

DEPARTMENT OF EDUCATION

OFFICE OF ELEMENTARY AND SECONDARY EDUCATION

Federal Funds

EDUCATION STABILIZATION FUND

Program and Financing (in millions of dollars)

| Identification code 091-0251-0-1-501 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------|-------------|-----------|-----------|
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 18,147 | 4,237 | |
| 3020 Outlays (gross) | -13,905 | -4,237 | |
| 3041 Recoveries of prior year unpaid obligations, expired | -5 | | |
| 3050 Unpaid obligations, end of year | 4,237 | | |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 18,147 | 4,237 | |
| 3200 Obligated balance, end of year | 4,237 | | |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| Outlays, gross: | | | |
| 4011 Outlays from discretionary balances | 336 | 921 | |
| Mandatory: | | | |
| Outlays, gross: | | | |
| 4101 Outlays from mandatory balances | 13,569 | 3,316 | |
| 4180 Budget authority, net (total) | | | |
| 4190 Outlays, net (total) | 13,905 | 4,237 | |

EDUCATION FOR THE DISADVANTAGED

For carrying out part A of title I of the Elementary and Secondary Education Act of 1965 (referred to in this Act as "ESEA"), \$18,426,802,000, of which \$7,585,625,000 shall become available on July 1, 2027, and shall remain available through September 30, 2028, and of which \$10,841,177,000 shall become available on October 1, 2027, and shall remain available through September 30, 2028, for academic year 2027-2028: Provided, That \$6,459,401,000 shall be for basic grants under section 1124 of the ESEA: Provided further, That up to \$5,000,000 of these funds shall be available to the Secretary of Education (referred to in this title as "Secretary") on October 1, 2026, to obtain annually updated local educational agency-level census poverty data from the Bureau of the Census: Provided further, That \$1,362,301,000 shall be for concentration grants under section 1124A of the ESEA: Provided further, That \$5,302,550,000 shall be for targeted grants under section 1125 of the ESEA: Provided further, That \$5,302,550,000 shall be for education finance incentive grants under section 1125A of the ESEA: Provided further, That section 1111(b)(2)(I) of the ESEA is repealed.

Program and Financing (in millions of dollars)

| Identification code 091-0900-0-1-501 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Grants to local educational agencies | 18,411 | 18,427 | 18,427 |
| 0002 State agency programs: Migrants | 375 | | |
| 0003 State agency programs: Neglected, delinquent, and at risk children and youth | 48 | | |
| 0004 Special programs for migrant students | 52 | | |
| 0006 Comprehensive literacy development grants | 250 | | |
| 0007 Innovative approaches to literacy | 25 | | |
| 0008 Undistributed | | 754 | |
| 0900 Total new obligations, unexpired accounts | 19,161 | 19,181 | 18,427 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 190 | 137 | 83 |
| 1021 Recoveries of prior year unpaid obligations | 1 | | |
| 1070 Unobligated balance (total) | 191 | 137 | 83 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 8,266 | 8,286 | 7,586 |
| Advance appropriations, discretionary: | | | |
| 1170 Advance appropriation | 10,841 | 10,841 | 10,841 |
| 1900 Budget authority (total) | 19,107 | 19,127 | 18,427 |

| | | | |
|-------------------------------------------------------------------|---------|---------|---------|
| 1930 Total budgetary resources available | 19,298 | 19,264 | 18,510 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 137 | 83 | 83 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 16,434 | 15,015 | 14,163 |
| 3010 New obligations, unexpired accounts | 19,161 | 19,181 | 18,427 |
| 3020 Outlays (gross) | -20,524 | -20,033 | -19,622 |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -1 | | |
| 3041 Recoveries of prior year unpaid obligations, expired | -55 | | |
| 3050 Unpaid obligations, end of year | 15,015 | 14,163 | 12,968 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 16,434 | 15,015 | 14,163 |
| 3200 Obligated balance, end of year | 15,015 | 14,163 | 12,968 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 19,107 | 19,127 | 18,427 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 5,815 | 7,919 | 7,891 |
| 4011 Outlays from discretionary balances | 14,709 | 12,114 | 11,731 |
| 4020 Outlays, gross (total) | 20,524 | 20,033 | 19,622 |
| 4180 Budget authority, net (total) | 19,107 | 19,127 | 18,427 |
| 4190 Outlays, net (total) | 20,524 | 20,033 | 19,622 |

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

| | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------|-------------|-----------|-----------|
| Enacted/requested: | | | |
| Budget Authority | 19,107 | 19,127 | 18,427 |
| Outlays | 20,524 | 20,033 | 19,622 |
| Legislative proposal, not subject to PAYGO: | | | |
| Budget Authority | | | 2,000 |
| Outlays | | | 13 |
| Total: | | | |
| Budget Authority | 19,107 | 19,127 | 20,427 |
| Outlays | 20,524 | 20,033 | 19,635 |

SUMMARY OF PROGRAM LEVEL

(in millions of dollars)

| | 2025-2026 Academic Year | 2026-2027 Academic Year | 2027-2028 Academic Year |
|--------------------------------------------------------------|-------------------------------|-------------------------------|-------------------------------|
| New Budget Authority | \$8,267 | \$8,287 | \$9,586 |
| Advance appropriation | 10,841 | 10,841 | 10,841 |
| Total program level | \$19,108 | \$19,128 | \$20,427 ¹ |
| Change in advance appropriation from the previous year | 0 | 0 | 0 |

¹Total includes \$2 billion for the MEGA grants program.

Grants to local educational agencies.—Funds are allocated via formula for programs that provide academic support to help students in high-poverty schools meet challenging State standards. States assess annually all students in certain grades in at least English language arts, mathematics, and science; develop systems to differentiate among schools on the basis of performance on those assessments and other indicators; provide parents with information on the performance of their child's school; and ensure the development and implementation of support and improvement plans for the lowest-performing schools.

Object Classification (in millions of dollars)

| Identification code 091-0900-0-1-501 | 2025 actual | 2026 est. | 2027 est. |
|----------------------------------------------------------|-------------|-----------|-----------|
| Direct obligations: | | | |
| 25.1 Advisory and assistance services | 5 | 5 | |
| 25.2 Other services from non-Federal sources | 8 | 8 | |
| 25.3 Other goods and services from Federal sources | 5 | 5 | 5 |
| 25.7 Operation and maintenance of equipment | 5 | | |
| 41.0 Grants, subsidies, and contributions | 19,143 | 19,163 | 18,422 |
| 99.9 Total new obligations, unexpired accounts | 19,161 | 19,181 | 18,427 |

EDUCATION FOR THE DISADVANTAGED—Continued
EDUCATION FOR THE DISADVANTAGED
(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

| Identification code 091-0900-2-1-501 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0009 Make Education Great Again grants | | | 2,000 |
| 0900 Total new obligations, unexpired accounts (object class 41.0) | | | 2,000 |
| Budgetary resources: | | | |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | | | 319 |
| Advance appropriations, discretionary: | | | |
| 1173 Advance appropriations transferred from other accounts (091-1000) | | | 1,681 |
| 1900 Budget authority (total) | | | 2,000 |
| 1930 Total budgetary resources available | | | 2,000 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3010 New obligations, unexpired accounts | | | 2,000 |
| 3020 Outlays (gross) | | | -13 |
| 3050 Unpaid obligations, end of year | | | 1,987 |
| Memorandum (non-add) entries: | | | |
| 3200 Obligated balance, end of year | | | 1,987 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | | | 2,000 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | | | 13 |
| 4180 Budget authority, net (total) | | | 2,000 |
| 4190 Outlays, net (total) | | | 13 |

Make Education Great Again (MEGA) Grants. Funds support State and local activities allowed under the Elementary and Secondary Education Act (ESEA) authorities consolidated into this program. The program represents a historic investment in literacy and numeracy by requiring States to reserve a portion of their allocations to support evidence-based instruction in reading and mathematics, while also allowing communities to make spending decisions based on what works best for them. These activities include grants to local educational agencies that provide academic support to help students in high-poverty schools meet challenging State standards.

IMPACT AID

For carrying out programs of financial assistance to federally affected schools authorized by title VII of the ESEA, \$1,630,151,000, of which \$1,477,000,000 shall be for basic support payments under section 7003(b), \$49,316,000 shall be for payments for children with disabilities under section 7003(d), \$19,000,000 shall be for construction under section 7007(a), \$80,000,000 shall be for Federal property payments under section 7002, and \$4,835,000, to remain available until expended, shall be for facilities maintenance under section 7008: Provided, That for purposes of computing the amount of a payment for an eligible local educational agency under section 7003(a) for school year 2026-2027, children enrolled in a school of such agency that would otherwise be eligible for payment under section 7003(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 7003(a)(1)(B)), are no longer eligible under such section, shall be considered as eligible students under such section, provided such students remain in average daily attendance at a school in the same local educational agency they attended prior to their change in eligibility status.

Program and Financing (in millions of dollars)

| Identification code 091-0102-0-1-501 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Basic support payments | 1,474 | 1,477 | 1,477 |
| 0002 Payments for children with disabilities | 48 | 49 | 49 |
| 0091 Direct program activities, subtotal | 1,522 | 1,526 | 1,526 |
| 0101 Facilities maintenance | 20 | | |
| 0201 Construction | 19 | | 38 |
| 0301 Payments for Federal property | 79 | 80 | 80 |
| 0900 Total new obligations, unexpired accounts (object class 41.0) | 1,640 | 1,606 | 1,644 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 14 | 2 | 26 |
| 1021 Recoveries of prior year unpaid obligations | 3 | | |
| 1070 Unobligated balance (total) | 17 | 2 | 26 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 1,625 | 1,630 | 1,630 |
| 1930 Total budgetary resources available | 1,642 | 1,632 | 1,656 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 2 | 26 | 12 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 48 | 45 | 35 |
| 3010 New obligations, unexpired accounts | 1,640 | 1,606 | 1,644 |
| 3011 Obligations ("upward adjustments"), expired accounts | 5 | | |
| 3020 Outlays (gross) | -1,639 | -1,616 | -1,646 |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -3 | | |
| 3041 Recoveries of prior year unpaid obligations, expired | -6 | | |
| 3050 Unpaid obligations, end of year | 45 | 35 | 33 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 48 | 45 | 35 |
| 3200 Obligated balance, end of year | 45 | 35 | 33 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 1,625 | 1,630 | 1,630 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 1,617 | 1,590 | 1,609 |
| 4011 Outlays from discretionary balances | 22 | 26 | 37 |
| 4020 Outlays, gross (total) | 1,639 | 1,616 | 1,646 |
| 4180 Budget authority, net (total) | 1,625 | 1,630 | 1,630 |
| 4190 Outlays, net (total) | 1,639 | 1,616 | 1,646 |

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 (LEAs) that educate them. The property on which the children live and their parents work is exempt from local property taxes, limiting LEAs' access to a central source of revenue used by most communities to finance education.

Basic support payments.—Payments will be made on behalf of approximately 600,000 federally connected students enrolled in approximately 930 LEAs to assist them in meeting their operation and maintenance costs. Average per-student payments will be approximately \$2,500.

Payments for children with disabilities.—Payments in addition to those provided under the Individuals with Disabilities Education Act (IDEA) will be provided on behalf of approximately 49,000 federally connected students with disabilities in approximately 770 LEAs. Average per-student payments will be approximately \$1,000.

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 LEAs.

Construction.—Formula payments will be provided to approximately 170 local educational agencies with large proportions of federally connected

students. Payments will be made on behalf of about 95,000 students who are military dependents or who reside on Indian lands.

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

Program and Financing (in millions of dollars)

| Identification code 091–1000–0–1–501 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Supporting effective instruction State grants | 2,189 | | |
| 0002 21st century community learning centers | 1,333 | | |
| 0003 State assessments | 369 | | |
| 0004 Education for homeless children and youths | 129 | | |
| 0005 Native Hawaiians education | 46 | | |
| 0006 Alaska Native education | 45 | | |
| 0007 Training and advisory services | 7 | | |
| 0008 Rural education | 220 | | |
| 0010 Comprehensive centers | 50 | | |
| 0012 Student support and academic enrichment | 1,405 | | |
| 0013 Undistributed | | 5,781 | |
| 0900 Total new obligations, unexpired accounts | 5,793 | 5,781 | |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 62 | 45 | 45 |
| 1001 Discretionary unobligated balance brought fwd, Oct 1 | 62 | | |
| 1021 Recoveries of prior year unpaid obligations | 1 | | |
| 1070 Unobligated balance (total) | 63 | 45 | 45 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 4,095 | 4,100 | |
| Advance appropriations, discretionary: | | | |
| 1170 Advance appropriation | 1,681 | 1,681 | 1,681 |
| 1900 Budget authority (total) | 5,776 | 5,781 | 1,681 |
| 1930 Total budgetary resources available | 5,839 | 5,826 | 1,726 |
| Memorandum (non-add) entries: | | | |
| 1940 Unobligated balance expiring | -1 | | |
| 1941 Unexpired unobligated balance, end of year | 45 | 45 | 1,726 |

Change in obligated balance:

| | | | |
|-------------------------------------------------------------------|--------|--------|--------|
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 9,037 | 8,291 | 7,887 |
| 3010 New obligations, unexpired accounts | 5,793 | 5,781 | |
| 3011 Obligations ("upward adjustments"), expired accounts | 1 | | |
| 3020 Outlays (gross) | -6,490 | -6,185 | -5,079 |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -1 | | |
| 3041 Recoveries of prior year unpaid obligations, expired | -49 | | |
| 3050 Unpaid obligations, end of year | 8,291 | 7,887 | 2,808 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 9,037 | 8,291 | 7,887 |
| 3200 Obligated balance, end of year | 8,291 | 7,887 | 2,808 |

Budget authority and outlays, net:

| | | | |
|-----------------------------------------------------|-------|-------|-------|
| Discretionary: | | | |
| 4000 Budget authority, gross | 5,776 | 5,781 | 1,681 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 788 | 82 | |
| 4011 Outlays from discretionary balances | 5,675 | 6,095 | 5,079 |
| 4020 Outlays, gross (total) | 6,463 | 6,177 | 5,079 |
| Mandatory: | | | |
| Outlays, gross: | | | |
| 4101 Outlays from mandatory balances | 27 | 8 | |
| 4180 Budget authority, net (total) | 5,776 | 5,781 | 1,681 |
| 4190 Outlays, net (total) | 6,490 | 6,185 | 5,079 |

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

| | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------|-------------|-----------|-----------|
| Enacted/requested: | | | |
| Budget Authority | 5,776 | 5,781 | 1,681 |
| Outlays | 6,490 | 6,185 | 5,079 |
| Legislative proposal, not subject to PAYGO: | | | |
| Budget Authority | | | -1,681 |

| | | | |
|------------------------|-------|-------|-------|
| Total: | | | |
| Budget Authority | 5,776 | 5,781 | |
| Outlays | 6,490 | 6,185 | 5,079 |

Object Classification (in millions of dollars)

| Identification code 091–1000–0–1–501 | 2025 actual | 2026 est. | 2027 est. |
|----------------------------------------------------------|-------------|-----------|-----------|
| Direct obligations: | | | |
| 25.1 Advisory and assistance services | 4 | 4 | |
| 25.2 Other services from non-Federal sources | 5 | 5 | |
| 25.3 Other goods and services from Federal sources | | 1 | |
| 25.7 Operation and maintenance of equipment | 1 | 2 | |
| 41.0 Grants, subsidies, and contributions | 5,783 | 5,769 | |
| 99.0 Direct obligations | 5,793 | 5,781 | |
| 99.9 Total new obligations, unexpired accounts | 5,793 | 5,781 | |

SCHOOL IMPROVEMENT PROGRAMS

(Legislative proposal, not subject to PAYGO)

Program and Financing (in millions of dollars)

| Identification code 091–1000–2–1–501 | 2025 actual | 2026 est. | 2027 est. |
|----------------------------------------------------------------------------|-------------|-----------|-----------|
| Budgetary resources: | | | |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| Advance appropriations, discretionary: | | | |
| 1172 Advance appropriations transferred to other accounts [091–0900] | | | -1,681 |
| 1900 Budget authority (total) | | | -1,681 |
| 1930 Total budgetary resources available | | | -1,681 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | | | -1,681 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | | | -1,681 |
| 4180 Budget authority, net (total) | | | -1,681 |
| 4190 Outlays, net (total) | | | |

SAFE SCHOOLS AND CITIZENSHIP EDUCATION

Program and Financing (in millions of dollars)

| Identification code 091–0203–0–1–501 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 School safety national activities | 377 | 190 | |
| 0002 Full-service community schools | 149 | 150 | |
| 0003 Promise neighborhoods | 88 | 91 | |
| 0005 School safety national activities, BSCA | | 200 | |
| 0500 Direct program activities, subtotal | 614 | 631 | |
| 0900 Total new obligations, unexpired accounts | 614 | 631 | |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 622 | 647 | 647 |
| 1001 Discretionary unobligated balance brought fwd, Oct 1 | 622 | | |
| 1021 Recoveries of prior year unpaid obligations | 2 | | |
| 1070 Unobligated balance (total) | 624 | 647 | 647 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 457 | 431 | |
| Advance appropriations, discretionary: | | | |
| 1170 Advance appropriation | 200 | 200 | |
| 1900 Budget authority (total) | 657 | 631 | |
| 1930 Total budgetary resources available | 1,281 | 1,278 | 647 |
| Memorandum (non-add) entries: | | | |
| 1940 Unobligated balance expiring | -20 | | |
| 1941 Unexpired unobligated balance, end of year | 647 | 647 | 647 |

Change in obligated balance:

| | | | |
|-------------------------------------------------------|------|------|------|
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 729 | 658 | 675 |
| 3010 New obligations, unexpired accounts | 614 | 631 | |
| 3020 Outlays (gross) | -676 | -614 | -423 |

SAFE SCHOOLS AND CITIZENSHIP EDUCATION—Continued
Program and Financing—Continued

Table with 4 columns: Identification code, 2025 actual, 2026 est., 2027 est. Rows include Recoveries of prior year unpaid obligations, Unpaid obligations, end of year, Obligated balance, start of year, Obligated balance, end of year, Budget authority and outlays, net: Discretionary, Budget authority, gross, Outlays, gross, Outlays from new discretionary authority, Outlays from discretionary balances, Outlays, gross (total), Budget authority, net (total), Outlays, net (total).

Object Classification (in millions of dollars)

Table with 4 columns: Identification code, 2025 actual, 2026 est., 2027 est. Rows include Direct obligations: Personnel compensation, Other services from non-Federal sources, Grants, subsidies, and contributions, Direct obligations, Total new obligations, unexpired accounts.

Employment Summary

Table with 4 columns: Identification code, 2025 actual, 2026 est., 2027 est. Row: 1001 Direct civilian full-time equivalent employment.

