outlying areas to correct the administrative error shall not be considered in determining the "hold harmless" amounts under section 211(f) of the AEFLA for fiscal year 2011 or subsequent fiscal years: *Provided further*, That] of the amount provided for Adult Education State Grants, \$75,000,000 shall be made available for integrated English literacy and civics education services to immigrants and other limited English proficient populations: *Provided further*, That of the amount reserved for integrated English literacy and civics education, notwithstanding section 211 of the AEFLA, 65 percent shall be allocated to States based on a State's absolute need as determined by calculating each State's share of a 10-year average of the United States Citizenship and Immigration Services data for immigrants admitted for legal permanent residence for the 10 most recent years, and 35 percent allocated to States that experienced growth as measured by the average of the 3 most recent years for which United States Citizenship and Immigration Services data for immigrants admitted for legal permanent residence are available, except that no State shall be allocated an amount less than \$60,000: *Provided further*, That of the amounts made available for AEFLA, [\$11,346,000] \$41,346,000 shall be for national leadership activities under section 243: *Provided further*, That \$88,000,000 shall be available to support the activities authorized under subpart 4 of part D of title V of the ESEA, of which up to 5 percent shall become available on October 1, 2009, and shall remain available through September 30, 2011, for evaluation, technical assistance, school networks, peer review of applications, and program outreach activities, and of which not less than 95 percent shall become available on July 1, 2010, and remain available through September 30, 2011, for grants to local educational agencies: *Provided further*, That funds made available to local educational agencies under this subpart shall be used only for activities related to establishing smaller learning communities within large high schools or small high schools that provide alternatives for students enrolled in large high schools: *Provided further*, That the Secretary of Education may use amounts available under this heading for the necessary costs of any closeout of the National Institute for Literacy], of which \$30,000,000 shall be available to the Secretary of Education in cooperation with the Secretary of Labor and, as appropriate, other heads of departments and agencies, to identify and validate innovative strategies for improving program delivery and outcomes for program beneficiaries. (Department of Education Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 91-0400-0-1-501	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 State grants	1,160	1,161	1,264
00.02 National programs	8	8	8
00.04 Tech prep education State grants	103	103	.....
00.91 Total, Career and technical education	1,271	1,272	1,272
01.01 State grants	572	628	537
01.02 National leadership activities	7	7	41
01.03 National Institute for Literacy	6	6	.....
01.91 Total, adult education	585	641	578
02.01 Smaller learning communities	54	88	75
03.01 State grants for workplace and community transition training of incarcerated individuals	9	26	17
09.01 Reimbursable program	1	.....	.....
10.00 Total new obligations	1,920	2,027	1,942
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	86	127	116
22.00 New budget authority (gross)	1,945	2,016	1,943
22.10 Resources available from recoveries of prior year obligations	16	.....	.....
23.90 Total budgetary resources available for obligation	2,047	2,143	2,059
23.95 Total new obligations	-1,920	-2,027	-1,942
24.40 Unobligated balance carried forward, end of year	127	116	117
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	1,153	1,225	1,152
42.00 Transferred from other accounts	1	.....	.....
43.00 Appropriation (total discretionary)	1,154	1,225	1,152
55.00 Advance appropriation from prior year	791	791	791
70.00 Total new budget authority (gross)	1,945	2,016	1,943
Change in obligated balances:			
72.40 Obligated balance, start of year	1,877	1,741	1,673
73.10 Total new obligations	1,920	2,027	1,942
73.20 Total outlays (gross)	-2,034	-2,095	-1,974
73.40 Adjustments in expired accounts (net)	-6	.....	.....
73.45 Recoveries of prior year obligations	-16	.....	.....
74.40 Obligated balance, end of year	1,741	1,673	1,641
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	607	655	649
86.93 Outlays from discretionary balances	1,427	1,440	1,325
87.00 Total outlays (gross)	2,034	2,095	1,974
Net budget authority and outlays:			
89.00 Budget authority	1,945	2,016	1,943
90.00 Outlays	2,034	2,095	1,974

SUMMARY OF PROGRAM LEVEL

	2009-10 Academic Year	2010-11 Academic Year	2011-12 Academic Year
New Budget Authority	\$1,153	\$1,225	\$1,152
Advance Appropriation	791	791	791
Total program level	1,944	2,016	1,943
Change in advance appropriation over previous year	0	0	0

Career and Technical Education:

State grants.—Funds support formula grants to States for programs that focus on improving the academic achievement and career and technical skills of secondary and postsecondary students.

National programs.—Funds support discretionary activities to help improve career and technical education programs in high schools and community colleges, including a national research center on career and technical education, and evaluation activities.

Adult education:

CAREER, TECHNICAL, AND ADULT EDUCATION—Continued

State programs.—Funds support formula grants to States to help eliminate functional illiteracy among the Nation's adults, to assist adults in obtaining a high school diploma or its equivalent, and to promote family literacy. A portion of the funds is reserved for formula grants to States to provide English literacy and civics education for immigrants and other limited English proficient adults.

National leadership activities.—Funds support discretionary activities to evaluate the effectiveness of Federal, State, and local adult education programs, and to test and demonstrate methods of improving program quality. In addition, the Budget proposes that funds would be used to test and validate more effective approaches to achieving positive employment outcomes for program participants, particularly the most vulnerable populations. The Secretaries of Education and Labor (and other heads of departments and agencies, as appropriate) will partner to break down bureaucratic constraints and work together to build and share evidence of what works.

State grants for workplace and community transition training of incarcerated individuals.—Funds support formula grants to State correctional agencies that assist and encourage incarcerated individuals to acquire postsecondary education, counseling, and vocational training.

Object Classification (in millions of dollars)

Identification code 91-0400-0-1-501	2009 actual	2010 est.	2011 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	1	18	18
25.1 Advisory and assistance services	2	12	12
25.2 Other services	5	7	7
25.5 Research and development contracts	7	1,903	1,905
41.0 Grants, subsidies, and contributions	1,903	2,027	1,942
99.0 Direct obligations	1,918	2	2
99.5 Below reporting threshold	2	1,920	1,942
99.9 Total new obligations	1,920	2,027	1,942

Employment Summary

Identification code 91-0400-0-1-501	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	12		

are participating in advanced foreign language training and international studies in areas that are vital to United States national security and who plan to apply their language skills and knowledge of these countries in the fields of government, the professions, or international development: *Provided further*, That of the funds referred to in the preceding proviso up to 1 percent may be used for program evaluation, national outreach, and information dissemination activities: *Provided further*, That notwithstanding any other provision of law, a recipient of a multi-year award under section 316 of the HEA, as that section was in effect prior to the date of enactment of the Higher Education Opportunity Act ("HEOA"), that would have otherwise received a continuation award for fiscal year **[2010] 2011** under that section, shall receive under section 316, as amended by the HEOA, not less than the amount that such recipient would have received under such a continuation award: *Provided further*, That the portion of the funds received under section 316 by a recipient described in the preceding proviso that is equal to the amount of such continuation award shall be used in accordance with the terms of such continuation award: *Provided further*, That \$1,500,000, to remain available until expended, shall be available to carry out a scholarship program for the purpose of increasing the skilled workforce for industrial health and safety occupations, including mine safety: *Provided further*, That the Secretary of Education shall identify these scholarships as "Erma Byrd Scholarships": *Provided further*, That such scholarships shall be awarded without regard to an applicant's prior work experience, but the Secretary shall, notwithstanding section 437 of the General Education Provisions Act and 5 U.S.C. 553, by notice in the Federal Register, establish the eligibility requirements, service obligations, payback requirements, and other program requirements similar to those specified in section 515 of the Federal Mine Safety and Health Act as are necessary to implement such a program: *Provided further*, That such scholarship funds may be used to replace a student's expected family contribution, but institutions accepting such scholarship funds may not use these funds to supplant existing institutional aid: *Provided further*, That the Secretary shall be authorized to accept contributions for such scholarships from private sources: *Provided further*, That these funds shall be used for scholarships for academic year 2010-2011 and may be available for scholarships in academic year 2011-2012: *Provided further*, That \$101,507,000 shall be used for the projects, and in the amounts, specified under the heading "Higher Education" in the statement of the managers on the conference report accompanying this Act: *provided further*, That \$17,750,000 shall be used for the programs specified under the "Fund for the Improvement of Post Secondary Education" in the statement of the managers in accordance with the specified sections: *Provided further*, That notwithstanding section 721(c) of the HEA, funds to carry out the Thurgood Marshall Legal Educational Opportunity program under section 721 shall be awarded competitively, and any recipient shall be authorized to award subcontracts and subgrants under section 721(f). (Department of Education Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 91-0201-0-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Strengthening institutions	80	84	88
00.02 Strengthening tribally controlled colleges and universities	53	30	32
00.03 Strengthening Alaska Native and Native Hawaiian-serving institutions	32	15	16
00.04 Strengthening historically Black colleges and universities	323	267	280
00.05 Strengthening historically Black graduate institutions	58	61	64
00.06 Masters degree programs for HBCUs and predominantly Black institutions	11	12	11
00.07 Strengthening predominantly Black institutions	18	11	11
00.08 Strengthening Asian American and Native American Pacific Islander-serving institutions	7	4	4
00.09 Strengthening Native American-serving nontribal institutions	5	4	4
00.10 Minority science and engineering improvement	9	9	9
00.91 Subtotal, aid for institutional development	596	497	519
Other aid for institutions:			
01.01 Developing Hispanic-serving institutions	93	117	123
01.02 Developing Hispanic-serving institution STEM and articulation programs	100		
01.03 Promoting baccalaureate opportunities for Hispanic Americans	12	22	22
01.04 International education and foreign language studies	119	126	126
01.05 Fund for the Improvement of Postsecondary Education	133	160	64

OFFICE OF POSTSECONDARY EDUCATION

Federal Funds

HIGHER EDUCATION

For carrying out, to the extent not otherwise provided, titles **[II,] III, IV, V, VI, VII, and VIII** of the Higher Education Act of 1965 ("HEA"), **[section 1543** of the Higher Education Amendments of 1992, **] the Mutual Educational and Cultural Exchange Act of 1961, [title VIII** of the Higher Education Amendments of 1998, part I of subtitle A of title VI of the America COMPETES Act, **] and section 117** of the Carl D. Perkins Career and Technical Education Act of 2006, **[\$2,255,665,000] \$2,131,493,000:** *Provided*, That \$9,687,000, to remain available through September 30, **[2011] 2012**, shall be available to fund fellowships for academic year **[2011-2012] 2012-2013** under subpart 1 of part A of title VII of the HEA, under the terms and conditions of such subpart 1: *Provided further*, That \$609,000 shall be for data collection and evaluation activities for programs under the HEA, including such activities needed to comply with the Government Performance and Results Act of 1993: *Provided further*, That notwithstanding any other provision of law, funds made available in this Act to carry out title VI of the HEA and section 102(b)(6) of the Mutual Educational and Cultural Exchange Act of 1961 may be used to support visits and study in foreign countries by individuals who

01.06	Demonstration projects to support postsecondary faculty, staff, and administrators in educating students with disabilities	7	7	7
01.07	Interest subsidy grants	1	2	1
01.08	Tribally controlled postsecondary vocational and technical institutions	8	8	8
01.09	Model transition programs for students with intellectual disabilities into higher education		11	11
01.10	Special programs for migrant students			37
01.91	Subtotal, other aid for institutions	473	453	399
Assistance for students:				
02.01	Federal TRIO programs	905	910	910
02.02	Gaining early awareness and readiness for undergraduate programs (GEAR UP)	313	323	323
02.03	Byrd honors scholarships	41	42	
02.04	Javits fellowships	9	10	10
02.05	Graduate assistance in areas of national need	31	31	31
02.06	Thurgood Marshall legal educational opportunity	3	3	3
02.07	B.J. Stupak Olympic scholarships	1	1	
02.08	Child care access means parents in school	16	16	16
02.91	Subtotal, assistance for students	1,319	1,336	1,293
03.01	Teachers for a competitive tomorrow	2	2	
03.02	Teacher quality partnerships	50	143	
03.03	GPRA data/HEA program evaluation	1	1	1
03.04	Underground railroad program	2	2	
03.05	College access challenge grants	66		
03.06	Higher education disaster relief	15		
03.07	Loan repayment for civil legal assistance attorneys		5	
03.91	Subtotal, other higher education activities	136	153	1
10.00	Total new obligations	2,524	2,439	2,212
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	28	114	11
22.00	New budget authority (gross)	2,601	2,336	2,211
22.30	Expired unobligated balance transfer to unexpired account	9		
23.90	Total budgetary resources available for obligation	2,638	2,450	2,222
23.95	Total new obligations	-2,524	-2,439	-2,212
24.40	Unobligated balance carried forward, end of year	114	11	10
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	2,201	2,256	2,131
41.00	Transferred to other accounts	-1		
43.00	Appropriation (total discretionary)	2,200	2,256	2,131
Mandatory:				
60.00	Appropriation	401	80	80
70.00	Total new budget authority (gross)	2,601	2,336	2,211
Change in obligated balances:				
72.40	Obligated balance, start of year	3,056	3,301	3,185
73.10	Total new obligations	2,524	2,439	2,212
73.20	Total outlays (gross)	-2,241	-2,555	-2,402
73.40	Adjustments in expired accounts (net)	-38		
74.40	Obligated balance, end of year	3,301	3,185	2,995
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	54	68	64
86.93	Outlays from discretionary balances	1,987	2,083	2,154
86.97	Outlays from new mandatory authority	29	2	2
86.98	Outlays from mandatory balances	171	402	182
87.00	Total outlays (gross)	2,241	2,555	2,402
Net budget authority and outlays:				
89.00	Budget authority	2,601	2,336	2,211
90.00	Outlays	2,241	2,555	2,402

Aid for institutional development:

Strengthening institutions.—Funds support planning and development grants for improving academic programs and financial management at schools that enroll high proportions of disadvantaged students and have low per-student expenditures.

Strengthening tribally controlled colleges and universities.—Funds support grants to American Indian tribally controlled colleges and universities with scarce resources to enable

them to improve and expand their capacity to serve Indian students.

Strengthening Alaska Native and Native Hawaiian-serving institutions.—Funds support Alaska Native and Native Hawaiian-serving institutions to enable them to improve and expand their capacity to serve Alaska Native and Native Hawaiian students.

Strengthening historically Black colleges and universities.—Funds support grants to help historically Black undergraduate institutions to improve and expand their capacity to serve students, and to strengthen management and fiscal operations.

Strengthening historically Black graduate institutions.—Funds support grants to help historically Black graduate institutions to improve and expand their capacity to serve students, and to strengthen management and fiscal operations.

Master's degree programs at historically Black colleges and universities and predominantly Black institutions.—Mandatory funds support Historically Black Colleges and Universities (HBCUs) and Predominantly Black Institutions (PBIs) to improve and expand their capacity to serve students, and to strengthen management and fiscal operations.

Strengthening predominantly Black institutions.—Funds support grants to predominantly Black institutions to plan, develop, undertake, and implement programs to enhance the institution's capacity to serve more low- and middle-income Black American students; to expand higher education opportunities for students; and to strengthen the institution's financial ability to serve the academic needs of students.

Strengthening Asian American and Native American Pacific Islander-serving institutions.—Funds support grants to help Asian American and Native American Pacific Islander-serving institutions improve and expand their capacity to serve students, and to strengthen management and fiscal operations.

Strengthening Native American-serving nontribal institutions.—Funds support grants to help Native American-serving nontribal institutions improve and expand their capacity to serve Native American students.

Minority science and engineering improvement.—Funds support grants to predominantly minority institutions to help them make long-range improvements in science and engineering education and to increase the participation of minorities in scientific and technological careers.

Aid for Hispanic-serving institutions:

Developing Hispanic-serving institutions.—Funds support Hispanic-serving institutions to help them improve and expand their capacity to serve students.

Promoting postbaccalaureate opportunities for Hispanic Americans.—Discretionary and mandatory funds support Hispanic-serving Institutions to help them expand and improve postbaccalaureate educational opportunities and the academic attainment of Hispanic students.

Other aid for institutions:

International education and foreign language studies programs.—Funds promote the development and improvement of domestic and overseas international and foreign language programs, and an Institute for International Public Policy.

Fund for the improvement of postsecondary education.—Funds support a broad range of postsecondary reform and improvement projects, as well as international consortia programs.

Demonstration projects to support postsecondary faculty, staff, and administrators in educating students with disabilities.—Funds support technical assistance and professional development activities for faculty and administrators in institutions

HIGHER EDUCATION—Continued

of higher education in order to improve the quality of education for students with disabilities.

Model transition programs for students with intellectual disabilities into higher education.—Funds support grants to institutions of higher education to create or expand high quality, inclusive model comprehensive transition and postsecondary programs for students with intellectual disabilities.

Tribally controlled postsecondary vocational and technical institutions.—Funds support the operation and improvement of tribally controlled postsecondary vocational institutions, to ensure continued and expanded educational opportunities for Indian students.

Special programs for migrant students.—Funds support grants to institutions of higher education and nonprofit organizations that assist migrant students in earning a high school equivalency certificate or in completing their first year of college.

Interest subsidy grants.—Balances from prior year appropriations meet mandatory interest subsidy costs of construction loan commitments made prior to 1974.

Assistance for students:

Federal TRIO programs.—Discretionary funds support postsecondary education outreach and student support services to help individuals from disadvantaged backgrounds prepare for, enter, and complete college and graduate studies. Mandatory funds provide additional support for the TRIO Upward Bound program.

Gaining early awareness and readiness for undergraduate programs.—Funds support early college preparation and awareness activities at the State and local levels to ensure that low-income elementary and secondary school students are prepared for and pursue postsecondary education.

Javits fellowships.—Funds support fellowships to students of superior ability who have financial need and who are pursuing doctoral degrees in the arts, humanities, and social sciences.

Graduate assistance in areas of national need.—Funds support fellowships to graduate students of superior ability who have financial need for study in areas of national need.

Thurgood Marshall legal educational opportunity program.—Funds support grants to provide low-income, minority, or disadvantaged secondary school and college students with the information, preparation, and financial assistance needed to gain access to and complete law school study and admission to law practice.

Child care access means parents in school.—Funds support a program designed to bolster the participation of low-income parents in postsecondary education through the provision of campus-based child care services.

Other activities:

GPRA data/HEA program evaluation.—Funds support data collection and evaluation activities for programs under the Higher Education Act (HEA) of 1965, including such activities needed to comply with the Government Performance and Results Act (GPRA) of 1993.

Object Classification (in millions of dollars)

Identification code 91-0201-0-1-502	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.1 Advisory and assistance services	2	4	4
25.2 Other services	6	9	9
25.3 Other purchases of goods and services from Government accounts		2	2
25.7 Operation and maintenance of equipment	1	1	1
41.0 Grants, subsidies, and contributions	2,515	2,423	2,196

99.9	Total new obligations	2,524	2,439	2,212
------	-----------------------------	-------	-------	-------

HOWARD UNIVERSITY

For partial support of Howard University, \$234,977,000, of which not less than \$3,600,000 shall be for a matching endowment grant pursuant to the Howard University Endowment Act and shall remain available until expended. (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91-0603-0-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 General support	203	212	206
00.02 Howard University Hospital	29	29	29
10.00 Total new obligations (object class 41.0)	232	241	235
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	6	
22.00 New budget authority (gross)	235	235	235
23.90 Total budgetary resources available for obligation	238	241	235
23.95 Total new obligations	-232	-241	-235
24.40 Unobligated balance carried forward, end of year	6		
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	235	235	235
41.00 Transferred to other accounts	-3		
42.00 Transferred from other accounts	3		
43.00 Appropriation (total discretionary)	235	235	235
Change in obligated balances:			
72.40 Obligated balance, start of year	4	1	14
73.10 Total new obligations	232	241	235
73.20 Total outlays (gross)	-235	-228	-235
74.40 Obligated balance, end of year	1	14	14
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	231	221	221
86.93 Outlays from discretionary balances	4	7	14
87.00 Total outlays (gross)	235	228	235
Net budget authority and outlays:			
89.00 Budget authority	235	235	235
90.00 Outlays	235	228	235

Howard University is a private, nonprofit educational institution consisting of 12 schools and colleges. Federal funds are used to provide partial support for university programs as well as for the teaching hospital facilities. In 2009, Federal funding represented approximately 50 percent of the university's revenue.

MANDATORY EDUCATION FUNDING
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-9911-4-1-500	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Support for HBCUs and Other MSIs		255	255
00.02 High School Graduation Promise Grants		400	400
00.03 Early Learning Challenge Fund		625	625
00.04 Access and Completion Fund		700	700
00.05 Community College Funding		50	2,500
10.00 Total new obligations (object class 41.0)		2,030	4,480
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		2,030	4,480

23.95	Total new obligations	-2,030	-4,480
New budget authority (gross), detail:			
Mandatory:			
60.00	Appropriation	2,030	4,480
Change in obligated balances:			
72.40	Obligated balance, start of year		1,846
73.10	Total new obligations	2,030	4,480
73.20	Total outlays (gross)	-184	-1,906
74.40	Obligated balance, end of year	1,846	4,420
Outlays (gross), detail:			
86.97	Outlays from new mandatory authority	184	707
86.98	Outlays from mandatory balances		1,199
87.00	Total outlays (gross)	184	1,906
Net budget authority and outlays:			
89.00	Budget authority	2,030	4,480
90.00	Outlays	184	1,906

The Budget supports legislation that has passed in the House of Representatives and is pending in the Senate that would reform student lending to eliminate tens of billions of dollars in wasteful subsidies to financial institutions, expand Pell Grants for needy students, and simplify the student aid system. This Budget also supports mandatory funding for priority education programs that are included in this legislation. This mandatory funding is reflected in this account, and includes a new American Graduation Initiative that will strengthen and support community colleges, focus on college completion, and graduate 5 million more students by 2020; an Early Learning Challenge Fund to help children enter school ready to succeed; and funding for other purposes.

COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM

For Federal administrative expenses to carry out activities related to existing facility loans pursuant to section 121 of the Higher Education Act of 1965, \$461,000.

HISTORICALLY BLACK COLLEGE AND UNIVERSITY CAPITAL FINANCING PROGRAM ACCOUNT

For the cost of guaranteed loans, \$20,228,000, as authorized pursuant to part D of title III of the Higher Education Act of 1965 ("HEA"): *Provided*, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974: *Provided further*, That these funds are available to subsidize total loan principal, any part of which is to be guaranteed, not to exceed **[\$178,221,000]** **\$279,393,000**: *Provided further*, That these funds may be used to support loans to public and private historically Black colleges and universities without regard to the limitations within paragraphs (1) and (2) of section 344(a) of the HEA.