INDIAN EDUCATION

For expenses necessary to carry out, to the extent not otherwise provided, title VI, part A of the ESEA, \$196,746,000, of which \$72,000,000 shall be for subpart 2 of part A of title VI and \$14,365,000 shall be for subpart 3 of part A of title VI: Provided, That the 5 percent limitation in sections 6115(d), 6121(e), and 6133(g) of the ESEA on the use of funds for administrative purposes shall apply only to direct administrative costs: Provided further, That grants awarded under sections 6132 and 6133 of the ESEA with funds provided under this heading may be for a period of up to 5 years: Provided further, That the Secretary may make awards under subpart 3 of Part A of title VI without regard to the funding limitation in section 6133(b)(1) of the ESEA.

Program and Financing (in millions of dollars)

Table with 4 columns: Identification code, 2025 actual, 2026 est., 2027 est. Rows include Obligations by program activity: Grants to local educational agencies, Special programs for Indian children, National activities, Total new obligations, unexpired accounts; Budgetary resources: Budget authority, Appropriations, discretionary, Budget authority (total), Total budgetary resources available, Memorandum (non-add) entries: Unobligated balance expiring; Change in obligated balance: Unpaid obligations: Unpaid obligations, brought forward, Oct 1, New obligations, unexpired accounts, Outlays (gross).

Table with 4 columns: Identification code, 2025 actual, 2026 est., 2027 est. Rows include Recoveries of prior year unpaid obligations, Unpaid obligations, end of year, Memorandum (non-add) entries: Obligated balance, start of year, Obligated balance, end of year; Budget authority and outlays, net: Discretionary: Budget authority, gross, Outlays, gross, Outlays from new discretionary authority, Outlays from discretionary balances, Outlays, gross (total); Mandatory: Outlays, gross: Outlays from mandatory balances; Budget authority, net (total), Outlays, net (total).

The Indian Education programs support the efforts of local educational agencies (LEAs), Tribes, and Indian organizations to improve teaching and learning for the Nation's American Indian and Alaska Native children.

Grants to local educational agencies.—Formula grants support LEAs in their efforts to enhance and supplement 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.

Special programs for Indian children.—Funds support awards under the Demonstration Grants authority including for Native Youth Community Projects and teacher retention, as well as professional development grants for teacher retention projects and training Native American teachers and administrators for employment in school districts that serve a high proportion of Indian students.

National activities.—Funds support research, evaluation, data collection, and related activities, grants for Native language immersion schools and programs, Native American language resource centers, and grants to Tribes to create Tribal educational agencies and to expand the capacity of existing Tribal educational agencies through education administrative planning, development, and coordination.

Object Classification (in millions of dollars)

Table with 4 columns: Identification code, 2025 actual, 2026 est., 2027 est. Rows include Direct obligations: Other services from non-Federal sources, Operation and maintenance of equipment, Grants, subsidies, and contributions, Total new obligations, unexpired accounts.

OFFICE OF INNOVATION AND IMPROVEMENT

Federal Funds

INNOVATION AND IMPROVEMENT

For carrying out activities authorized by part C of title IV of the ESEA, \$500,000,000: Provided, That section 4303(d)(3)(A)(i) shall not apply to these funds: Provided further, That of these funds, the Secretary shall use not less than \$60,000,000 to carry out section 4304, not more than \$140,000,000 to carry out section 4305(b), from which the amount necessary for continuation grants may be available for obligation through March 31, 2028, and not more than \$16,000,000 to carry out the activities in section 4305(a)(3): Provided further, That, notwithstanding section 4303(c)(1), a State Entity receiving a grant under section 4303 may reserve up to 10 percent of funds to carry out the activities in section 4303(b)(2), up to 5 percent for administrative costs, and up to 5 percent to award subgrants, for a period of not more than 1 year, to developers for activities related to preparing applications to authorized public chartering authorities to operate charter schools: Provided further, That the Secretary may make awards under section 4304(k) to any State entity, as defined in section 4303(a), in a State: Provided further, That a State entity receiving such a grant may meet the State share requirements in section 4304(k)(2) using any form of State or local financial support for charter school fa-

ilities, such as the capitalization of a State revolving loan fund to support charter school facilities financing, and not necessarily a program of per-pupil facilities aid: Provided further, That, notwithstanding section 4304(k)(2)(C), in making awards under section 4304(k), the Secretary may pay a Federal share of up to 100 percent of the cost of establishing or enhancing, and administering, a per-pupil facilities aid program for each of the first two fiscal years for which the program receives assistance.

Program and Financing (in millions of dollars)

| Identification code 091-0204-0-1-501 | 2025 actual | 2026 est. | 2027 est. |
|----------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Education innovation and research | 252 | | |
| 0002 Teacher and school leader incentive fund | 10 | | |
| 0003 American history and civics | 163 | | |
| 0005 Charter schools | 530 | | 564 |
| 0006 Magnet schools | 125 | | |
| 0008 Arts in education | 34 | | |
| 0009 Javits gifted and talented education | 8 | | |
| 0010 Statewide family engagement centers | 17 | | |
| 0013 Undistributed | | 1,154 | |
| 0799 Total direct obligations | 1,139 | 1,154 | 564 |
| 0801 DC schools/SOAR Act | 52 | 53 | 53 |
| 0900 Total new obligations, unexpired accounts | 1,191 | 1,207 | 617 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 290 | 262 | 299 |
| 1001 Discretionary unobligated balance brought fwd, Oct 1 | 290 | | |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 1,115 | 1,191 | 500 |
| Spending authority from offsetting collections, discretionary: | | | |
| 1700 Collected | 53 | 53 | 53 |
| 1900 Budget authority (total) | 1,168 | 1,244 | 553 |
| 1930 Total budgetary resources available | 1,458 | 1,506 | 852 |
| Memorandum (non-add) entries: | | | |
| 1940 Unobligated balance expiring | -5 | | |
| 1941 Unexpired unobligated balance, end of year | 262 | 299 | 235 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 3,348 | 2,989 | 1,969 |
| 3010 New obligations, unexpired accounts | 1,191 | 1,207 | 617 |
| 3020 Outlays (gross) | -1,339 | -2,227 | -1,039 |
| 3041 Recoveries of prior year unpaid obligations, expired | -211 | | |
| 3050 Unpaid obligations, end of year | 2,989 | 1,969 | 1,547 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 3,348 | 2,989 | 1,969 |
| 3200 Obligated balance, end of year | 2,989 | 1,969 | 1,547 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 1,168 | 1,244 | 553 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | | 77 | 63 |
| 4011 Outlays from discretionary balances | 1,339 | 2,150 | 976 |
| 4020 Outlays, gross (total) | 1,339 | 2,227 | 1,039 |
| Offsets against gross budget authority and outlays: | | | |
| Offsetting collections (collected) from: | | | |
| 4030 Federal sources | -53 | | |
| 4033 Non-Federal sources | | -53 | -53 |
| 4040 Offsets against gross budget authority and outlays (total) | -53 | -53 | -53 |
| 4070 Budget authority, net (discretionary) | 1,115 | 1,191 | 500 |
| 4080 Outlays, net (discretionary) | 1,286 | 2,174 | 986 |
| 4180 Budget authority, net (total) | 1,115 | 1,191 | 500 |
| 4190 Outlays, net (total) | 1,286 | 2,174 | 986 |

Charter schools.—Funds would support competitive grants for the opening of new charter schools and the replication and expansion of high-quality charter schools. Funds would also support competitive grants to improve charter schools' access to facilities as well as technical assistance and information dissemination activities.

Object Classification (in millions of dollars)

| Identification code 091-0204-0-1-501 | 2025 actual | 2026 est. | 2027 est. |
|----------------------------------------------------------|-------------|-----------|-----------|
| Direct obligations: | | | |
| 25.2 Other services from non-Federal sources | 11 | 11 | 9 |
| 25.3 Other goods and services from Federal sources | 1 | 1 | |
| 25.7 Operation and maintenance of equipment | 2 | 2 | 2 |
| 41.0 Grants, subsidies, and contributions | 1,125 | 1,140 | 553 |
| 99.0 Direct obligations | 1,139 | 1,154 | 564 |
| 99.0 Reimbursable obligations | 52 | 53 | 53 |
| 99.9 Total new obligations, unexpired accounts | 1,191 | 1,207 | 617 |

OFFICE OF ENGLISH LANGUAGE ACQUISITION

Federal Funds

ENGLISH LANGUAGE ACQUISITION

Program and Financing (in millions of dollars)

| Identification code 091-1300-0-1-501 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 English language acquisition grants | 880 | | |
| 0002 Undistributed | | 890 | |
| 0900 Total new obligations, unexpired accounts | 880 | 890 | |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 13 | 23 | 23 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 890 | 890 | |
| 1930 Total budgetary resources available | 903 | 913 | 23 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 23 | 23 | 23 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 1,416 | 1,364 | 1,321 |
| 3010 New obligations, unexpired accounts | 880 | 890 | |
| 3020 Outlays (gross) | -926 | -933 | -958 |
| 3041 Recoveries of prior year unpaid obligations, expired | -6 | | |
| 3050 Unpaid obligations, end of year | 1,364 | 1,321 | 363 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 1,416 | 1,364 | 1,321 |
| 3200 Obligated balance, end of year | 1,364 | 1,321 | 363 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 890 | 890 | |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 10 | 9 | |
| 4011 Outlays from discretionary balances | 916 | 924 | 958 |
| 4020 Outlays, gross (total) | 926 | 933 | 958 |
| 4180 Budget authority, net (total) | 890 | 890 | |
| 4190 Outlays, net (total) | 926 | 933 | 958 |
| Object Classification (in millions of dollars) | | | |
| Identification code 091-1300-0-1-501 | 2025 actual | 2026 est. | 2027 est. |
| Direct obligations: | | | |
| 25.2 Other services from non-Federal sources | 1 | 1 | |
| 25.7 Operation and maintenance of equipment | 1 | 1 | |
| 41.0 Grants, subsidies, and contributions | 878 | 888 | |
| 99.0 Direct obligations | 880 | 890 | |
| 99.9 Total new obligations, unexpired accounts | 880 | 890 | |

**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, \$16,028,819,000, of which \$6,707,436,000 shall become available on July 1, 2027, and shall remain available through September 30, 2028, and of which \$9,283,383,000 shall become available on October 1, 2027, and shall remain available through September 30, 2028, for academic year 2027–2028: Provided, 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 2026, 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 2026: Provided further, That the Secretary shall, without regard to section 611(d) of the IDEA, distribute to all other States (as that term is defined in section 611(g)(2)), subject to the third proviso, any amount by which a State's allocation under section 611, from funds appropriated under this heading, is reduced under section 612(a)(18)(B), according to the following: 85 percent on the basis of the States' relative populations of children aged 3 through 21 who are of the same age as children with disabilities for whom the State ensures the availability of a free appropriate public education under this part, and 15 percent to States on the basis of the States' relative populations of those children who are living in poverty: Provided further, That the Secretary may not distribute any funds under the previous proviso to any State whose reduction in allocation from funds appropriated under this heading made funds available for such a distribution: Provided further, That the States shall allocate such funds distributed under the second proviso to local educational agencies in accordance with section 611(f): Provided further, That the amount by which a State's allocation under section 611(d) of the IDEA is reduced under section 612(a)(18)(B) and the amounts distributed to States under the previous provisos in fiscal year 2012 or any subsequent year shall not be considered in calculating the awards under section 611(d) for fiscal year 2013 or for any subsequent fiscal years: Provided further, That, notwithstanding the provision in section 612(a)(18)(B) regarding the fiscal year in which a State's allocation under section 611(d) is reduced for failure to comply with the requirement of section 612(a)(18)(A), the Secretary may apply the reduction specified in section 612(a)(18)(B) over a period of consecutive fiscal years, not to exceed 5, until the entire reduction is applied: Provided further, That the Secretary may, in any fiscal year in which a State's allocation under section 611 is reduced in accordance with section 612(a)(18)(B), reduce the amount a State may reserve under section 611(e)(1) by an amount that bears the same relation to the maximum amount described in that paragraph as the reduction under section 612(a)(18)(B) bears to the total allocation the State would have received in that fiscal year under section 611(d) in the absence of the reduction: Provided further, That the Secretary shall either reduce the allocation of funds under section 611 for any fiscal year following the fiscal year for which the State fails to comply with the requirement of section 612(a)(18)(A) as authorized by section 612(a)(18)(B), or seek to recover funds under section 452 of the General Education Provisions Act (20 U.S.C. 1234a): Provided further, That the funds reserved under 611(c) of the IDEA may be used to provide technical assistance to States to improve the capacity of the States to meet the data collection requirements of sections 616 and 618 and to administer and carry out other services and activities to improve data collection, coordination, quality, and use under parts B and C of the IDEA: Provided further, That States may use funds reserved for other State-level activities under sections 611(e)(2) and 619(f) of the IDEA to make subgrants to local educational agencies, institutions of higher education, other public agencies, and private non-profit organizations to carry out activities authorized by those sections: Provided further, That, notwithstanding section 643(e)(2)(A) of the IDEA, if 5 or fewer States apply for grants pursuant to section 643(e) of such Act, the Secretary shall provide a grant to each State in an amount equal to the maximum amount described in section 643(e)(2)(B) of such Act: Provided further, That if more than 5 States apply for grants pursuant to section 643(e) of the IDEA, the Secretary shall award funds to those States on the basis of the States' relative populations of infants and toddlers except that no such State shall receive a grant in excess of the amount described in section 643(e)(2)(B) of such Act: Provided further, That States may use funds allotted under section 643(c) of the IDEA to make subgrants to local educational agencies, institutions of higher education, other public agencies, and private non-profit organizations to carry out activities authorized by section 638 of IDEA: Provided further, That, notwithstanding section 638 of the IDEA, a State may use funds it receives under section 633 of the IDEA to offer continued early intervention services to a child who previously received services under part C of the IDEA from age 3 until the beginning of the school year following the child's third birthday with parental

consent and without regard to the procedures in section 635(c) of the IDEA: Provided further, That, notwithstanding section 638 of the IDEA, a State may use funds appropriated under Part C of the IDEA to conduct child find, public awareness, and referral activities for an individual who is expected to become a parent of an infant with a disability (as that term is defined in section 632(5)), as established by medical or other records: Provided further, That any State electing to use funds under the preceding proviso shall ensure that, as soon as possible but not later than 45 days after the child's birth, it completes the referral and eligibility process under this part for that child: Provided further, That, if a State's allocation under section 611 of the IDEA in the current fiscal year is increased in accordance with section 611(d)(3) of the IDEA, States may reserve funds for activities described in sections 611(e)(2)(B) and (C) of the IDEA without regard to the limitation in section 611(e)(2)(A) of the IDEA: Provided further, That any State receiving funds under section 611 of the IDEA shall ensure that the total amount allocated under section 611(f) of the IDEA in the current fiscal year is not less than the total amount allocated under that section in the preceding fiscal year: Provided further, That up to \$10,000,000 of the amounts appropriated under this heading in this Act for activities under section 611 of the IDEA may be used for technical assistance to support State activities authorized under sections 609 and 611(e)(2)(C)(ii) of the IDEA: Provided further, That for programs authorized under Part B of the IDEA, the Secretary may extend a waiver granted under section 609 of the IDEA for up to an additional four years, notwithstanding the time limitation in section 609(a)(2)(A) of the IDEA.

Program and Financing (in millions of dollars)

| Identification code 091–0300–0–1–501 | 2025 actual | 2026 est. | 2027 est. |
|-------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Grants to States | 14,210 | 14,233 | 15,401 |
| 0002 Preschool grants | 420 | 420 | ..... |
| 0003 Grants for infants and families | 540 | 540 | 590 |
| 0004 Undistributed ..... | ..... | 259 | ..... |
| 0091 Subtotal, State grants | 15,170 | 15,452 | 15,991 |
| 0101 State personnel development | 39 | ..... | ..... |
| 0102 Technical assistance and dissemination | 39 | ..... | ..... |
| 0103 Personnel preparation | 115 | ..... | ..... |
| 0104 Parent information centers | 33 | ..... | ..... |
| 0105 Educational technology, media, and materials | 32 | ..... | ..... |
| 0191 Subtotal, National activities | 258 | ..... | ..... |
| 0201 Special Olympics education program | 36 | 38 | 38 |
| 0900 Total new obligations, unexpired accounts | 15,464 | 15,490 | 16,029 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 1 | 147 | 147 |
| 1001 Discretionary unobligated balance brought fwd, Oct 1 | 1 | 5 | ..... |
| 1021 Recoveries of prior year unpaid obligations | 143 | ..... | ..... |
| 1070 Unobligated balance (total) | 144 | 147 | 147 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 6,184 | 6,207 | 6,745 |
| Advance appropriations, discretionary: | | | |
| 1170 Advance appropriation | 9,283 | 9,283 | 9,283 |
| 1900 Budget authority (total) | 15,467 | 15,490 | 16,028 |
| 1930 Total budgetary resources available | 15,611 | 15,637 | 16,175 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 147 | 147 | 146 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 12,683 | 11,672 | 17,848 |
| 3010 New obligations, unexpired accounts | 15,464 | 15,490 | 16,029 |
| 3020 Outlays (gross) | -16,273 | -9,314 | -13,942 |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -143 | ..... | ..... |
| 3041 Recoveries of prior year unpaid obligations, expired | -59 | ..... | ..... |
| 3050 Unpaid obligations, end of year | 11,672 | 17,848 | 19,935 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 12,683 | 11,672 | 17,848 |
| 3200 Obligated balance, end of year | 11,672 | 17,848 | 19,935 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 15,467 | 15,490 | 16,028 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 5,012 | 299 | 335 |
| 4011 Outlays from discretionary balances | 11,239 | 9,015 | 13,607 |
| 4020 Outlays, gross (total) | 16,251 | 9,314 | 13,942 |

| | | | |
|-----------------|---------------------------------------|--------|---------------|
| Mandatory: | | | |
| Outlays, gross: | | | |
| 4101 | Outlays from mandatory balances | 22 | |
| 4180 | Budget authority, net (total) | 15,467 | 15,490 16,028 |
| 4190 | Outlays, net (total) | 16,273 | 9,314 13,942 |

SUMMARY OF IDEA FORMULA GRANTS PROGRAM LEVELS

(in millions of dollars)

| | 2025–2026 Academic Year | 2027–2028 Academic Year |
|--------------------------------------------------------|-------------------------------|-------------------------------|
| Current Budget Authority | \$5,890 | \$6,748 |
| Advance appropriation | 9,283 | 9,283 |
| Total program level | 15,173 | 16,031 |
| Change in advance appropriation from the previous year | 0 | 0 |

Consolidated Special Education Grants to States Program.—Funding would continue to be allocated to States and local educational agencies (LEAs) under Section 611, with States receiving additional flexibility to reserve funds for State-level activities, including those currently supported under the consolidated programs. States would remain responsible for meeting IDEA accountability and reporting requirements to ensure a free appropriate public education for all students with disabilities and to protect the rights of those students and their families. Formula grants would assist States in providing special education and related services to children with disabilities ages 3 through 21.

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.

Special Olympics education programs.—Funds are provided to promote the expansion of the Special Olympics and the design and implementation of Special Olympics education programs.

Object Classification (in millions of dollars)

| Identification code 091–0300–0–1–501 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------|-------------------------------------------------|-----------|---------------|
| Direct obligations: | | | |
| 25.2 | Other services from non-Federal sources | 4 | 4 4 |
| 41.0 | Grants, subsidies, and contributions | 15,460 | 15,486 16,025 |
| 99.0 | Direct obligations | 15,464 | 15,490 16,029 |
| 99.9 | Total new obligations, unexpired accounts | 15,464 | 15,490 16,029 |

REHABILITATION SERVICES

(INCLUDING TRANSFER OF FUNDS)

For carrying out, to the extent not otherwise provided, the Rehabilitation Act of 1973 and the Helen Keller National Center Act, \$4,679,024,000, of which \$4,625,707,000 shall be for grants for vocational rehabilitation services under title I of the Rehabilitation Act: Provided, That, notwithstanding section 103 of the Rehabilitation Act, States may use amounts made available for vocational rehabilitation services under title I of the Rehabilitation Act to support activities authorized under section 112 of such Act: Provided further, That, in support of activities described in the preceding proviso, States may award subgrants for a portion of the funds to entities designated in section 112(c): Provided further, That the Secretary may use amounts provided in this Act that remain available subsequent to the reallocation of funds to States pursuant to section 110(b) of the Rehabilitation Act for innovative activities aimed at increasing competitive integrated employment as defined in section 7 of such Act for youth and other individuals with disabilities, including related Federal administrative expenses, for improving monitoring and oversight of grants for vocational rehabilitation services under title I of the Rehabilitation Act, and information technology needs under section 15 and titles I, III, VI, and VII of the Rehabilitation Act: Provided further, That up to 15 percent of the amounts available subsequent to reallocation for the activities described in the third proviso from funds provided under this paragraph in this Act, may be used for evaluation and technical assistance related to such activities: Provided further, That any funds made available subsequent to reallocation for the activities described in the third proviso may be

provided to States and other public, private and nonprofit entities, including Indian tribes and institutions of higher education for carrying out such activities: Provided further, That States and other public and nonprofit entities, including Indian tribes and institutions of higher education may award subgrants for a portion of the funds to other eligible entities: Provided further, That any funds provided in this Act and made available subsequent to reallocation for the purposes described in the third proviso shall remain available until September 30, 2028: Provided further, That any funds provided in this Act and made available subsequent to the reallocation of funds to States pursuant to section 110(b) of the Rehabilitation Act may be provided to States and other public, private and nonprofit entities, including Indian tribes and institutions of higher education, to evaluate employment outcomes of individuals who are receiving or have received services and supports under title I, section 504 of title V, and/or title VI of the Rehabilitation Act.

Program and Financing (in millions of dollars)

| Identification code 091–0301–0–1–506 | 2025 actual | 2026 est. | 2027 est. |
|-------------------------------------------|---------------------------------------------------------------------------------------|-----------|---------------|
| Obligations by program activity: | | | |
| 0001 | Vocational rehabilitation State grants | 4,089 | 4,194 4,309 |
| 0002 | Client assistance State grants | 13 | |
| 0003 | Supported employment State grants | 23 | |
| 0004 | Training | 29 | |
| 0005 | Demonstration and Training Programs | 6 | |
| 0006 | Independent living services for older blind individuals | 33 | 33 33 |
| 0007 | Protection and advocacy of individual rights | 20 | |
| 0008 | Helen Keller National Center | 19 | 20 20 |
| 0011 | Vocational rehabilitation grants for Indians | 49 | 53 53 |
| 0012 | Undistributed | | 91 |
| 0100 | Total direct program | 4,281 | 4,391 4,415 |
| 0900 | Total new obligations, unexpired accounts | 4,281 | 4,391 4,415 |
| Budgetary resources: | | | |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 | Appropriation | 143 | 144 53 |
| Appropriations, mandatory: | | | |
| 1200 | Appropriation | 4,390 | 4,504 4,626 |
| 1230 | Appropriations and/or unobligated balance of appropriations permanently reduced | -250 | -257 -264 |
| 1260 | Appropriations, mandatory (total) | 4,140 | 4,247 4,362 |
| 1900 | Budget authority (total) | 4,283 | 4,391 4,415 |
| 1930 | Total budgetary resources available | 4,283 | 4,391 4,415 |
| Memorandum (non-add) entries: | | | |
| 1940 | Unobligated balance expiring | -2 | |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 | Unpaid obligations, brought forward, Oct 1 | 3,346 | 2,909 2,558 |
| 3010 | New obligations, unexpired accounts | 4,281 | 4,391 4,415 |
| 3020 | Outlays (gross) | -4,521 | -4,742 -4,463 |
| 3041 | Recoveries of prior year unpaid obligations, expired | -197 | |
| 3050 | Unpaid obligations, end of year | 2,909 | 2,558 2,510 |
| Memorandum (non-add) entries: | | | |
| 3100 | Obligated balance, start of year | 3,346 | 2,909 2,558 |
| 3200 | Obligated balance, end of year | 2,909 | 2,558 2,510 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 | Budget authority, gross | 143 | 144 53 |
| Outlays, gross: | | | |
| 4010 | Outlays from new discretionary authority | 73 | 72 26 |
| 4011 | Outlays from discretionary balances | 200 | 389 243 |
| 4020 | Outlays, gross (total) | 273 | 461 269 |
| Mandatory: | | | |
| 4090 | Budget authority, gross | 4,140 | 4,247 4,362 |
| Outlays, gross: | | | |
| 4100 | Outlays from new mandatory authority | 2,123 | 2,123 2,181 |
| 4101 | Outlays from mandatory balances | 2,125 | 2,158 2,013 |
| 4110 | Outlays, gross (total) | 4,248 | 4,281 4,194 |
| 4180 | Budget authority, net (total) | 4,283 | 4,391 4,415 |
| 4190 | Outlays, net (total) | 4,521 | 4,742 4,463 |

Vocational rehabilitation State grants.—The basic State grants program provides Federal matching funds to State vocational rehabilitation (VR) agencies to assist individuals with disabilities to become gainfully employed. Services are tailored to the specific needs of the individual. Priority

REHABILITATION SERVICES—Continued

is given to serving those with the most significant disabilities. In 2025, State VR agencies assisted 124,050 individuals with disabilities to obtain competitive integrated employment, about 91 percent of whom were individuals with significant or the most significant disabilities. VR State Grants is a core program of the workforce development system under the Workforce Innovation and Opportunity Act (WIOA) and a required partner in the one-stop service delivery system for accessing employment and training services. Amendments made by WIOA require State VR agencies to reserve and use at least 15 percent of their Federal grant allotment to support pre-employment transition services for students with disabilities provided in accordance with section 113 of the Rehabilitation Act. Between 1.0 percent and 1.5 percent of the funds appropriated for the VR State grants program must be set aside for the American Indian Vocational Rehabilitation Services Program. The request for the VR State Grants program includes the CPIU adjustment specified in the authorizing statute. The request includes appropriations language that would enable States to use VR State grants funds to support client assistance programs.

Independent living services for older individuals who are blind.—Grants are awarded to States to assist individuals over the age of 55 with severe visual disabilities to adjust to their disability and increase their ability to care for their own needs.

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.

Disability Innovation Fund.—From the amounts remaining available after the reallocation of funds to States under Section 110(b)(2) of the Rehabilitation Act, grants are awarded for innovative activities aimed at increasing competitive integrated employment for youth and other individuals with disabilities.

Object Classification (in millions of dollars)

| Identification code 091-0301-0-1-506 | 2025 actual | 2026 est. | 2027 est. |
|----------------------------------------------------------|-------------|-----------|-----------|
| Direct obligations: | | | |
| 25.1 Advisory and assistance services | 1 | 1 | ..... |
| 25.2 Other services from non-Federal sources | 1 | 1 | ..... |
| 25.3 Other goods and services from Federal sources | 4 | 4 | 4 |
| 41.0 Grants, subsidies, and contributions | 4,275 | 4,385 | 4,411 |
| 99.9 Total new obligations, unexpired accounts | 4,281 | 4,391 | 4,415 |

AMERICAN PRINTING HOUSE FOR THE BLIND

For carrying out the Act to Promote the Education of the Blind of March 3, 1879, \$43,431,000.

Program and Financing (in millions of dollars)

| Identification code 091-0600-0-1-501 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 American printing house for the blind | 43 | 43 | 43 |
| 0900 Total new obligations, unexpired accounts (object class 41.0) | 43 | 43 | 43 |
| Budgetary resources: | | | |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 43 | 43 | 43 |
| 1930 Total budgetary resources available | 43 | 43 | 43 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 17 | 6 | 10 |
| 3010 New obligations, unexpired accounts | 43 | 43 | 43 |
| 3020 Outlays (gross) | -54 | -39 | -43 |
| 3050 Unpaid obligations, end of year | 6 | 10 | 10 |

| | | | |
|-----------------------------------------------------|----|----|----|
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 17 | 6 | 10 |
| 3200 Obligated balance, end of year | 6 | 10 | 10 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 43 | 43 | 43 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 37 | 32 | 32 |
| 4011 Outlays from discretionary balances | 17 | 7 | 11 |
| 4020 Outlays, gross (total) | 54 | 39 | 43 |
| 4180 Budget authority, net (total) | 43 | 43 | 43 |
| 4190 Outlays, net (total) | 54 | 39 | 43 |

The 2027 request 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 2025, the portion of the Federal appropriation allocated to educational materials represented approximately 59 percent of the Printing House's total sales. The full 2025 appropriation represented approximately 73 percent of the Printing House's total actual revenue of approximately \$59.5 million. The 2027 request is expected to be allocated in a similar manner.

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, \$92,500,000: 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.

Program and Financing (in millions of dollars)

| Identification code 091-0601-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Operations | 93 | 93 | 93 |
| 0900 Total new obligations, unexpired accounts (object class 41.0) | 93 | 93 | 93 |
| Budgetary resources: | | | |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 93 | 93 | 93 |
| 1900 Budget authority (total) | 93 | 93 | 93 |
| 1930 Total budgetary resources available | 93 | 93 | 93 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 10 | 12 | 2 |
| 3010 New obligations, unexpired accounts | 93 | 93 | 93 |
| 3020 Outlays (gross) | -91 | -103 | -93 |
| 3050 Unpaid obligations, end of year | 12 | 2 | 2 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 10 | 12 | 2 |
| 3200 Obligated balance, end of year | 12 | 2 | 2 |

| | | | |
|-----------------------------------------------------|----|-----|----|
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 93 | 93 | 93 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 83 | 92 | 92 |
| 4011 Outlays from discretionary balances | 8 | 11 | 1 |
| 4020 Outlays, gross (total) | 91 | 103 | 93 |
| 4180 Budget authority, net (total) | 93 | 93 | 93 |
| 4190 Outlays, net (total) | 91 | 103 | 93 |

This program provides postsecondary technical and professional education for individuals who are deaf or hard of hearing, provides training, and conducts applied research into employment-related aspects of deafness. In 2024, the Federal appropriation represented approximately 76 percent of the Institute's operating budget. The 2027 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, \$167,361,000, of which up to \$15,000,000, to remain available until expended, shall be for construction, as defined by section 201(2) of such Act: 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.

Program and Financing (in millions of dollars)

| Identification code 091-0602-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Operations | 167 | 167 | 167 |
| 0900 Total new obligations, unexpired accounts (object class 41.0) | 167 | 167 | 167 |
| Budgetary resources: | | | |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 167 | 167 | 167 |
| 1900 Budget authority (total) | 167 | 167 | 167 |
| 1930 Total budgetary resources available | 167 | 167 | 167 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 37 | 45 | 38 |
| 3010 New obligations, unexpired accounts | 167 | 167 | 167 |
| 3020 Outlays (gross) | -159 | -174 | -190 |
| 3050 Unpaid obligations, end of year | 45 | 38 | 15 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 37 | 45 | 38 |
| 3200 Obligated balance, end of year | 45 | 38 | 15 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 167 | 167 | 167 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 137 | 152 | 165 |
| 4011 Outlays from discretionary balances | 22 | 22 | 25 |
| 4020 Outlays, gross (total) | 159 | 174 | 190 |
| 4180 Budget authority, net (total) | 167 | 167 | 167 |
| 4190 Outlays, net (total) | 159 | 174 | 190 |

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

The University operates the Laurent Clerc National Deaf Education Center, which includes elementary and secondary education programs on the main campus of the University serving students who are deaf or hard of hearing. The Kendall Demonstration Elementary School serves students from birth through grade 8, and the Model Secondary School for the Deaf serves high school students in grades 9 through 12. 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 2025, the appropriation for Gallaudet represented approximately 67 percent of Gallaudet's total revenue for the University. Excluding the Regional Early Acquisition of Language (REAL) program and construction funds, roughly 75% of the federal appropriation was used for university operations, including university-level instructional programs; research programs; and outreach programs. The remaining 25% was used for Clerc Center activities. In addition, the University receives other Federal funds such as student financial aid, vocational rehabilitation, and competitive grants and contracts. The 2027 request includes funds that may be used for the Endowment Grant program.

OFFICE OF CAREER, TECHNICAL, AND ADULT EDUCATION

Federal Funds

CAREER, TECHNICAL, AND ADULT EDUCATION

Program and Financing (in millions of dollars)

| Identification code 091-0400-0-1-501 | 2025 actual | 2026 est. | 2027 est. |
|-------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Career and Technical Education State Grants | 1,461 | 1,440 | 791 |
| 0002 Career and Technical Education National Activities | 11 | 12 | |
| 0003 Undistributed | | 729 | |
| 0091 Subtotal, Career and Technical | 1,472 | 2,181 | 791 |
| 0101 Adult Basic and Literacy Education State Grants | 1,035 | | |
| 0102 Adult Education National Leadership Activities | 12 | | |
| 0191 Subtotal, Adult Education | 1,047 | | |
| 0900 Total new obligations, unexpired accounts | 2,519 | 2,181 | 791 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 24 | 26 | 26 |
| 1001 Discretionary unobligated balance brought fwd, Oct 1 | 24 | | |
| 1021 Recoveries of prior year unpaid obligations | 343 | | |
| 1070 Unobligated balance (total) | 367 | 26 | 26 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 1,390 | 1,390 | |
| Advance appropriations, discretionary: | | | |
| 1170 Advance appropriation | 791 | 791 | 791 |
| 1900 Budget authority (total) | 2,181 | 2,181 | 791 |
| 1930 Total budgetary resources available | 2,548 | 2,207 | 817 |
| Memorandum (non-add) entries: | | | |
| 1940 Unobligated balance expiring | -3 | | |
| 1941 Unexpired unobligated balance, end of year | 26 | 26 | 26 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 2,473 | 277 | 62 |
| 3010 New obligations, unexpired accounts | 2,519 | 2,181 | 791 |
| 3011 Obligations ("upward adjustments"), expired accounts | 1 | | |
| 3020 Outlays (gross) | -4,363 | -2,396 | -806 |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -343 | | |
| 3041 Recoveries of prior year unpaid obligations, expired | -10 | | |
| 3050 Unpaid obligations, end of year | 277 | 62 | 47 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 2,473 | 277 | 62 |
| 3200 Obligated balance, end of year | 277 | 62 | 47 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 2,181 | 2,181 | 791 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 2,124 | 2,181 | 791 |
| 4011 Outlays from discretionary balances | 2,239 | 215 | 15 |
| 4020 Outlays, gross (total) | 4,363 | 2,396 | 806 |
| 4180 Budget authority, net (total) | 2,181 | 2,181 | 791 |
| 4190 Outlays, net (total) | 4,363 | 2,396 | 806 |

Object Classification (in millions of dollars)

| Identification code 091-0400-0-1-501 | 2025 actual | 2026 est. | 2027 est. |
|----------------------------------------------------|-------------|-----------|-----------|
| Direct obligations: | | | |
| 25.1 Advisory and assistance services | 21 | | |
| 25.2 Other services from non-Federal sources | 1 | | |
| 25.3 Other goods and services from Federal sources | 2,171 | 2,181 | 791 |
| 41.0 Grants, subsidies, and contributions | 326 | | |
| 99.0 Direct obligations | 2,519 | 2,181 | 791 |
| 99.9 Total new obligations, unexpired accounts | 2,519 | 2,181 | 791 |

OFFICE OF POSTSECONDARY EDUCATION

Federal Funds

HIGHER EDUCATION

For carrying out, to the extent not otherwise provided, titles III and VII of the HEA and section 117 of the Perkins Act, \$610,116,000: Provided, That of the funds made available under this Act to carry out part B of title III of the HEA, \$5,000,000 shall be for grants to supplement amounts awarded to part B institutions that are junior or community colleges, as defined in section 312(f) of the HEA: Provided further, That the supplemental funds described in the preceding proviso are in addition to any grant award that any institution may receive under section 323 of the HEA and shall be allocated in accordance with the allotments specified under section 324 of such Act: Provided further, That sections 399(b) and 528(b) of the HEA shall not apply to funds made available in this Act.