In addition, for administrative expenses to carry out the Historically Black College and University Capital Financing Program entered into pursuant to part D of title III of the HEA, \$354,000. (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91-0241-0-1-502	2009 actual	2010 est.	2011 est.	
Obligations by program activity:				
00.01	Direct loan subsidy	10	20	20
00.05	Reestimates of direct loan subsidy	1	3	
00.06	Interest on reestimates of direct loan subsidy	1		
00.09	Federal administration	1	1	1
10.00	Total new obligations	13	24	21
Budgetary resources available for obligation:				
22.00	New budget authority (gross)	13	24	21
23.95	Total new obligations	-13	-24	-21

New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	11	21	21
Mandatory:				
60.00	Appropriation	2	3	
70.00	Total new budget authority (gross)	13	24	21
Change in obligated balances:				
72.40	Obligated balance, start of year		10	21
73.10	Total new obligations	13	24	21
73.20	Total outlays (gross)	-3	-13	-11
74.40	Obligated balance, end of year	10	21	31
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	1	5	5
86.93	Outlays from discretionary balances		5	6
86.97	Outlays from new mandatory authority	2	3	
87.00	Total outlays (gross)	3	13	11
Net budget authority and outlays:				
89.00	Budget authority	13	24	21
90.00	Outlays	3	13	11

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

Identification code 91-0241-0-1-502	2009 actual	2010 est.	2011 est.	
Direct loan levels supportable by subsidy budget authority:				
115002	Historically Black Colleges and Universities	61	178	279
115999	Total direct loan levels	61	178	279
Direct loan subsidy (in percent):				
132002	Historically Black Colleges and Universities	16.31	11.35	7.24
132999	Weighted average subsidy rate	16.31	11.35	7.24
Direct loan subsidy budget authority:				
133002	Historically Black Colleges and Universities	10	20	20
133999	Total subsidy budget authority	10	20	20
Direct loan subsidy outlays:				
134002	Historically Black Colleges and Universities		9	10
134999	Total subsidy outlays		9	10
Direct loan upward reestimates:				
135001	College housing and academic facilities loans	1		
135002	Historically Black Colleges and Universities	1	3	
135999	Total upward reestimate budget authority	2	3	
Direct loan downward reestimates:				
137001	College housing and academic facilities loans	-1		
137002	Historically Black Colleges and Universities	-2	-8	
137003	HBCU Hurricane Supplemental	-25	-84	
137999	Total downward reestimate budget authority	-28	-92	
Administrative expense data:				
3510	Budget authority	1	1	1
3590	Outlays from new authority	1	1	1

As required by the Federal Credit Reform Act of 1990, this account records the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond, as well as any administrative expenses for the College Housing and Academic Facilities Loans Program and the Historically Black College and University Capital Financing Program. The subsidy amounts are estimated on a present value basis; the administrative expenses are on a cash basis. These programs are administered separately but consolidated in the President's budget for presentation purposes.

College Housing and Academic Facilities Loans Program.—Funds for this activity pay the Federal costs for administering the College Housing and Academic Facilities Loans (CHAFL), College Housing Loans (CHL), and Higher Education Facilities Loans (HEFL) programs. Prior to 1994, these programs provided financing for the construction, reconstruction, and renovation of housing, academic, and other educational facilities. Although no new loans have been awarded since 1993, the De-

COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM—Continued
partment of Education will incur costs for administering the
outstanding loans through 2030.

Historically Black College and University Capital Financing Program.—The Historically Black College and University (HBCU) Capital Financing Program provides HBCUs with access to capital financing for the repair, renovation, and construction of classrooms, libraries, laboratories, dormitories, instructional equipment, and research instrumentation. The authorizing statute gives the Department authority to enter into insurance agreements with a private for-profit Designated Bonding Authority. The bonding authority issues the loans and maintains an escrow account in which five percent of each institution's principal is deposited. The Budget requests \$20.228 million in loan subsidy, allowing the program to guarantee an estimated \$279 million in new loans in 2011. In addition, the Budget requests funds for Federal administrative activities to administer the program and provide technical assistance activities that improve the financial stability of HBCUs.

Object Classification (in millions of dollars)

Identification code 91-0241-0-1-502	2009 actual	2010 est.	2011 est.
41.0 Direct obligations: Grants, subsidies, and contributions	12	23	20
99.5 Below reporting threshold	1	1	1
99.9 Total new obligations	13	24	21

Employment Summary

Identification code 91-0241-0-1-502	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	4	4	4

COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 91-4252-0-3-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Interest paid to Treasury	1	1	1
08.02 Payment of downward reestimates	1		
10.00 Total new obligations	2	1	1
Budgetary resources available for obligation:			
22.00 New financing authority (gross)	2	1	1
23.95 Total new obligations	-2	-1	-1
New financing authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	2	2	2
69.47 Portion applied to repay debt		-1	-1
69.90 Spending authority from offsetting collections (total mandatory)	2	1	1
Change in obligated balances:			
73.10 Total new obligations	2	1	1
73.20 Total financing disbursements (gross)	-2	-1	-1
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	2	1	1
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Federal sources	-1		
88.40 Interest repayments	-1	-1	-1
88.40 Principal repayments		-1	-1

88.90	Total, offsetting collections (cash)	-2	-2	-2
Net financing authority and financing disbursements:				
89.00	Financing authority		-1	-1
90.00	Financing disbursements		-1	-1

Status of Direct Loans (in millions of dollars)

Identification code 91-4252-0-3-502	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	12	12	11
1251 Repayments: Repayments and prepayments		-1	-1
1290 Outstanding, end of year	12	11	10

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and 1993. The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 91-4252-0-3-502	2008 actual	2009 actual
ASSETS:		
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	12	11
1405 Allowance for subsidy cost (-)	-1	
1499 Net present value of assets related to direct loans	11	11
1999 Total assets	11	11
LIABILITIES:		
2103 Federal liabilities: Debt	11	11
2999 Total liabilities	11	11
4999 Total liabilities and net position	11	11

COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 91-0242-0-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Interest paid to Treasury	6	6	6
00.04 Loan Servicing	1		
10.00 Total new obligations	7	6	6
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	7	6	6
23.95 Total new obligations	-7	-6	-6
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	2	2	2
69.00 Offsetting collections (cash)	27	26	25
69.27 Capital transfer to general fund	-18	-18	-17
69.47 Portion applied to repay debt	-4	-4	-4
69.90 Spending authority from offsetting collections (total mandatory)	5	4	4
70.00 Total new budget authority (gross)	7	6	6
Change in obligated balances:			
72.40 Obligated balance, start of year	1	1	1
73.10 Total new obligations	7	6	6
73.20 Total outlays (gross)	-7	-6	-6
74.40 Obligated balance, end of year	1	1	1
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	7	6	6
Offsets:			
Against gross budget authority and outlays:			

Offsetting collections (cash) from:				
88.40	Repayments of principal	-19	-18	-18
88.40	Interest received on loans	-8	-8	-7
88.90	Total, offsetting collections (cash)	-27	-26	-25
Net budget authority and outlays:				
89.00	Budget authority	-20	-20	-19
90.00	Outlays	-20	-20	-19

Status of Direct Loans (in millions of dollars)

Identification code 91-0242-0-1-502				
		2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	203	184	180
1251	Repayments: Repayments and prepayments	-19	-4	-4
1290	Outstanding, end of year	184	180	176

As required by the Federal Credit Reform Act of 1990, the College Housing and Academic Facilities Loans Liquidating Account records all cash flows to and from the Government resulting from direct loans obligated prior to 1992. This account includes loans made under the College Housing and Academic Facilities Loans, College Housing Loans, and Higher Education Facilities Loans programs, which continue to be administered separately.

Balance Sheet (in millions of dollars)

Identification code 91-0242-0-1-502			
		2008 actual	2009 actual
ASSETS:			
1601	Direct loans, gross	198	185
1602	Interest receivable	5	5
1699	Value of assets related to direct loans	203	190
1999	Total assets	203	190
LIABILITIES:			
Federal liabilities:			
2103	Debt	64	60
2104	Resources payable to Treasury	139	130
2999	Total liabilities	203	190
4999	Total liabilities and net position	203	190

Object Classification (in millions of dollars)

Identification code 91-0242-0-1-502				
		2009 actual	2010 est.	2011 est.
Direct obligations:				
25.3	Other purchases of goods and services from Government accounts	1		
43.0	Interest and dividends	6	6	6
99.9	Total new obligations	7	6	6

HISTORICALLY BLACK COLLEGE AND UNIVERSITY CAPITAL FINANCING DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 91-4255-0-3-502				
		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Direct loan awards	61	178	279
00.02	Interest paid to Treasury	8		
00.03	Subsidy Payments - Interest Subsidy	1		4
00.04	Interest paid to Treasury		8	9
00.91	Subtotal	70	186	292
08.02	Payment of downward reestimate	24	78	
08.04	Interest on downward reestimates	3	15	
08.91	Subtotal	27	93	
10.00	Total new obligations	97	279	292

Budgetary resources available for obligation:

21.40	Unobligated balance carried forward, start of year	330	304	236
22.00	New financing authority (gross)	71	211	313
22.10	Resources available from recoveries of prior year obligations	2		
22.70	Balance of authority to borrow withdrawn	-2		
23.90	Total budgetary resources available for obligation	401	515	549
23.95	Total new obligations	-97	-279	-292
24.40	Unobligated balance carried forward, end of year	304	236	257

New financing authority (gross), detail:

Mandatory:				
67.10	Authority to borrow	51	178	279
69.00	Offsetting collections (cash)	15	38	53
69.10	Change in uncollected customer payments from Federal sources (unexpired)	10		
69.47	Portion applied to repay debt	-5	-5	-19
69.90	Spending authority from offsetting collections (total mandatory)	20	33	34
70.00	Total new financing authority (gross)	71	211	313

Change in obligated balances:

72.40	Obligated balance, start of year	283	212	322
73.10	Total new obligations	97	279	292
73.20	Total financing disbursements (gross)	-156	-169	-198
73.45	Recoveries of prior year obligations	-2		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-10		
74.40	Obligated balance, end of year	212	322	416

Outlays (gross), detail:

87.00	Total financing disbursements (gross)	156	169	198
-------	---	-----	-----	-----

Offsets:

Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Federal sources	-1	-12	-10
88.25	Interest on uninvested funds	-2	-12	-12
88.40	Interest repayments	-9	-9	-12
88.40	Principal repayments	-3	-5	-19
88.90	Total, offsetting collections (cash)	-15	-38	-53
Against gross financing authority only:				
88.95	Change in receivables from program accounts	-10		

Net financing authority and financing disbursements:

89.00	Financing authority	46	173	260
90.00	Financing disbursements	141	131	145

Status of Direct Loans (in millions of dollars)

Identification code 91-4255-0-3-502				
		2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans	61	178	279
1150	Total direct loan obligations	61	178	279
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	337	454	609
1231	Disbursements: Direct loan disbursements	120	160	186
1251	Repayments: Repayments and prepayments	-3	-5	-19
1290	Outstanding, end of year	454	609	776

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Federal Government resulting from direct loans obligated in 1996 and beyond. The Federal Financing Bank (FFB) purchases bonds issued by the HBCU Designated Bonding Authority. Under the policies governing Federal credit programs, bonds purchased by the FFB and supported by the Department of Education with a letter of credit create the equivalent of a Federal direct loan. HBCU bonds are also available for purchase by the private sector, and these will be treated as loan guarantees. However, the Department anticipates that all HBCU loans will be financed by the FFB. The amounts in this account are a means of financing and are not included in the budget totals.

HISTORICALLY BLACK COLLEGE AND UNIVERSITY CAPITAL FINANCING DIRECT
LOAN FINANCING ACCOUNT—Continued

Balance Sheet (in millions of dollars)

Identification code 91-4255-0-3-502	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	332	273
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	337	453
1402 Interest receivable		8
1499 Net present value of assets related to direct loans	337	461
1999 Total assets	669	734
LIABILITIES:		
Federal liabilities:		
2102 Interest payable		8
2103 Debt	337	453
2201 Non-Federal liabilities: Undisbursed direct loans	332	273
2999 Total liabilities	669	734
4999 Total liabilities and net position	669	734

OFFICE OF FEDERAL STUDENT AID
Federal Funds

STUDENT FINANCIAL ASSISTANCE

(INCLUDING [DEFERRAL] CANCELLATION OF FUNDS)

For carrying out subparts [1,] 3[, and 4] and 10 of part A, and part C [and part E] of title IV of the Higher Education Act of 1965, [\$19,296,809,000] \$1,738,197,000, which shall remain available through September 30, [2011] 2012.

[The maximum Pell Grant for which a student shall be eligible during award year 2010–2011 shall be \$4,860.]

Of the funds made available under section 401A(e)(1)[(D)] (E) of the Higher Education Act of 1965, [\$561,000,000 shall not be available until October 1, 2010] \$597,000,000 are hereby permanently cancelled. (Department of Education Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 91-0200-0-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
01.01 Federal Pell grants	26,019	30,990	3,206
02.01 Federal supplemental educational opportunity grants (SEOG)	760	759	757
02.02 Federal work-study	1,156	981	981
02.04 Federal Perkins loans: Loan cancellations	67		
02.91 Campus-based activities - Subtotal	1,983	1,740	1,738
03.01 Leveraging educational assistance partnership	64	64	
10.00 Total new obligations (object class 41.0)	28,066	32,794	4,944
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	483	10,215	579
22.00 New budget authority (gross)	37,730	23,158	4,828
22.10 Resources available from recoveries of prior year obligations	68		
23.90 Total budgetary resources available for obligation	38,281	33,373	5,407
23.95 Total new obligations	-28,066	-32,794	-4,944
24.40 Unobligated balance carried forward, end of year	10,215	579	463
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	34,997	19,297	1,738
Mandatory:			
60.00 Appropriation	2,733	3,861	3,090
70.00 Total new budget authority (gross)	37,730	23,158	4,828
Change in obligated balances:			
72.40 Obligated balance, start of year	12,250	17,028	16,939
73.10 Total new obligations	28,066	32,794	4,944
73.20 Total outlays (gross)	-23,185	-32,883	-18,697
73.40 Adjustments in expired accounts (net)	-35		

73.45 Recoveries of prior year obligations	-68		
74.40 Obligated balance, end of year	17,028	16,939	3,186

Outlays (gross), detail:

86.90 Outlays from new discretionary authority	9,664	6,546	174
86.93 Outlays from discretionary balances	11,043	22,682	15,246
86.97 Outlays from new mandatory authority	999	1,943	1,350
86.98 Outlays from mandatory balances	1,479	1,712	1,927
87.00 Total outlays (gross)	23,185	32,883	18,697

Net budget authority and outlays:

89.00 Budget authority	37,730	23,158	4,828
90.00 Outlays	23,185	32,883	18,697

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	37,730	23,158	4,828
Outlays	23,185	32,883	18,697
Amounts included in baseline projection of current policy:			
Budget Authority			35,104
Outlays			13,755
Adjustments for year-to-year comparability:			
Budget Authority			
Outlays			
Legislative proposal, subject to PAYGO:			
Budget Authority		-21,356	-38,194
Outlays		-8,302	-27,914
Total:			
Budget Authority	37,730	1,802	1,738
Outlays	23,185	24,581	4,538

Status of Direct Loans (in millions of dollars)

Identification code 91-0200-0-1-502	2009 actual	2010 est.	2011 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	311	306	302
1251 Repayments: Repayments and prepayments	-17	-17	-16
1263 Write-offs for default: Direct loans	-9	-8	-10
1264 Other adjustments, net (+ or -)	21	21	21
1290 Outstanding, end of year	306	302	297

Notes.—Figures include, in all years, institutional matching share of defaulted notes assigned from institutions to the Education Department.

Funding from the Student Financial Assistance account, the new Federal Pell Grants account, and related matching funds would provide over 10.8 million awards totaling nearly \$37.0 billion in available aid in award year 2011–2012.

Federal Pell grants.—Pell Grants are the single largest source of grant aid for postsecondary education. More detail on this program is provided in the new Federal Pell Grants account below. The Budget Reform chapter in the *Analytical Perspectives* volume further explains the Budget's Pell Grant policy and the funding included in this account and the Federal Pell Grants account.

Federal supplemental educational opportunity grants (SEOG).—Federal funds are awarded by formula to qualifying institutions, which use these funds to award grants to undergraduate students. While institutions have discretion in awarding these funds, they are required to give priority to Pell Grant recipients and other students with exceptional need. The Federal share of these grants cannot exceed 75 percent of the total grant. The 2011 Budget includes \$757 million for SEOG, which would generate \$959 million in new aid to 1.3 million students.

Federal work-study.—Federal funds are awarded by formula to qualifying institutions, which provide part-time jobs to eligible undergraduate and graduate students. Hourly earnings under this program must be at least equal to the Federal minimum wage. Federal funding in most cases pays 75 percent of a student's hourly wages, with the remaining 25 percent paid by the employ-

er. The Federal Work-Study program also requires participating institutions to use at least 7 percent of the total funds granted to compensate students employed in community service jobs. The 2011 Budget includes \$980 million for Work-Study, which would generate \$1.2 billion in new aid to nearly 770,000 students.

Iraq and Afghanistan service grants.—This program, which becomes effective July 1, 2010, will provide non-need-based grants for students whose parent or guardian was a member of the Armed Forces who died in Iraq or Afghanistan as a result of performing military service after September 11, 2001. Service Grants are equal to the maximum Pell Grant for a given award year. The Administration anticipates spending \$240,000 to support an estimated maximum of 1,000 awards in 2011.

Federal Perkins loans.—Institutions award low-interest loans from institutional revolving funds, which are comprised of Federal Capital Contributions, institutional matching funds, and student repayments on outstanding loans. No new Federal Capital Contributions have been appropriated since 2004. The Administration supports action by Congress to modernize and expand the Perkins Loan program so more colleges can participate and more students receive access to greater aid. The proposal would increase the total annual loan amounts available to students to \$6 billion from the current \$1 billion beginning in July 1, 2011. Rather than operating through institutional revolving funds, Perkins Loans will be originated and serviced by the Federal Government. Loan volume will be allocated among degree-granting institutions using a method currently being determined in consultation with Congress. The Administration intends for this new formula to encourage colleges to control costs and offer need-based aid to prevent excessive indebtedness. Schools will continue to have discretion with regard to student eligibility. Perkins Loan borrowers will retain the 5 percent interest rate, however interest will accrue while students are in school. Loan maximums also will not change from the current program; other loan terms and conditions will be the same as the current Unsubsidized Stafford Loan program. As current Perkins Loan borrowers repay their loans, schools will remit the Federal share of those payments to the Department of Education. Schools will retain their own share of the revolving funds, as well as amounts sufficient to cover the costs of the various Perkins Loan forgiveness provisions. Mandatory loan subsidy costs associated with this proposal are shown in the Federal Perkins Loan program account.

Funding tables.—The following tables display student aid funds available, the number of aid awards, average awards, and the unduplicated count of recipients from each Federal student aid program. Loan amounts reflect the capital actually loaned, not the Federal cost of these loans. The data in these tables include matching funds wherever appropriate. The 2010 and 2011 data in these tables reflect the Administration's legislative proposals. Therefore, all the following tables include 2010 FFEL data only for the first three quarters of 2010, based on the budget proposal to transfer all loan activity to the Direct Loan program beginning with Academic Year 2010–2011 (July 2010).

AID FUNDS AVAILABLE FOR POSTSECONDARY EDUCATION AND TRAINING

	[in thousands]		
	2009	2010 ¹	2011
Pell grants	\$28,213,310	\$32,295,225	\$34,834,285
Student loans:			
Guaranteed student loans:			
Stafford loans	25,425,522	13,424,109	0
Unsubsidized Stafford loans	32,440,567	18,084,295	0
PLUS	8,911,859	3,725,397	0
Direct student loans:			
Stafford loans	11,330,647	27,706,905	43,639,975
Unsubsidized Stafford loans	13,199,898	33,680,309	55,618,577
PLUS	5,207,685	12,141,876	17,134,642

Consolidation:			
FFEL	218,273	184,564	0
Direct Loans	12,522,642	14,830,281	17,564,557
Perkins loans	1,106,126	1,041,545	2,602,869
Student loans, subtotal	110,363,219	124,819,282	136,560,620
Work-study	1,417,322	1,170,845	1,170,845
Supplemental educational opportunity grants	958,816	958,816	958,816
Leveraging educational assistance partnerships	161,556	161,556	0
Iraq and Afghanistan service grants	0	232	240
Academic competitiveness grants/SMART	864,000	932,000	0
TEACH grants	72,262	79,827	93,189
Total aid available	142,050,486	160,417,783	173,617,996

¹ FFEL data represents activity for the first 9 months. Under the budget proposal all activity in the final 3 months would be in Direct Loans.

NUMBER OF AID AWARDS

	[in thousands]		
	2009	2010 ¹	2011
Pell grants	7,738	8,355	8,743
Guaranteed student loans-Stafford loans	6,703	3,827	0
Guaranteed student loans-Unsubsidized Stafford loans	7,015	4,035	0
Guaranteed student loans-PLUS	741	353	0
Guaranteed student loans-Consolidation	6	5	0
Direct student loans-Stafford loans	2,778	6,801	11,253
Direct student loans-Unsubsidized Stafford loans	2,866	7,007	11,685
Direct student loans-PLUS	466	983	1,411
Direct student loans-Consolidation	402	441	492
Perkins loans	521	490	1,225
Work-study	930	768	768
Supplemental educational opportunity grants	1,303	1,303	1,303
Leveraging educational assistance partnerships	162	162	0
Iraq and Afghanistan service grants	0	0 ²	0 ²
Academic competitiveness grants/SMART	855	936	0
TEACH grants	31	32	37
Total awards	32,515	35,497	36,918

¹ FFEL data represents activity for the first 9 months. Under the budget proposal all activity in the final 3 months would be in Direct Loans.

² Number of recipients is fewer than 1,000.

AVERAGE AID AWARDS

	[in whole dollars]		
	2009	2010 ¹	2011
Pell grants	\$3,646	\$3,865	\$3,984
Guaranteed student loans-Stafford loans	3,793	3,508	0
Guaranteed student loans-Unsubsidized Stafford loans	4,624	4,481	0
Guaranteed student loans-PLUS	12,029	10,548	0
Guaranteed student loans-Consolidation	36,144	40,448	0
Direct student loans-Stafford loans	4,078	4,074	3,878
Direct student loans-Unsubsidized Stafford loans	4,606	4,807	4,760
Direct student loans-PLUS	11,182	12,349	12,143
Direct student loans-Consolidation	31,133	33,658	35,668
Perkins loans	2,125	2,125	2,125
Work-study	1,524	1,524	1,524
Supplemental educational opportunity grants	736	736	736
Leveraging educational assistance partnerships	1,000	1,000	0
Iraq and Afghanistan service grants	0	4,539	4,690
Academic competitiveness grants/SMART	1,011	996	0
TEACH grants	2,369	2,500	2,500

¹ FFEL data represents activity for the first 9 months. Under the budget proposal all activity in the final 3 months would be in Direct Loans.