Program and Financing (in millions of dollars)

| Identification code 091-0201-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Strengthening institutions | 112 | | |
| 0002 Strengthening tribally controlled colleges and universities | 137 | 82 | 82 |
| 0003 Strengthening Alaska Native and Native Hawaiian-serving institutions | 14 | | |
| 0004 Strengthening historically Black colleges and universities (HBCUs) | 919 | 486 | 486 |
| 0005 Strengthening historically Black graduate institutions | 101 | 103 | 103 |
| 0007 Strengthening predominantly Black institutions | 14 | | |
| 0008 Strengthening Asian American and Native American Pacific Islander-serving institutions | 5 | | |
| 0009 Strengthening Native American-serving nontribal institutions | 5 | | |
| 0011 Strengthening historically Black masters programs | 20 | 20 | 20 |
| 0012 Undistributed | | 2,963 | |
| 0091 Subtotal, aid for institutional development | 1,327 | 3,654 | 691 |
| 0102 Developing Hispanic-serving institution STEM and articulation programs | 94 | | |
| 0105 Model transition programs for students with intellectual disabilities | 14 | 14 | 14 |
| 0106 Tribally controlled postsecondary career and technical institutions | 12 | 14 | 14 |
| 0191 Subtotal, other aid for institutions | 120 | 28 | 28 |
| 0201 Federal TRIO programs | 1,191 | | |
| 0202 Gaining early awareness and readiness for undergraduate programs (GEAR UP) | 388 | | |
| 0203 Graduate assistance in areas of national need | 24 | | |
| 0204 Child care access means parents in school | 75 | | |
| 0291 Subtotal, assistance for students | 1,678 | | |
| 0301 Fund for the improvement of postsecondary education (FIPSE) | 74 | | |
| 0302 Teacher quality partnerships | 10 | | |
| 0303 Hawkins Centers of Excellence | 15 | | |
| 0391 Assistance for students, subtotal | 99 | | |
| 0401 HEA Pooled Evaluation | 8 | | |
| 0900 Total new obligations, unexpired accounts | 3,232 | 3,682 | 719 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 89 | 178 | 134 |
| 1001 Discretionary unobligated balance brought fwd, Oct 1 | 89 | | |
| 1012 Unobligated balance transfers between expired and unexpired accounts | 132 | 132 | 132 |
| 1021 Recoveries of prior year unpaid obligations | 1 | | |
| 1070 Unobligated balance (total) | 222 | 310 | 266 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 3,081 | 3,266 | 610 |
| Appropriations, mandatory: | | | |
| 1200 Appropriation | 255 | 255 | 255 |
| 1230 Appropriations and/or unobligated balance of appropriations permanently reduced | -15 | -15 | -15 |
| 1260 Appropriations, mandatory (total) | 240 | 240 | 240 |
| 1900 Budget authority (total) | 3,321 | 3,506 | 850 |
| 1930 Total budgetary resources available | 3,543 | 3,816 | 1,116 |
| Memorandum (non-add) entries: | | | |
| 1940 Unobligated balance expiring | -133 | | |
| 1941 Unexpired unobligated balance, end of year | 178 | 134 | 397 |

| Change in obligated balance: | | | |
|-------------------------------------------------------------------|--------|--------|--------|
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 5,825 | 5,428 | 5,520 |
| 3010 New obligations, unexpired accounts | 3,232 | 3,682 | 719 |
| 3020 Outlays (gross) | -3,571 | -3,590 | -3,725 |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -1 | | |
| 3041 Recoveries of prior year unpaid obligations, expired | -57 | | |
| 3050 Unpaid obligations, end of year | 5,428 | 5,520 | 2,514 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 5,825 | 5,428 | 5,520 |
| 3200 Obligated balance, end of year | 5,428 | 5,520 | 2,514 |

| Budget authority and outlays, net: | | | |
|-----------------------------------------------------|-------|-------|-------|
| Discretionary: | | | |
| 4000 Budget authority, gross | 3,081 | 3,266 | 610 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 30 | 98 | 18 |
| 4011 Outlays from discretionary balances | 3,266 | 3,266 | 3,404 |
| 4020 Outlays, gross (total) | 3,296 | 3,364 | 3,422 |
| Mandatory: | | | |
| 4090 Budget authority, gross | 240 | 240 | 240 |
| Outlays, gross: | | | |
| 4100 Outlays from new mandatory authority | | 8 | 8 |
| 4101 Outlays from mandatory balances | 275 | 218 | 295 |
| 4110 Outlays, gross (total) | 275 | 226 | 303 |
| 4180 Budget authority, net (total) | 3,321 | 3,506 | 850 |
| 4190 Outlays, net (total) | 3,571 | 3,590 | 3,725 |

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

| | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------|-------------|-----------|-----------|
| Enacted/requested: | | | |
| Budget Authority | 3,321 | 3,506 | 850 |
| Outlays | 3,571 | 3,590 | 3,725 |
| Legislative proposal, subject to PAYGO: | | | |
| Budget Authority | | -125 | -140 |
| Outlays | | -125 | -140 |
| Total: | | | |
| Budget Authority | 3,321 | 3,381 | 710 |
| Outlays | 3,571 | 3,465 | 3,585 |

Aid for Institutional Development:

Strengthening tribally controlled colleges and universities.—Discretionary and mandatory 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 students and to strengthen management and fiscal operations.

Strengthening historically Black colleges and universities.—Discretionary and mandatory 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 historically Black graduate institutions to improve and expand their capacity to serve students and to strengthen management and fiscal operations.

Strengthening HBCU Masters program.—Funds support grants to historically Black institutions to improve graduate education opportunities at the Masters level in scientific disciplines in which African Americans are underrepresented.

Other Aid for Institutions:

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

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

Pooled evaluation.—Requested authority would enable the Department to reserve up to 0.5 percent of funding annually appropriated for certain

Higher Education Act (HEA) programs for rigorous program evaluation, data collection, and analysis of outcome data.

Object Classification (in millions of dollars)

| Identification code 091-0201-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|------------------------------------------------------|-------------|-----------|-----------|
| Direct obligations: | | | |
| 25.2 Other services from non-Federal sources | 12 | 8 | 3 |
| 25.7 Operation and maintenance of equipment | 1 | 1 | 1 |
| 41.0 Grants, subsidies, and contributions | 3,219 | 3,673 | 715 |
| 99.0 Direct obligations | 3,232 | 3,682 | 719 |
| 99.9 Total new obligations, unexpired accounts | 3,232 | 3,682 | 719 |

HIGHER EDUCATION

(Legislative proposal, subject to PAYGO)

Program and Financing (in millions of dollars)

| Identification code 091-0201-4-1-502 | 2025 actual | 2026 est. | 2027 est. |
|-------------------------------------------------------|-------------|-----------|-----------|
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | | | -125 |
| Budget authority: | | | |
| Appropriations, mandatory: | | | |
| 1200 Appropriation | | -125 | -140 |
| 1930 Total budgetary resources available | | -125 | -265 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | | -125 | -265 |

Change in obligated balance:

| | | | |
|-------------------------------------------------------|--|-----|-----|
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | | | 125 |
| 3020 Outlays (gross) | | 125 | 140 |
| 3050 Unpaid obligations, end of year | | 125 | 265 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | | | 125 |
| 3200 Obligated balance, end of year | | 125 | 265 |

Budget authority and outlays, net:

| | | | |
|-------------------------------------------------|--|------|------|
| Mandatory: | | | |
| 4090 Budget authority, gross | | -125 | -140 |
| Outlays, gross: | | | |
| 4100 Outlays from new mandatory authority | | -125 | -140 |
| 4180 Budget authority, net (total) | | -125 | -140 |
| 4190 Outlays, net (total) | | -125 | -140 |

HOWARD UNIVERSITY

For partial support of Howard University, \$254,018,000, of which not less than \$3,405,000 shall be for a matching endowment grant pursuant to the Howard University Endowment Act and shall remain available until expended.

Program and Financing (in millions of dollars)

| Identification code 091-0603-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 General support | 227 | 227 | 227 |
| 0002 Howard University Hospital | 77 | 27 | 27 |
| 0900 Total new obligations, unexpired accounts (object class 41.0) | 304 | 254 | 254 |
| Budgetary resources: | | | |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 304 | 254 | 254 |
| 1900 Budget authority (total) | 304 | 254 | 254 |
| 1930 Total budgetary resources available | 304 | 254 | 254 |

Change in obligated balance:

| | | | |
|-------------------------------------------------------|------|------|------|
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 230 | 197 | 3 |
| 3010 New obligations, unexpired accounts | 304 | 254 | 254 |
| 3020 Outlays (gross) | -337 | -448 | -254 |
| 3050 Unpaid obligations, end of year | 197 | 3 | 3 |

Memorandum (non-add) entries:

| | | | |
|---------------------------------------------|-----|-----|---|
| 3100 Obligated balance, start of year | 230 | 197 | 3 |
| 3200 Obligated balance, end of year | 197 | 3 | 3 |

Budget authority and outlays, net:

| | | | |
|-----------------------------------------------------|-----|-----|-----|
| Discretionary: | | | |
| 4000 Budget authority, gross | 304 | 254 | 254 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 261 | 251 | 251 |
| 4011 Outlays from discretionary balances | 76 | 197 | 3 |
| 4020 Outlays, gross (total) | 337 | 448 | 254 |
| 4180 Budget authority, net (total) | 304 | 254 | 254 |
| 4190 Outlays, net (total) | 337 | 448 | 254 |

Howard University is a private, nonprofit institution of higher education consisting of 13 schools and colleges. Federal funds are used to provide partial support for University programs as well as for the Howard University Hospital, a teaching facility. In 2025, the Federal appropriation represented approximately 22 percent of the University's revenue and 22 percent of the Hospital's revenue. For 2027, the Federal appropriation is expected to represent approximately 20 percent of the University's revenue and 33 percent of the Hospital's revenue.

The 2027 request would continue to lift the restrictions that prevent Howard University from accessing the HBCU Capital Financing Program.

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 HEA, \$298,000.

HISTORICALLY BLACK COLLEGE AND UNIVERSITY CAPITAL FINANCING PROGRAM ACCOUNT

For the cost of guaranteed loans, \$20,150,000, as authorized pursuant to part D of title III of the HEA, which shall remain available through September 30, 2028: 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 \$389,319,673: 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 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, \$528,000.

Program and Financing (in millions of dollars)

| Identification code 091-0241-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| Credit program obligations: | | | |
| 0701 Direct loan subsidy | 10 | 17 | 15 |
| 0705 Reestimates of direct loan subsidy | 5 | 25 | |
| 0709 Administrative expenses | | 1 | 1 |
| 0900 Total new obligations, unexpired accounts (object class 41.0) | 15 | 43 | 16 |

Budgetary resources:

| | | | |
|-----------------------------------------------------------------|----|----|----|
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 2 | 13 | 16 |
| 1001 Discretionary unobligated balance brought fwd, Oct 1 | 2 | | |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 21 | 21 | 21 |
| Appropriations, mandatory: | | | |
| 1200 Appropriation | 5 | 25 | |
| 1900 Budget authority (total) | 26 | 46 | 21 |
| 1930 Total budgetary resources available | 28 | 59 | 37 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 13 | 16 | 21 |

Change in obligated balance:

| | | | |
|-------------------------------------------------------|-----|-----|-----|
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 55 | 43 | 38 |
| 3010 New obligations, unexpired accounts | 15 | 43 | 16 |
| 3020 Outlays (gross) | -27 | -48 | -26 |
| 3050 Unpaid obligations, end of year | 43 | 38 | 28 |

COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS PROGRAM ACCOUNT—Continued
Program and Financing—Continued

| Identification code 091-0241-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------|-------------|-----------|-----------|
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 55 | 43 | 38 |
| 3200 Obligated balance, end of year | 43 | 38 | 28 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 21 | 21 | 21 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | | 5 | 5 |
| 4011 Outlays from discretionary balances | 22 | 18 | 21 |
| 4020 Outlays, gross (total) | 22 | 23 | 26 |
| Mandatory: | | | |
| 4090 Budget authority, gross | 5 | 25 | |
| Outlays, gross: | | | |
| 4100 Outlays from new mandatory authority | 5 | 25 | |
| 4180 Budget authority, net (total) | 26 | 46 | 21 |
| 4190 Outlays, net (total) | 27 | 48 | 26 |

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

| Identification code 091-0241-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------------------|-------------|-----------|-----------|
| Direct loan levels supportable by subsidy budget authority: | | | |
| 115002 Historically Black Colleges and Universities | 187 | 424 | 302 |
| 115999 Total direct loan levels | 187 | 424 | 302 |
| Direct loan subsidy (in percent): | | | |
| 132002 Historically Black Colleges and Universities | 5.13 | 4.03 | 5.18 |
| 132999 Weighted average subsidy rate | 5.13 | 4.03 | 5.18 |
| Direct loan subsidy budget authority: | | | |
| 133002 Historically Black Colleges and Universities | 10 | 17 | 15 |
| 133999 Total subsidy budget authority | 10 | 17 | 15 |
| Direct loan subsidy outlays: | | | |
| 134002 Historically Black Colleges and Universities | 21 | 22 | 25 |
| 134999 Total subsidy outlays | 21 | 22 | 25 |
| Direct loan reestimates: | | | |
| 135002 Historically Black Colleges and Universities | -112 | -45 | |
| 135999 Total direct loan reestimates | -112 | -45 | |
| 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 (CHAFL) Program and the Historically Black College and University (HBCU) 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 Budget for presentation purposes.

College housing and academic facilities loans program.—Funds for this activity pay the Federal costs of administering 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 Department of Education will incur costs for administering the outstanding loans through 2030.

Historically Black college and university (HBCU) capital financing program.—The 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.

COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-4252-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|-------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| Credit program obligations: | | | |
| 0713 Payment of interest to Treasury | | 1 | 1 |
| 0900 Total new obligations, unexpired accounts | | 1 | 1 |
| Budgetary resources: | | | |
| Financing authority: | | | |
| Spending authority from offsetting collections, mandatory: | | | |
| 1800 Collected | | 1 | 1 |
| 1900 Budget authority (total) | | 1 | 1 |
| 1930 Total budgetary resources available | | 1 | 1 |

Change in obligated balance:

| | | | |
|------------------------------------------------|--|----|----|
| Unpaid obligations: | | | |
| 3010 New obligations, unexpired accounts | | 1 | 1 |
| 3020 Outlays (gross) | | -1 | -1 |

Financing authority and disbursements, net:

| | | | |
|---------------------------------------------------------------------|--|----|----|
| Mandatory: | | | |
| 4090 Budget authority, gross | | 1 | 1 |
| Financing disbursements: | | | |
| 4110 Outlays, gross (total) | | 1 | 1 |
| Offsets against gross financing authority and disbursements: | | | |
| Offsetting collections (collected) from: | | | |
| 4123 Interest repayments | | -1 | -1 |
| 4180 Budget authority, net (total) | | | |
| 4190 Outlays, net (total) | | | |

Status of Direct Loans (in millions of dollars)

| Identification code 091-4252-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------|-------------|-----------|-----------|
| Cumulative balance of direct loans outstanding: | | | |
| 1210 Outstanding, start of year | 2 | 2 | 2 |
| 1290 Outstanding, end of year | 2 | 2 | 2 |

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 College Housing and Academic Facilities loan 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 091-4252-0-3-502 | 2024 actual | 2025 actual |
|--------------------------------------------------------------------------|-------------|-------------|
| ASSETS: | | |
| Net value of assets related to post-1991 direct loans receivable: | | |
| 1401 Direct loans receivable, gross | 2 | 2 |
| 1405 Allowance for subsidy cost (-) | -1 | -1 |
| 1499 Net present value of assets related to direct loans | 1 | 1 |
| 1999 Total assets | 1 | 1 |
| LIABILITIES: | | |
| 2103 Federal liabilities: Debt | 1 | 1 |
| 4999 Total liabilities and net position | 1 | 1 |

COLLEGE HOUSING AND ACADEMIC FACILITIES LOANS LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-0242-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|-------------------------------------------------------|-------------|-----------|-----------|
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 2 | 1 | |

| | | | | |
|------------------------------------------------------------|------------------------------------------------------------------------------------------|-------|-------|-------|
| 1022 | Capital transfer of unobligated balances to general fund | -2 | -1 | ..... |
| Budget authority: | | | | |
| Spending authority from offsetting collections, mandatory: | | | | |
| 1800 | Collected | 1 | 2 | 2 |
| 1820 | Capital transfer of spending authority from offsetting collections to general fund ..... | ..... | -2 | -2 |
| 1850 | Spending auth from offsetting collections, mand (total) | 1 | ..... | ..... |
| 1900 | Budget authority (total) | 1 | ..... | ..... |
| 1930 | Total budgetary resources available | 1 | ..... | ..... |
| Memorandum (non-add) entries: | | | | |
| 1941 | Unexpired unobligated balance, end of year | 1 | ..... | ..... |
| Change in obligated balance: | | | | |
| Unpaid obligations: | | | | |
| 3000 | Unpaid obligations, brought forward, Oct 1 | 1 | 1 | ..... |
| 3020 | Outlays (gross) ..... | ..... | -1 | ..... |
| 3050 | Unpaid obligations, end of year | 1 | ..... | ..... |
| Memorandum (non-add) entries: | | | | |
| 3100 | Obligated balance, start of year | 1 | 1 | ..... |
| 3200 | Obligated balance, end of year | 1 | ..... | ..... |
| Budget authority and outlays, net: | | | | |
| Mandatory: | | | | |
| 4090 | Budget authority, gross | 1 | ..... | ..... |
| Outlays, gross: | | | | |
| 4101 | Outlays from mandatory balances ..... | ..... | 1 | ..... |
| Offsets against gross budget authority and outlays: | | | | |
| Offsetting collections (collected) from: | | | | |
| 4123 | Non-Federal sources | -1 | -2 | -2 |
| 4180 | Budget authority, net (total) ..... | ..... | -2 | -2 |
| 4190 | Outlays, net (total) | -1 | -1 | -2 |

Status of Direct Loans (in millions of dollars)

| Identification code 091-0242-0-1-502 | 2025 actual | 2026 est. | 2027 est. | |
|-------------------------------------------------|----------------------------------------------|-----------|-----------|----|
| Cumulative balance of direct loans outstanding: | | | | |
| 1210 | Outstanding, start of year | 8 | 7 | 6 |
| 1251 | Repayments: Repayments and prepayments | -1 | -1 | -1 |
| 1290 | Outstanding, end of year | 7 | 6 | 5 |

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 091-0242-0-1-502 | 2024 actual | 2025 actual | |
|--------------------------------------|--------------------------------------------------------------------|-------------|-------|
| ASSETS: | | | |
| 1101 | Federal assets: Fund balances with Treasury | 2 | 2 |
| 1601 | Direct loans, gross | 8 | 7 |
| 1602 | Interest receivable | 4 | 5 |
| 1603 | Allowance for estimated uncollectible loans and interest (-) | -4 | -4 |
| 1699 | Value of assets related to direct loans | 8 | 8 |
| 1901 | Other Federal assets: Other assets—Rounding | 1 | ..... |
| 1999 | Total assets | 11 | 10 |
| LIABILITIES: | | | |
| Federal liabilities: | | | |
| 2103 | Debt ..... | ..... | ..... |
| 2104 | Resources payable to Treasury | 16 | 15 |
| 2207 | Non-Federal liabilities: Other—Rounding | -3 | -3 |
| 2999 | Total liabilities | 13 | 12 |
| NET POSITION: | | | |
| 3100 | Unexpended appropriations | 4 | 4 |
| 3300 | Cumulative results of operations | -6 | -6 |
| 3999 | Total net position | -2 | -2 |
| 4999 | Total liabilities and net position | 11 | 10 |