NUMBER OF STUDENTS AIDED

	[in thousands]		
	2009	2010	2011
Unduplicated student count	12,759	14,115	14,818

ADMINISTRATIVE PAYMENTS TO INSTITUTIONS

	[in thousands of dollars]		
	2009	2010	2011
Pell grants	\$38,690	\$41,775	\$43,715
Work-study	88,573	73,250	73,250
Supplemental educational opportunity grants	38,353	38,353	38,353

STUDENT FINANCIAL ASSISTANCE—Continued
ADMINISTRATIVE PAYMENTS TO INSTITUTIONS—Continued

	2009	2010	2011
Perkins loans	44,245	41,662	20,831

STUDENT FINANCIAL ASSISTANCE
(Amounts included in baseline projection of current policy)

Program and Financing (in millions of dollars)

Identification code 91-0200-7-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
01.01 Federal Pell Grants			30,699
10.00 Total new obligations (object class 41.0)			30,699
Budgetary resources available for obligation:			
22.00 New budget authority (gross)			35,104
23.95 Total new obligations			-30,699
24.40 Unobligated balance carried forward, end of year			4,405
New budget authority (gross), detail:			
Discretionary:			
40.35 Appropriation permanently reduced		-17,495	
Mandatory:			
60.00 Appropriation		17,495	35,104
70.00 Total new budget authority (gross)			35,104
Change in obligated balances:			
73.10 Total new obligations			30,699
73.20 Total outlays (gross)			-13,755
74.40 Obligated balance, end of year			16,944
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority		-6,359	
86.93 Outlays from discretionary balances			-10,904
86.97 Outlays from new mandatory authority		6,359	13,755
86.98 Outlays from mandatory balances			10,904
87.00 Total outlays (gross)			13,755
Net budget authority and outlays:			
89.00 Budget authority			35,104
90.00 Outlays			13,755

STUDENT FINANCIAL ASSISTANCE
(Adjustments for year-to-year comparability)

Program and Financing (in millions of dollars)

Identification code 91-0200-9-1-502	2009 actual	2010 est.	2011 est.
New budget authority (gross), detail:			
Discretionary:			
40.35 Appropriation permanently reduced	-32,928		
Mandatory:			
60.00 Appropriation	32,928		
70.00 Total new budget authority (gross)			
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	-9,305		
86.93 Outlays from discretionary balances	-9,498	-20,946	-2,665
86.97 Outlays from new mandatory authority	9,305		
86.98 Outlays from mandatory balances	9,498	20,946	2,665
87.00 Total outlays (gross)			
Net budget authority and outlays:			
89.00 Budget authority			

90.00 Outlays

STUDENT FINANCIAL ASSISTANCE
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-0200-4-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
01.01 Federal Pell grants		-20,777	-33,905
10.00 Total new obligations (object class 41.0)		-20,777	-33,905
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year			-579
22.00 New budget authority (gross)		-21,356	-38,194
23.90 Total budgetary resources available for obligation		-21,356	-38,773
23.95 Total new obligations		20,777	33,905
24.40 Unobligated balance carried forward, end of year		-579	-4,868
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation		-21,356	-38,194
Change in obligated balances:			
72.40 Obligated balance, start of year			-12,475
73.10 Total new obligations		-20,777	-33,905
73.20 Total outlays (gross)		8,302	27,914
74.40 Obligated balance, end of year		-12,475	-18,466
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority		-8,302	-15,105
86.98 Outlays from mandatory balances			-12,809
87.00 Total outlays (gross)		-8,302	-27,914
Net budget authority and outlays:			
89.00 Budget authority		-21,356	-38,194
90.00 Outlays		-8,302	-27,914

FEDERAL PELL GRANTS
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-0208-4-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Federal Pell Grants		22,971	34,494
10.00 Total new obligations (object class 41.0)		22,971	34,494
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year			4,848
22.00 New budget authority (gross)		27,819	34,878
23.90 Total budgetary resources available for obligation		27,819	39,726
23.95 Total new obligations		-22,971	-34,494
24.40 Unobligated balance carried forward, end of year		4,848	5,232
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation		27,819	34,878
Change in obligated balances:			
72.40 Obligated balance, start of year			14,667
73.10 Total new obligations		22,971	34,494
73.20 Total outlays (gross)		-8,304	-28,739
74.40 Obligated balance, end of year		14,667	20,422
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority		8,304	9,417
86.98 Outlays from mandatory balances			19,322

87.00	Total outlays (gross)	8,304	28,739
Net budget authority and outlays:			
89.00	Budget authority	27,819	34,878
90.00	Outlays	8,304	28,739

The Budget proposes to change the language authorizing the Pell Grants program by making it an entitlement beginning in 2010. This account displays the mandatory funding related to this proposal.

The Budget Reform chapter in the *Analytical Perspectives* volume further explains the Budget's Pell Grant policy and the funding included in this account and the Student Financial Assistance account.

Pell Grants are the single largest source of grant aid for postsecondary education. Funding for this program has been provided from two sources: discretionary appropriations and, beginning in 2008, mandatory funding authorized under the College Cost Reduction and Access Act of 2007. The Recovery Act provided additional discretionary and mandatory budget authority in 2009.

In 2010, more than 8 million undergraduates will receive up to \$5,550 to help pay for postsecondary education. Undergraduate students establish eligibility for these grants under award and need determination rules set out in the authorizing statute and annual appropriations act.

The 2011 Budget proposes to convert Pell Grants into a mandatory program and increase the maximum award annually by the consumer price index plus 1 percentage point. To implement this, the Budget proposes to amend the HEA to clarify that Federal Pell Grants are an entitlement to the individual and remove the eligibility limits created by the College Cost Reduction and Access Act. The Budget also proposes changes to the HEA that will simplify the FAFSA by changing elements from the needs analysis formula, which could increase the number of students receiving Pell awards and change Pell awards for some students. The Budget request includes \$34.9 billion for Pell Grants in 2011, supporting a projected maximum award of \$5,710.

STUDENT AID ADMINISTRATION

For Federal administrative expenses to carry out part D of title I, and subparts 1, 3, 4, [and] 9, and 10 of part A, and parts B, C, D, and E of title IV of the Higher Education Act of 1965, [\$870,402,000, which shall remain available until expended] \$1,170,231,000: *Provided, That unobligated balances of funds provided under this paragraph at the end of fiscal year 2011 not needed for fiscal year 2011 shall remain available until expended to invest in Federal Student Aid information technology hardware and software infrastructure, including related equipment and non-payroll administrative expenses associated with this information technology infrastructure. (Department of Education Appropriations Act, 2010.)*

Program and Financing (in millions of dollars)

Identification code 91-0202-0-1-502	2009 actual	2010 est.	2011 est.	
Obligations by program activity:				
00.01	Student aid administration	754	957	673
00.02	Servicing activities			497
10.00	Total new obligations	754	957	1,170
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	1	87	
22.00	New budget authority (gross)	813	870	1,170
22.10	Resources available from recoveries of prior year obligations	27		
23.90	Total budgetary resources available for obligation	841	957	1,170
23.95	Total new obligations	-754	-957	-1,170
24.40	Unobligated balance carried forward, end of year	87		

New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	813	870	1,170
Change in obligated balances:				
72.40	Obligated balance, start of year	358	333	493
73.10	Total new obligations	754	957	1,170
73.20	Total outlays (gross)	-750	-797	-998
73.40	Adjustments in expired accounts (net)	-2		
73.45	Recoveries of prior year obligations	-27		
74.40	Obligated balance, end of year	333	493	665
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	442	491	658
86.93	Outlays from discretionary balances	308	306	340
87.00	Total outlays (gross)	750	797	998
Net budget authority and outlays:				
89.00	Budget authority	813	870	1,170
90.00	Outlays	750	797	998

The Department of Education manages Federal student aid programs that will provide over \$173 billion in new Federal student aid grants and loans to nearly 15 million students and parents in 2011. Primary responsibility for administering these programs lies with the Office of Postsecondary Education and the performance-based Federal Student Aid (FSA), which are both overseen by the Office of the Under Secretary. FSA was created by Congress in 1998 with a mandate to improve service to students and other student aid program participants, reduce student aid administration costs, and improve accountability and program integrity.

The 2011 Budget includes \$673 million for student aid administration and \$497 million for loan servicing activities, for a total of \$1.170 billion. Most of these funds support systems maintained by private contractors to process student aid applications; provide and track aid awards to students, parents, and schools; and promote efforts aimed at reaching out to key student populations and simplifying the aid application experience. To promote greater transparency within the student aid administration account, loan servicing costs are being presented separately from non-servicing costs beginning in 2011.

Object Classification (in millions of dollars)

Identification code 91-0202-0-1-502	2009 actual	2010 est.	2011 est.	
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	104	121	157
11.3	Other than full-time permanent	3		
11.5	Other personnel compensation	3	3	3
11.9	Total personnel compensation	110	124	160
12.1	Civilian personnel benefits	28	32	39
21.0	Travel and transportation of persons	2	3	4
23.1	Rental payments to GSA	17	17	17
23.3	Communications, utilities, and miscellaneous charges	5	3	1
24.0	Printing and reproduction	3	3	4
25.1	Advisory and assistance services	7	5	5
25.2	Other services	22	35	34
25.3	Other purchases of goods and services from Government accounts	24	23	18
25.7	Operation and maintenance of equipment	533	710	883
26.0	Supplies and materials		1	1
31.0	Equipment	3	1	3
99.0	Direct obligations	754	957	1,169
99.5	Below reporting threshold			1
99.9	Total new obligations	754	957	1,170

Employment Summary

Identification code 91-0202-0-1-502	2009 actual	2010 est.	2011 est.
Direct:			

STUDENT AID ADMINISTRATION—Continued
Employment Summary—Continued

Identification code 91-0202-0-1-502	2009 actual	2010 est.	2011 est.
1001 Civilian full-time equivalent employment	1,058	1,194	1,457

ACADEMIC COMPETITIVENESS/SMART GRANT PROGRAM
Program and Financing (in millions of dollars)

Identification code 91-0205-0-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 ACG/SMART Grants	690	866	464
10.00 Total new obligations (object class 41.0)	690	866	464
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		30	500
22.00 New budget authority (gross)	73	1,336	-36
22.30 Expired unobligated balance transfer to unexpired account	667		
23.90 Total budgetary resources available for obligation	740	1,366	464
23.95 Total new obligations	-690	-866	-464
23.98 Unobligated balance expiring or withdrawn	-20		
24.40 Unobligated balance carried forward, end of year	30	500	
New budget authority (gross), detail:			
Discretionary:			
40.36 Unobligated balance permanently reduced			-597
Mandatory:			
60.00 Appropriation	960	1,010	
60.00 Funds becoming available from prior year deferral		887	561
60.35 Appropriation deferred to future years	-887	-561	
60.35 Appropriation permanently reduced			
62.50 Appropriation (total mandatory)	73	1,336	561
70.00 Total new budget authority (gross)	73	1,336	-36
Change in obligated balances:			
72.40 Obligated balance, start of year	247	330	360
73.10 Total new obligations	690	866	464
73.20 Total outlays (gross)	-607	-836	-824
74.40 Obligated balance, end of year	330	360	
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	364	782	
86.98 Outlays from mandatory balances	243	54	824
87.00 Total outlays (gross)	607	836	824
Net budget authority and outlays:			
89.00 Budget authority	73	1,336	-36
90.00 Outlays	607	836	824

These need-based programs provide grants to full- and part-time students who are eligible to receive a Pell Grant. Eligibility for second-, third-, and fourth-year students is based on maintenance of a 3.0 grade point average. The Ensuring Continued Access to Student Loans Act (ECASLA) expanded the grants to non-citizens, part-time students, and students pursuing certificate programs.

Academic Competitiveness Grants (ACG).—These grants are awarded to first-year and second-year students who have completed a rigorous course of study in high school. Grant levels are \$750 for first-year students and \$1,300 for second-year students.

Science and Mathematics Access to Retain Talent (SMART) Grants.—These grants are awarded to third-year and fourth-year students pursuing a major in mathematics, science, or a foreign language deemed critical to national security. Grant levels are \$4,000 for both third- and fourth-year students.

Taken together with other Federal student aid, grants cannot exceed a student's cost of attendance. Program funding in excess of the amount needed to fund grants in a given year can be carried over for use in subsequent years; if the mandatory funding level is insufficient to fund program grants, grant levels are reduced. For AY 2010, \$932 million in ACG/SMART was made available for 936,000 students.

In 2011, the Administration proposes to cancel \$597 million in unobligated balances. Remaining balances are sufficient to meet estimated demand in these programs through the 2011–2012 academic year, when the authorizing statute specifies the program will sunset.

TEACH GRANT PROGRAM ACCOUNT
Program and Financing (in millions of dollars)

Identification code 91-0206-0-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 TEACH Grant subsidy		11	13
00.05 Upward Reestimate		12	
00.06 Interest on Upward Reestimate		1	
10.00 Total new obligations (object class 41.0)		24	13
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		24	13
23.95 Total new obligations		-24	-13
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation (indefinite) - Loan subsidy		11	13
60.00 Appropriation (indefinite) - Upward reestimate		13	
60.00 Appropriation			
62.50 Appropriation (total mandatory)		24	13
Change in obligated balances:			
72.40 Obligated balance, start of year	7		4
73.10 Total new obligations		24	13
73.20 Total outlays (gross)		-20	-12
73.40 Adjustments in expired accounts (net)	-7		
74.40 Obligated balance, end of year		4	5
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority		20	8
86.98 Outlays from mandatory balances			4
87.00 Total outlays (gross)		20	12
Net budget authority and outlays:			
89.00 Budget authority		24	13
90.00 Outlays		20	12

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

Identification code 91-0206-0-1-502	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 TEACH Grants	89	80	93
115999 Total direct loan levels	89	80	93
Direct loan subsidy (in percent):			
132001 TEACH Grants	-3.63	13.63	13.64
132999 Weighted average subsidy rate	-3.63	13.63	13.64
Direct loan subsidy budget authority:			
133001 TEACH Grants	-3	11	13
133999 Total subsidy budget authority	-3	11	13
Direct loan subsidy outlays:			
134001 TEACH Grants	-1	6	12
134999 Total subsidy outlays	-1	6	12
Direct loan upward reestimates:			
135001 TEACH Grants		13	
135999 Total upward reestimate budget authority		13	

The TEACH grant program, authorized by the College Cost Reduction and Access Act of 2007, awards annual grants of up to \$4,000 to full- or part-time undergraduate and graduate students who agree to teach mathematics, science, foreign languages, bilingual education, special education, or reading at a high-poverty school for not less than 4 years within 8 years of graduating. The program began awarding grants in the 2008–2009 award year. Students must have a grade point average of 3.25 or higher to be eligible to receive a grant. Students who fail to fulfill the service requirements must repay the grants, including interest accrued from the time of award.

Because TEACH grants turn into loans in cases where the service requirements are not fulfilled, for budget and accounting purposes the program is operated consistent with the requirements of the Federal Credit Reform Act of 1990. This program account records subsidy costs reflecting the net present value of the estimated lifetime Federal program costs for grants awarded in a given fiscal year. Under this approach the subsidy cost reflects the cost of grant awards net of expected future repayments for grants that are converted to loans.

TEACH GRANT FINANCING ACCOUNT
Program and Financing (in millions of dollars)

Identification code 91–4290–0–3–502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 TEACH Grants	89	115	94
00.02 Interest payments to Treasury	2	1	4
00.91 Subtotal	91	116	98
08.01 Obligation of Negative Subsidy	3		
10.00 Total new obligations	94	116	98
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2		
22.00 New financing authority (gross)	86	84	101
22.10 Resources available from recoveries of prior year obligations ...	8	33	
22.60 Portion applied to repay debt	-2	-1	-3
23.90 Total budgetary resources available for obligation	94	116	98
23.95 Total new obligations	-94	-116	-98
24.40 Unobligated balance carried forward, end of year			
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	84	73	85
69.00 Offsetting collections (cash)	2	21	15
69.10 Change in uncollected customer payments from Federal sources (unexpired)		4	4
69.47 Portion applied to repay debt		-14	-3
69.90 Spending authority from offsetting collections (total mandatory)	2	11	16
70.00 Total new financing authority (gross)	86	84	101
Change in obligated balances:			
72.40 Obligated balance, start of year	13	47	46
73.10 Total new obligations	94	116	98
73.20 Total financing disbursements (gross)	-52	-80	-97
73.45 Recoveries of prior year obligations	-8	-33	
74.00 Change in uncollected customer payments from Federal sources (unexpired)		-4	-4
74.40 Obligated balance, end of year	47	46	43
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	52	80	97
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Upward Reestimate		-12	
88.00 Upward Reestimate, interest		-1	

88.00	Subsidy from Program Account	-7	-12
88.25	Interest on uninvested funds	-2	
88.40	Payment of Principal	-1	-2
88.40	Interest Received		-1
88.90	Total, offsetting collections (cash)	-2	-21
	Against gross financing authority only:		
88.95	Change in receivables from program accounts	-4	-4
Net financing authority and financing disbursements:			
89.00	Financing authority	84	59
90.00	Financing disbursements	50	59

Status of Direct Loans (in millions of dollars)

Identification code 91–4290–0–3–502	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111	Limitation on direct loans		
1131	Direct loan obligations exempt from limitation	89	80
			93
1150	Total direct loan obligations	89	80
			93
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year		49
1231	Disbursements: Direct loan disbursements	49	52
1251	Repayments: Repayments and prepayments		-1
			-3
1290	Outstanding, end of year	49	100
			162

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from the TEACH Grant program. Amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 91–4290–0–3–502	2008 actual	2009 actual
ASSETS:		
1101	Federal assets: Fund balances with Treasury	15
	Net value of assets related to post-1991 direct loans receivable:	
1401	Direct loans receivable, gross	2
1405	Allowance for subsidy cost (-)	-1
1499	Net present value of assets related to direct loans	1
1999	Total assets	16
	68	
LIABILITIES:		
Federal liabilities:		
2101	Accounts payable	2
2103	Debt	14
2999	Total liabilities	16
		68
4999	Total upward reestimate subsidy BA [91–0206]	16
		68

PERKINS LOAN ASSETS
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91–0219–4–1–502	2009 actual	2010 est.	2011 est.
New budget authority (gross), detail:			
Mandatory:			
69.00	Offsetting collections (cash)		690
69.27	Capital transfer to general fund		-690
69.90	Spending authority from offsetting collections (total mandatory)		
Offsets:			
Against gross budget authority and outlays:			
88.40	Offsetting collections (cash) from: Non-Federal sources		-690
Net budget authority and outlays:			
89.00	Budget authority		-690
90.00	Outlays		-690

PERKINS LOAN ASSETS—Continued

The 2011 Budget proposes to shift the Perkins Loan program to a mandatory direct loan program beginning July 1, 2011, and account for costs as required by the Federal Credit Reform Act. Details of this proposal are provided under the Student Financial Assistance account; subsidy costs associated with this change are shown in the Federal Perkins Loan program account. Amounts recalled are net of institutional contributions and loan cancellation costs. The Perkins Loan Assets account records amounts recalled from Perkins Loan institutions and subsequent loan repayments on outstanding Perkins Loans.

STUDENT FINANCIAL ASSISTANCE DEBT COLLECTION

Special and Trust Fund Receipts (in millions of dollars)

Identification code 91-5557-0-2-502	2009 actual	2010 est.	2011 est.
01.00 Balance, start of year			
01.99 Balance, start of year			
Receipts:			
02.20 Student Financial Assistance Debt Collection	9	10	10
02.99 Total receipts and collections	9	10	10
04.00 Total: Balances and collections	9	10	10
Appropriations:			
05.00 Student Financial Assistance Debt Collection	-9	-10	-10
05.99 Total appropriations	-9	-10	-10
07.99 Balance, end of year			

Program and Financing (in millions of dollars)

Identification code 91-5557-0-2-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Student Financial Assistance Debt Collection	5	5	5
10.00 Total new obligations (object class 25.2)	5	5	5
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	6	13	12
22.00 New budget authority (gross)	9	10	10
22.10 Resources available from recoveries of prior year obligations	3		
22.40 Capital transfer to general fund		-6	-6
23.90 Total budgetary resources available for obligation	18	17	16
23.95 Total new obligations	-5	-5	-5
24.40 Unobligated balance carried forward, end of year	13	12	11
New budget authority (gross), detail:			
Mandatory:			
60.20 Appropriation (special fund)	9	10	10
Change in obligated balances:			
72.40 Obligated balance, start of year	3		
73.10 Total new obligations	5	5	5
73.20 Total outlays (gross)	-5	-5	-5
73.45 Recoveries of prior year obligations	-3		
74.40 Obligated balance, end of year			
Outlays (gross), detail:			
86.98 Outlays from mandatory balances	5	5	5
Net budget authority and outlays:			
89.00 Budget authority	9	10	10
90.00 Outlays	5	5	5

FEDERAL STUDENT LOAN RESERVE FUND

Program and Financing (in millions of dollars)

Identification code 91-4257-0-3-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
01.02 Obligations, non-Federal	11,868	10,298	9,918
10.00 Total new obligations (object class 42.0)	11,868	10,298	9,918
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	1,663	2,414	2,663
22.00 New budget authority (gross)	12,619	10,547	10,257
23.90 Total budgetary resources available for obligation	14,282	12,961	12,920
23.95 Total new obligations	-11,868	-10,298	-9,918
24.40 Unobligated balance carried forward, end of year	2,414	2,663	3,002
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)	12,619	10,547	10,257
Change in obligated balances:			
73.10 Total new obligations	11,868	10,298	9,918
73.20 Total outlays (gross)	-11,868	-10,298	-9,918
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	11,868	10,298	9,918
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-11,789	-9,698	-9,328
88.40 Non-Federal sources	-830	-849	-929
88.90 Total, offsetting collections (cash)	-12,619	-10,547	-10,257
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	-751	-249	-339

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority			
Outlays	-751	-249	-339
Legislative proposal, subject to PAYGO:			
Budget Authority			
Outlays		170	640
Total:			
Budget Authority			
Outlays	-751	-79	301

The Higher Education Amendments of 1998 clarified that reserve funds held by public and non-profit guaranty agencies participating in the Federal Family Education Loan (FFEL) program are Federal property. These reserves are used to pay default claims from FFEL lenders and fees to support agency efforts to avert defaults. The Federal Government reimburses these reserves for default claim payments. The following schedule reflects the balances in these guaranty agency funds.

Balance Sheet (in millions of dollars)

Identification code 91-4257-0-3-502	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	1,663	2,414
1999 Total assets	1,663	2,414
NET POSITION:		
3300 Cumulative results of operations	1,663	2,414
3999 Total net position	1,663	2,414

4999 Total liabilities and net position 1,663 2,414

FEDERAL STUDENT LOAN RESERVE FUND
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-4257-4-3-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
01.02 Obligations, non-Federal		-2,760	-2,803
10.00 Total new obligations (object class 42.0)		-2,760	-2,803
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year			-170
22.00 New budget authority (gross)		-2,930	-3,443
23.90 Total budgetary resources available for obligation		-2,930	-3,613
23.95 Total new obligations		2,760	2,803
24.40 Unobligated balance carried forward, end of year		-170	-810
New budget authority (gross), detail:			
Mandatory:			
69.00 Offsetting collections (cash)		-2,930	-3,443
Change in obligated balances:			
73.10 Total new obligations		-2,760	-2,803
73.20 Total outlays (gross)		2,760	2,803
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority		-2,930	-3,613
86.98 Outlays from mandatory balances		170	810
87.00 Total outlays (gross)		-2,760	-2,803
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources		2,641	2,682
88.40 Non-Federal sources		289	761
88.90 Total, offsetting collections (cash)		2,930	3,443
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays		170	640

FEDERAL DIRECT STUDENT LOAN PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 91-0243-0-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.05 Upward Reestimate	1,081	3,273	
00.06 Interest on Upward Reestimate	305	209	
00.09 Administrative expenses	12	7	
10.00 Total new obligations	1,398	3,489	
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	2	7	
22.00 New budget authority (gross)	1,386	3,482	
22.10 Resources available from recoveries of prior year obligations	17		
23.90 Total budgetary resources available for obligation	1,405	3,489	
23.95 Total new obligations	-1,398	-3,489	
24.40 Unobligated balance carried forward, end of year	7		
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation (indefinite) - loan subsidy	1,386		
60.00 Appropriation (indefinite) - Upward reestimate		3,482	
60.00 Appropriation			
62.50 Appropriation (total mandatory)	1,386	3,482	

Change in obligated balances:			
72.40 Obligated balance, start of year	38	13	5
73.10 Total new obligations	1,398	3,489	
73.20 Total outlays (gross)	-1,406	-3,497	-3
73.45 Recoveries of prior year obligations	-17		
74.40 Obligated balance, end of year	13	5	2

Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	1,386	3,482	
86.98 Outlays from mandatory balances	20	15	3
87.00 Total outlays (gross)	1,406	3,497	3

Net budget authority and outlays:			
89.00 Budget authority	1,386	3,482	
90.00 Outlays	1,406	3,497	3

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	1,386	3,482	
Outlays	1,406	3,497	3
Legislative proposal, subject to PAYGO:			
Budget Authority		1,692	
Outlays		1,692	
Total:			
Budget Authority	1,386	5,174	
Outlays	1,406	5,189	3

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

Identification code 91-0243-0-1-502	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Stafford	9,691	15,681	16,572
115002 Unsubsidized Stafford	11,350	19,327	20,677
115003 PLUS	3,910	6,752	7,239
115004 Consolidation	13,997	14,790	17,325
115999 Total direct loan levels	38,948	56,550	61,813
Direct loan subsidy (in percent):			
132001 Stafford	-2.02	7.82	10.30
132002 Unsubsidized Stafford	-27.85	-17.19	-16.79
132003 PLUS	-28.31	-21.47	-21.54
132004 Consolidation	-9.75	-2.34	-4.33
132999 Weighted average subsidy rate	-14.96	-6.88	-6.59
Direct loan subsidy budget authority:			
133001 Stafford	-196	1,226	1,707
133002 Unsubsidized Stafford	-3,161	-3,322	-3,472
133003 PLUS	-1,107	-1,450	-1,559
133004 Consolidation	-1,365	-346	-750
133999 Total subsidy budget authority	-5,828	-3,892	-4,074
Direct loan subsidy outlays:			
134001 Stafford	164	693	1,396
134002 Unsubsidized Stafford	-2,382	-2,903	-2,986
134003 PLUS	-848	-1,261	-1,439
134004 Consolidation	-1,337	-353	-748
134999 Total subsidy outlays	-4,403	-3,824	-3,777
Direct loan upward reestimates:			
135005 Federal Direct Student Loan Reestimates	1,386	3,482	
135999 Total upward reestimate budget authority	1,386	3,482	
Direct loan downward reestimates:			
137005 Federal Direct Student Loan Reestimates	-1,266	-6,065	
137999 Total downward reestimate budget authority	-1,266	-6,065	

The Federal Government currently operates two major student loan programs: the Federal Family Education Loan (FFEL) program and the William D. Ford Federal Direct Loan (Direct Loan) program. In an effort to provide a stable source of student loans and better utilize taxpayer dollars, the Administration proposes to end entitlements to FFEL lenders on all new Federal student loans starting July 1, 2010. The Budget supports legislation that has passed the House and is pending in the Senate that would reform student lending as the Administration has proposed by originating all new loans through the Direct Loan Program. The

FEDERAL DIRECT STUDENT LOAN PROGRAM ACCOUNT—Continued

Budget assumes passage of current legislation under consideration in its presentation of policy figures. A single student loan program will be more efficient and less expensive, saving more than \$25 billion through 2015 to help finance substantially larger Pell Grant scholarships for low-income students. This summary section outlines the structure of these two programs, highlights their differences and similarities, and provides text tables displaying program cost data; loan volume, subsidy, default, and interest rates; and other descriptive information.

From its inception in 1965 through 2009, the FFEL program has provided over \$878 billion in loans to postsecondary students and their parents. Since July 1, 1994, the Direct Loan program has provided \$292 billion in new and consolidation loans to students and parents. The Direct Loan program will make over \$116 billion in new loans available in 2011.

Loan capital in the FFEL program is provided by private lenders, facilitated by the Federal guarantee on the loans. In addition, State and private nonprofit guaranty agencies act as agents of the Federal Government, providing a variety of services including collection of some defaulted loans, default avoidance activities, and counseling to schools, students, and lenders. The Government provides substantial payments to these guaranty agencies. The Government also pays interest subsidies to lenders for certain borrowers, as well as most costs associated with loan defaults and other write-offs.

Under the Direct Loan program, loan capital is provided by the Federal Government while loan origination and servicing is handled by private-sector companies under performance-based contracts with the Department. The Direct Loan program began operation in academic year 1994–1995 with 7 percent of overall loan volume and is expected to account for 34 percent in academic year 2009–2010.

The Direct Loan and FFEL programs share many basic elements. Interest rates, terms, and conditions are very similar or the same. Each program offers four types of loans: Stafford, Unsubsidized Stafford, PLUS, and Consolidation. Evidence of financial need is required for a student to receive a subsidized Stafford loan. The other three loan programs are available to borrowers at all income levels. Loans can be used only to meet qualified educational expenses.

For Stafford Loans made on or after July 1, 2010, and before July 1, 2011, the borrower interest rate is fixed at 4.5 percent. The College Cost Reduction and Access Act of 2007 (CCRAA) included a phased interest rate reduction for new Stafford Loans, with fixed rates dropping to 3.4 percent on July 1, 2011, and rising to 6.8 percent on July 1, 2012. Interest payments for these loans are fully subsidized by the Government while a student is in school and during grace and deferment periods. Borrower interest rates on new Unsubsidized Stafford loans are fixed at 6.8 percent. The fixed borrower interest rate on PLUS loans made on or after July 1, 2006, is 7.9 percent for Direct Loans and 8.5 percent for FFEL.

In the FFEL program, lenders may receive an interest subsidy, called a special allowance, from the Government to ensure a guaranteed rate of return on their loans. Special allowance payments vary by loan type, are determined quarterly, and are based on current borrower interest rates and market-yield formulas. For periods when the borrower interest rate exceeds the special allowance rate on loans made on or after April 1, 2006, lenders remit the difference to the government. Special allowance rates differ for for-profit and not-for-profit loan holders. For Stafford and Unsubsidized Stafford loans made on or after October 1, 2007, for example, the Federal Government must pay lenders a

special allowance if the average 3-month commercial paper rate for a given quarter plus 1.79 percent for for-profit holders or 1.94 percent for not-for-profit holders is higher than the current interest rate charged to borrowers. The guarantee percentage paid to lenders on most defaults is 95 percent of unpaid loan principal (including any accrued interest on the full loan principal).

Consolidation loans allow borrowers to combine loans made under Title IV of the Higher Education Act—FFEL, Direct Loans, and Perkins Loans—as well as some loans made under the Public Health Service Act. The interest rate for new FFEL and Direct Consolidation loans equals the weighted average of the interest rate on the loans consolidated, rounded up to the nearest one-eighth of one percent. Lenders may choose to offer a lower rate. Interest rates for all new FFEL and Direct Consolidation Loans are capped at 8.25 percent.

In compliance with the Higher Education Reconciliation Act of 2005, as of July 1, 2010, Direct Loan origination fees have been reduced to 1 percent. Borrowers in both programs may be offered financial incentives to encourage prompt repayment.

Loan limits are also identical across the two programs. Loans made under both programs are discharged when borrowers die, are totally and permanently disabled, or, under some circumstances, declare bankruptcy.

Under both programs, new borrowers after October 1, 1998, who are employed as teachers in schools serving low-income populations for five consecutive, complete school years, qualify for up to \$5,000 in loan forgiveness; this benefit is increased to \$17,500 for mathematics, science, and special education teachers considered highly qualified under criteria established in the Elementary and Secondary Education Act.

In addition, under a loan forgiveness program for public-sector employees qualifying borrowers who have worked for 10 years while making payments on their student loan will have any remaining loan balance forgiven. This benefit is only available in the Direct Loan program, though FFEL borrowers may access the benefit by taking out a Direct Consolidation Loan; it is available for all borrowers, regardless of when they took out their loans.

FFEL borrowers may choose from among four repayment plans. Repayment periods under standard, graduated, and income-sensitive repayment may not exceed 10 years. An extended repayment plan of up to 25 years is available for new borrowers with outstanding loans totaling more than \$30,000. FFEL borrowers may change repayment plans annually. Borrowers under Direct Loans may choose from the same repayment plans available in FFEL, except that instead of the income-sensitive repayment plan an income-contingent repayment is available (with terms similar to the new income-based repayment plan). Direct Loan borrowers may switch between repayment plans at any time.

In addition, since July 1, 2009, qualifying student borrowers may also choose an income-based repayment plan under which loans (except Parent PLUS) are paid according to the borrower's income and outstanding balances, if any, are forgiven after 25 years in repayment. (In the first three years, an interest subsidy is available for Stafford Loans and the Stafford portion of Consolidation Loans.) To provide additional assistance to borrowers struggling with increasing levels of college debt, the Budget proposes to ease the burden of repayment by reducing monthly bills and the length of time until loan discharge under this repayment plan. Currently monthly loan payments can be up to 15 percent of a borrower's prior-year income. (Payments cannot exceed the amount calculated under the Standard 10-year repayment option.) The proposal would reduce the assessment to 10

percent of income. The policy would also reduce the number of years of income-based repayments to 20 years for loan forgiveness.

The following tables display performance indicators and program data; including projected overall Direct Loan and FFEL costs; loan volume, number of loans, and average loan amount; descriptive data, and program activity assuming passage of the President's Budget and legislative request.

Federal Budget Authority and Outlays

(in thousands of dollars)

	2009 actual	2010 est. ¹	2011 est.
Program Cost:			
FFEL:			
Liquidating ²	(369,977)	(456,132)	(407,033)
Program:			
New Loan Subsidies (Privately Funded)	(2,404,441)	(91,833)	0
New Loan Subsidies (ECASLA)	(11,804,072)	(1,609,581)	0
Net Reestimate of Prior Year Costs	(15,952,714)	(7,402,632)	0
Net Modification ³	(2,640,420)	0	0
Subtotal, Program	(32,801,647)	(9,104,046)	0
Total FFEL	(33,171,624)	(9,560,178)	(407,033)
Direct Loans:			
Program:			
New Loan Subsidies	(5,828,418)	(7,581,110)	(10,404,340)
Net Reestimate of Prior Year Costs	119,364	(2,583,230)	0
Net Modification ³	0	1,691,760	0
Total, Direct Loans	(5,709,054)	(8,472,580)	(10,404,340)
Total, FFEL and Direct Loans	(38,880,678)	(18,032,758)	(10,811,373)
Program Cost Outlays:			
FFEL:			
Liquidating ²	(534,967)	(456,132)	(407,033)
Program:			
New Loan Subsidies (Privately Funded)	(1,524,651)	(602,757)	0
New Loan Subsidies (ECASLA)	(4,770,435)	(4,109,547)	0
Net Reestimate of Prior Year Costs	(15,952,714)	(7,402,632)	0
Net Modification ³	(2,640,420)	0	0
Subtotal, Program	(24,888,220)	(12,114,936)	0
Total, FFEL	(25,423,187)	(12,571,068)	(407,033)
Direct Loans:			
Program:			
Regular	(4,403,431)	(5,512,981)	(9,247,288)
Net Reestimate of Prior Year Costs	119,364	(2,583,230)	0
Net Modification ³	0	1,691,760	0
Total, Direct Loans	(4,284,067)	(6,404,451)	(9,247,288)
Total, FFEL and Direct Loans	(29,707,254)	(18,975,519)	(9,654,321)

¹FFEL data represents activity for the first 9 months. The budget policy assumes all activity in the final 3 months would be in Direct Loans.

Liquidating account reflects loans made prior to 1992.²

³Reflects the cost or savings associated with policy changes, including those contained in the Ensuring Continued Access to Student Loans Act of 2008 (ECASLA) and the Higher Education Opportunity Act of 2008, that would affect the terms of existing loans.

Loan Volumes by Program, Including Ensuring Continued Access to Student Loans Act

(in millions of dollars)

	2008–2009	2009–2010
Direct Loans	21,058	35,218
Loan Participation Purchase Program (ECASLA)	33,359	35,189
Loan Purchase Program (ECASLA)	17,164	18,105
Asset-Backed Commercial Paper Conduit (ECASLA)	4,768	—
Subtotal, Federally Funded	76,349	88,512
FFEL (Privately Funded)	9,966	15,271
Total, New Student Loan Volume	86,315	103,782

Summary of Loans Available

(net commitments in millions of dollars)

	2009 actual	2010 est.	2011 est.
FFEL:¹			
Stafford	25,426	13,424	0
Unsubsidized Stafford	32,441	18,084	0
PLUS	8,912	3,725	0
Subtotal	66,779	35,233	0
Consolidation	218	185	0

Total, FFEL	66,997	35,418	0
Direct Loans:			
Stafford	11,331	27,707	43,640
Unsubsidized Stafford	13,200	33,680	55,619
PLUS	5,208	12,142	17,135
Subtotal	29,739	73,529	116,394
Consolidation	12,523	14,830	17,565
Total, Direct Loans	42,262	88,359	133,959
Total, All Loans	109,259	123,777	133,959

¹Includes privately-held guaranteed loans and Department-held loans purchased through the Ensuring Continued Access to Student Loans Act.

Number of Loans

(in thousands)

	2009 actual	2010 est.	2011 est.
FFEL:¹			
Stafford	6,703	3,827	0
Unsubsidized Stafford	7,015	4,035	0
PLUS	741	353	0
Subtotal	14,459	8,215	0
Consolidation	6	5	0
Total, FFEL	14,465	8,220	0
Direct Loans:			
Stafford	2,778	6,801	11,253
Unsubsidized Stafford	2,866	7,007	11,685
PLUS	466	983	1,411
Subtotal	6,110	14,791	24,349
Consolidation	402	441	492
Total, Direct Loans	6,512	15,232	24,841
Total, All Loans	20,977	23,452	24,841

¹Includes privately-held guaranteed loans and Department-held loans purchased through the Ensuring Continued Access to Student Loans Act

Average Loan Size (in whole dollars)

	2009 actual	2010 est.	2011 est.
FFEL:¹			
Stafford	3,793	3,508	0
Unsubsidized Stafford	4,624	4,481	0
PLUS	12,029	10,548	0
Weighted Average, without Consolidations	4,619	4,289	0
Consolidation	36,144	40,448	0
Weighted Average, FFEL	4,632	4,309	0
Direct Loans:			
Stafford	4,078	4,074	3,878
Unsubsidized Stafford	4,606	4,807	4,760
PLUS	11,182	12,349	12,143
Weighted Average, without Consolidations	4,867	4,971	4,780
Consolidation	31,133	33,658	35,668
Weighted Average, Direct Loans	6,490	5,801	5,393
Weighted Average, All Loans	5,209	5,278	5,393

¹Includes privately-held guaranteed loans and Department-held loans purchased through the Ensuring Continued Access to Student Loans Act.

Summary of Default Rates¹

(expressed as percentages)

	2009 est.	2010 est. ²	2011 est. ³
FFEL:			
Stafford	15.88	18.99	N/A
Unsubsidized Stafford	16.51	19.09	N/A
PLUS	6.68	7.15	N/A
Consolidation	16.16	14.16	N/A
Weighted Average, FFEL	14.96	17.77	N/A
Direct Loans:			
Stafford	16.44	17.24	17.81
Unsubsidized Stafford	16.25	17.21	17.81
PLUS	7.93	7.98	7.85
Consolidation	22.24	22.32	19.99
Weighted Average, Direct Loans	17.05	16.81	16.82

¹Default rates displayed in this table, which reflect projected defaults over the life of a loan cohort, are used in developing program cost estimates. The Department uses other rates based on defaults occurring in the first two years of repayment to determine institutional eligibility to participate in Federal loan programs. (The Higher Education Oppor-

FEDERAL DIRECT STUDENT LOAN PROGRAM ACCOUNT—Continued

tunity Act of 2008 changed this requirement to a three-year rate.) These two- and three-year rates tend to be lower than those included in this table.

²FFEL data represents activity for the first 9 months. Under the Budget proposal all activity in the final 3 months would be in Direct Loans.

³Under the Budget proposal all activity in 2011 would be in Direct Loans.

FFEL program payments are made to lenders (interest subsidies, loan defaults, and discharges) and guaranty agencies (default collection costs, administrative services). These payments are partially offset by borrower origination fees and lender fees for originations and an annual consolidation loan holder fee. In Direct Loans, cash outflows are primarily payments to Treasury. Cash inflows include principal and interest payments on outstanding Direct Loans.

The following table shows Government payments to and from lenders, guaranty agencies, and borrowers for specific years, regardless of when loans were originated. These flows do not reflect long-term costs to the Government, nor the value of outstanding loan assets: these are reflected in credit reform subsidy estimates. For example, defaulted FFEL loans that are repaid through consolidation produce cash revenue in the current year as the underlying loans are paid off, which is included in the table. But these consolidations also incur estimated future costs — such as subsequent re-defaults, loan discharges, and lender interest subsidy payments — that are not reflected.

The Federal Credit Reform Act of 1990 accounts for differences in the amount and timing of cash flows among direct and guaranteed loan programs to make cost estimates for these programs comparable with each other and other Federal programs.

Selected Program Costs and Offsets

(in thousands of dollars)

	2009 actual	2010 est.	2011 est.
FFEL:			
Payments to lenders			
Interest benefits	4,619,286	3,564,563	2,147,169
Special allowance payments ¹	(4,738,448)	(6,853,140)	(1,830,096)
Default claims	9,194,673	8,407,645	8,035,573
Loan discharges	1,813,167	1,440,405	1,349,029
Teacher loan forgiveness	60,189	230,198	251,223
Administrative payments to guaranty agencies	579,310	511,107	250,633
Fees paid to the Department of Education			
Borrower origination fees	(771,992)	(395,374)	—
Lender origination fees	(601,047)	(530,817)	—
Loan holder fees	(2,487,249)	(2,113,790)	(1,962,891)
Other Major Transactions			
Net default collections	(5,686,533)	(6,881,994)	(7,335,856)
Contract collection costs	91,405	80,919	79,662
Federal administrative costs	195,269	145,211	118,998
Net Cash Flow, FFEL	2,268,030	(2,395,066)	1,103,443
Ensuring Continued Access to Student Loans (ECASLA)			
Inflows (primarily fees, interest yield, and loan redemptions)	(2,078,298)	(5,035,301)	(11,218,423)
Outflows (primarily loan capital)	4,287,153	8,732,796	10,857,632
Federal administrative costs	36,869	141,802	153,741
Net Cash Flow, ECASLA	2,245,724	3,697,494	(207,050)
Direct Loans			
Loan disbursements to borrowers	38,103,655	68,546,738	134,151,235
Borrower interest payments	(2,312,253)	(3,192,498)	(4,902,871)
Borrower principal payments	(7,083,761)	(9,341,603)	(14,255,760)
Borrower origination fees	(541,671)	(956,873)	(1,745,008)
Net default collections	(921,728)	(2,153,421)	(2,445,219)
Contract collection costs	258,311	191,701	222,015
Federal administrative costs	366,859	474,188	657,243
Net operating cash flows	27,869,413	53,568,233	111,681,636
Loan capital borrowings from Treasury	(38,103,655)	(68,546,738)	(134,151,235)
Net interest payments to Treasury	5,628,717	9,106,766	13,159,987
Principal payments to Treasury	3,537,652	5,458,867	8,200,920
Subtotal Treasury activity	(28,937,286)	(53,981,105)	(112,790,329)
Net Cash Flow, Direct Loans	(1,067,873)	(412,873)	(1,108,692)

Details may not sum to totals due to rounding.

¹Includes Negative Special Allowance Payments.

Student Loan Program Costs: Comparative Analysis including Program and Administrative Expenses

(expressed as percentages)

	2009 actual	2010 est. ¹	2011 est. ²
FFEL			
New Loans			
Stafford	3.83	10.49	0
Unsubsidized Stafford	-7.16	-6.24	0
PLUS	-6.74	-8.79	0
Subtotal, new loan subsidy	-2.98	-0.21	0
Federal administrative costs	0.53	0.55	0
Subtotal, new loans	-2.45	0.34	0
Consolidation Loans			
Loan subsidy	-3.21	-3.07	0
Federal administrative costs	0.04	0.04	0
Subtotal, consolidation loans	-3.17	-3.03	0
New and Consolidation Loans			
Loan subsidy	-2.98	-0.22	0
Federal administrative costs	0.53	0.54	0
Total, FFEL	-2.45	0.32	0
Direct Loans			
New Loans			
Stafford	-2.02	8.15	10.10
Unsubsidized Stafford	-27.85	-17.66	-16.66
PLUS	-28.31	-22.34	-22.73
Subtotal, new loan subsidy	-17.89	-8.71	-7.54
Federal administrative costs	2.79	1.77	1.79
Subtotal, new loans	-15.10	-6.94	-5.75
Consolidation Loans			
Loan subsidy	-9.75	-2.36	-1.80
Federal administrative costs	0.40	0.38	0.38
Subtotal, consolidation loans	-9.35	-1.98	-1.42
New and Consolidation Loans			
Loan subsidy	-14.96	-7.75	-6.88
Federal administrative costs	2.08	1.54	1.61
Total, Direct Loans	-12.88	-6.21	-5.27

¹FFEL data represents activity for the first 9 months. Under the Budget proposal all activity in the final 3 months would be in Direct Loans. Amounts reflect only privately-held guaranteed loans.

²Under the Budget proposal all activity will be in Direct Loans for the entire cohort of 2011.

Notes: For 2009, the rates are current; these include the actual executed rates for 2009 and the effect of re-estimates on those rates. Under ECASLA there now exist FFEL direct loans which record the costs of FFEL loans purchased by the Department. Those rates are not included in the Guaranteed rates in this table. This table does include the costs of FFEL loans prior to purchase by the Department.

The chart above compares total FFEL and Direct Loan costs on a subsidy rate basis: program costs calculated under the Federal Credit Reform Act of 1990 and comparably projected estimates of Federal administrative costs, including expenses related to FFEL program oversight and servicing the Direct Loan portfolio. As with any long-term projection, the comparison is based on assumed future interest rates, borrower characteristics, administrative costs, and other factors over the life of the loan cohort. To the degree actual conditions differ from projections, estimated subsidy rates will change.

Consolidation Loan Subsidy Rates and Loan Volume

(expressed as percentages)

	2009 actual	2010 est. ¹	2011 est. ²
Subsidy Rates			
FFEL			
Not from default	-3.21	-3.07	0.00
From default	0.00	0.00	0.00
Total	-3.21	-3.07	0.00
Direct Loans			
Not from default	-15.58	-8.28	-8.12

From default	3.58	13.44	17.60
Total	-9.75	-2.36	-1.80
Percent of Loan Volume			
FFEL			
Not from default	100.00	100.00	N/A
From default	0.00	0.00	N/A
Total	100.00	100.00	N/A
Direct Loans			
Not from default	69.55	72.77	75.43
From default	30.45	27.23	24.57
Total	100.00	100.00	100.00

¹FFEL data represents activity for the first 9 months. Under the Budget proposal all activity in the final 3 months would be in Direct Loans.

²Under the Budget proposal all activity will be in Direct Loans for the entire cohort of 2011.

Student Loan Program Costs: Comparative Analysis Including Program and Administrative Activities

(expressed as percentages)

	2009 actual	2010 est. ¹	2011 est. ²
FFEL			
Program costs:³			
Interest subsidies	-2.46	-0.93	0.00
Net defaults	0.24	0.48	0.00
Fees	-2.12	-1.56	0.00
Other	1.36	1.79	0.00
Total	-2.98	-0.22	0.00
Federal administrative costs	0.53	0.54	0.00
Total	-2.45	0.32	0.00
Direct Loans			
Program costs:³			
Interest subsidies	-24.82	-14.43	-13.50
Net defaults	2.90	1.60	1.19
Fees	-1.42	-1.52	-1.25
Other	8.38	6.60	6.68
Total	-14.96	-7.75	-6.88
Federal administrative costs	2.08	1.54	1.61
Total	-12.88	-6.21	-5.27

Totals may not add due to rounding. Subsidies are weighed on Net Volumes.

¹FFEL data represents activity for the first 9 months. Under the budget proposal all activity in the final 3 months would be in Direct Loans.

²Under the Budget proposal all activity will be in Direct Loans for the entire cohort of 2011.

³Fees primarily reflect borrower obligation fees and, in FFEL, lender origination and consolidation loan holder fees. Other primarily reflects loan discharges due to death, disability, or bankruptcy; contract collection costs; loan forgiveness; and Direct Loan interest rate rebates.

Notes: This table attempts to compare the subsidy rates of direct and guaranteed loans. For 2009, the rates are the most current; these include the actual executed rates for 2009 and the effect of re-estimates on those rates. Under ECASLA there now exist FFEL direct loans which record the costs of FFEL loans purchased by the Department. Those rates are not included in the Guaranteed rates in this table. This table does include the costs of FFEL loans prior to purchase by the Department.