HISTORICALLY BLACK COLLEGE AND UNIVERSITY CAPITAL FINANCING DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-4255-0-3-502 | 2025 actual | 2026 est. | 2027 est. | |
|------------------------------------------------------------|----------------------------------------------------------------------------|-----------|-----------|-------|
| Obligations by program activity: | | | | |
| 0004 Interest paid to Treasury (FFB) | | | | |
| Credit program obligations: | | | | |
| 0710 | Direct loan obligations | 187 | 424 | 302 |
| 0713 | Payment of interest to Treasury ..... | ..... | 4 | 4 |
| 0742 | Downward reestimates paid to receipt accounts | 96 | 42 | ..... |
| 0743 | Interest on downward reestimates | 22 | 28 | ..... |
| 0791 | Direct program activities, subtotal | 305 | 498 | 306 |
| 0900 | Total new obligations, unexpired accounts | 330 | 509 | 317 |
| Budgetary resources: | | | | |
| Unobligated balance: | | | | |
| 1000 | Unobligated balance brought forward, Oct 1 | 104 | 38 | 93 |
| Financing authority: | | | | |
| Borrowing authority, mandatory: | | | | |
| 1400 | Borrowing authority | 217 | 494 | 302 |
| Spending authority from offsetting collections, mandatory: | | | | |
| 1800 | Collected | 60 | 85 | 80 |
| 1825 | Spending authority from offsetting collections applied to repay debt | -13 | -15 | -19 |
| 1850 | Spending auth from offsetting collections, mand (total) | 47 | 70 | 61 |
| 1900 | Budget authority (total) | 264 | 564 | 363 |
| 1930 | Total budgetary resources available | 368 | 602 | 456 |
| Memorandum (non-add) entries: | | | | |
| 1941 | Unexpired unobligated balance, end of year | 38 | 93 | 139 |

| | | | | |
|-------------------------------------|--------------------------------------------------|-------|-------|-------|
| Change in obligated balance: | | | | |
| Unpaid obligations: | | | | |
| 3000 | Unpaid obligations, brought forward, Oct 1 | 1,070 | 976 | 1,034 |
| 3010 | New obligations, unexpired accounts | 330 | 509 | 317 |
| 3020 | Outlays (gross) | -424 | -451 | -451 |
| 3050 | Unpaid obligations, end of year | 976 | 1,034 | 900 |
| Memorandum (non-add) entries: | | | | |
| 3100 | Obligated balance, start of year | 1,070 | 976 | 1,034 |
| 3200 | Obligated balance, end of year | 976 | 1,034 | 900 |

| | | | | |
|--------------------------------------------------------------|-----------------------------------------------------------------|-----|-------|-------|
| Financing authority and disbursements, net: | | | | |
| Mandatory: | | | | |
| 4090 | Budget authority, gross | 264 | 564 | 363 |
| Financing disbursements: | | | | |
| 4110 | Outlays, gross (total) | 424 | 451 | 451 |
| Offsets against gross financing authority and disbursements: | | | | |
| Offsetting collections (collected) from: | | | | |
| 4120 | Federal sources (subsidy) | -27 | -46 | -25 |
| 4122 | Interest on uninvested funds | -6 | ..... | ..... |
| 4123 | Interest repayments | -14 | -24 | -36 |
| 4123 | Principal repayments | -13 | -15 | -19 |
| 4130 | Offsets against gross budget authority and outlays (total) | -60 | -85 | -80 |
| 4160 | Budget authority, net (mandatory) | 204 | 479 | 283 |
| 4170 | Outlays, net (mandatory) | 364 | 366 | 371 |
| 4180 | Budget authority, net (total) | 204 | 479 | 283 |
| 4190 | Outlays, net (total) | 364 | 366 | 371 |

Status of Direct Loans (in millions of dollars)

| Identification code 091-4255-0-3-502 | 2025 actual | 2026 est. | 2027 est. | |
|------------------------------------------------------------------------|-----------------------------------------------------------|-----------|-----------|-------|
| Position with respect to appropriations act limitation on obligations: | | | | |
| 1111 | Direct loan obligations from current-year authority | 187 | 424 | 302 |
| 1150 | Total direct loan obligations | 187 | 424 | 302 |
| Cumulative balance of direct loans outstanding: | | | | |
| 1210 | Outstanding, start of year | 554 | 830 | 1,144 |
| 1231 | Disbursements: Direct loan disbursements | 282 | 329 | 389 |
| 1251 | Repayments: Repayments and prepayments | -13 | -15 | -19 |
| 1264 | Other adjustments, net (+ or -) | 7 | ..... | ..... |
| 1290 | Outstanding, end of year | 830 | 1,144 | 1,514 |

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

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

Bank (FFB) purchases bonds issued by the Historically Black College and University (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.

Balance Sheet (in millions of dollars)

| Identification code 091-4255-0-3-502 | 2024 actual | 2025 actual |
|-------------------------------------------------------------------|-------------|-------------|
| ASSETS: | | |
| 1101 Federal assets: Fund balances with Treasury | 104 | 39 |
| Net value of assets related to post-1991 direct loans receivable: | | |
| 1401 Direct loans receivable, gross | 554 | 830 |
| 1402 Interest receivable | 5 | 9 |
| 1405 Allowance for subsidy cost (-) | -68 | 27 |
| 1499 Net present value of assets related to direct loans | 491 | 866 |
| 1901 Other Federal assets: Other assets | | |
| 1999 Total assets | 595 | 905 |
| LIABILITIES: | | |
| Federal liabilities: | | |
| 2101 Accounts payable | | |
| 2102 Interest payable | 5 | 8 |
| 2103 Debt | 590 | 897 |
| 2999 Total liabilities | 595 | 905 |
| NET POSITION: | | |
| 3300 Cumulative results of operations | | |
| 4999 Total liabilities and net position | 595 | 905 |

OFFICE OF FEDERAL STUDENT AID

Federal Funds

STUDENT FINANCIAL ASSISTANCE

For carrying out subpart 1 of part A and part C of title IV of the HEA, \$33,146,352,000, which shall remain available through September 30, 2028. The maximum Pell Grant for which a student shall be eligible during award year 2027–2028 shall be \$6,335.

Program and Financing (in millions of dollars)

| Identification code 091-0200-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0101 Federal Pell grants | 37,320 | 41,662 | 40,761 |
| 0201 Federal supplemental educational opportunity grants (SEOG) | 914 | 914 | |
| 0202 Federal work-study | 1,231 | 1,236 | 123 |
| 0291 Campus-based activities - Subtotal | 2,145 | 2,150 | 123 |
| 0900 Total new obligations, unexpired accounts (object class 41.0) | 39,465 | 43,812 | 40,884 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 4,150 | 39 | 183 |
| 1021 Recoveries of prior year unpaid obligations | 1,384 | 154 | |
| 1070 Unobligated balance (total) | 5,534 | 193 | 183 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 24,615 | 24,615 | 33,146 |
| Appropriations, mandatory: | | | |
| 1200 Appropriation | 9,372 | 19,187 | 7,738 |
| 1900 Budget authority (total) | 33,987 | 43,802 | 40,884 |
| 1930 Total budgetary resources available | 39,521 | 43,995 | 41,067 |
| Memorandum (non-add) entries: | | | |
| 1940 Unobligated balance expiring | -17 | | |
| 1941 Unexpired unobligated balance, end of year | 39 | 183 | 183 |

Change in obligated balance:

| | | | |
|-------------------------------------------------------------------|---------|---------|---------|
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 26,116 | 22,771 | 31,298 |
| 3010 New obligations, unexpired accounts | 39,465 | 43,812 | 40,884 |
| 3011 Obligations ("upward adjustments"), expired accounts | 10,935 | | |
| 3020 Outlays (gross) | -42,073 | -35,131 | -43,150 |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -1,384 | -154 | |
| 3041 Recoveries of prior year unpaid obligations, expired | -10,288 | | |
| 3050 Unpaid obligations, end of year | 22,771 | 31,298 | 29,032 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 26,116 | 22,771 | 31,298 |
| 3200 Obligated balance, end of year | 22,771 | 31,298 | 29,032 |

Budget authority and outlays, net:

| | | | |
|----------------------------------------------------------------|--------|--------|--------|
| Discretionary: | | | |
| 4000 Budget authority, gross | 24,615 | 24,615 | 33,146 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 8,429 | 7,042 | 9,924 |
| 4011 Outlays from discretionary balances | 24,627 | 17,644 | 17,573 |
| 4020 Outlays, gross (total) | 33,056 | 24,686 | 27,497 |
| Mandatory: | | | |
| 4090 Budget authority, gross | 9,372 | 19,187 | 7,738 |
| Outlays, gross: | | | |
| 4100 Outlays from new mandatory authority | 5,045 | 5,756 | 2,322 |
| 4101 Outlays from mandatory balances | 3,972 | 4,689 | 13,331 |
| 4110 Outlays, gross (total) | 9,017 | 10,445 | 15,653 |
| Offsets against gross budget authority and outlays: | | | |
| Offsetting collections (collected) from: | | | |
| 4123 Non-Federal sources | -21 | | |
| Additional offsets against gross budget authority only: | | | |
| 4142 Offsetting collections credited to expired accounts | 21 | | |
| 4160 Budget authority, net (mandatory) | 9,372 | 19,187 | 7,738 |
| 4170 Outlays, net (mandatory) | 8,996 | 10,445 | 15,653 |
| 4180 Budget authority, net (total) | 33,987 | 43,802 | 40,884 |
| 4190 Outlays, net (total) | 42,052 | 35,131 | 43,150 |

Status of Direct Loans (in millions of dollars)

| Identification code 091-0200-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------|-------------|-----------|-----------|
| Cumulative balance of direct loans outstanding: | | | |
| 1210 Outstanding, start of year | 1,191 | 1,312 | 1,286 |
| 1251 Repayments: Repayments and prepayments | -27 | -26 | -26 |
| 1264 Other adjustments, net (+ or -) | 148 | | |
| 1290 Outstanding, end of year | 1,312 | 1,286 | 1,260 |

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 and related matching funds would provide 8.4 million awards totaling more than \$40.8 billion in available aid in award year 2027–2028.

Federal Pell grants.—Pell Grants are the single largest source of grant aid for postsecondary education. Funding for this program is provided from two sources: discretionary and mandatory budget authority provided by the College Cost Reduction and Access Act, as amended, and changes to the Higher Education Act of 1965 made in the Department of Education Appropriations Act of 2021.

In 2027, over 7.9 million undergraduates will receive up to \$6,335 from the discretionary award and an additional \$1,060 from the mandatory add-on 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 2027 Budget request includes \$33 billion in discretionary funding for Pell Grants in 2027, which, when combined with mandatory funding, will support a projected maximum award of \$7,395.

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 the Federal minimum wage. The Budget proposes to require that employers pay 90 percent of a student's hourly wages and reduce the Federal contribution to 10 percent.

The 2027 Budget includes \$123 million for Work-Study, which would generate \$1.1 billion in aid to 460,000 students.

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 amount actually loaned to borrowers, not the Federal cost of these loans. The data in these tables include matching funds wherever appropriate. The 2026 data in these tables reflect the Administration's Budget proposals.

available through September 30, 2027: Provided, That the limitation in section 302 of this Act regarding transfers increasing any appropriation shall apply to transfers to appropriations under this heading by substituting "10 percent" for "3 percent" for the purposes of the continuation of basic operations, including student loan servicing, business process operations, digital customer care, common origination and disbursement, cybersecurity activities, and information technology systems.

Aid Funds Available for Postsecondary Education and Training

(in thousands of dollars)

| | 2025 | 2026 Predicted | 2027 Request |
|-------------------------------------------------|--------------|-------------------|-----------------|
| Pell grants | \$39,721,095 | \$39,608,645 | \$39,741,425 |
| Student loans: | | | |
| Subsidized Stafford loans | 16,211,207 | 16,652,705 | 16,924,187 |
| Unsubsidized Stafford loans (Undergraduates) | 19,104,432 | 20,569,839 | 21,096,225 |
| Unsubsidized Stafford loans (Graduate students) | 27,309,088 | 29,725,534 | 28,658,298 |
| Unsubsidized Stafford loans (total) | 46,413,520 | 50,295,373 | 49,754,523 |
| Parent PLUS loans | 12,856,248 | 10,710,350 | 10,480,031 |
| Grad PLUS loans | 15,538,011 | 12,361,585 | 6,396,922 |
| PLUS loans (total) | 28,394,259 | 23,071,935 | 16,876,953 |
| Consolidation | 28,566,035 | 41,868,351 | 41,576,137 |
| Student loans, subtotal | 119,585,022 | 131,888,364 | 125,131,800 |
| Work-study | 1,109,763 | 1,109,763 | 1,051,095 |
| Supplemental educational opportunity grants | 1,259,069 | 1,259,069 | 0 |
| Iraq and Afghanistan service grants | 0 | 0 | 0 |
| TEACH grants | 76,214 | 77,136 | 78,069 |
| Total aid available | 161,751,162 | 173,942,977 | 166,002,390 |

Number of Aid Awards

(in thousands)

| | 2025 | 2026 Predicted | 2027 Request |
|--------------------------------------------------|--------|-------------------|-----------------|
| Pell grants | 7,581 | 7,871 | 7,915 |
| Subsidized Stafford loans | 4,628 | 4,775 | 4,855 |
| Unsubsidized Stafford loans (Undergraduates) | 4,873 | 5,149 | 5,235 |
| Unsubsidized Stafford loans (Graduate students) | 1,692 | 1,781 | 1,640 |
| Parent PLUS loans | 712 | 688 | 705 |
| Grad PLUS loans | 654 | 544 | 285 |
| Consolidation loans | 641 | 939 | 932 |
| Work-study | 486 | 486 | 460 |
| Supplemental educational opportunity grants | 1,580 | 1,580 | 0 |
| Iraq and Afghanistan service grants ¹ | 0 | 0 | 0 |
| TEACH grants | 26 | 26 | 26 |
| Total awards | 22,873 | 23,838 | 22,054 |

Average Aid Awards

(in whole dollars)

| | 2025 | 2026 Predicted | 2027 Request |
|-------------------------------------------------|---------|-------------------|-----------------|
| Pell grants | \$5,240 | \$5,032 | \$5,021 |
| Subsidized Stafford loans | 3,503 | 3,488 | 3,486 |
| Unsubsidized Stafford loans (Undergraduates) | 3,920 | 3,995 | 4,030 |
| Unsubsidized Stafford loans (Graduate students) | 16,137 | 16,687 | 17,470 |
| Parent PLUS loans | 18,067 | 15,567 | 14,860 |
| Grad PLUS loans | 23,767 | 22,743 | 22,436 |
| Consolidation loans | 44,591 | 44,591 | 44,591 |
| Work-study | 2,284 | 2,284 | 2,284 |
| Supplemental educational opportunity grants | 797 | 797 | 0 |
| Iraq and Afghanistan service grants | 0 | 0 | 0 |
| TEACH grants | 2,975 | 2,975 | 2,975 |

Number of Students Aided

(in thousands)

| | 2025 | 2026 Predicted | 2027 Request |
|----------------------------|-------|-------------------|-----------------|
| Unduplicated student count | 9,210 | 9,596 | 9,604 |

Administrative Payments to Institutions

(in thousands of dollars)

| | 2025 | 2026 Predicted | 2027 Request |
|---------------------------------------------|----------|-------------------|-----------------|
| Pell grants | \$37,905 | \$39,355 | \$39,575 |
| Work-study | 63,190 | 63,190 | 6,319 |
| Supplemental educational opportunity grants | 15,015 | 15,015 | 0 |

STUDENT AID ADMINISTRATION

For Federal administrative expenses to carry out part D of title I, and subparts 1, 3, 9, and 10 of part A, and parts B, C, D, and E of title IV of the HEA, and subpart 1 of part A of title VII of the Public Health Service Act, \$2,058,943,000, to remain

Program and Financing (in millions of dollars)

| Identification code 091–0202–0–1–502 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Student aid administration S&E | 994 | 1,059 | 1,059 |
| 0002 Servicing activities | 1,060 | 1,000 | 1,000 |
| 0799 Total direct obligations | 2,054 | 2,059 | 2,059 |
| 0825 Reimbursable program activity | 2 | | |
| 0900 Total new obligations, unexpired accounts | 2,056 | 2,059 | 2,059 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 66 | 134 | 134 |
| 1001 Discretionary unobligated balance brought fwd, Oct 1 | 66 | | |
| 1011 Unobligated balance transfer from other acct [047–0616] | 2 | | |
| 1021 Recoveries of prior year unpaid obligations | 71 | | |
| 1070 Unobligated balance (total) | 139 | 134 | 134 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 2,059 | 2,059 | 2,059 |
| Spending authority from offsetting collections, discretionary: | | | |
| 1700 Collected | 21 | | |
| 1701 Change in uncollected payments, Federal sources | -21 | | |
| 1900 Budget authority (total) | 2,059 | 2,059 | 2,059 |
| 1930 Total budgetary resources available | 2,198 | 2,193 | 2,193 |
| Memorandum (non-add) entries: | | | |
| 1940 Unobligated balance expiring | -8 | | |
| 1941 Unexpired unobligated balance, end of year | 134 | 134 | 134 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 1,027 | 719 | 1,028 |
| 3010 New obligations, unexpired accounts | 2,056 | 2,059 | 2,059 |
| 3011 Obligations ("upward adjustments"), expired accounts | 24 | | |
| 3020 Outlays (gross) | -2,277 | -1,750 | -2,145 |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -71 | | |
| 3041 Recoveries of prior year unpaid obligations, expired | -40 | | |
| 3050 Unpaid obligations, end of year | 719 | 1,028 | 942 |
| Uncollected payments: | | | |
| 3060 Uncollected pymts, Fed sources, brought forward, Oct 1 | -21 | | |
| 3070 Change in uncollected pymts, Fed sources, unexpired | 21 | | |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 1,006 | 719 | 1,028 |
| 3200 Obligated balance, end of year | 719 | 1,028 | 942 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 2,059 | 2,059 | 2,059 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 1,372 | 1,219 | 1,225 |
| 4011 Outlays from discretionary balances | 905 | 531 | 920 |
| 4020 Outlays, gross (total) | 2,277 | 1,750 | 2,145 |
| Offsets against gross budget authority and outlays: | | | |
| Offsetting collections (collected) from: | | | |
| 4030 Federal sources | -21 | | |
| 4040 Offsets against gross budget authority and outlays (total) | -21 | | |
| Additional offsets against gross budget authority only: | | | |
| 4050 Change in uncollected pymts, Fed sources, unexpired | 21 | | |
| 4060 Additional offsets against budget authority only (total) | 21 | | |
| 4070 Budget authority, net (discretionary) | 2,059 | 2,059 | 2,059 |
| 4080 Outlays, net (discretionary) | 2,256 | 1,750 | 2,145 |
| 4180 Budget authority, net (total) | 2,059 | 2,059 | 2,059 |
| 4190 Outlays, net (total) | 2,256 | 1,750 | 2,145 |

The Department of Education manages Federal student aid programs that will provide \$132 billion in new Federal student aid grants and loans (excluding Direct Consolidation Loans) to nearly 9.6 million students and parents in 2027. The Offices of Postsecondary Education, the Under Secretary, and Federal Student Aid (FSA) are primarily responsible for admin-

STUDENT AID ADMINISTRATION—Continued

istering the Federal student financial assistance programs. FSA was created by the Congress in 1998 as a partially independent Performance Based Organization (PBO) 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.