The Federal Credit Reform Act of 1990 requires the cost of existing loan cohorts to be reestimated to reflect changes in actual and assumed borrower behavior, interest rates, and other factors. The following table shows the impact of these reestimates in FFEL and Direct Loans.

Loan Disbursement and Subsidy Costs

(amounts in billions)

	FFEL	Direct Loans
Original Subsidy Costs	+\$77.7	-\$3.8
Cumulative Reestimates	-\$19.5	+\$9.9
Net Subsidy Costs	+\$58.2	+\$6.1
Total Disbursements	+\$878.7	\$292.0

Changes in interest rate projections are a significant factor in FFEL and Direct Loan reestimates; recent declines in interest rates below historical averages have accordingly been a major driver in changes to program costs. Changes in borrower behavior (notably, prepayment of loans through consolidation and reduction in defaults) have also contributed to these reestimates.

Direct Loan Repayment Options

(expressed as percentages)

Subsidies by Repayment Option	2009 actual ¹	2010 est.	2011 est.
Stafford			
Standard	-1.18	8.01	9.76
Extended	-11.41	7.15	10.49
Graduated	-11.00	8.00	11.35
ICR/IBR	14.22	22.19	26.69
Unsubsidized Stafford			
Standard	-25.98	-17.10	-16.16
Extended	-47.06	-27.33	-26.38
Graduated	-46.80	-26.55	-25.55
ICR/IBR	13.33	21.85	26.37
PLUS²			
Standard	-24.33	-20.04	-20.44
Extended	-50.82	-35.46	-35.75
Graduated	-52.72	-36.33	-36.68
Consolidated From Default			
Standard	3.41	9.65	7.08
Extended	-9.87	1.42	-2.51
Graduated	-6.56	5.40	1.43
ICR/IBR	5.02	14.84	20.36
Consolidated Not From Default			
Standard	-11.68	-8.30	-9.34
Extended	-25.74	-14.42	-16.92
Graduated	-25.11	-13.93	-16.61
ICR/IBR	21.69	32.46	39.64

Direct Loan Repayment Options

(gross volumes in millions)

Volumes by Repayment Option	2009 actual ¹	2010 est.	2011 est.
Stafford			
Standard	8,577	27,575	44,059
Extended	245	787	1,257
Graduated	755	2,427	3,877
ICR/IBR	115	370	591
Unsubsidized Stafford			
Standard	9,890	33,828	56,959
Extended	355	1,214	2,044
Graduated	945	3,232	5,441
ICR/IBR	160	546	919
PLUS²			
Standard	3,353	11,186	15,943
Extended	123	411	586
Graduated	434	1,448	2,064
Consolidated From Default			
Standard	188	180	192
Extended	180	172	184
Graduated	271	259	277
ICR/IBR	3,614	3,449	3,685
Consolidated Not From Default			
Standard	3,490	3,963	4,862
Extended	2,789	3,177	3,726
Graduated	2,443	2,785	3,272
ICR/IBR	1,020	868	1,393

¹2009 rates are current; these include actual executed rates for 2009 and the effect of re-estimates on those rates.

²ICR/IBR are not available repayment options for PLUS loans.

Object Classification (in millions of dollars)

Identification code 91-0243-0-1-502	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.7 Operation and maintenance of equipment	12		
41.0 Grants, subsidies, and contributions	1,386	3,489	
99.9 Total new obligations	1,398	3,489	

FEDERAL DIRECT STUDENT LOAN PROGRAM ACCOUNT

(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-0243-4-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.03 Upward Modification		1,692	

FEDERAL DIRECT STUDENT LOAN PROGRAM ACCOUNT—Continued
Program and Financing—Continued

Identification code 91-0243-4-1-502	2009 actual	2010 est.	2011 est.
10.00 Total new obligations (object class 41.0)		1,692	
Budgetary resources available for obligation:			
22.00 New budget authority (gross)		1,692	
23.95 Total new obligations		-1,692	
24.40 Unobligated balance carried forward, end of year			
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation (indefinite) - loan subsidy		1,692	
60.00 Appropriation (indefinite) - Upward reestimate			
60.00 Appropriation			
62.50 Appropriation (total mandatory)		1,692	
Change in obligated balances:			
73.10 Total new obligations		1,692	
73.20 Total outlays (gross)		-1,692	
74.40 Obligated balance, end of year			
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority		1,692	
Net budget authority and outlays:			
89.00 Budget authority		1,692	
90.00 Outlays		1,692	

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

Identification code 91-0243-4-1-502	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Stafford		15,476	33,211
115002 Unsubsidized Stafford		19,493	44,686
115003 PLUS		6,294	11,355
115004 Consolidation		62	266
115999 Total direct loan levels		41,325	89,518
Direct loan subsidy (in percent):			
132001 Stafford		0.33	-0.20
132002 Unsubsidized Stafford		-0.47	0.13
132003 PLUS		-0.87	-1.19
132004 Consolidation		-0.02	2.53
132999 Weighted average subsidy rate		-0.87	-0.29
Direct loan subsidy budget authority:			
133001 Stafford		1,313	3,321
133002 Unsubsidized Stafford		-3,533	-7,418
133003 PLUS		-1,465	-2,667
133004 Consolidation		-4	434
133999 Total subsidy budget authority		-3,689	-6,330
Direct loan subsidy outlays:			
134001 Stafford		610	2,751
134002 Unsubsidized Stafford		-1,609	-6,292
134003 PLUS		-686	-2,360
134004 Consolidation		-4	431
134999 Total subsidy outlays		-1,689	-5,470

FEDERAL DIRECT STUDENT LOAN PROGRAM FINANCING ACCOUNT
Program and Financing (in millions of dollars)

Identification code 91-4253-0-3-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct Loan Obligations	38,948	56,550	61,813
00.02 Interest payment to Treasury	7,094	8,837	10,803
00.03 Upward adjustment in prior year obligations		8,312	
00.91 Subtotal	46,042	73,699	72,616
02.01 Interest rate rebate, Stafford	141	205	219
02.02 Interest rate rebate, Unsubsidized Stafford	58	245	265
02.03 Interest rate rebate, PLUS	135	93	101

02.91 Subtotal	334	543	585
03.01 Consolidation loans-Payment of Orig. Services	21	40	42
04.01 Payment of contract collection costs	259	205	238
08.01 Obligation of negative loan subsidy	5,828	3,892	4,074
08.02 Downward reestimate to receipt account	1,126	4,449	
08.04 Interest on downward reestimate	140	1,616	
08.91 Subtotal	7,094	9,957	4,074
10.00 Total new obligations	53,750	84,444	77,555

Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	672	1,124	
22.00 New financing authority (gross)	54,869	83,055	77,555
22.10 Resources available from recoveries of prior year obligations	7,528	4,553	5,233
22.60 Portion applied to repay debt	-5,457	-1,123	
22.70 Balance of authority to borrow withdrawn	-2,738	-3,165	-5,233
23.90 Total budgetary resources available for obligation	54,874	84,444	77,555
23.95 Total new obligations	-53,750	-84,444	-77,555
24.40 Unobligated balance carried forward, end of year	1,124		

New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	46,082	73,430	65,887
69.00 Offsetting collections (cash)	13,710	20,856	22,280
69.47 Portion applied to repay debt	-4,923	-11,231	-10,612
69.90 Spending authority from offsetting collections (total mandatory)	8,787	9,625	11,668
70.00 Total new financing authority (gross)	54,869	83,055	77,555

Change in obligated balances:			
72.40 Obligated balance, start of year	20,433	15,618	25,003
73.10 Total new obligations	53,750	84,444	77,555
73.20 Total financing disbursements (gross)	-51,037	-70,506	-71,696
73.45 Recoveries of prior year obligations	-7,528	-4,553	-5,233
74.40 Obligated balance, end of year	15,618	25,003	25,629

Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	51,037	70,506	71,696

Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Upward reestimate	-1,081	-3,273	
88.00 Upward reestimate, interest	-305	-209	
88.25 Interest on uninvested funds	-1,465		
88.40 Repayment of principal, Stafford	-2,054	-3,111	-3,988
88.40 Interest received on loans, Stafford	-453	-636	-901
88.40 Origination Fees, Stafford	-229	-209	-163
88.40 Other fees, Stafford	-26		
88.40 Repayment of principal, Unsubsidized Stafford	-1,634	-3,128	-4,404
88.40 Interest received on loans, Unsubsidized Stafford	-457	-653	-1,042
88.40 Origination Fees, Unsubsidized Stafford	-94	-249	-196
88.40 Other fees, Unsubsidized Stafford	-15		
88.40 Repayment of principal, PLUS	-1,061	-1,620	-2,191
88.40 Interest received on loans, PLUS	-365	-587	-844
88.40 Origination Fees, PLUS	-218	-247	-268
88.40 Other fees, PLUS	-5		
88.40 Payment of principal, Consolidation	-2,796	-4,521	-5,342
88.40 Interest received on loans, Consolidation	-1,411	-2,413	-2,941
88.40 Other fees, Consolidation	-41		
88.90 Total, offsetting collections (cash)	-13,710	-20,856	-22,280

Net financing authority and financing disbursements:			
89.00 Financing authority	41,159	62,199	55,275
90.00 Financing disbursements	37,327	49,650	49,416

Status of Direct Loans (in millions of dollars)

Identification code 91-4253-0-3-502	2009 actual	2010 est.	2011 est.
STAFFORD			
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	9,691	15,681	16,572
1150 Total direct loan obligations	9,691	15,681	16,572
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	28,920	36,750	47,205
1231 Disbursements: Direct loan disbursements	9,717	13,693	14,609

1251	Repayments: Repayments and prepayments	-2,054	-3,111	-3,988
1261	Adjustments: Capitalized interest	158		
1264	Other adjustments, net (+ or -)	9	-127	-140
1290	Outstanding, end of year	36,750	47,205	57,686
UNSUBSIDIZED STAFFORD				
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans			
1131	Direct loan obligations exempt from limitation	11,350	19,327	20,677
1150	Total direct loan obligations			
1150	Total direct loan obligations	11,350	19,327	20,677
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	23,458	33,622	47,710
1231	Disbursements: Direct loan disbursements	11,196	16,353	17,661
1251	Repayments: Repayments and prepayments	-1,634	-3,128	-4,404
1261	Adjustments: Capitalized interest	594	974	1,406
1264	Other adjustments, net (+ or -)	8	-111	-131
1290	Outstanding, end of year	33,622	47,710	62,242
PLUS				
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans			
1131	Direct loan obligations exempt from limitation	3,910	6,752	7,239
1150	Total direct loan obligations			
1150	Total direct loan obligations	3,910	6,752	7,239
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	7,751	11,103	15,677
1231	Disbursements: Direct loan disbursements	4,333	6,168	6,690
1251	Repayments: Repayments and prepayments	-1,061	-1,620	-2,191
1261	Adjustments: Capitalized interest	77	84	148
1264	Other adjustments, net (+ or -)	3	-58	-69
1290	Outstanding, end of year	11,103	15,677	20,255
CONSOLIDATION				
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans			
1131	Direct loan obligations exempt from limitation	13,997	14,790	17,325
1150	Total direct loan obligations			
1150	Total direct loan obligations	13,997	14,790	17,325
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	57,481	67,962	77,919
1231	Disbursements: Direct loan disbursements	12,524	14,779	17,291
1251	Repayments: Repayments and prepayments	-2,796	-4,521	-5,342
1261	Adjustments: Capitalized interest	734		
1264	Other adjustments, net (+ or -)	19	-301	-322
1290	Outstanding, end of year	67,962	77,919	89,546

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from Federal Direct Student Loans. The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 91-4253-0-3-502		2008 actual	2009 actual
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	7,734	7,206
Investments in US securities:			
1106	Receivables, net	1,872	275
1206	Non-Federal assets: Receivables, net	7	7
Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross	117,610	149,437
1402	Interest receivable	5,983	7,370
1405	Allowance for subsidy cost (-)	-13,743	-4,036
1499	Net present value of assets related to direct loans	109,850	152,771
1999	Total assets	119,463	160,259
LIABILITIES:			
Federal liabilities:			
2101	Accounts payable	1,175	4,897
2103	Debt	117,419	154,218
2201	Non-Federal liabilities: Accounts payable	869	1,144

2999	Total liabilities	119,463	160,259
4999	Total liabilities and net position	119,463	160,259

FEDERAL DIRECT STUDENT LOAN PROGRAM FINANCING ACCOUNT
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-4253-4-3-502		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
00.01	Direct Loan Obligations		41,325	89,518
00.02	Interest payment to Treasury		270	2,357
00.91	Subtotal		41,595	91,875
02.01	Interest rate rebate, Stafford		106	428
02.02	Interest rate rebate, Unsubsidized Stafford		132	558
02.03	Interest rate rebate, PLUS		12	152
02.91	Subtotal		250	1,138
03.01	Consolidation loans-Payment of Orig. Services			1
04.01	Payment of contract collection costs		-13	-16
08.01	Obligation of negative loan subsidy		3,689	6,330
10.00	Total new obligations		45,521	99,328
Budgetary resources available for obligation:				
22.00	New financing authority (gross)		45,521	99,328
23.95	Total new obligations		-45,521	-99,328
24.40	Unobligated balance carried forward, end of year			
New financing authority (gross), detail:				
Mandatory:				
60.00	Appropriation		38	
67.10	Authority to borrow		45,014	95,847
69.00	Offsetting collections (cash)		-38	1,069
69.27	Capital transfer to general fund		-53	
69.47	Portion applied to repay debt		560	2,412
69.90	Spending authority from offsetting collections (total mandatory)		469	3,481
70.00	Total new financing authority (gross)		45,521	99,328
Change in obligated balances:				
72.40	Obligated balance, start of year			26,564
73.10	Total new obligations		45,521	99,328
73.20	Total financing disbursements (gross)		-18,957	-85,127
74.40	Obligated balance, end of year		26,564	40,765
Outlays (gross), detail:				
87.00	Total financing disbursements (gross)		18,957	85,127
Offsets:				
Against gross financing authority and financing disbursements:				
Offsetting collections (cash) from:				
88.00	Upward reestimate			
88.00	Upward reestimate, interest			
88.00	Upward Modification		-1,692	
88.40	Repayment of principal, Stafford		-21	-502
88.40	Interest received on loans, Stafford		-4	-88
88.40	Origination Fees, Stafford		-98	-311
88.40	Other fees, Stafford			
88.40	Repayment of principal, Unsubsidized Stafford		-33	-805
88.40	Interest received on loans, Unsubsidized Stafford		-7	-164
88.40	Origination Fees, Unsubsidized Stafford		-121	-403
88.40	Other fees, Unsubsidized Stafford			
88.40	Repayment of principal, PLUS		1,508	1,108
88.40	Interest received on loans, PLUS		539	394
88.40	Origination Fees, PLUS		-32	-404
88.40	Other fees, PLUS			
88.40	Payment of principal, Consolidation			69
88.40	Interest received on loans, Consolidation		-1	37
88.40	Other fees, Consolidation			
88.90	Total, offsetting collections (cash)		38	-1,069
Net financing authority and financing disbursements:				
89.00	Financing authority		45,559	98,259
90.00	Financing disbursements		18,995	84,058

FEDERAL DIRECT STUDENT LOAN PROGRAM FINANCING ACCOUNT—Continued
Status of Direct Loans (in millions of dollars)

Identification code 91-4253-4-3-502	2009 actual	2010 est.	2011 est.
STAFFORD			
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation		15,476	33,211
1150 Total direct loan obligations		15,476	33,211
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year			7,076
1231 Disbursements: Direct loan disbursements	7,098	28,566	
1251 Repayments: Repayments and prepayments	-21	-501	
1261 Adjustments: Capitalized interest			
1264 Other adjustments, net (+ or -)	-1	-14	
1290 Outstanding, end of year		7,076	35,127
UNSUBSIDIZED STAFFORD			
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation		19,493	44,686
1150 Total direct loan obligations			
1150 Total direct loan obligations		19,493	44,686
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year			8,764
1231 Disbursements: Direct loan disbursements	8,800	37,233	
1251 Repayments: Repayments and prepayments	-33	-805	
1261 Adjustments: Capitalized interest		223	
1264 Other adjustments, net (+ or -)	-3	-20	
1290 Outstanding, end of year		8,764	45,395
PLUS			
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation		6,294	11,355
1150 Total direct loan obligations			
1150 Total direct loan obligations		6,294	11,355
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year			2,283
1231 Disbursements: Direct loan disbursements	803	10,114	
1251 Repayments: Repayments and prepayments	1,508	1,108	
1261 Adjustments: Capitalized interest	-83	-53	
1264 Other adjustments, net (+ or -)	55	47	
1290 Outstanding, end of year		2,283	13,499
CONSOLIDATION			
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation		62	266
1150 Total direct loan obligations			
1150 Total direct loan obligations		62	266
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year			60
1231 Disbursements: Direct loan disbursements	60	263	
1251 Repayments: Repayments and prepayments		69	
1261 Adjustments: Capitalized interest			
1264 Other adjustments, net (+ or -)			
1290 Outstanding, end of year		60	392

FEDERAL FAMILY EDUCATION LOAN PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 91-0231-0-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Guaranteed loan subsidy		1,041	3,897
00.05 Upward reestimate, direct loans	862	3,955	
00.06 Interest on reestimate, direct loans	22	184	
00.07 Upward reestimate, guaranteed loans	65	130	

00.08 Interest on reestimate of guaranteed loans	113	6	
10.00 Total new obligations (object class 41.0)	1,062	5,316	3,897
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	1,062	5,316	3,897
23.95 Total new obligations	-1,062	-5,316	-3,897
New budget authority (gross), detail:			
Mandatory:			
60.00 Appropriation	1,062	5,316	3,897
Change in obligated balances:			
72.40 Obligated balance, start of year			347
73.10 Total new obligations	1,062	5,316	3,897
73.20 Total outlays (gross)	-1,062	-4,969	-2,756
74.40 Obligated balance, end of year		347	1,488
Outlays (gross), detail:			
86.97 Outlays from new mandatory authority	1,062	4,969	2,520
86.98 Outlays from mandatory balances			236
87.00 Total outlays (gross)	1,062	4,969	2,756
Net budget authority and outlays:			
89.00 Budget authority	1,062	5,316	3,897
90.00 Outlays	1,062	4,969	2,756

Summary of Budget Authority and Outlays (in millions of dollars)

	2009 actual	2010 est.	2011 est.
Enacted/requested:			
Budget Authority	1,062	5,316	3,897
Outlays	1,062	4,969	2,756
Legislative proposal, subject to PAYGO:			
Budget Authority		-1,041	-3,897
Outlays		-694	-2,756
Total:			
Budget Authority	1,062	4,275	
Outlays	1,062	4,275	

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

Identification code 91-0231-0-1-502	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115002 Stafford Direct Standard Put	7,268	3,469	
115003 Unsubsidized Stafford Direct Standard Put	9,374	4,665	
115004 PLUS Direct Standard Put	2,500	745	
115006 Stafford Direct Participation Agreement	15,690	8,310	
115007 Unsubsidized Stafford Direct Participation Agreement	20,916	11,476	
115008 PLUS Direct Participation Agreement	5,196	2,354	
115013 Stafford Direct Short Term Standard Put	535		
115014 Unsubsidized Stafford Direct Short Term Standard Put	471		
115015 PLUS Direct Short Term Standard Put	285		
115016 Stafford Direct Conduit	19,120		
115017 Unsubsidized Stafford Direct Conduit	12,206		
115018 PLUS Direct Conduit	3,674		
115020 FFB Conduit Liquidity Guarantee	35,000		
115999 Total direct loan levels	132,235	31,019	
Direct loan subsidy (in percent):			
132002 Stafford Direct Standard Put	2.02	6.11	0.00
132003 Unsubsidized Stafford Direct Standard Put	-25.88	-15.70	0.00
132004 PLUS Direct Standard Put	-24.63	-22.64	0.00
132006 Stafford Direct Participation Agreement	2.76	8.74	0.00
132007 Unsubsidized Stafford Direct Participation Agreement	-20.77	-10.85	0.00
132008 PLUS Direct Participation Agreement	-19.11	-17.06	0.00
132013 Stafford Direct Short Term Standard Put	-1.25	0.00	0.00
132014 Unsubsidized Stafford Direct Short Term Standard Put	-21.17	0.00	0.00
132015 PLUS Direct Short Term Standard Put	-24.32	0.00	0.00
132016 Stafford Direct Conduit	-1.76	0.00	0.00
132017 Unsubsidized Stafford Direct Conduit	-8.51	0.00	0.00
132018 PLUS Direct Conduit	-9.08	0.00	0.00
132020 FFB Conduit Liquidity Guarantee	-6.06	0.00	0.00
132999 Weighted average subsidy rate	-8.93	-5.19	0.00
Direct loan subsidy budget authority:			
133002 Stafford Direct Standard Put	147	212	
133003 Unsubsidized Stafford Direct Standard Put	-2,426	-732	
133004 PLUS Direct Standard Put	-616	-169	
133006 Stafford Direct Participation Agreement	433	726	
133007 Unsubsidized Stafford Direct Participation Agreement	-4,344	-1,245	
133008 PLUS Direct Participation Agreement	-993	-402	

133013	Stafford Direct Short Term Standard Put	-7		
133014	Unsubsidized Stafford Direct Short Term Standard Put	-100		
133015	PLUS Direct Short Term Standard Put	-69		
133016	Stafford Direct Conduit	-337		
133017	Unsubsidized Stafford Direct Conduit	-1,039		
133018	PLUS Direct Conduit	-334		
133020	FFB Conduit Liquidity Guarantee	-2,120		
133999	Total subsidy budget authority	-11,804	-1,610	
Direct loan subsidy outlays:				
134002	Stafford Direct Standard Put	115	289	
134003	Unsubsidized Stafford Direct Standard Put	-1,308	-1,935	
134004	PLUS Direct Standard Put	-265	-557	
134006	Stafford Direct Participation Agreement	499	730	
134007	Unsubsidized Stafford Direct Participation Agreement	-2,940	-1,972	
134008	PLUS Direct Participation Agreement	-718	-665	
134013	Stafford Direct Short Term Standard Put	-62		
134014	Unsubsidized Stafford Direct Short Term Standard Put	-53		
134015	PLUS Direct Short Term Standard Put	-35		
134016	Stafford Direct Conduit	-1		
134017	Unsubsidized Stafford Direct Conduit	-2		
134999	Total subsidy outlays	-4,770	-4,110	
Direct loan upward reestimates:				
135010	Direct Participation Agreement Reestimates	881	3,362	
135012	Direct Standard Put Reestimates	3	777	
135999	Total upward reestimate budget authority	884	4,139	
Direct loan downward reestimates:				
137010	Direct Participation Agreement Reestimates		-1,801	
137012	Direct Standard Put Reestimates		-1,256	
137999	Total downward reestimate budget authority		-3,057	
Guaranteed loan levels supportable by subsidy budget authority:				
215001	Stafford	30,164	31,214	33,211
215002	Unsubsidized Stafford	40,211	41,462	44,686
215003	PLUS	9,988	10,459	11,355
215004	Consolidation	230	249	266
215999	Total loan guarantee levels	80,593	83,384	89,518
Guaranteed loan subsidy (in percent):				
232001	Stafford	3.83	14.41	20.16
232002	Unsubsidized Stafford	-7.16	-6.03	-4.04
232003	PLUS	-6.74	-9.07	-8.67
232004	Consolidation	-3.21	-3.17	-3.43
232999	Weighted average subsidy rate	-2.98	1.25	4.35
Guaranteed loan subsidy budget authority:				
233001	Stafford	1,155	4,498	6,696
233002	Unsubsidized Stafford	-2,879	-2,500	-1,805
233003	PLUS	-673	-949	-984
233004	Consolidation	-7	-8	-9
233999	Total subsidy budget authority	-2,404	1,041	3,897
Guaranteed loan subsidy outlays:				
234001	Stafford	2,901	3,132	5,333
234002	Unsubsidized Stafford	-3,028	-2,194	-1,680
234003	PLUS	-900	-785	-888
234004	Consolidation	-498	-8	-9
234999	Total subsidy outlays	-1,525	145	2,756
Guaranteed loan upward reestimates:				
235006	FFEL Reestimates	178	136	
235999	Total upward reestimate budget authority	178	136	
Guaranteed loan downward reestimates:				
237006	FFEL Reestimates	-17,015	-8,620	
237999	Total downward reestimate subsidy budget authority	-17,015	-8,620	

A description of the FFEL program and accompanying tables are included under the Federal Direct Student Loan program account.

FEDERAL FAMILY EDUCATION LOAN PROGRAM ACCOUNT
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-0231-4-1-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02	Guaranteed loan subsidy	-1,041	-3,897
10.00	Total new obligations (object class 41.0)	-1,041	-3,897
Budgetary resources available for obligation:			
22.00	New budget authority (gross)	-1,041	-3,897
23.95	Total new obligations	1,041	3,897
New budget authority (gross), detail:			
Mandatory:			
60.00	Appropriation	-1,041	-3,897
Change in obligated balances:			
72.40	Obligated balance, start of year		-347
73.10	Total new obligations	-1,041	-3,897
73.20	Total outlays (gross)	694	2,756
74.40	Obligated balance, end of year	-347	-1,488
Outlays (gross), detail:			
86.97	Outlays from new mandatory authority	-694	-2,520
86.98	Outlays from mandatory balances		-236
87.00	Total outlays (gross)	-694	-2,756
Net budget authority and outlays:			
89.00	Budget authority	-1,041	-3,897
90.00	Outlays	-694	-2,756

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

Identification code 91-0231-4-1-502	2009 actual	2010 est.	2011 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001	Stafford	-15,476	-33,211
215002	Unsubsidized Stafford	-19,492	-44,686
215003	PLUS	-6,294	-11,355
215004	Consolidation	-62	-266
215999	Total loan guarantee levels	-41,324	-89,518
Guaranteed loan subsidy (in percent):			
232001	Stafford	-3.92	-20.16
232002	Unsubsidized Stafford	-0.21	4.04
232003	PLUS	0.28	8.67
232004	Consolidation	0.10	3.43
232999	Weighted average subsidy rate	-1.47	-4.35
Guaranteed loan subsidy budget authority:			
233001	Stafford	-2,847	-6,696
233002	Unsubsidized Stafford	1,129	1,805
233003	PLUS	583	984
233004	Consolidation	2	9
233999	Total subsidy budget authority	-1,133	-3,898
Guaranteed loan subsidy outlays:			
234001	Stafford	-1,450	-5,333
234002	Unsubsidized Stafford	442	1,680
234003	PLUS	258	888
234004	Consolidation	2	9
234999	Total subsidy outlays	-748	-2,756

As required by the Federal Credit Reform Act of 1990, this program account records the subsidy costs associated with Federal Family Education Loans (FFEL), formerly guaranteed student loans (GSL), committed in 1992 and beyond. Beginning with the 1993 cohort, mandatory administrative costs, specifically contract collection costs, are included in the FFEL subsidy estimates of each year's cohort. Subsidy amounts are estimated on a net present value basis.

FEDERAL FAMILY EDUCATION LOAN PROGRAM FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 91-4251-0-3-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02 Interest payment to Treasury	31	61	.....
01.01 Default claims	2,374	2,085	1,861
01.02 Special allowance	81	107	218
01.03 Interest benefits	3,385	3,067	2,720
01.04 Death, disability, and bankruptcy claims	184	187	178
01.05 Teacher loan forgiveness, other write-offs	24	134	144
01.07 Contract collection costs	24	18	18
01.08 Guaranty Agency loan processing issuance fees	104	106	114
01.10 Guaranty Agency account maintenance fees	77	66	66
01.91 Subtotal, Stafford loans	6,253	5,770	5,319
02.02 Default claims	1,972	1,937	1,832
02.03 Special allowance	78	99	206
02.04 Death, disability, and bankruptcy claims	226	207	208
02.05 Teacher loan forgiveness, other write-offs	36	96	107
02.07 Contract collection costs	6	6	8
02.08 Guaranty Agency loan processing issuance fees	129	137	149
02.10 Guaranty Agency account maintenance fees	27	65	68
02.91 Subtotal, Unsubsidized Stafford loans	2,474	2,547	2,578
03.01 Default claims	291	256	230
03.03 Special allowance	2	1	9
03.04 Death, disability, and bankruptcy claims	87	124	116
03.07 Contract Collection Costs	1	1	1
03.08 Guaranty Agency loan processing issuance fees	35	37	40
03.10 Guaranty Agency account maintenance fees	23	22	22
03.91 Subtotal, PLUS loans	439	441	418
04.03 Default claims	20	2	1
04.04 Death, disability and bankruptcy claims	1	.....	.....
04.07 Contract collection costs	3	2	1
04.91 Subtotal, SLS loans	24	4	2
05.01 Default claims	4,398	3,982	4,021
05.02 Special allowance	685	148	808
05.03 Interest benefits	1,230	576	505
05.04 Death, disability, and bankruptcy claims	1,300	913	879
05.05 Teacher loan forgiveness, other write-offs	43	.....	.....
05.07 Contract collection costs	8	10	12
05.10 Guaranty Agency account maintenance fees	184	158	154
05.91 Subtotal, Consolidations loans	7,848	5,787	6,379
08.01 Obligation of negative subsidy	2,404	.....	.....
08.02 Downward reestimate to receipt account	13,528	7,138	.....
08.04 Interest on downward reestimate	3,487	1,482	.....
08.05 Downward Modification	2,640	.....	.....
08.91 Downward Reestimate- Subtotal	22,059	8,620	.....
10.00 Total new obligations	39,128	23,230	14,696
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	25,840	4,684	27
22.00 New financing authority (gross)	17,473	18,573	17,671
22.10 Resources available from recoveries of prior year obligations	499	.....	.....
23.90 Total budgetary resources available for obligation	43,812	23,257	17,698
23.95 Total new obligations	-39,128	-23,230	-14,696
24.40 Unobligated balance carried forward, end of year	4,684	27	3,002
New financing authority (gross), detail:			
Mandatory:			
60.00 Appropriation	130	.....	.....
67.10 Authority to borrow	2,404	.....	.....
69.00 Offsetting collections (cash)	14,942	18,573	17,671
69.10 Change in uncollected customer payments from Federal sources (unexpired)	-3	.....	.....
69.90 Spending authority from offsetting collections (total mandatory)	14,939	18,573	17,671
70.00 Total new financing authority (gross)	17,473	18,573	17,671
Change in obligated balances:			
72.40 Obligated balance, start of year	2,910	3,941	3,391
73.10 Total new obligations	39,128	23,230	14,696
73.20 Total financing disbursements (gross)	-37,601	-23,780	-14,696
73.45 Recoveries of prior year obligations	-499	.....	.....
74.00 Change in uncollected customer payments from Federal sources (unexpired)	3	.....	.....

74.40 Obligated balance, end of year	3,941	3,391	3,391
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	37,601	23,780	14,696
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Program subsidy account .....	.....	-694	-2,756
88.00 Upward reestimate	-178	-136	.....
88.25 Interest on uninvested funds	-371	-867	-902
88.40 Stafford recoveries on defaults	-1,707	-2,079	-2,127
88.40 Stafford borrower origination fees	-248	-100	-18
88.40 Stafford lender origination fees	-220	-266	-285
88.40 Stafford other fees	-97	.....	.....
88.40 Stafford special allowance rebate	-1,647	-2,234	-1,202
88.40 Unsubsidized Stafford recoveries on default	-1,098	-1,549	-1,695
88.40 Unsubsidized Stafford borrower origination fees	-300	-137	-22
88.40 Unsubsidized Stafford lender origination fees	-272	-342	-372
88.40 Unsubsidized Stafford other fees	-58	.....	.....
88.40 Unsubsidized Stafford special allowance rebate	-1,837	-2,851	-2,009
88.40 PLUS recoveries on defaults	-173	-195	-209
88.40 PLUS borrower origination fees	-225	-276	-303
88.40 PLUS lender origination fees	-74	-92	-101
88.40 PLUS other fees	-9	.....	.....
88.40 PLUS special allowance rebate	-833	-666	-513
88.40 SLS recoveries on defaults	-39	-50	-35
88.40 SLS other fees	-4	.....	.....
88.40 Consolidation recoveries on defaults	-1,676	-2,346	-2,675
88.40 Consolidation lender origination fees	-35	-3	-3
88.40 Consolidation loan holders fee	-2,487	-2,114	-1,966
88.40 Consolidation other fees	-86	.....	.....
88.40 Consolidation special allowance rebate	-1,268	-1,576	-478
88.90 Total, offsetting collections (cash)	-14,942	-18,573	-17,671
Against gross financing authority only:			
88.95 Change in receivables from program accounts	3	.....	.....
Net financing authority and financing disbursements:			
89.00 Financing authority	2,534	.....	.....
90.00 Financing disbursements	22,659	5,207	-2,975
Status of Guaranteed Loans (in millions of dollars)			
Identification code 91-4251-0-3-502	2009 actual	2010 est.	2011 est.
STAFFORD			
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders .....	.....	.....	.....
2131 Guaranteed loan commitments exempt from limitation	30,164	31,214	33,211
2150 Total guaranteed loan commitments	30,164	31,214	33,211
2199 Guaranteed amount of guaranteed loan commitments	29,259	30,278	32,215
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	79,734	99,122	115,456
2231 Disbursements of new guaranteed loans	24,939	26,581	28,536
2251 Repayments and prepayments	-2,646	-7,761	-8,098
Adjustments:			
2261 Terminations for default that result in loans receivable	-2,558	-2,165	-1,927
2263 Terminations for default that result in claim payments	-184	-187	-178
2264 Other adjustments, net	-163	-134	-144
2290 Outstanding, end of year	99,122	115,456	133,645
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	96,149	111,993	129,636
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	4,896	5,767	5,675
2331 Disbursements for guaranteed loan claims	2,558	2,165	1,927
2351 Repayments of loans receivable	-1,425	-2,079	-2,127
2361 Write-offs of loans receivable	-184	-178	-166
2364 Other adjustments, net	-78	.....	.....
2390 Outstanding, end of year	5,767	5,675	5,309
UNSUBSIDIZED STAFFORD			
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders .....	.....	.....	.....
2131 Guaranteed loan commitments exempt from limitation	40,211	41,462	44,686
2150 Total guaranteed loan commitments	40,211	41,462	44,686

2199	Guaranteed amount of guaranteed loan commitments	39,004	40,218	43,345
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	75,382	103,319	125,620
2231	Disbursements of new guaranteed loans	31,473	34,209	37,184
2251	Repayments and prepayments	-2,812	-9,628	-10,506
Adjustments:				
2261	Terminations for default that result in loans receivable	-2,198	-1,976	-1,880
2263	Terminations for default that result in claim payments	-226	-207	-208
2264	Other adjustments, net	1,700	-97	-107
2290	Outstanding, end of year	103,319	125,620	150,103
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	100,219	121,852	145,600
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	4,231	5,195	5,391
2331	Disbursements for guaranteed loan claims	2,198	1,976	1,880
2351	Repayments of loans receivable	-937	-1,549	-1,695
2361	Write-offs of loans receivable	-226	-231	-230
2364	Other adjustments, net	-71	.....	.....
2390	Outstanding, end of year	5,195	5,391	5,346
PLUS				
Position with respect to appropriations act limitation on commitments:				
2111	Limitation on guaranteed loans made by private lenders .....	.....	.....	.....
2131	Guaranteed loan commitments exempt from limitation	9,988	10,459	11,355
2150	Total guaranteed loan commitments	9,988	10,459	11,355
2199	Guaranteed amount of guaranteed loan commitments	9,689	10,146	11,014
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	20,037	26,834	32,445
2231	Disbursements of new guaranteed loans	8,715	9,202	10,101
2251	Repayments and prepayments	-941	-3,202	-3,394
Adjustments:				
2261	Terminations for default that result in loans receivable	-378	-265	-238
2263	Terminations for default that result in claim payments	-87	-124	-116
2264	Other adjustments, net	-512	.....	.....
2290	Outstanding, end of year	26,834	32,445	38,798
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	26,029	31,471	37,634
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	405	542	528
2331	Disbursements for guaranteed loan claims	378	265	238
2351	Repayments of loans receivable	-147	-196	-208
2361	Write-offs of loans receivable	-87	-83	-76
2364	Other adjustments, net	-7	.....	.....
2390	Outstanding, end of year	542	528	482
SLS				
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	168	121	108
2251	Repayments and prepayments	-9	-9	-9
Adjustments:				
2261	Terminations for default that result in loans receivable	-21	-4	-1
2263	Terminations for default that result in claim payments	-1	.....	.....
2264	Other adjustments, net	-16	.....	.....
2290	Outstanding, end of year	121	108	98
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	118	105	96
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	381	365	319
2331	Disbursements for guaranteed loan claims	21	4	1
2351	Repayments of loans receivable	-31	-49	-35
2361	Write-offs of loans receivable	-1	-1	.....
2364	Other adjustments, net	-5	.....	.....
2390	Outstanding, end of year	365	319	285

CONSOLIDATION

Position with respect to appropriations act limitation on commitments:				
2111	Limitation on guaranteed loans made by private lenders .....	.....	.....	.....
2131	Guaranteed loan commitments exempt from limitation	230	249	266
2150	Total guaranteed loan commitments	230	249	266
2199	Guaranteed amount of guaranteed loan commitments	223	242	258
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	237,679	226,815	209,845
2231	Disbursements of new guaranteed loans	219	247	263
2251	Repayments and prepayments	-4,983	-12,189	-11,995
Adjustments:				
2261	Terminations for default that result in loans receivable	-5,698	-4,115	-4,084
2263	Terminations for default that result in claim payments	-1,300	-913	-879
2264	Other adjustments, net	898	.....	.....
2290	Outstanding, end of year	226,815	209,845	193,150
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	220,011	203,550	187,355
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	7,728	10,533	10,967
2331	Disbursements for guaranteed loan claims	5,698	4,115	4,084
2351	Repayments of loans receivable	-1,449	-2,346	-2,675
2361	Write-offs of loans receivable	-1,300	-1,335	-1,343
2364	Other adjustments, net	-144	.....	.....
2390	Outstanding, end of year	10,533	10,967	11,033

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from Federal Family Education Loans (FFEL), formerly guaranteed student loans (GSL), committed in 1992 and beyond. The amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 91-4251-0-3-502	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	28,746	7,678
Investments in US securities:		
1106 Receivables, net	4,444	.....
1206 Non-Federal assets: Receivables, net	109	689
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1501 Defaulted guaranteed loans receivable, gross	17,641	22,403
1502 Interest receivable	2,143	2,302
1505 Allowance for subsidy cost (-)	-4,160	-4,309
1599 Net present value of assets related to defaulted guaranteed loans	15,624	20,396
1999 Total assets	48,923	28,763
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	5,654	6,062
2102 Interest payable .....	.....	12
2103 Debt .....	.....	1,461
Non-Federal liabilities:		
2201 Accounts payable	83	780
2204 Liabilities for loan guarantees	43,186	20,448
2999 Total liabilities	48,923	28,763
4999 Total liabilities and net position	48,923	28,763

FEDERAL FAMILY EDUCATION LOAN PROGRAM FINANCING ACCOUNT
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-4251-4-3-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
01.01	Default claims .....	.....	-15
01.02	Special allowance .....	.....	-15
01.03	Interest benefits	-83	-1,081
01.04	Death, disability, and bankruptcy claims	-1	-14

FEDERAL FAMILY EDUCATION LOAN PROGRAM FINANCING
ACCOUNT—Continued
Program and Financing—Continued

Identification code 91-4251-4-3-502	2009 actual	2010 est.	2011 est.
01.08 Guaranty Agency loan processing issuance fees		-26	-114
01.10 Guaranty Agency account maintenance fees		-4	-23
01.91 Subtotal, Stafford loans		-114	-1,262
02.02 Default claims			-21
02.03 Special allowance			-2
02.04 Death, disability, and bankruptcy claims		-2	-20
02.08 Guaranty Agency loan processing issuance fees		-32	-149
02.10 Guaranty Agency account maintenance fees		-6	-29
02.91 Subtotal, Unsubsidized Stafford loans		-40	-221
03.01 Default claims			-9
03.04 Death, disability, and bankruptcy claims		-1	-10
03.08 Guaranty Agency loan processing issuance fees		-11	-40
03.10 Guaranty Agency account maintenance fees		-2	-8
03.91 Subtotal, PLUS loans		-14	-67
05.01 Default claims			-1
05.03 Interest benefits			-1
05.91 Subtotal, Consolidations loans			-2
08.01 Obligation of negative subsidy		92	
10.00 Total new obligations		-76	-1,552
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year			-950
22.00 New financing authority (gross)		-1,026	-5,123
23.90 Total budgetary resources available for obligation		-1,026	-6,073
23.95 Total new obligations		76	1,552
24.40 Unobligated balance carried forward, end of year		-950	-4,521
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow		92	
69.00 Offsetting collections (cash)		-1,118	-5,123
70.00 Total new financing authority (gross)		-1,026	-5,123
Change in obligated balances:			
72.40 Obligated balance, start of year			38
73.10 Total new obligations		-76	-1,552
73.20 Total financing disbursements (gross)		114	1,552
74.40 Obligated balance, end of year		38	38
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)		-114	-1,552
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Program subsidy account		694	2,756
88.00 Upward reestimate			
88.25 Interest on uninvested funds		14	106
88.40 Stafford recoveries on defaults			1
88.40 Stafford borrower origination fees		16	18
88.40 Stafford lender origination fees		64	286
88.40 Stafford other fees			
88.40 Stafford special allowance rebate		35	257
88.40 Unsubsidized Stafford recoveries on default			2
88.40 Unsubsidized Stafford borrower origination fees		20	22
88.40 Unsubsidized Stafford lender origination fees		80	372
88.40 Unsubsidized Stafford other fees			
88.40 Unsubsidized Stafford special allowance rebate		75	795
88.40 PLUS recoveries on defaults			1
88.40 PLUS borrower origination fees		82	303
88.40 PLUS lender origination fees		27	101
88.40 PLUS other fees			
88.40 PLUS special allowance rebate		8	94
88.40 SLS recoveries on defaults			
88.40 SLS other fees			
88.40 Consolidation recoveries on defaults			
88.40 Consolidation lender origination fees		1	3
88.40 Consolidation loan holders fee		1	3
88.40 Consolidation other fees			
88.40 Consolidation special allowance rebate		1	3
88.90 Total, offsetting collections (cash)		1,118	5,123

Net financing authority and financing disbursements:			
89.00	Financing authority	92	
90.00	Financing disbursements	1,004	3,571

Status of Guaranteed Loans (in millions of dollars)			
Identification code 91-4251-4-3-502	2009 actual	2010 est.	2011 est.
STAFFORD			
Position with respect to appropriations act limitation on commitments:			
2111	Limitation on guaranteed loans made by private lenders		
2131	Guaranteed loan commitments exempt from limitation	-15,476	-33,211
2150	Total guaranteed loan commitments	-15,476	-33,211
2199	Guaranteed amount of guaranteed loan commitments	-15,012	-32,215
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year		-6,399
2231	Disbursements of new guaranteed loans	-6,409	-28,536
2251	Repayments and prepayments	9	459
Adjustments:			
2261	Terminations for default that result in loans receivable		13
2263	Terminations for default that result in claim payments	1	14
2264	Other adjustments, net		
2290	Outstanding, end of year	-6,399	-34,449
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year	-6,207	-33,416
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310	Outstanding, start of year		
2331	Disbursements for guaranteed loan claims		-13
2351	Repayments of loans receivable		2
2361	Write-offs of loans receivable		
2364	Other adjustments, net		
2390	Outstanding, end of year		-11
UNSUBSIDIZED STAFFORD			
Position with respect to appropriations act limitation on commitments:			
2111	Limitation on guaranteed loans made by private lenders		
2131	Guaranteed loan commitments exempt from limitation	-19,492	-44,686
2150	Total guaranteed loan commitments	-19,492	-44,686
2199	Guaranteed amount of guaranteed loan commitments	-18,908	-43,345
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year		-7,940
2231	Disbursements of new guaranteed loans	-7,955	-37,184
2251	Repayments and prepayments	13	763
Adjustments:			
2261	Terminations for default that result in loans receivable		18
2263	Terminations for default that result in claim payments	2	20
2264	Other adjustments, net		
2290	Outstanding, end of year	-7,940	-44,323
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year	-7,702	-42,994
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310	Outstanding, start of year		
2331	Disbursements for guaranteed loan claims		-18
2351	Repayments of loans receivable		2
2361	Write-offs of loans receivable		1
2364	Other adjustments, net		
2390	Outstanding, end of year		-15
PLUS			
Position with respect to appropriations act limitation on commitments:			
2111	Limitation on guaranteed loans made by private lenders		
2131	Guaranteed loan commitments exempt from limitation	-6,294	-11,355
2150	Total guaranteed loan commitments	-6,294	-11,355
2199	Guaranteed amount of guaranteed loan commitments	-6,105	-11,014
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year		-2,706

2231	Disbursements of new guaranteed loans	-2,732	-10,101
2251	Repayments and prepayments	25	474
	Adjustments:		
2261	Terminations for default that result in loans receivable		7
2263	Terminations for default that result in claim payments	1	10
2264	Other adjustments, net		
2290	Outstanding, end of year	-2,706	-12,316
	Memorandum:		
2299	Guaranteed amount of guaranteed loans outstanding, end of year	-2,625	-11,946
	Addendum:		
	Cumulative balance of defaulted guaranteed loans that result in loans receivable:		
2310	Outstanding, start of year		
2331	Disbursements for guaranteed loan claims		-7
2351	Repayments of loans receivable		
2361	Write-offs of loans receivable		1
2364	Other adjustments, net		
2390	Outstanding, end of year		-6
	SLS		
	Cumulative balance of guaranteed loans outstanding:		
2210	Outstanding, start of year		
2251	Repayments and prepayments		
	Adjustments:		
2261	Terminations for default that result in loans receivable		
2263	Terminations for default that result in claim payments		
2264	Other adjustments, net		
2290	Outstanding, end of year		
	Memorandum:		
2299	Guaranteed amount of guaranteed loans outstanding, end of year		
	Addendum:		
	Cumulative balance of defaulted guaranteed loans that result in loans receivable:		
2310	Outstanding, start of year		
2331	Disbursements for guaranteed loan claims		
2351	Repayments of loans receivable		
2361	Write-offs of loans receivable		
2364	Other adjustments, net		
2390	Outstanding, end of year		
	CONSOLIDATION		
	Position with respect to appropriations act limitation on commitments:		
2111	Limitation on guaranteed loans made by private lenders		
2131	Guaranteed loan commitments exempt from limitation	-62	-266
2150	Total guaranteed loan commitments	-62	-266
2199	Guaranteed amount of guaranteed loan commitments	-60	-258
	Cumulative balance of guaranteed loans outstanding:		
2210	Outstanding, start of year		-60
2231	Disbursements of new guaranteed loans	-61	-263
2251	Repayments and prepayments	1	8
	Adjustments:		
2261	Terminations for default that result in loans receivable		
2263	Terminations for default that result in claim payments		
2264	Other adjustments, net		
2290	Outstanding, end of year	-60	-315
	Memorandum:		
2299	Guaranteed amount of guaranteed loans outstanding, end of year	-58	-305
	Addendum:		
	Cumulative balance of defaulted guaranteed loans that result in loans receivable:		
2310	Outstanding, start of year		
2331	Disbursements for guaranteed loan claims		
2351	Repayments of loans receivable		
2361	Write-offs of loans receivable		
2364	Other adjustments, net		
2390	Outstanding, end of year		