Object Classification (in millions of dollars)

| Identification code 091-0202-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|----------------------------------------------------------|-------------|-----------|-----------|
| Direct obligations: | | | |
| Personnel compensation: | | | |
| 11.1 Full-time permanent | 216 | 156 | 209 |
| 11.3 Other than full-time permanent | 5 | | |
| 11.5 Other personnel compensation | 5 | 5 | 5 |
| 11.9 Total personnel compensation | 226 | 161 | 214 |
| 12.1 Civilian personnel benefits | 78 | 49 | 93 |
| 13.0 Benefits for former personnel | 8 | | |
| 21.0 Travel and transportation of persons | 1 | 1 | 1 |
| 23.1 Rental payments to GSA | 16 | 7 | 7 |
| 25.1 Advisory and assistance services | 1 | | |
| 25.2 Other services from non-Federal sources | 756 | 750 | 749 |
| 25.3 Other goods and services from Federal sources | 21 | 29 | 18 |
| 25.7 Operation and maintenance of equipment | 947 | 1,062 | 978 |
| 99.0 Direct obligations | 2,054 | 2,059 | 2,060 |
| 99.0 Reimbursable obligations | 2 | | |
| 99.5 Adjustment for rounding | | | -1 |
| 99.9 Total new obligations, unexpired accounts | 2,056 | 2,059 | 2,059 |

Employment Summary

| Identification code 091-0202-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|------------------------------------------------------------|-------------|-----------|-----------|
| 1001 Direct civilian full-time equivalent employment | 1,380 | 836 | 1,154 |

TEACH GRANT PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-0206-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| Credit program obligations: | | | |
| 0701 Direct loan subsidy | 37 | 38 | 40 |
| 0705 Reestimates of direct loan subsidy | 4 | 31 | |
| 0706 Interest on reestimates of direct loan subsidy | 1 | 9 | |
| 0900 Total new obligations, unexpired accounts (object class 41.0) | 42 | 78 | 40 |

Budgetary resources:

| | | | |
|--------------------------------------------------------------------------------------------|----|----|----|
| Budget authority: | | | |
| Appropriations, mandatory: | | | |
| 1200 Appropriation (indefinite) - Loan subsidy | 44 | 40 | 42 |
| 1200 Appropriation (indefinite) - Upward reestimate | | 40 | |
| 1230 Appropriations and/or unobligated balance of appropriations permanently reduced | -2 | -2 | -2 |
| 1260 Appropriations, mandatory (total) | 42 | 78 | 40 |
| 1930 Total budgetary resources available | 42 | 78 | 40 |

Change in obligated balance:

| | | | |
|-----------------------------------------------------------------|-----|-----|-----|
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 13 | 12 | 14 |
| 3010 New obligations, unexpired accounts | 42 | 78 | 40 |
| 3020 Outlays (gross) | -40 | -76 | -35 |
| 3041 Recoveries of prior year unpaid obligations, expired | -3 | | |
| 3050 Unpaid obligations, end of year | 12 | 14 | 19 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 13 | 12 | 14 |
| 3200 Obligated balance, end of year | 12 | 14 | 19 |

Budget authority and outlays, net:

| | | | |
|-------------------------------------------------|----|----|----|
| Mandatory: | | | |
| 4090 Budget authority, gross | 42 | 78 | 40 |
| Outlays, gross: | | | |
| 4100 Outlays from new mandatory authority | 31 | 67 | 28 |
| 4101 Outlays from mandatory balances | 9 | 9 | 7 |

| | | | |
|------------------------------------------|----|----|----|
| 4110 Outlays, gross (total) | 40 | 76 | 35 |
| 4180 Budget authority, net (total) | 42 | 78 | 40 |
| 4190 Outlays, net (total) | 40 | 76 | 35 |

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

| Identification code 091-0206-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|-------------------------------------------------------------|-------------|-----------|-----------|
| Direct loan levels supportable by subsidy budget authority: | | | |
| 115001 TEACH Grants | 77 | 83 | 84 |
| Direct loan subsidy (in percent): | | | |
| 132001 TEACH Grants | 48.46 | 45.90 | 47.47 |
| 132999 Weighted average subsidy rate | 48.46 | 45.90 | 47.47 |
| Direct loan subsidy budget authority: | | | |
| 133001 TEACH Grants | 37 | 38 | 40 |
| Direct loan subsidy outlays: | | | |
| 134001 TEACH Grants | 27 | 36 | 35 |
| Direct loan reestimates: | | | |
| 135001 TEACH Grants | -18 | 37 | |

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 four years within eight years of graduation. The program began awarding grants in the 2008-2009 award year. To be eligible for a TEACH Grant award, students must meet certain academic achievement requirements, scoring above the 75th percentile on one or more portions of a college admissions test or maintaining a cumulative grade point average of at least 3.25. 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 091-4290-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|----------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| Credit program obligations: | | | |
| 0710 Direct loan obligations | 77 | 83 | 84 |
| 0713 Payment of interest to Treasury | 18 | 11 | 11 |
| 0741 Modification savings | 8 | | |
| 0742 Downward reestimates paid to receipt accounts | 18 | 2 | |
| 0743 Interest on downward reestimates | 5 | 1 | |
| 0791 Direct program activities, subtotal | 126 | 97 | 95 |
| 0900 Total new obligations, unexpired accounts | 126 | 97 | 95 |

Budgetary resources:

| | | | |
|-----------------------------------------------------------------------------------------------|-----|-----|-----|
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 2 | 3 | |
| 1021 Recoveries of prior year unpaid obligations | 3 | 3 | 3 |
| 1023 Unobligated balances applied to repay debt | -5 | -3 | |
| 1024 Unobligated balance of borrowing authority withdrawn | | -3 | -3 |
| Financing authority: | | | |
| Borrowing authority, mandatory: | | | |
| 1400 Borrowing authority | 78 | 50 | 47 |
| Spending authority from offsetting collections, mandatory: | | | |
| 1800 Collected | 69 | 136 | 95 |
| 1801 Change in uncollected payments, Federal sources | -1 | -1 | |
| 1820 Capital transfer of spending authority from offsetting collections to general fund | -1 | | |
| 1825 Spending authority from offsetting collections applied to repay debt | -16 | -88 | -47 |
| 1850 Spending auth from offsetting collections, mand (total) | 51 | 47 | 48 |
| 1900 Budget authority (total) | 129 | 97 | 95 |

| | | | | |
|-------------------------------|--------------------------------------------------|-----|----|----|
| 1930 | Total budgetary resources available | 129 | 97 | 95 |
| Memorandum (non-add) entries: | | | | |
| 1941 | Unexpired unobligated balance, end of year | 3 | | |

Change in obligated balance:

| | | | | |
|-------------------------------|--------------------------------------------------------------|------|-----|-----|
| Unpaid obligations: | | | | |
| 3000 | Unpaid obligations, brought forward, Oct 1 | 52 | 52 | 48 |
| 3010 | New obligations, unexpired accounts | 126 | 97 | 95 |
| 3020 | Outlays (gross) | -123 | -98 | -92 |
| 3040 | Recoveries of prior year unpaid obligations, unexpired | -3 | -3 | -3 |
| 3050 | Unpaid obligations, end of year | 52 | 48 | 48 |
| Uncollected payments: | | | | |
| 3060 | Uncollected pymts, Fed sources, brought forward, Oct 1 | -10 | -9 | -8 |
| 3070 | Change in uncollected pymts, Fed sources, unexpired | 1 | 1 | |
| 3090 | Uncollected pymts, Fed sources, end of year | -9 | -8 | -8 |
| Memorandum (non-add) entries: | | | | |
| 3100 | Obligated balance, start of year | 42 | 43 | 40 |
| 3200 | Obligated balance, end of year | 43 | 40 | 40 |

Financing authority and disbursements, net:

| | | | | |
|--------------------------------------------------------------|-----------------------------------------------------------------|-----|------|-----|
| Mandatory: | | | | |
| 4090 | Budget authority, gross | 129 | 97 | 95 |
| Financing disbursements: | | | | |
| 4110 | Outlays, gross (total) | 123 | 98 | 92 |
| Offsets against gross financing authority and disbursements: | | | | |
| Offsetting collections (collected) from: | | | | |
| 4120 | Upward Reestimate | -5 | -40 | |
| 4120 | Subsidy from Program Account | -36 | -36 | -35 |
| 4122 | Interest on uninvested funds | -2 | | |
| 4123 | Payment of Principal | -19 | -39 | -40 |
| 4123 | Interest Received | -7 | -21 | -20 |
| 4130 | Offsets against gross budget authority and outlays (total) | -69 | -136 | -95 |
| Additional offsets against financing authority only (total): | | | | |
| 4140 | Change in uncollected pymts, Fed sources, unexpired | 1 | 1 | |
| 4160 | Budget authority, net (mandatory) | 61 | -38 | |
| 4170 | Outlays, net (mandatory) | 54 | -38 | -3 |
| 4180 | Budget authority, net (total) | 61 | -38 | |
| 4190 | Outlays, net (total) | 54 | -38 | -3 |

Status of Direct Loans (in millions of dollars)

| Identification code 091-4290-0-3-502 | 2025 actual | 2026 est. | 2027 est. | |
|------------------------------------------------------------------------|-----------------------------------------------------------|-----------|-----------|-----|
| Position with respect to appropriations act limitation on obligations: | | | | |
| 1111 | Direct loan obligations from current-year authority | 77 | 83 | 84 |
| 1150 | Total direct loan obligations | 77 | 83 | 84 |
| Cumulative balance of direct loans outstanding: | | | | |
| 1210 | Outstanding, start of year | 829 | 873 | 896 |
| 1231 | Disbursements: Direct loan disbursements | 65 | 76 | 78 |
| 1251 | Repayments: Repayments and prepayments | -19 | -39 | -40 |
| 1264 | Other adjustments, net (+ or -) | -2 | -14 | -16 |
| 1290 | Outstanding, end of year | 873 | 896 | 918 |

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 091-4290-0-3-502 | 2024 actual | 2025 actual | |
|-------------------------------------------------------------------|-----------------------------------------------------------|-------------|------|
| ASSETS: | | | |
| 1101 | Federal assets: Fund balances with Treasury | 20 | 17 |
| Net value of assets related to post-1991 direct loans receivable: | | | |
| 1401 | Direct loans receivable, gross | 829 | 873 |
| 1402 | Interest receivable | 81 | 111 |
| 1405 | Allowance for subsidy cost (-) | -355 | -366 |
| 1499 | Net present value of assets related to direct loans | 555 | 618 |
| 1901 | Other Federal assets: Other assets—Rounding | 1 | |
| 1999 | Total assets | 576 | 635 |
| LIABILITIES: | | | |
| Federal liabilities: | | | |
| 2101 | Accounts payable | | |
| 2103 | Debt | 576 | 628 |
| 2201 | Non-Federal liabilities: Accounts payable | | 7 |
| 2999 | Total liabilities | 576 | 635 |

NET POSITION:

| | | | |
|------|------------------------------------------|-----|-----|
| 3300 | Cumulative results of operations | | |
| 4999 | Total liabilities and net position | 576 | 635 |

STUDENT FINANCIAL ASSISTANCE DEBT COLLECTION

Special and Trust Fund Receipts (in millions of dollars)

| Identification code 091-5557-0-2-502 | 2025 actual | 2026 est. | 2027 est. | |
|--------------------------------------|----------------------------------------------------|-----------|-----------|-----|
| 0100 | Balance, start of year | | | |
| Receipts: | | | | |
| Current law: | | | | |
| 1130 | Student Financial Assistance Debt Collection | 6 | 11 | 11 |
| 2000 | Total: Balances and receipts | 6 | 11 | 11 |
| Appropriations: | | | | |
| Current law: | | | | |
| 2101 | Student Financial Assistance Debt Collection | -5 | -11 | -11 |
| 2103 | Student Financial Assistance Debt Collection | | -1 | -1 |
| 2132 | Student Financial Assistance Debt Collection | | 1 | 1 |
| 2198 | Rounding adjustment | -1 | | |
| 2199 | Total current law appropriations | -6 | -11 | -11 |
| 2999 | Total appropriations | -6 | -11 | -11 |
| 5099 | Balance, end of year | | | |

Program and Financing (in millions of dollars)

| Identification code 091-5557-0-2-502 | 2025 actual | 2026 est. | 2027 est. | |
|-----------------------------------------|---------------------------------------------------------------------|-----------|-----------|---|
| Obligations by program activity: | | | | |
| 0001 | Student Financial Assistance Debt Collection | | 3 | 3 |
| 0900 | Total new obligations, unexpired accounts (object class 25.2) | | 3 | 3 |

Budgetary resources:

| | | | | |
|-------------------------------|---------------------------------------------------------------------------------------|----|----|----|
| Unobligated balance: | | | | |
| 1000 | Unobligated balance brought forward, Oct 1 | 11 | 16 | 20 |
| 1022 | Capital transfer of unobligated balances to general fund | | -3 | -3 |
| 1070 | Unobligated balance (total) | 11 | 13 | 17 |
| Budget authority: | | | | |
| Appropriations, mandatory: | | | | |
| 1201 | Appropriation (special or trust fund) | 5 | 11 | 11 |
| 1203 | Appropriation (previously unavailable)(special or trust) | | 1 | 1 |
| 1232 | Appropriations and/or unobligated balance of appropriations temporarily reduced | | -1 | -1 |
| 1240 | Capital transfer of appropriations to general fund | | -1 | -1 |
| 1260 | Appropriations, mandatory (total) | 5 | 10 | 10 |
| 1930 | Total budgetary resources available | 16 | 23 | 27 |
| Memorandum (non-add) entries: | | | | |
| 1941 | Unexpired unobligated balance, end of year | 16 | 20 | 24 |

Change in obligated balance:

| | | | | |
|---------------------|-------------------------------------------|--|----|----|
| Unpaid obligations: | | | | |
| 3010 | New obligations, unexpired accounts | | 3 | 3 |
| 3020 | Outlays (gross) | | -3 | -3 |

Budget authority and outlays, net:

| | | | | |
|-----------------|---------------------------------------|---|----|----|
| Mandatory: | | | | |
| 4090 | Budget authority, gross | 5 | 10 | 10 |
| Outlays, gross: | | | | |
| 4101 | Outlays from mandatory balances | | 3 | 3 |
| 4180 | Budget authority, net (total) | 5 | 10 | 10 |
| 4190 | Outlays, net (total) | | 3 | 3 |

FEDERAL STUDENT LOAN RESERVE FUND

Program and Financing (in millions of dollars)

| Identification code 091-4257-0-3-502 | 2025 actual | 2026 est. | 2027 est. | |
|-----------------------------------------|---------------------------------------------------------------------|-----------|-----------|-----|
| Obligations by program activity: | | | | |
| 0102 | Obligations, non-Federal | 3 | 796 | 705 |
| 0900 | Total new obligations, unexpired accounts (object class 42.0) | 3 | 796 | 705 |

FEDERAL STUDENT LOAN RESERVE FUND—Continued
Program and Financing—Continued

| Identification code 091-4257-0-3-502 | 2025 actual | 2026 est. | 2027 est. | |
|------------------------------------------------------------|-----------------------------------------------------------------|-----------|-----------|-------|
| Budgetary resources: | | | | |
| Unobligated balance: | | | | |
| 1000 | Unobligated balance brought forward, Oct 1 | 576 | 659 | 619 |
| 1022 | Capital transfer of unobligated balances to general fund | -18 | | |
| 1070 | Unobligated balance (total) | 558 | 659 | 619 |
| Budget authority: | | | | |
| Spending authority from offsetting collections, mandatory: | | | | |
| 1800 | Collected | 104 | 756 | 675 |
| 1930 | Total budgetary resources available | 662 | 1,415 | 1,294 |
| Memorandum (non-add) entries: | | | | |
| 1941 | Unexpired unobligated balance, end of year | 659 | 619 | 589 |
| Change in obligated balance: | | | | |
| Unpaid obligations: | | | | |
| 3000 | Unpaid obligations, brought forward, Oct 1 | | | 32 |
| 3010 | New obligations, unexpired accounts | 3 | 796 | 705 |
| 3020 | Outlays (gross) | -3 | -764 | -683 |
| 3050 | Unpaid obligations, end of year | | 32 | 54 |
| Memorandum (non-add) entries: | | | | |
| 3100 | Obligated balance, start of year | | | 32 |
| 3200 | Obligated balance, end of year | | 32 | 54 |
| Budget authority and outlays, net: | | | | |
| Mandatory: | | | | |
| 4090 | Budget authority, gross | 104 | 756 | 675 |
| Outlays, gross: | | | | |
| 4100 | Outlays from new mandatory authority | | 756 | 675 |
| 4101 | Outlays from mandatory balances | 3 | 8 | 8 |
| 4110 | Outlays, gross (total) | 3 | 764 | 683 |
| Offsets against gross budget authority and outlays: | | | | |
| Offsetting collections (collected) from: | | | | |
| 4120 | Federal sources | | -756 | -675 |
| 4123 | Non-Federal sources | -104 | | |
| 4130 | Offsets against gross budget authority and outlays (total) | -104 | -756 | -675 |
| 4160 | Budget authority, net (mandatory) | | | |
| 4170 | Outlays, net (mandatory) | -101 | 8 | 8 |
| 4180 | Budget authority, net (total) | | | |
| 4190 | Outlays, net (total) | -101 | 8 | 8 |

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 Consolidated Appropriations Act, 2016, increased guaranty agency reinsurance payments from 95 percent of the face value of loans to 100 percent. The following schedule reflects the balances in these guaranty agency funds.

Balance Sheet (in millions of dollars)

| Identification code 091-4257-0-3-502 | 2024 actual | 2025 actual | |
|--------------------------------------|----------------------------------------------------------|-------------|-----|
| ASSETS: | | | |
| 1101 | Federal assets: Fund balances with Treasury | | |
| 1901 | Other Federal assets: Other assets | 576 | 659 |
| 1999 | Total assets | 576 | 659 |
| LIABILITIES: | | | |
| 2104 | Federal liabilities: Resources payable to Treasury | 576 | 659 |
| NET POSITION: | | | |
| 3300 | Cumulative results of operations | | |
| 4999 | Total liabilities and net position | 576 | 659 |

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

| Identification code 091-0243-0-1-502 | 2025 actual | 2026 est. | 2027 est. | |
|-------------------------------------------|---------------------------------------------------------------------|-----------|-----------|---------|
| Obligations by program activity: | | | | |
| Credit program obligations: | | | | |
| 0701 | Direct loan subsidy | 32,130 | 20,940 | 25,477 |
| 0703 | Subsidy for modifications of direct loans | 675 | | |
| 0705 | Reestimates of direct loan subsidy | 20,703 | 6,688 | |
| 0706 | Interest on reestimates of direct loan subsidy | 14,113 | 3,006 | |
| 0709 | Administrative expenses | 293 | 255 | 173 |
| 0900 | Total new obligations, unexpired accounts (object class 41.0) | 67,914 | 30,889 | 25,650 |
| Budgetary resources: | | | | |
| Unobligated balance: | | | | |
| 1000 | Unobligated balance brought forward, Oct 1 | | 784 | 3,390 |
| 1021 | Recoveries of prior year unpaid obligations | 752 | | |
| 1070 | Unobligated balance (total) | 752 | 784 | 3,390 |
| Budget authority: | | | | |
| Appropriations, mandatory: | | | | |
| 1200 | Appropriation (indefinite) | 67,946 | 33,495 | 26,400 |
| 1900 | Budget authority (total) | 67,946 | 33,495 | 26,400 |
| 1930 | Total budgetary resources available | 68,698 | 34,279 | 29,790 |
| Memorandum (non-add) entries: | | | | |
| 1941 | Unexpired unobligated balance, end of year | 784 | 3,390 | 4,140 |
| Change in obligated balance: | | | | |
| Unpaid obligations: | | | | |
| 3000 | Unpaid obligations, brought forward, Oct 1 | 6,958 | 7,379 | 2,646 |
| 3010 | New obligations, unexpired accounts | 67,914 | 30,889 | 25,650 |
| 3020 | Outlays (gross) | -64,659 | -35,622 | -24,632 |
| 3040 | Recoveries of prior year unpaid obligations, unexpired | -752 | | |
| 3041 | Recoveries of prior year unpaid obligations, expired | -2,082 | | |
| 3050 | Unpaid obligations, end of year | 7,379 | 2,646 | 3,664 |
| Memorandum (non-add) entries: | | | | |
| 3100 | Obligated balance, start of year | 6,958 | 7,379 | 2,646 |
| 3200 | Obligated balance, end of year | 7,379 | 2,646 | 3,664 |
| Budget authority and outlays, net: | | | | |
| Mandatory: | | | | |
| 4090 | Budget authority, gross | 67,946 | 33,495 | 26,400 |
| Outlays, gross: | | | | |
| 4100 | Outlays from new mandatory authority | 60,537 | 30,634 | 22,312 |
| 4101 | Outlays from mandatory balances | 4,122 | 4,988 | 2,320 |
| 4110 | Outlays, gross (total) | 64,659 | 35,622 | 24,632 |
| 4180 | Budget authority, net (total) | 67,946 | 33,495 | 26,400 |
| 4190 | Outlays, net (total) | 64,659 | 35,622 | 24,632 |

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

| Identification code 091-0243-0-1-502 | 2025 actual | 2026 est. | 2027 est. | |
|-------------------------------------------------------------|--------------------------------------|-----------|-----------|---------|
| Direct loan levels supportable by subsidy budget authority: | | | | |
| 115001 | Stafford | 18,816 | 19,107 | 19,414 |
| 115002 | Unsubsidized Stafford | 54,132 | 57,967 | 57,408 |
| 115003 | PLUS | 30,248 | 24,197 | 17,591 |
| 115004 | Consolidation | 31,189 | 41,873 | 41,580 |
| 115999 | Total direct loan levels | 134,385 | 143,144 | 135,993 |
| Direct loan subsidy (in percent): | | | | |
| 132001 | Stafford | 35.32 | 19.74 | 20.01 |
| 132002 | Unsubsidized Stafford | 21.56 | 6.48 | 10.98 |
| 132003 | PLUS | -7.61 | -22.05 | -16.71 |
| 132004 | Consolidation | 44.29 | 32.03 | 36.77 |
| 132999 | Weighted average subsidy rate | 22.20 | 10.90 | 16.57 |
| Direct loan subsidy budget authority: | | | | |
| 133001 | Stafford | 6,646 | 3,772 | 3,885 |
| 133002 | Unsubsidized Stafford | 11,671 | 3,756 | 6,303 |
| 133003 | PLUS | -2,302 | -5,335 | -2,939 |
| 133004 | Consolidation | 13,814 | 13,412 | 15,289 |
| 133999 | Total subsidy budget authority | 29,829 | 15,605 | 22,538 |
| Direct loan subsidy outlays: | | | | |
| 134001 | Stafford | 5,451 | 4,006 | 3,359 |
| 134002 | Unsubsidized Stafford | 9,885 | 5,350 | 4,784 |
| 134003 | PLUS | -1,622 | -4,374 | -3,409 |
| 134004 | Consolidation | 13,833 | 13,419 | 15,284 |
| 134005 | Federal Direct Student Loans | -130,631 | -842 | |
| 134999 | Total subsidy outlays | -103,084 | 17,559 | 20,018 |

| | | | |
|--------------------------|-------------------------------------|--------|---------|
| Direct loan reestimates: | | | |
| 135005 | Federal Direct Student Loans | 24,377 | -50,478 |
| 135999 | Total direct loan reestimates | 24,377 | -50,478 |

The Federal Government manages two major student loan programs: the Federal Family Education Loan (FFEL) program and the William D. Ford Federal Direct Loan (Direct Loan) program. The Student Aid and Fiscal Responsibility Act eliminated the authorization to originate new FFEL loans; as of July 1, 2010, the Direct Loan program originates all new loans. This narrative outlines the structure of these two programs 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 the end of June 2010, the FFEL program guaranteed almost \$899 billion in loans made to postsecondary students and their parents. Although no new FFEL loans have been originated since July 1, 2010, more than \$95 billion of outstanding FFEL loans continue to be serviced by lenders, the Department of Education, and guaranty agencies.

Under the Direct Loan program, the Federal Government provides loan capital through the Treasury while the Department of Education loan origination and servicing is handled by private and not-for-profit loan servicers under performance-based contracts with the Department. The Direct Loan program began operation in award year 1994–1995, originating 7 percent of overall loan volume. In 2027, excluding Consolidation Loans, the Direct Loan program will make \$83.6 billion in new loans.

The Direct Loan program currently offers four types of loans: Subsidized Stafford; Unsubsidized Stafford; PLUS; and Consolidation. Loans can be used for qualified educational expenses. Undergraduates with financial need may receive a Subsidized Stafford loan (graduate and professional students are not eligible). The other three loan programs are available to borrowers at all income levels.

On July 4, 2025, the President signed the *Working Families Tax Cuts Act (WFTCA)* into law, which implemented sweeping changes to simplify the student loan repayment system. For students starting an award year 2026–2027, Parent PLUS loans are capped at \$20,000 per year, with a \$65,000 lifetime cap per student. Graduate PLUS loans are eliminated, leaving Direct Unsubsidized Stafford loans as the only option for graduate students. Graduate borrowing is capped at \$20,500 per year (\$50,000 for professional degrees), with aggregate limits of \$100,000 (\$200,000 for professional degrees).

In addition to new borrowing limits, the WFTCA made significant changes to student loan repayment plans. Borrowers after July 1, 2026 have two repayment options. The first is a Revised Standard Repayment plan that ties the repayment to loan size. The second is a new Income-Driven Repayment (IDR) plan, the Repayment Assistance Plan. The Repayment Assistance Plan calculates monthly payments based on a progressive formula tied to Adjusted Gross Income, fully subsidizes unpaid interest, provides principal payment subsidies to some borrowers, and offers forgiveness after 30 years of repayment. Current repayment plans are still available to existing borrowers, but all legacy IDR plans aside from the Income-Based Repayment Plan will be phased out by 2028.

Interest rates are set annually for loans originated in the upcoming award year based on the 10-year Treasury note; those rates will remain fixed for the life of the loan. For Subsidized Stafford loans available to undergraduates, the interest rate will be equal to the 10-year Treasury note plus 2.05 percent and capped at 8.25 percent. Loans originated in award year 2025–2026 have an interest rate of 6.39 percent. Interest payments for these loans are fully subsidized by the Federal Government while a student is in school and during grace and deferment periods. The interest rate on new Unsubsidized Stafford loans for undergraduate borrowers is the same as that on Subsidized Stafford loans for undergraduates. The Unsubsidized Stafford loan interest rate for graduate and professional students is equal to the 10-year Treasury note plus 3.6 percent and capped at 9.5 percent. Loans originated in award year 2025–2026 have an interest rate of 7.94 percent. The borrower interest rate on PLUS loans to graduate and profes-

sional students and parents of undergraduate borrowers is equal to the 10-year Treasury note plus 4.6 percent and capped at 10.5 percent. PLUS loans originated in award year 2025–2026 have an interest rate of 8.94 percent.

Consolidation loans allow borrowers to combine FFEL, Direct Loans, and Perkins Loans, as well as some loans made under the Public Health Service Act. The interest rate for new Consolidation loans equals the weighted average of the interest rate on the loans consolidated, rounded up to the nearest one-eighth of a percent. For most types of Direct Loans, the origination fee is a base rate of 1 percent, but an additional surcharge for sequestration was added in years 2013 to 2025. The base origination fee for PLUS loans is 4 percent, but has included an additional surcharge in years 2013 to 2025.

Federal student loans have other benefits. For example, Federal student loans can be discharged when borrowers die, become totally and permanently disabled, or, under some circumstances, declare bankruptcy. In addition, there are several loan forgiveness programs. For example, new borrowers after October 1, 1998, who are employed as teachers in schools serving low-income populations for 5 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 the Public Service Loan Forgiveness Program, qualifying borrowers who have worked for 10 years full-time for an eligible public service employer, and made 120 qualifying monthly payments after October 1, 2007 in the standard or income-driven plans can have any remaining loan balance forgiven. This benefit is only available in the Direct Loan program, though FFEL borrowers may receive the benefit by taking out a Direct Consolidation Loan. Forgiveness is available for all Direct Loan borrowers, regardless of when they took out their loans.

The following tables display performance indicators and program data, including projected overall Direct Loan and FFEL costs.

Federal Budget Authority and Outlays

| | (in thousands of dollars) | | |
|------------------------------------------|---------------------------|--------------|------------|
| | 2025 actual | 2026 est. | 2027 est. |
| PROGRAM COST: | | | |
| FFEL: | | | |
| Liquidating ¹ | \$50,000 | \$40,000 | \$40,000 |
| Program: | | | |
| Net Reestimate of Prior Year Costs | (6,705,783) | (2,477,687) | 0 |
| Net Modification | 0 | 0 | 0 |
| Subtotal, Program | (6,705,783) | (2,477,687) | 0 |
| Total, FFEL | (6,655,783) | (2,437,687) | 40,000 |
| Direct Loans: | | | |
| Program: | | | |
| New Net Loan Subsidies | 29,828,534 | 15,604,330 | 22,537,884 |
| Net Reestimate of Prior Year Costs | 24,376,863 | (50,477,986) | 0 |
| Net Modification ² | (130,630,380) | (842,060) | 0 |
| Total, Direct Loans | (76,424,983) | (35,715,716) | 22,537,884 |
| Total, FFEL and Direct Loans | (83,080,767) | (38,153,403) | 22,577,884 |
| PROGRAM COST OUTLAYS: | | | |
| FFEL: | | | |
| Liquidating ¹ | (46,441) | (209,000) | (175,000) |
| Program: | | | |
| Net Reestimate of Prior Year Costs | (6,705,783) | (2,477,687) | 0 |
| Net Modification | 0 | 0 | 0 |
| Subtotal, Program | (6,705,783) | (2,477,687) | 0 |
| Total, FFEL | (6,752,224) | (2,686,687) | (175,000) |
| Direct Loans: | | | |
| Program: | | | |
| Regular | 27,545,729 | 18,400,993 | 20,018,774 |
| Net Reestimate of Prior Year Costs | 24,376,863 | (50,477,986) | 0 |
| Net Modification ² | (130,630,380) | (842,060) | 0 |
| Total, Direct Loans | (78,707,788) | (32,919,053) | 20,018,774 |
| Total, FFEL and Direct Loans | (85,460,013) | (35,605,740) | 19,843,774 |

¹ Liquidating account reflects loans made prior to 1992.

² The net downward modification for 2025 reflects costs related to the Working Families Tax Cuts Act and Temporary Expanded Public Service Loan Forgiveness (TEPSLF).

Summary of Default Rates¹

| | (expressed as percentages) | | |
|----------------------|----------------------------|-----------|-----------|
| | 2025 actual | 2026 est. | 2027 est. |
| Direct Loans: | | | |
| Stafford | 25.40 | 12.22 | 24.65 |

FEDERAL DIRECT STUDENT LOAN PROGRAM ACCOUNT—Continued

Summary of Default Rates¹—Continued

| | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------|-------------|-----------|-----------|
| Unsubsidized Stafford | | | |
| Undergraduate | 29.30 | 13.52 | 28.35 |
| Graduate/Professional | 16.41 | 9.01 | 16.32 |
| PLUS | | | |
| Parent PLUS | 16.75 | 11.43 | 16.65 |
| Grad PLUS | 14.76 | 9.36 | 15.65 |
| Consolidation | 23.00 | 16.56 | 16.29 |
| Weighted Average, Direct Loans | 21.08 | 12.74 | 19.46 |

¹ Default 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.

Selected Program Costs and Offsets

(in thousands of dollars)

| | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------------|--------------|--------------|--------------|
| FFEL: | | | |
| Payments to lenders: | | | |
| Interest benefits | \$109,181 | \$2,022 | \$1,834 |
| Special allowance payments ¹ | 1,136,978 | 1,049 | 1,536 |
| Default claims | 2,231,618 | 986,391 | 807,459 |
| Loan discharges | 886,720 | 358,127 | 341,071 |
| Teacher loan forgiveness | 107,118 | 0 | 0 |
| Administrative payments to guaranty agencies (AMF) ² | 567 | 414 | 30 |
| Fees paid to the Department of Education: | | | |
| Loan holder fees | (447,260) | (556) | (66) |
| Other Major Transactions: | | | |
| Net default collections | (1,697,452) | (2,001,891) | (1,404,983) |
| Contract collection costs | 0 | 73,268 | 58,433 |
| Federal administrative costs | 40,000 | 40,000 | 58,786 |
| Net Cash Flow, FFEL | 2,367,470 | (541,176) | (135,901) |
| Ensuring Continued Access to Student Loans (ECASLA): | | | |
| Inflows | (6,502,923) | (3,882,982) | (3,494,009) |
| Outflows | 7,209,408 | 8,125,258 | 3,494,009 |
| Federal administrative costs | 120,000 | 120,000 | 176,357 |
| Net Cash Flow, ECASLA | 826,485 | 4,362,276 | 176,357 |
| Direct Loans: | | | |
| Loan disbursements to borrowers | 95,115,005 | 93,674,657 | 81,247,735 |
| Borrower interest payments | (26,036,619) | (42,861,476) | (41,465,242) |
| Borrower principal payments | (66,773,114) | (55,716,908) | (54,060,846) |
| Borrower origination fees | (1,469,891) | (1,043,214) | (639,295) |
| Net default collections | (9,148,206) | (10,894,612) | (12,174,269) |
| Contract collection costs | 450,374 | 540,184 | 657,527 |
| Federal administrative costs | 1,038,704 | 1,055,610 | 1,496,553 |
| Net operating cash flows | (6,823,746) | (15,245,758) | (24,937,837) |
| Loan capital borrowings from Treasury | (95,115,005) | (93,674,657) | (81,247,735) |
| Net interest payments to Treasury | 37,619,908 | 40,247,859 | 41,682,413 |
| Principal payments to Treasury | 100,983,981 | 79,366,527 | 65,971,302 |
| Subtotal, Treasury activity | 43,488,884 | 25,939,729 | 26,405,980 |
| Net Cash Flow, Direct Loans | 36,665,138 | 10,693,971 | 1,468,143 |

¹ Includes Negative Special Allowance Payments.

² Includes VFA payments to Guaranty Agencies.

Student Loan Program Costs: Analysis of Direct Loans Including Program and Administrative Expenses

(expressed as percentages)

| | 2025 actual ¹ | 2026 est. | 2027 est. |
|-------------------------------------|--------------------------|-----------|-----------|
| Direct Loans: | | | |
| New Loans: | | | |
| Stafford | 26.11 | 19.74 | 20.01 |
| Unsubsidized Stafford | | | |
| Undergraduate | 18.78 | 10.7 | 13.76 |
| Graduate/Professional | 14.82 | 3.56 | 8.93 |
| PLUS | | | |
| Parent PLUS | -30.47 | -41.13 | -31.61 |
| Grad PLUS | 14.67 | -5.63 | 7.58 |
| Subtotal, new loan subsidy | 11.70 | 2.17 | 7.68 |
| Federal administrative costs | 1.70 | 1.70 | 1.70 |
| Subtotal, new loans | 13.40 | 3.87 | 9.38 |
| Consolidation Loans | | | |
| Loan subsidy | 35.17 | 32.03 | 36.77 |
| Federal administrative costs | 0.38 | 0.38 | 0.38 |
| Subtotal, consolidation loans | 35.55 | 32.41 | 37.15 |
| New and Consolidation Loans | | | |
| Loan subsidy | 16.84 | 10.90 | 16.57 |

| | | | |
|------------------------------------|-------|-------|-------|
| Federal administrative costs | 1.45 | 1.45 | 1.45 |
| Total, Direct Loans | 18.29 | 12.35 | 18.02 |

¹ For 2025, the rates are current; these include actual executed rates for 2025 and the effects of re-estimates on those rates.

The table above describes 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. 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.

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 Total Subsidy Costs 1992–2025

(in billions of dollars)

| | FFEL | Direct Loans |
|------------------------------|---------|--------------|
| Original Subsidy Costs | +\$77.1 | -\$20.2 |
| Cumulative Reestimates | -44.4 | +186.3 |
| Net Subsidy Costs | +32.6 | +166.1 |
| Total Disbursements | +898.7 | +2,373.9 |

For Direct Loans, the net upward reestimate reflects several assumption updates, including changes to the Income-Driven Repayment plan model. Model assumptions affecting the 2025 cohort were also updated.

Direct Loan Repayment Options

(expressed as percentages)

| Subsidies by Repayment Option | 2025 actual ¹ | 2026 est. | 2027 est. |
|-------------------------------|--------------------------|-----------|-----------|
| Stafford: | | | |
| Standard | 15.44 | 12.43 | 0 |
| Extended | 3.64 | -0.79 | 0 |
| Graduated | 10.34 | 6.82 | 0 |
| IDR ² | 40.12 | 34.19 | 28.98 |
| Revised Standard | 12.84 | 5.23 | 11.43 |
| Unsubsidized Stafford: | | | |
| Standard | -6.82 | -9.15 | 0 |
| Extended | -18.77 | -24.42 | 0 |
| Graduated | -7.49 | -12.6 | 0 |
| IDR | 39.52 | 32.37 | 28.59 |
| Revised Standard | -10.57 | -19.56 | -10.14 |
| PLUS: | | | |
| Standard | -27.72 | -31.17 | 0 |
| Extended | -47.09 | -58.06 | 0 |
| Graduated | -37.81 | -47.35 | 0 |
| IDR | 38.26 | 28.34 | 27.82 |
| Revised Standard | -27.52 | -42.87 | -34.55 |
| Consolidated: | | | |
| Standard | 7.26 | 2.07 | 0 |
| Extended | -0.95 | -11.11 | 0 |
| Graduated | -2.25 | -12.87 | 0 |
| IDR | 48.39 | 45.11 | 38.3 |
| Revised Standard | 0 | 0 | -3.61 |

Direct Loan Repayment Options

(gross volumes in millions of dollars)

| Volumes by Repayment Option | 2025 actual ¹ | 2026 est. | 2027 est. |
|-----------------------------|--------------------------|-----------|-----------|
| Stafford: | | | |
| Standard | \$1,711 | \$173 | \$0 |
| Extended | 55 | 5 | 0 |
| Graduated | 378 | 37 | 0 |
| IDR ² | 7,774 | 8,300 | 8,268 |
| Revised Standard | 6,294 | 8,137 | 8,656 |
| Unsubsidized Stafford: | | | |
| Standard | 4,240 | 427 | 0 |
| Extended | 340 | 32 | 0 |
| Graduated | 1,165 | 114 | 0 |
| IDR | 24,709 | 25,125 | 27,133 |
| Revised Standard | 15,959 | 24,597 | 22,621 |
| PLUS: | | | |
| Standard | 12,048 | 3,563 | 0 |
| Extended | 593 | 162 | 0 |
| Graduated | 1,627 | 480 | 0 |
| IDR | 9,895 | 6,204 | 4,814 |
| Revised Standard | 4,231 | 12,607 | 12,039 |
| Consolidated: | | | |
| Standard | 68 | 88 | 0 |
| Extended | 5,984 | 7,671 | 0 |

| | | | |
|------------------------|--------|--------|--------|
| Graduated | 1,572 | 1,939 | 0 |
| IDR | 20,942 | 32,170 | 40,057 |
| Revised Standard | 0 | 0 | 1,519 |

1 2025 rates are current; these include executed rates for 2025 and the effects of re-estimates on those rates.