TEMPORARY STUDENT LOAN PURCHASE AUTHORITY FINANCING ACCOUNT			
Program and Financing (in millions of dollars)			
Identification code 91-4453-0-3-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01	Direct loan obligations	41,802	22,140
00.02	Interest payment to treasury	1,876	1,823
00.03	Lender fee rebate	332	311
00.04	Participation Agreement lender purchase fee	556	510
00.05	Loan purchases	10,068	
00.06	Contract collection costs		2
00.91	Direct Program by Activities - Subtotal (1 level)	54,634	24,786
08.01	Obligation of negative subsidy	4,904	920
08.02	Downward reestimate to receipt account		1,691
08.04	Interest on downward reestimate		110
08.91	Subtotal	4,904	2,721
10.00	Total new obligations	59,538	27,507
	Budgetary resources available for obligation:		
21.40	Unobligated balance carried forward, start of year		3,244
22.00	New financing authority (gross)	62,782	30,505
23.90	Total budgetary resources available for obligation	62,782	33,749
23.95	Total new obligations	-59,538	-27,507
24.40	Unobligated balance carried forward, end of year	3,244	6,242
	New financing authority (gross), detail:		
	Mandatory:		
67.10	Authority to borrow	46,707	27,505
69.00	Offsetting collections (cash)	16,075	6,431
69.47	Portion applied to repay debt		-3,431
69.90	Spending authority from offsetting collections (total mandatory)	16,075	3,000
70.00	Total new financing authority (gross)	62,782	30,505
	Change in obligated balances:		
72.40	Obligated balance, start of year	15,335	23,983
73.10	Total new obligations	59,538	27,507
73.20	Total financing disbursements (gross)	-50,890	-25,183
74.40	Obligated balance, end of year	23,983	26,307
	Outlays (gross), detail:		
87.00	Total financing disbursements (gross)	50,890	25,183
	Offsets:		
	Against gross financing authority and financing disbursements:		
	Offsetting collections (cash) from:		
88.00	Upward reestimate	-859	-3,213
88.00	Upward reestimate interest	-22	-149
88.25	Interest on uninvested funds	-1,410	
88.40	Participation Agreement Yield Put		-354
88.40	Borrower principal repayments	-13,411	-2,220
88.40	Borrower interest repayments	-373	-495
88.90	Total, offsetting collections (cash)	-16,075	-6,431
	Net financing authority and financing disbursements:		
89.00	Financing authority	46,707	24,074
90.00	Financing disbursements	34,815	18,752
	Status of Direct Loans (in millions of dollars)		
Identification code 91-4453-0-3-502	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111	Limitation on direct loans		
1131	Direct loan obligations exempt from limitation	41,802	22,140
1150	Total direct loan obligations	41,802	22,140
	Cumulative balance of direct loans outstanding:		
1210	Outstanding, start of year	5,035	37,020
1232	Disbursements: Purchase of loans assets from the public	47,481	18,829
1251	Repayments: Repayments and prepayments	-13,411	-2,220
1261	Adjustments: Capitalized interest		744
1264	Other adjustments, net (+ or -)	-2,085	-41
1290	Outstanding, end of year	37,020	54,332

TEMPORARY STUDENT LOAN PURCHASE AUTHORITY FINANCING
ACCOUNT—Continued

As required by the Federal Credit Reform Act of 1990, this nonbudgetary account records all cash flows to and from the Government resulting from the participation interest program authorized under the Ensuring Continued Access to Student Loans Act of 2008. Amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 91-4453-0-3-502	2008 actual	2009 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	5,525	13,933
Investments in US securities:		
1106 Receivables, net		48
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	5,035	37,020
1402 Interest receivable	11	259
1405 Allowance for subsidy cost (-)	183	2,717
1499 Net present value of assets related to direct loans	5,229	39,996
1999 Total assets	10,754	53,977
LIABILITIES:		
2103 Federal liabilities: Debt	10,754	53,977
4999 Total liabilities and net position	10,754	53,977

TEMPORARY STUDENT LOAN PURCHASE AUTHORITY STANDARD PUT FINANCING
ACCOUNT

Program and Financing (in millions of dollars)

Identification code 91-4449-0-3-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loan obligations	20,433	8,879	
00.02 Interest payment to Treasury	861	794	890
00.03 Lender fee rebate	246	33	183
00.04 Standard Put lender purchase fee	403	57	317
00.05 Loan purchases	6,173		
00.06 Contract collection costs		2	8
00.07 Other loan put obligations	51		
00.91 Subtotal	28,167	9,765	1,398
08.01 Obligation of negative subsidy	3,071	689	
08.02 Downward reestimate to receipt account		1,188	
08.04 Interest on downward reestimate		68	
08.91 Subtotal	3,071	1,945	
10.00 Total new obligations	31,238	11,710	1,398
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year	3	639	89
22.00 New financing authority (gross)	31,877	11,799	1,898
22.60 Portion applied to repay debt	-3	-639	-89
23.90 Total budgetary resources available for obligation	31,877	11,799	1,898
23.95 Total new obligations	-31,238	-11,710	-1,398
24.40 Unobligated balance carried forward, end of year	639	89	500
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow	31,107	10,914	500
69.00 Offsetting collections (cash)	770	2,583	3,930
69.47 Portion applied to repay debt		-1,698	-2,532
69.90 Spending authority from offsetting collections (total mandatory)	770	885	1,398
70.00 Total new financing authority (gross)	31,877	11,799	1,898
Change in obligated balances:			
72.40 Obligated balance, start of year	2,466	16,213	14,700
73.10 Total new obligations	31,238	11,710	1,398
73.20 Total financing disbursements (gross)	-17,491	-13,223	-1,398

74.40 Obligated balance, end of year	16,213	14,700	14,700
Outlays (gross), detail:			
87.00 Total financing disbursements (gross)	17,491	13,223	1,398
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.00 Upward reestimate	-3	-776	
88.25 Interest on uninvested funds	-561		
88.40 Borrower principal repayments	-174	-1,499	-3,195
88.40 Borrower interest repayments	-32	-308	-735
88.90 Total, offsetting collections (cash)	-770	-2,583	-3,930

Net financing authority and financing disbursements:			
89.00 Financing authority	31,107	9,216	-2,032
90.00 Financing disbursements	16,721	10,640	-2,532

Status of Direct Loans (in millions of dollars)

Identification code 91-4449-0-3-502	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans			
1131 Direct loan obligations exempt from limitation	20,433	8,879	
1150 Total direct loan obligations	20,433	8,879	
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	59	14,293	22,079
1232 Disbursements: Purchase of loans assets from the public	15,265	8,879	
1251 Repayments: Repayments and prepayments	-174	-1,498	-3,194
1261 Adjustments: Capitalized interest		431	881
1264 Other adjustments, net (+ or -)	-857	-26	-57
1290 Outstanding, end of year	14,293	22,079	19,709

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from the standard and short-term put programs authorized under the Ensuring Continued Access to Student Loans Act of 2008. Amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 91-4449-0-3-502	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	5	8,093
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	59	14,293
1402 Interest receivable		379
1405 Allowance for subsidy cost (-)	5	2,360
1499 Net present value of assets related to direct loans	64	17,032
1999 Total assets	69	25,125
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable		248
2103 Debt	69	24,877
2999 Total liabilities	69	25,125
4999 Total liabilities and net position	69	25,125

TEMPORARY STUDENT LOAN PURCHASE AUTHORITY CONDUIT FINANCING
ACCOUNT

Program and Financing (in millions of dollars)

Identification code 91-4459-0-3-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Direct loan obligations	70,000		
00.02 Interest payment to Treasury	6	11	33
00.03 Contract collection costs		11	44
00.91 Subtotal	70,006	22	77

08.01	Obligation of negative subsidy	3,829		
10.00	Total new obligations	73,835	22	77

Budgetary resources available for obligation:

21.40	Unobligated balance carried forward, start of year		1	87
22.00	New financing authority (gross)	73,836	108	176
23.90	Total budgetary resources available for obligation	73,836	109	263
23.95	Total new obligations	-73,835	-22	-77
24.40	Unobligated balance carried forward, end of year		1	87

New financing authority (gross), detail:

Mandatory:

67.10	Authority to borrow	73,829		
67.10	FFB Authority to borrow			
67.90	Authority to borrow (total mandatory)	73,829		
69.00	Offsetting collections (cash)	13	160	401
69.47	Portion applied to repay debt	-6	-52	-225
69.47	FFB Portion applied to repay debt			

69.90	Spending authority from offsetting collections (total mandatory)	7	108	176
70.00	Total new financing authority (gross)	73,836	108	176

Change in obligated balances:

72.40	Obligated balance, start of year		73,775	73,027
73.10	Total new obligations	73,835	22	77
73.20	Total financing disbursements (gross)	-60	-770	-1,049
74.40	Obligated balance, end of year	73,775	73,027	72,055

Outlays (gross), detail:

87.00	Total financing disbursements (gross)	60	770	1,049
-------	---	----	-----	-------

Offsets:

Against gross financing authority and financing disbursements:

Offsetting collections (cash) from:

88.25	Interest on uninvested funds	-6		
88.40	Direct Conduit Fees	-7	-15	-38
88.40	Borrower principal repayments		-66	-268
88.40	Borrower interest repayments		-7	-34
88.40	FFB Commitment Fee		-72	-61
88.90	Total, offsetting collections (cash)	-13	-160	-401

Net financing authority and financing disbursements:

89.00	Financing authority	73,823	-52	-225
90.00	Financing disbursements	47	610	648

Status of Direct Loans (in millions of dollars)

Identification code 91-4459-0-3-502		2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:				
1111	Limitation on direct loans			
1131	Direct loan obligations exempt from limitation	70,000		
1150	Total direct loan obligations	70,000		
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year		50	732
1232	Disbursements: Purchase of loans assets from the public	50	748	972
1251	Repayments: Repayments and prepayments		-66	-267
1261	Adjustments: Capitalized interest			
1264	Other adjustments, net (+ or -)			
1290	Outstanding, end of year	50	732	1,437

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from the asset-backed commercial paper conduit authorized under the Ensuring Continued Access to Student Loans Act of 2008. Amounts in this account are a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 91-4459-0-3-502		2008 actual	2009 actual
ASSETS:			
1101	Federal assets: Fund balances with Treasury		196

Net value of assets related to post-1991 direct loans receivable:			
1401	Direct loans receivable, gross		50
1402	Interest receivable		3
1405	Allowance for subsidy cost (-)		-5
1499	Net present value of assets related to direct loans		48
1999	Total assets		244
LIABILITIES:			
2103	Federal liabilities: Debt		244
2999	Total liabilities		244
4999	Total liabilities and net position		244

FEDERAL FAMILY EDUCATION LOAN LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 91-0230-0-1-502		2009 actual	2010 est.	2011 est.
Obligations by program activity:				
01.01	Interest benefits, net of origination fees	6	5	5
01.03	Default claims	124	125	116
01.04	Death, disability, and bankruptcy claims	11	10	8
01.05	Contract collection costs	40	36	33
01.91	Subtotal, Stafford loans	181	176	162
02.01	Default claims	16	21	19
02.02	Death, disability, and bankruptcy claims	5	4	3
02.05	Contract collection costs	9	7	7
02.91	Subtotal, PLUS/SLS loans	30	32	29
10.00	Total new obligations	211	208	191

Budgetary resources available for obligation:

21.40	Unobligated balance carried forward, start of year	292	165	
22.00	New budget authority (gross)	369	208	191
22.10	Resources available from recoveries of prior year obligations	7		
22.40	Capital transfer to general fund	-292	-165	
23.90	Total budgetary resources available for obligation	376	208	191
23.95	Total new obligations	-211	-208	-191
24.40	Unobligated balance carried forward, end of year	165		

New budget authority (gross), detail:

Mandatory:

69.00	Offsetting collections (cash)	739	664	598
69.27	Capital transfer to general fund	-370	-456	-407
69.90	Spending authority from offsetting collections (total mandatory)	369	208	191

Change in obligated balances:

72.40	Obligated balance, start of year	24	24	24
73.10	Total new obligations	211	208	191
73.20	Total outlays (gross)	-204	-208	-191
73.45	Recoveries of prior year obligations	-7		
74.40	Obligated balance, end of year	24	24	24

Outlays (gross), detail:

86.97	Outlays from new mandatory authority	204	208	191
-------	--	-----	-----	-----

Offsets:

Against gross budget authority and outlays:

Offsetting collections (cash) from:

88.40	Fed collections on defaulted loans, Stafford	-128	-184	-166
88.40	Federal collections on bankruptcies, Stafford	-3	-3	-2
88.40	Offsets against Federal tax refunds, Stafford	-257	-197	-178
88.40	Reimbursements from guaranty agencies, Stafford	-180	-139	-125
88.40	Other collections/ fees, Stafford	-69	-40	-36
88.40	Federal collections on defaulted loans, PLUS/SLS	-56	-56	-50
88.40	Federal collections on bankruptcies, PLUS/SLS		-1	-1
88.40	Offsets against Federal tax refunds, PLUS/SLS	-20	-15	-14
88.40	Reimbursements from guaranty agencies, PLUS/SLS	-26	-29	-26
88.90	Total, offsetting collections (cash)	-739	-664	-598

Net budget authority and outlays:

89.00	Budget authority	-370	-456	-407
90.00	Outlays	-535	-456	-407

FEDERAL FAMILY EDUCATION LOAN LIQUIDATING ACCOUNT—Continued
Status of Guaranteed Loans (in millions of dollars)

Identification code 91-0230-0-1-502	2009 actual	2010 est.	2011 est.
STAFFORD LOANS			
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	1,431	928	736
2251 Repayments and prepayments	-64	-52	-38
Adjustments:			
2261 Terminations for default that result in loans receivable	-135	-130	-110
2263 Terminations for default that result in claim payments	-11	-10	-8
2264 Other adjustments, net	-293		
2290 Outstanding, end of year	928	736	580
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	900	714	562
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	6,532	6,116	5,928
2331 Disbursements for guaranteed loan claims	135	130	110
2351 Repayments of loans receivable	-305	-273	-246
2361 Write-offs of loans receivable	-11	-10	-10
2364 Other adjustments, net	-235	-35	-31
2390 Outstanding, end of year	6,116	5,928	5,751
PLUS/SLS LOANS			
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	173	140	110
2251 Repayments and prepayments	-10	-5	-5
Adjustments:			
2261 Terminations for default that result in loans receivable	-21	-21	-18
2263 Terminations for default that result in claim payments	-5	-4	-3
2264 Other adjustments, net	3		
2290 Outstanding, end of year	140	110	84
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	136	107	82
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	1,055	984	949
2331 Disbursements for guaranteed loan claims	21	21	18
2351 Repayments of loans receivable	-49	-46	-41
2361 Write-offs of loans receivable	-5	-5	-5
2364 Other adjustments, net	-38	-5	-5
2390 Outstanding, end of year	984	949	916

As required by the Federal Credit Reform Act of 1990, this liquidating account records, for this program, all cash flows to and from the Government resulting from guaranteed student loans committed prior to 1992. This account is shown on a cash basis. All new loan activity in this program for 1992 and beyond is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 91-0230-0-1-502	2008 actual	2009 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	316	189
1701 Defaulted guaranteed loans, gross	7,587	7,100
1702 Interest receivable	182	223
1703 Allowance for estimated uncollectible loans and interest (-)	-4,178	-3,843
1704 Defaulted guaranteed loans and interest receivable, net	3,591	3,480
1799 Value of assets related to loan guarantees	3,591	3,480
1999 Total assets	3,907	3,669
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	3,766	3,569
Non-Federal liabilities:		
2201 Accounts payable	4	5
2204 Liabilities for loan guarantees	137	95
2999 Total liabilities	3,907	3,669

4999 Total liabilities and net position	3,907	3,669
---	-------	-------

Object Classification (in millions of dollars)

Identification code 91-0230-0-1-502	2009 actual	2010 est.	2011 est.
Direct obligations:			
25.2 Other services	49	43	39
33.0 Investments and loans	141	146	136
41.0 Grants, subsidies, and contributions	5	5	5
42.0 Insurance claims and indemnities	16	14	11
99.9 Total new obligations	211	208	191

FEDERAL PERKINS LOAN PROGRAM ACCOUNT
(Legislative proposal, subject to PAYGO)

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

Identification code 91-0217-4-1-502	2009 actual	2010 est.	2011 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Federal Perkins Loans			2,985
115999 Total direct loan levels			2,985
Direct loan subsidy (in percent):			
132001 Federal Perkins Loans			-3.40
132999 Weighted average subsidy rate			-3.40
Direct loan subsidy budget authority:			
133001 Federal Perkins Loans			-101
133999 Total subsidy budget authority			-101
Direct loan subsidy outlays:			
134001 Federal Perkins Loans			-46
134999 Total subsidy outlays			-46

As required by the Federal Credit Reform Act of 1990, this program account records the subsidy costs associated with the Administration's proposal to shift the Perkins Loan program to a mandatory Federal credit program beginning in 2011. A description of the Perkins Loan program and accompanying tables are provided under the Student Financial Assistance account. Subsidy amounts are estimated on a net present value basis.

FEDERAL PERKINS LOAN FINANCING ACCOUNT
(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

Identification code 91-4574-4-3-502	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Perkins loan obligations			2,985
00.02 interest payment to Treasury			31
00.91 Subtotal			3,016
08.01 Obligation of negative subsidy			101
10.00 Total new obligations			3,117
Budgetary resources available for obligation:			
22.00 New financing authority (gross)			3,117
23.95 Total new obligations			-3,117
24.40 Unobligated balance carried forward, end of year			
New financing authority (gross), detail:			
Mandatory:			
67.10 Authority to borrow			3,097
69.00 Offsetting collections (cash)			20
70.00 Total new financing authority (gross)			3,117
Change in obligated balances:			
73.10 Total new obligations			3,117

73.20	Total financing disbursements (gross)	-1,432
74.40	Obligated balance, end of year	1,685
Outlays (gross), detail:		
87.00	Total financing disbursements (gross)	1,432
Offsets:		
Against gross financing authority and financing disbursements:		
Offsetting collections (cash) from:		
88.40	Payment of principal	-5
88.40	Payment of interest	-1
88.40	Origination fees	-14
88.90	Total, offsetting collections (cash)	-20
Net financing authority and financing disbursements:		
89.00	Financing authority	3,097
90.00	Financing disbursements	1,412

Status of Direct Loans (in millions of dollars)

Identification code 91-4574-4-3-502	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on obligations:			
1111	Limitation on direct loans		
1131	Direct loan obligations exempt from limitation		2,985
1150	Total direct loan obligations		2,985
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year		
1231	Disbursements: Direct loan disbursements		1,355
1251	Repayments: Repayments and prepayments		-5
1261	Adjustments: Capitalized interest		
1264	Other adjustments, net (+ or -)		
1290	Outstanding, end of year		1,350

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from the Perkins Loan program. Amounts in this account are a means of financing and are not included in the budget totals.

HEALTH EDUCATION ASSISTANCE LOANS PROGRAM ACCOUNT

In 2011, the Health Education Assistance Loan (HEAL) program will be transferred to the Department of Education from the Department of Health and Human Services. The Department of Education will assume responsibility for the program and the authority to administer, service, collect, and enforce the program as well as the functions, assets, and liabilities of the Secretary of Health and Human Services will be permanently transferred to the Secretary of Education.

HEALTH EDUCATION ASSISTANCE LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 91-4300-0-3-552	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01	Default Claims		12
10.00	Total new obligations		12
Budgetary resources available for obligation:			
21.40	Unobligated balance carried forward, start of year		
22.00	New financing authority (gross)		6
22.22	Unobligated balance transferred from other accounts		45
23.90	Total budgetary resources available for obligation		51
23.95	Total new obligations		-12
24.40	Unobligated balance carried forward, end of year		39

New financing authority (gross), detail:			
Mandatory:			
69.00	Offsetting collections (cash)		6
Change in obligated balances:			
73.10	Total new obligations		12
73.20	Total financing disbursements (gross)		-12
Outlays (gross), detail:			
87.00	Total financing disbursements (gross)		12
Offsets:			
Against gross financing authority and financing disbursements:			
Offsetting collections (cash) from:			
88.25	Interest on uninvested funds		-2
88.40	Non-Federal sources		-4
88.90	Total, offsetting collections (cash)		-6
Net financing authority and financing disbursements:			
89.00	Financing authority		
90.00	Financing disbursements		6

Status of Guaranteed Loans (in millions of dollars)

Identification code 91-4300-0-3-552	2009 actual	2010 est.	2011 est.
Position with respect to appropriations act limitation on commitments:			
2111	Limitation on guaranteed loans made by private lenders		
2143	Uncommitted limitation carried forward		
2150	Total guaranteed loan commitments		
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year		
2251	Repayments and prepayments		-29
Adjustments:			
2261	Terminations for default that result in loans receivable		-11
2263	Terminations for default that result in claim payments		-1
2264	Other adjustments, net		658
2290	Outstanding, end of year		617
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year		617
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310	Outstanding, start of year		
2331	Disbursements for guaranteed loan claims		11
2351	Repayments and prepayments		-4
2361	Write-offs of loans receivable		-1
2364	Other adjustments, net		176
2390	Outstanding, end of year		182

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from the Health Education Assistance Loan program. Amounts in this account are a means of financing and are not included in the budget totals.

HEALTH EDUCATION ASSISTANCE LOANS LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 91-4299-0-3-552	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.02	Defaulted Loans		2
10.00	Total new obligations (object class 42.0)		2
Budgetary resources available for obligation:			
22.00	New budget authority (gross)		2
23.95	Total new obligations		-2

HEALTH EDUCATION ASSISTANCE LOANS LIQUIDATING ACCOUNT—Continued
Program and Financing—Continued

Identification code 91-4299-0-3-552	2009 actual	2010 est.	2011 est.
New budget authority (gross), detail:			
Mandatory:			
60.00	Appropriation		1
69.00	Offsetting collections (cash)		10
69.27	Capital transfer to general fund		-9
69.90	Spending authority from offsetting collections (total mandatory)		1
70.00	Total new budget authority (gross)		2
Change in obligated balances:			
73.10	Total new obligations		2
73.20	Total outlays (gross)		-2
74.40	Obligated balance, end of year		
Outlays (gross), detail:			
86.97	Outlays from new mandatory authority		2
Offsets:			
Against gross budget authority and outlays:			
88.40	Offsetting collections (cash) from: Non-Federal sources		-10
Net budget authority and outlays:			
89.00	Budget authority		-8
90.00	Outlays		-8

Status of Guaranteed Loans (in millions of dollars)

Identification code 91-4299-0-3-552	2009 actual	2010 est.	2011 est.
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year		
2251	Repayments and prepayments		-8
Adjustments:			
2261	Terminations for default that result in loans receivable		-2
2263	Terminations for default that result in claim payments		
2264	Other adjustments, net		108
2290	Outstanding, end of year		98
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year		98
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310	Outstanding, start of year		
2331	Disbursements for guaranteed loan claims		2
2351	Repayments of loans receivable		-10
2361	Write-offs of loans receivable		
2364	Other adjustments, net		413
2390	Outstanding, end of year		405

As required by the Federal Credit Reform Act of 1990, this liquidating account records, for this program, all cash flows to and from the Government resulting from guaranteed HEAL loans committed prior to 1992. This account is shown on a cash basis. All loan activity in this program for 1992 and beyond is recorded in corresponding program and financing accounts.

INSTITUTE OF EDUCATION SCIENCES
Federal Funds

INSTITUTE OF EDUCATION SCIENCES

For carrying out activities authorized by the Education Sciences Reform Act of 2002, the National Assessment of Educational Progress Authorization Act, section 208 of the Educational Technical Assistance Act of 2002, and section 664 of the Individuals with Disabilities Education Act, **[\$659,006,000, of which \$588,356,000 shall be] \$738,756,000, to remain available through September 30, [2011] 2012: Provided,** That funds

available to carry out section 208 of the Educational Technical Assistance Act may be used for Statewide data systems that include postsecondary and workforce information and information on children of all ages: *Provided further,* That up to \$10,000,000 of the funds available to carry out section 208 of the Educational Technical Assistance Act may be used for State data coordinators and for awards to public or private organizations or agencies to improve data coordination, quality, and use. *Provided further,* That notwithstanding section 174(d) and (e) of the Education Sciences Reform Act of 2002 (20 U.S.C. 9564), \$69,650,000 may be used to continue the contracts for the Regional Educational Laboratories for one additional year. (Department of Education Appropriations Act, 2010.)

Program and Financing (in millions of dollars)

Identification code 91-1100-0-1-503	2009 actual	2010 est.	2011 est.	
Obligations by program activity:				
00.01	Research, development, and dissemination	167	200	261
00.02	Statistics	99	108	117
00.03	Regional educational laboratories	67	71	70
00.04	Assessment	139	139	144
00.05	Research in special education	68	80	71
00.06	Statewide data systems	66	309	65
00.07	Special education studies and evaluations	11	11	11
01.00	Total direct program	617	918	739
09.01	Reimbursable program	2	2	2
10.00	Total new obligations	619	920	741
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	7	259	
22.00	New budget authority (gross)	869	661	741
22.10	Resources available from recoveries of prior year obligations	2		
23.90	Total budgetary resources available for obligation	878	920	741
23.95	Total new obligations	-619	-920	-741
24.40	Unobligated balance carried forward, end of year	259		
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	867	659	739
Spending authority from offsetting collections:				
58.00	Offsetting collections (cash)	1	2	2
58.10	Change in uncollected customer payments from Federal sources (unexpired)	1		
58.90	Spending authority from offsetting collections (total discretionary)	2	2	2
70.00	Total new budget authority (gross)	869	661	741
Change in obligated balances:				
72.40	Obligated balance, start of year	904	934	1,155
73.10	Total new obligations	619	920	741
73.20	Total outlays (gross)	-580	-699	-582
73.40	Adjustments in expired accounts (net)	-6		
73.45	Recoveries of prior year obligations	-2		
74.00	Change in uncollected customer payments from Federal sources (unexpired)	-1		
74.40	Obligated balance, end of year	934	1,155	1,314
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	145	54	43
86.93	Outlays from discretionary balances	435	645	539
87.00	Total outlays (gross)	580	699	582
Offsets:				
Against gross budget authority and outlays:				
88.00	Offsetting collections (cash) from: Federal sources	-1	-2	-2
Against gross budget authority only:				
88.95	Change in uncollected customer payments from Federal sources (unexpired)	-1		
Net budget authority and outlays:				
89.00	Budget authority	867	659	739
90.00	Outlays	579	697	580

Research and Statistics:

Research, development, and dissemination.—Funds support a diverse portfolio of investigator-led research and development,

evaluation studies, research and development centers, and dissemination activities that provide parents, teachers, and schools with scientifically based information on effective educational practice. Funds requested in 2011 would be used to expand research and evaluation efforts on topics in early childhood, elementary, secondary, and postsecondary education. The requested increase would also be used to continue the evaluation of activities supported with funds appropriated by the American Reinvestment and Recovery Act.

Statistics.—Funds support the Department's statistical data collection activities, which are conducted by the National Center for Education Statistics (NCES). NCES collects, analyzes, and disseminates statistics on education at all levels, from preschool through postsecondary and adult education, including statistics on international education activities. The requested increase for 2011 would allow NCES to make strategic improvements to the statistics program, including conducting an equating study between the National Assessment of Educational Progress and The Third International Mathematics and Science Study (TIMSS) that would allow States to compare their students' 8th grade mathematics achievement to that of students in other countries.

Regional educational laboratories.—Funds support a network of 10 regional laboratories that provide expert advice, including training and technical assistance, to help States and school districts apply proven research findings in their school improvement efforts. Funds requested in 2011 would be used to extend the current lab contracts for an additional year so that the new contracts may reflect and support any significant changes in the upcoming reauthorization of the Elementary and Secondary Education Act and the Education Sciences Reform Act.

Assessment.—Funds support the National Assessment of Educational Progress (NAEP). NAEP administers assessments to samples of students in order to gather reliable information about educational attainment in important academic areas. The increase requested for 2011 would support the NAEP share of the NAEP and TIMSS equating study, with the remaining funds supporting the 2011 national and State reading and mathematics assessments in grades 4 and 8; a national writing assessment at grades 4, 8, and 12; a State grade 4 writing assessment; 2011 assessments in a small number of urban districts; preparation for the 2012 grade 12 economics assessment, the 2012 long-term trend assessment, and a special technology literacy study; and analysis of assessments conducted prior to 2011.

Research in special education.—Funds support research to address gaps in scientific knowledge in order to improve special education and early intervention services and results for infants, toddlers, and children with disabilities.

Statewide data systems.—Funds support competitive awards to State educational agencies to foster the design, development, and implementation of longitudinal data systems. In 2011, funding would support systems that include postsecondary and workforce information and information on children of all ages and also would support awards to improve data coordination, quality, and use.

Special education studies and evaluations.—Funds support studies, evaluations, and assessments related to the implementation of the Individuals with Disabilities Education Act in order to improve special education and early intervention services and results for infants, toddlers, and children with disabilities.

Personnel compensation:				
11.1	Full-time permanent	1	1	1
11.3	Other than full-time permanent	1	1	1
11.9	Total personnel compensation	2	2	2
24.0	Printing and reproduction	1	1	1
25.1	Advisory and assistance services	23	18	21
25.2	Other services	224	248	255
25.5	Research and development contracts	118	138	175
25.7	Operation and maintenance of equipment	1	1	1
41.0	Grants, subsidies, and contributions	247	509	283
99.0	Direct obligations	616	917	738
99.0	Reimbursable obligations	2	2	2
99.5	Below reporting threshold	1	1	1
99.9	Total new obligations	619	920	741

Employment Summary

Identification code 91-1100-0-1-503	2009 actual	2010 est.	2011 est.	
Direct:				
1001	Civilian full-time equivalent employment	13	15	15

DEPARTMENTAL MANAGEMENT

Federal Funds

PROGRAM ADMINISTRATION

For carrying out, to the extent not otherwise provided, the Department of Education Organization Act, including rental of conference rooms in the District of Columbia and hire of three passenger motor vehicles, **[\$456,200,000] \$492,488,000**, of which **[\$8,200,000] \$19,275,000**, to remain available until expended, shall be for relocation of, and renovation of buildings occupied by, Department staff. (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91-0800-0-1-503	2009 actual	2010 est.	2011 est.	
Obligations by program activity:				
00.01	Program administration	430	463	491
09.01	Reimbursable program	3	4	4
10.00	Total new obligations	433	467	495
Budgetary resources available for obligation:				
21.40	Unobligated balance carried forward, start of year	4	8	.....
22.00	New budget authority (gross)	436	459	495
22.10	Resources available from recoveries of prior year obligations ...	1	.....	.....
23.90	Total budgetary resources available for obligation	441	467	495
23.95	Total new obligations	-433	-467	-495
24.40	Unobligated balance carried forward, end of year	8	.....	.....
New budget authority (gross), detail:				
Discretionary:				
40.00	Appropriation	433	456	492
58.00	Spending authority from offsetting collections: Offsetting collections (cash)	3	3	3
70.00	Total new budget authority (gross)	436	459	495
Change in obligated balances:				
72.40	Obligated balance, start of year	127	123	137
73.10	Total new obligations	433	467	495
73.20	Total outlays (gross)	-441	-453	-476
73.40	Adjustments in expired accounts (net)	4	.....	.....
73.45	Recoveries of prior year obligations	-1	.....	.....
74.10	Change in uncollected customer payments from Federal sources (expired)	1	.....	.....
74.40	Obligated balance, end of year	123	137	156
Outlays (gross), detail:				
86.90	Outlays from new discretionary authority	349	355	381
86.93	Outlays from discretionary balances	83	91	93
86.98	Outlays from mandatory balances	9	7	2

Object Classification (in millions of dollars)

Identification code 91-1100-0-1-503	2009 actual	2010 est.	2011 est.
Direct obligations:			

PROGRAM ADMINISTRATION—Continued
Program and Financing—Continued

Identification code 91-0800-0-1-503	2009 actual	2010 est.	2011 est.
87.00 Total outlays (gross)	441	453	476
Offsets:			
Against gross budget authority and outlays:			
Offsetting collections (cash) from:			
88.00 Federal sources	-3	-3	-3
88.40 Non-Federal sources	-13		
88.90 Total, offsetting collections (cash)	-16	-3	-3
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	13		
Net budget authority and outlays:			
89.00 Budget authority	433	456	492
90.00 Outlays	425	450	473

The Program Administration account includes the direct Federal costs of providing grants and administering elementary and secondary education; Indian education; English language acquisition; higher education; career, technical, and adult education; special education programs; and programs for persons with disabilities. It also supports assessment, statistics, and research activities.

In addition, this account includes the cost of providing centralized support and administrative services, overall policy development, and strategic planning for the Department. Included in the centralized activities are rent and mail services; telecommunications; contractual services; financial management and accounting, including payments to schools, education agencies and other grant recipients, and preparation of auditable financial statements; information technology services; personnel management; personnel security; budget formulation and execution; program evaluation; legal services; congressional and public relations; and intergovernmental affairs. The cost of implementing and overseeing the portions of the American Recovery and Reinvestment Act of 2009 for which no administrative funding was provided within the Act is also included in this account.

Included in this account is the Department of Education's cost to relocate staff and renovate buildings occupied by Department staff.

Also included in this account are contributions from the public. Activities supported include receptions for Blue Ribbon Schools, Historically Black Colleges and Universities, and School Recognition. Contributions not designated for a specific purpose are in the account's Gifts and Bequests Miscellaneous Fund.

Reimbursable program.—Reimbursements to this account are for providing administrative services to other agencies and in-kind travel.

Object Classification (in millions of dollars)

Identification code 91-0800-0-1-503	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	187	213	229
11.3 Other than full-time permanent	27	12	13
11.5 Other personnel compensation	4	4	4
11.9 Total personnel compensation	218	229	246
12.1 Civilian personnel benefits	54	57	61
21.0 Travel and transportation of persons	5	7	7
23.1 Rental payments to GSA	42	43	44
23.3 Communications, utilities, and miscellaneous charges	4	3	2
24.0 Printing and reproduction	2	3	3
25.1 Advisory and assistance services	3	3	4
25.2 Other services	14	16	18
25.3 Other purchases of goods and services from Government accounts	31	30	29

25.7 Operation and maintenance of equipment	52	57	57
26.0 Supplies and materials	1	1	1
31.0 Equipment	2	3	9
32.0 Land and structures	2	11	10
99.0 Direct obligations	430	463	491
99.0 Reimbursable obligations	2	3	3
99.5 Below reporting threshold	1	1	1
99.9 Total new obligations	433	467	495

Employment Summary

Identification code 91-0800-0-1-503	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	2,048	2,079	2,195

OFFICE FOR CIVIL RIGHTS

For expenses necessary for the Office for Civil Rights, as authorized by section 203 of the Department of Education Organization Act, **[\$103,024,000]** \$105,700,000. (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91-0700-0-1-751	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Civil rights	97	103	106
10.00 Total new obligations	97	103	106
Budgetary resources available for obligation:			
22.00 New budget authority (gross)	97	103	106
23.95 Total new obligations	-97	-103	-106
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	97	103	106
Change in obligated balances:			
72.40 Obligated balance, start of year	18	21	23
73.10 Total new obligations	97	103	106
73.20 Total outlays (gross)	-93	-101	-103
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, end of year	21	23	26
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	84	88	89
86.93 Outlays from discretionary balances	9	13	14
87.00 Total outlays (gross)	93	101	103
Net budget authority and outlays:			
89.00 Budget authority	97	103	106
90.00 Outlays	93	101	103

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 or activities of schools and institutions receiving financial assistance from the Department of Education. The authorities under which the Office for Civil Rights operates are Title VI of the Civil Rights Act of 1964 (racial and ethnic discrimination), Title IX of the Education Amendments of 1972 (sex discrimination), section 504 of the Rehabilitation Act of 1973 (discrimination against individuals with a disability), the Age Discrimination Act of 1975, the Americans with Disabilities Act of 1990, and the Boy Scouts of America Equal Access Act of 2002.

Object Classification (in millions of dollars)

Identification code 91-0700-0-1-751	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	53	58	60
11.3 Other than full-time permanent	3	3	3
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	57	62	64
12.1 Civilian personnel benefits	15	15	16
21.0 Travel and transportation of persons	1	1	1
23.1 Rental payments to GSA	9	9	9
23.3 Communications, utilities, and miscellaneous charges	1		
25.2 Other services	1	2	2
25.3 Other purchases of goods and services from Government accounts	3	3	3
25.7 Operation and maintenance of equipment	10	11	11
99.9 Total new obligations	97	103	106

Employment Summary

Identification code 91-0700-0-1-751	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	582	609	614

OFFICE OF THE INSPECTOR GENERAL

For expenses necessary for the Office of the Inspector General, as authorized by section 212 of the Department of Education Organization Act, **[\$60,053,000]** \$65,238,000. (*Department of Education Appropriations Act, 2010.*)

Program and Financing (in millions of dollars)

Identification code 91-1400-0-1-751	2009 actual	2010 est.	2011 est.
Obligations by program activity:			
00.01 Inspector General	55	63	70
10.00 Total new obligations	55	63	70
Budgetary resources available for obligation:			
21.40 Unobligated balance carried forward, start of year		14	11
22.00 New budget authority (gross)	69	60	65
23.90 Total budgetary resources available for obligation	69	74	76
23.95 Total new obligations	-55	-63	-70
24.40 Unobligated balance carried forward, end of year	14	11	6
New budget authority (gross), detail:			
Discretionary:			
40.00 Appropriation	69	60	65
Change in obligated balances:			
72.40 Obligated balance, start of year		13	13
73.10 Total new obligations	55	63	70
73.20 Total outlays (gross)	-57	-63	-67
73.40 Adjustments in expired accounts (net)	1		
74.40 Obligated balance, end of year	13	13	16
Outlays (gross), detail:			
86.90 Outlays from new discretionary authority	47	49	53
86.93 Outlays from discretionary balances	10	14	14
87.00 Total outlays (gross)	57	63	67
Offsets:			
Against gross budget authority and outlays:			
88.40 Offsetting collections (cash) from: Non-Federal sources	-2		
Against gross budget authority only:			
88.96 Portion of offsetting collections (cash) credited to expired accounts	2		
Net budget authority and outlays:			
89.00 Budget authority	69	60	65

90.00 Outlays	55	63	67
---------------------	----	----	----

The Inspector General is responsible for the quality, coverage, and coordination of audit and investigation functions relating to Federal education activities. The Inspector General has the authority to inquire into all activities of the Department, including those performed under Federal education contracts, grants, or other agreements. Under the Chief Financial Officers Act of 1990, the Inspector General is also responsible for internal reviews of the Department's financial systems and audits of its financial statements. This account includes \$14 million, available through 2012, for oversight and audit of programs, grants, and activities funded by the American Recovery and Reinvestment Act of 2009.

Object Classification (in millions of dollars)

Identification code 91-1400-0-1-751	2009 actual	2010 est.	2011 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	25	30	34
11.3 Other than full-time permanent	1	3	3
11.5 Other personnel compensation	2		
11.9 Total personnel compensation	28	33	37
12.1 Civilian personnel benefits	9	11	12
21.0 Travel and transportation of persons	1	2	3
23.1 Rental payments to GSA	5	5	5
23.3 Communications, utilities, and miscellaneous charges	1		
25.1 Advisory and assistance services	3	3	3
25.2 Other services	1	2	2
25.3 Other purchases of goods and services from Government accounts	2	2	2
25.7 Operation and maintenance of equipment	4	4	4
31.0 Equipment	1		
99.0 Direct obligations	55	62	68
99.5 Below reporting threshold		1	2
99.9 Total new obligations	55	63	70

Employment Summary

Identification code 91-1400-0-1-751	2009 actual	2010 est.	2011 est.
Direct:			
1001 Civilian full-time equivalent employment	277	298	318

HURRICANE EDUCATION RECOVERY

Federal Funds

HURRICANE EDUCATION RECOVERY

Program and Financing (in millions of dollars)

Identification code 91-0013-0-1-500	2009 actual	2010 est.	2011 est.
Change in obligated balances:			
72.40 Obligated balance, start of year	181	120	
73.20 Total outlays (gross)	-60	-120	
73.40 Adjustments in expired accounts (net)	-1		
74.40 Obligated balance, end of year	120		
Outlays (gross), detail:			
86.93 Outlays from discretionary balances	60	120	
Net budget authority and outlays:			
89.00 Budget authority			
90.00 Outlays	60	120	

HURRICANE EDUCATION RECOVERY—Continued

Amounts in this schedule reflect balances that are spending out from prior-year appropriations.

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2009 actual	2010 est.	2011 est.
Offsetting receipts from the public:			
91-143500 General Fund Proprietary Interest Receipts, not Otherwise Classified	23	20	20
91-271810 Federal Family Education Loan Program, Negative Subsidies	8,936	4,659	
Legislative proposal, subject to PAYGO		53	
91-271830 Federal Family Education Loan Program, Downward Reestimates of Subsidies	17,015	11,677	
91-274130 College Housing and Academic Facilities Loan, Downward Reestimates of Subsidies	28	92	
91-278110 Federal Direct Student Loan Program, Negative Subsidies	4,403	3,824	3,777
Legislative proposal, subject to PAYGO		1,689	5,470
91-278130 Federal Direct Student Loan Program, Downward Reestimates of Subsidies	1,266	6,065	
91-278310 Federal Perkins Loan, Negative Subsidies			46
91-279410 TEACH Grant Program, Negative Subsidies	2	1	
91-291500 Repayment of Loans, Capital Contributions, Higher Education Activities	24	28	28
91-322000 All Other General Fund Proprietary Receipts Including Budget Clearing Accounts	60	47	47
General Fund Offsetting receipts from the public	31,757	28,155	9,388
Intragovernmental payments:			
91-388500 Undistributed Intragovernmental Payments and Receivables from Cancelled Accounts	2	4	4
General Fund Intragovernmental payments	2	4	4

GENERAL PROVISIONS

SEC. 301. No funds appropriated in this Act may be used for the transportation of students or teachers (or for the purchase of equipment for such transportation) in order to overcome racial imbalance in any school or school system, or for the transportation of students or teachers (or for the purchase of equipment for such transportation) in order to carry out a plan of racial desegregation of any school or school system.

SEC. 302. None of the funds contained in this Act shall be used to require, directly or indirectly, the transportation of any student to a school other than the school which is nearest the student's home, except for a student requiring special education, to the school offering such special education, in order to comply with title VI of the Civil Rights Act of 1964. For the purpose of this section an indirect requirement of transportation of students includes the transportation of students to carry out a plan involving the reorganization of the grade structure of schools, the pairing of schools, or the clustering of schools, or any combination of grade restructuring, pairing or clustering. The prohibition described in this section does not include the establishment of magnet schools.

SEC. 303. No funds appropriated in this Act may be used to prevent the implementation of programs of voluntary prayer and meditation in the public schools.

(TRANSFER OF FUNDS)

SEC. 304. Not to exceed 1 percent of any discretionary funds (pursuant to the Balanced Budget and Emergency Deficit Control Act of 1985) which are appropriated for the Department of Education in this Act may be transferred between appropriations, but no such appropriation shall be increased by more than 3 percent by any such transfer: *Provided*, That the transfer authority granted by this section shall be available only to meet emergency needs and shall not be used to create any new program or to fund any project or activity for which no funds are provided in this Act: *Provided further*, That the Committees on Appropriations of the House of Representatives and the Senate are notified at least 15 days in advance of any transfer.

SEC. 305. The Outlying Areas may consolidate funds received under this Act, pursuant to 48 U.S.C. 1469a, under part A of title V of the Elementary and Secondary Education Act.

SEC. 306. None of the funds made available in the sixth proviso under the heading "Innovation and Improvement" in this Act shall be made available for new awards under the Teacher Incentive Fund prior to the submission of an impact evaluation plan to the Committees on Appropriations of the House of Representatives and the Senate.

SEC. 307. Section 14007 of division A of the American Recovery and Reinvestment Act of 2009 is amended—

(1) by amending subsection (a)(3) to read as follows:]

["(3)PURPOSE OF AWARDS.—The Secretary shall make awards to eligible entities in order to identify, document, and bring to scale innovative best practices based on demonstrated success, to allow such eligible entities to—"(A) expand their work and serve as models for best practices; and"(B) work in partnership with the private sector and the philanthropic community.";

(2) in subsection (b)—

(A) by redesignating paragraphs (1) through (4) as paragraphs (1)(A), (1)(B), (2), and (3), respectively;

(B) in paragraph (1)(A), as so redesignated, by inserting "or" after the semicolon;

(C) by amending paragraph (1)(B), as so redesignated, to read as follows:]

["(B) have demonstrated success in significantly increasing student academic achievement for all groups of students described in such section;" and

(D) in paragraph (3), as so redesignated, by striking "they have established partnerships" and inserting "it has established one or more partnerships";

(3) in subsection (c), by striking "paragraphs" and all that follows through "such requirements" and inserting "paragraphs (1)(A) or (1)(B) and (2) of subsection (b) if the nonprofit organization has a record of significantly improving student achievement, attainment, or retention and shall be considered to have met the requirements of subsection (b)(3) if it demonstrates that it will meet the requirement relating to private-sector matching"; and

(4) by adding at the end a new subsection (d) to read as follows:]

["(d)SUBGRANTS.—In the case of an eligible entity that is a partnership described in subsection (a)(1)(B), the partner serving as the fiscal agent may make subgrants to one or more of the other entities in the partnership."]

SEC. 308. Section 307 of the Departments of Labor, Health and Human Services, and Education, and Related Agencies Appropriations Act, 2008 is amended by striking "and 2009" each place the term occurs and inserting "through 2011".]

SEC. [309]306. Section 105(f)(1)(B)(ix) of the Compact of Free Association Amendments Act of 2003 (48 U.S.C. 1921d(f)(1)(B)(ix)) shall be applied by substituting ["2010"] "2011" for "2009".

SEC. 310. Section 14006(c) of division A of the American Recovery and Reinvestment Act of 2009 (Public Law 111-5) is amended—

(1) by inserting "(1)IN GENERAL.—" before "Each State"; and

(2) by adding a new paragraph (2) at the end to read as follows:

"(2)EXCEPTION.—Paragraph (1) does not apply to grants made by the Secretary to consortia of States to develop academic assessments that are aligned with academic standards."]

SEC. 307. For an additional amount for the "Program Administration" account, \$2,696,100, to increase the Department's acquisition workforce capacity and capabilities: *Provided*, That such funds may be transferred by the Secretary to any other account in the Department to carry out the purposes provided herein: *Provided further*, That such transfer authority is in addition to any other transfer authority provided in this Act: *Provided further*, That such funds shall be available only to supplement and not to supplant existing acquisition workforce activities: *Provided further*, That such funds shall be available for training, recruitment, retention, and hiring additional members of the acquisition workforce as defined by the Office of Federal Procurement Policy Act, as amended (41 U.S.C. 401 et. seq.): *Provided further*, That such funds shall be available for information technology in support of acquisition workforce effectiveness or for management solutions to improve acquisition management. (Department of Education Appropriations Act, 2010.)