2 All income-driven plan are included in the IDR category.

FEDERAL DIRECT STUDENT LOAN PROGRAM FINANCING ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-4253-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0301 Consolidation loans—Payment of Orig. Services | 21 | 56 | 27 |
| 0401 Payment of contract collection costs | 143 | 541 | 658 |
| Credit program obligations: | | | |
| 0710 Direct loan obligations | 134,385 | 143,144 | 135,993 |
| 0713 Payment of interest to Treasury | 37,620 | 40,248 | 41,682 |
| 0740 Negative subsidy obligations | 2,302 | 5,335 | 2,939 |
| 0741 Modification savings | 131,305 | 842 | ..... |
| 0742 Downward reestimates paid to receipt accounts | 6,305 | 46,035 | ..... |
| 0743 Interest on downward reestimates | 4,133 | 14,137 | ..... |
| 0791 Direct program activities, subtotal | 316,050 | 249,741 | 180,614 |
| 0900 Total new obligations, unexpired accounts | 316,214 | 250,338 | 181,299 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 21,585 | 42,046 | 66,669 |
| 1021 Recoveries of prior year unpaid obligations | 39 | 6,568 | 6,667 |
| 1023 Unobligated balances applied to repay debt | -18,343 | ..... | ..... |
| 1024 Unobligated balance of borrowing authority withdrawn ..... | ..... | -6,568 | -6,667 |
| 1033 Recoveries of prior year paid obligations | 12 | ..... | ..... |
| 1070 Unobligated balance (total) | 3,293 | 42,046 | 66,669 |
| Financing authority: | | | |
| Appropriations, mandatory: | | | |
| 1200 Appropriation | 176 | 1 | ..... |
| Borrowing authority, mandatory: | | | |
| 1400 Borrowing authority | 269,964 | 209,473 | 138,909 |
| Spending authority from offsetting collections, mandatory: | | | |
| 1800 Collected | 151,943 | 142,984 | 131,767 |
| 1801 Change in uncollected payments, Federal sources | 567 | 1,870 | 2,579 |
| 1820 Capital transfer of spending authority from offsetting collections to general fund | -16,793 | ..... | ..... |
| 1825 Spending authority from offsetting collections applied to repay debt | -50,890 | -79,367 | -65,971 |
| 1850 Spending auth from offsetting collections, mand (total) | 84,827 | 65,487 | 68,375 |
| 1900 Budget authority (total) | 354,967 | 274,961 | 207,284 |
| 1930 Total budgetary resources available | 358,260 | 317,007 | 273,953 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 42,046 | 66,669 | 92,654 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 80,683 | 99,772 | 148,004 |
| 3010 New obligations, unexpired accounts | 316,214 | 250,338 | 181,299 |
| 3020 Outlays (gross) | -297,086 | -195,538 | -123,619 |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -39 | -6,568 | -6,667 |
| 3050 Unpaid obligations, end of year | 99,772 | 148,004 | 199,017 |
| Uncollected payments: | | | |
| 3060 Uncollected pymts, Fed sources, brought forward, Oct 1 | -4,121 | -4,688 | -6,558 |
| 3070 Change in uncollected pymts, Fed sources, unexpired | -567 | -1,870 | -2,579 |
| 3090 Uncollected pymts, Fed sources, end of year | -4,688 | -6,558 | -9,137 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 76,562 | 95,084 | 141,446 |
| 3200 Obligated balance, end of year | 95,084 | 141,446 | 189,880 |
| Financing authority and disbursements, net: | | | |
| Mandatory: | | | |
| 4090 Budget authority, gross | 354,967 | 274,961 | 207,284 |
| Financing disbursements: | | | |
| 4110 Outlays, gross (total) | 297,086 | 195,538 | 123,619 |
| Offsets against gross financing authority and disbursements: | | | |
| Offsetting collections (collected) from: | | | |
| 4120 Upward reestimate | -20,703 | -6,688 | ..... |
| 4120 Upward reestimate, interest | -14,113 | -3,006 | ..... |
| 4120 Upward Mods | -675 | ..... | ..... |
| 4120 Program Subsidy | -29,168 | -22,775 | -23,428 |
| 4122 Interest on uninvested funds | -7,515 | ..... | ..... |
| 4123 Repayment of principal, Stafford | -10,416 | -10,145 | -10,729 |

| | | | |
|--------------------------------------------------------------------------|----------|----------|----------|
| 4123 Interest received on loans, Stafford | -2,415 | -5,422 | -4,790 |
| 4123 Origination Fees, Stafford | -157 | -94 | -87 |
| 4123 Repayment of principal, Unsubsidized Stafford | -25,136 | -25,688 | -25,260 |
| 4123 Interest received on loans, Unsubsidized Stafford | -7,348 | -14,095 | -13,422 |
| 4123 Origination Fees, Unsubsidized Stafford | -471 | -288 | -280 |
| 4123 Repayment of principal, PLUS | -15,929 | -17,115 | -15,471 |
| 4123 Interest received on loans, PLUS | -4,857 | -7,770 | -7,852 |
| 4123 Origination Fees, PLUS | -1,195 | -661 | -272 |
| 4123 Payment of principal, Consolidation | -7,853 | -13,663 | -14,775 |
| 4123 Interest received on loans, Consolidation | -4,004 | -15,574 | -15,401 |
| 4130 Offsets against gross budget authority and outlays (total) | -151,955 | -142,984 | -131,767 |
| Additional offsets against financing authority only (total): | | | |
| 4140 Change in uncollected pymts, Fed sources, unexpired | -567 | -1,870 | -2,579 |
| 4143 Recoveries of prior year paid obligations, unexpired accounts | 12 | ..... | ..... |
| 4150 Additional offsets against budget authority only (total) | -555 | -1,870 | -2,579 |
| 4160 Budget authority, net (mandatory) | 202,457 | 130,107 | 72,938 |
| 4170 Outlays, net (mandatory) | 145,131 | 52,554 | -8,148 |
| 4180 Budget authority, net (total) | 202,457 | 130,107 | 72,938 |
| 4190 Outlays, net (total) | 145,131 | 52,554 | -8,148 |

Status of Direct Loans (in millions of dollars)

| Identification code 091-4253-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|------------------------------------------------------------------------|-------------|-----------|-----------|
| STAFFORD | | | |
| Position with respect to appropriations act limitation on obligations: | | | |
| 1111 Direct loan obligations from current-year authority | 18,816 | 19,107 | 19,414 |
| 1150 Total direct loan obligations | 18,816 | 19,107 | 19,414 |
| Cumulative balance of direct loans outstanding: | | | |
| 1210 Outstanding, start of year | 245,615 | 245,705 | 239,975 |
| 1231 Disbursements: Direct loan disbursements | 15,334 | 8,916 | 8,297 |
| 1251 Repayments: Repayments and prepayments | -10,416 | -10,145 | -10,729 |
| 1261 Adjustments: Capitalized interest | 485 | 4 | 2 |
| 1264 Other adjustments, net (+ or -) | -5,313 | -4,505 | -814 |
| 1290 Outstanding, end of year | 245,705 | 239,975 | 236,731 |
| UNSUBSIDIZED STAFFORD | | | |
| Position with respect to appropriations act limitation on obligations: | | | |
| 1111 Direct loan obligations from current-year authority | 54,132 | 57,967 | 57,408 |
| 1150 Total direct loan obligations | 54,132 | 57,967 | 57,408 |
| Cumulative balance of direct loans outstanding: | | | |
| 1210 Outstanding, start of year | 458,636 | 470,250 | 468,049 |
| 1231 Disbursements: Direct loan disbursements | 46,004 | 27,284 | 26,459 |
| 1251 Repayments: Repayments and prepayments | -25,136 | -25,688 | -25,260 |
| 1261 Adjustments: Capitalized interest | 906 | 4,196 | 5,101 |
| 1264 Other adjustments, net (+ or -) | -10,160 | -7,993 | -9,201 |
| 1290 Outstanding, end of year | 470,250 | 468,049 | 465,148 |
| PLUS | | | |
| Position with respect to appropriations act limitation on obligations: | | | |
| 1111 Direct loan obligations from current-year authority | 30,248 | 24,197 | 17,591 |
| 1150 Total direct loan obligations | 30,248 | 24,197 | 17,591 |
| Cumulative balance of direct loans outstanding: | | | |
| 1210 Outstanding, start of year | 175,259 | 183,943 | 182,444 |
| 1231 Disbursements: Direct loan disbursements | 28,243 | 15,624 | 6,432 |
| 1251 Repayments: Repayments and prepayments | -15,929 | -17,115 | -15,471 |
| 1261 Adjustments: Capitalized interest | 346 | 1,743 | 2,147 |
| 1264 Other adjustments, net (+ or -) | -3,976 | -1,751 | -1,860 |
| 1290 Outstanding, end of year | 183,943 | 182,444 | 173,692 |
| CONSOLIDATION | | | |
| Position with respect to appropriations act limitation on obligations: | | | |
| 1111 Direct loan obligations from current-year authority | 31,189 | 41,873 | 41,580 |
| 1150 Total direct loan obligations | 31,189 | 41,873 | 41,580 |
| Cumulative balance of direct loans outstanding: | | | |
| 1210 Outstanding, start of year | 489,361 | 497,774 | 518,992 |
| 1231 Disbursements: Direct loan disbursements | 26,056 | 41,850 | 40,060 |
| 1251 Repayments: Repayments and prepayments | -7,853 | -13,663 | -14,775 |
| 1261 Adjustments: Capitalized interest | 967 | ..... | ..... |
| 1264 Other adjustments, net (+ or -) | -10,757 | -6,969 | -12,503 |
| 1290 Outstanding, end of year | 497,774 | 518,992 | 531,774 |

FEDERAL DIRECT STUDENT LOAN PROGRAM FINANCING ACCOUNT—Continued

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. 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 091-4253-0-3-502 | 2024 actual | 2025 actual |
|-------------------------------------------------------------------|-------------|-------------|
| ASSETS: | | |
| Federal assets: | | |
| 1101 Fund balances with Treasury | 49,551 | 77,103 |
| Investments in U.S. securities: | | |
| 1106 Receivables, net | 22,814 | 5,354 |
| 1206 Non-Federal assets: Receivables, net | 177 | 152 |
| Net value of assets related to post-1991 direct loans receivable: | | |
| 1401 Direct loans receivable, gross | 1,368,871 | 1,397,672 |
| 1402 Interest receivable | 104,389 | 135,359 |
| 1405 Allowance for subsidy cost (-) | -431,965 | -292,121 |
| 1499 Net present value of assets related to direct loans | 1,041,295 | 1,240,910 |
| 1901 Other Federal assets: Other assets | | |
| 1999 Total assets | 1,113,837 | 1,323,519 |
| LIABILITIES: | | |
| Federal liabilities: | | |
| 2101 Accounts payable | | |
| 2103 Debt | 1,098,623 | 1,287,923 |
| 2105 Other | 11,440 | 32,084 |
| 2201 Non-Federal liabilities: Accounts payable | 3,774 | 3,512 |
| 2999 Total liabilities | 1,113,837 | 1,323,519 |
| NET POSITION: | | |
| 3100 Unexpended appropriations | | 176 |
| 3300 Cumulative results of operations | | -176 |
| 3999 Total net position | | |
| 4999 Total liabilities and net position | 1,113,837 | 1,323,519 |

FEDERAL FAMILY EDUCATION LOAN PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-0231-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| Credit program obligations: | | | |
| 0705 Reestimates of direct loan subsidy | 151 | | |
| 0706 Interest on reestimates of direct loan subsidy | 86 | | |
| 0707 Reestimates of loan guarantee subsidy | 869 | 2,962 | |
| 0708 Interest on reestimates of loan guarantee subsidy | 1,264 | 4,554 | |
| 0715 Rounding for Reestimate Outlays | 1 | | |
| 0900 Total new obligations, unexpired accounts (object class 41.0) | 2,371 | 7,516 | |
| Budgetary resources: | | | |
| Budget authority: | | | |
| Appropriations, mandatory: | | | |
| 1200 Appropriation | 2,371 | 7,516 | |
| 1930 Total budgetary resources available | 2,371 | 7,516 | |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3010 New obligations, unexpired accounts | 2,371 | 7,516 | |
| 3020 Outlays (gross) | -2,371 | -7,516 | |
| Budget authority and outlays, net: | | | |
| Mandatory: | | | |
| 4090 Budget authority, gross | 2,371 | 7,516 | |
| Outlays, gross: | | | |
| 4100 Outlays from new mandatory authority | 2,371 | 7,516 | |
| 4180 Budget authority, net (total) | 2,371 | 7,516 | |
| 4190 Outlays, net (total) | 2,371 | 7,516 | |

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

| Identification code 091-0231-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------------|-------------|-----------|-----------|
| Direct loan reestimates: | | | |
| 135010 Direct Participation Agreement Reestimates | -170 | -2,545 | |

| | | | |
|------------------------------------------------|--------|--------|--|
| 135012 Direct Standard Put Reestimates | -298 | -1,698 | |
| 135999 Total direct loan reestimates | -468 | -4,243 | |
| Guaranteed loan reestimates: | | | |
| 235006 FFEL Guarantees | -6,237 | 1,764 | |
| 235999 Total guaranteed loan reestimates | -6,237 | 1,764 | |

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, committed in 1992 and beyond. Beginning with the 1993 cohort of loans, 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.

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

FEDERAL FAMILY EDUCATION LOAN PROGRAM FINANCING ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-4251-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0101 Default claims | 437 | 72 | 56 |
| 0102 Special allowance | 56 | | |
| 0103 Interest benefits | 52 | 1 | 1 |
| 0104 Death, disability, and bankruptcy claims | 166 | 22 | 18 |
| 0105 Teacher loan forgiveness, other write-offs | 27 | | |
| 0107 Contract collection costs | | 12 | 10 |
| 0110 Guaranty Agency account maintenance fees | 10 | 9 | 7 |
| 0111 VFA Fees | 116 | | |
| 0191 Subtotal, Stafford loans | 864 | 116 | 92 |
| 0202 Default claims | 564 | 100 | 78 |
| 0203 Special allowance | 63 | | |
| 0204 Death, disability, and bankruptcy claims | 279 | 37 | 26 |
| 0205 Teacher loan forgiveness, other write-offs | 9 | | |
| 0207 Contract collection costs | | 15 | 12 |
| 0210 Guaranty Agency account maintenance fees | 15 | 13 | 11 |
| 0211 VFA Fees | 170 | | |
| 0291 Subtotal, Unsubsidized Stafford loans | 1,100 | 165 | 127 |
| 0301 Default claims | 45 | 11 | 8 |
| 0304 Death, disability, and bankruptcy claims | 20 | 6 | 5 |
| 0307 Contract Collection Costs | | 2 | 2 |
| 0311 VFA Fees | 1 | | |
| 0391 Subtotal, PLUS loans | 66 | 19 | 15 |
| 0411 VFA Fees | 1 | | |
| 0491 Subtotal, SLS loans | 1 | | |
| 0501 Default claims | 1,186 | 787 | 649 |
| 0502 Special allowance | 1,057 | 1 | 1 |
| 0503 Interest benefits | 54 | | |
| 0504 Death, disability, and bankruptcy claims | 423 | 277 | 276 |
| 0505 Teacher loan forgiveness, other write-offs | 72 | | |
| 0507 Contract collection costs | | 39 | 30 |
| 0510 Guaranty Agency account maintenance fees | 21 | 392 | 12 |
| 0511 VFA Fees | 231 | | |
| 0591 Subtotal, Consolidations loans | 3,044 | 1,496 | 968 |
| Credit program obligations: | | | |
| 0713 Payment of interest to Treasury | 1,549 | 981 | |
| 0742 Downward reestimates paid to receipt accounts | 3,230 | 2,365 | |
| 0743 Interest on downward reestimates | 5,140 | 3,387 | |
| 0791 Direct program activities, subtotal | 9,919 | 6,733 | |
| 0900 Total new obligations, unexpired accounts | 14,994 | 8,529 | 1,202 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 25,166 | 15,157 | 16,132 |
| 1021 Recoveries of prior year unpaid obligations | 20 | | |
| 1033 Recoveries of prior year paid obligations | 143 | | |
| 1070 Unobligated balance (total) | 25,329 | 15,157 | 16,132 |
| Financing authority: | | | |
| Spending authority from offsetting collections, mandatory: | | | |
| 1800 Collected | 4,822 | 9,504 | 1,411 |
| 1900 Budget authority (total) | 4,822 | 9,504 | 1,411 |
| 1930 Total budgetary resources available | 30,151 | 24,661 | 17,543 |

| | | | |
|--------------------------------------------------------------|---------------------------------------------------------------------|---------|---------------|
| Memorandum (non-add) entries: | | | |
| 1941 | Unexpired unobligated balance, end of year | 15,157 | 16,132 16,341 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 | Unpaid obligations, brought forward, Oct 1 | 45 | 98 98 |
| 3010 | New obligations, unexpired accounts | 14,994 | 8,529 1,202 |
| 3020 | Outlays (gross) | -14,921 | -8,529 -1,201 |
| 3040 | Recoveries of prior year unpaid obligations, unexpired | -20 | ..... |
| 3050 | Unpaid obligations, end of year | 98 | 98 99 |
| Memorandum (non-add) entries: | | | |
| 3100 | Obligated balance, start of year | 45 | 98 98 |
| 3200 | Obligated balance, end of year | 98 | 98 99 |
| Financing authority and disbursements, net: | | | |
| Mandatory: | | | |
| 4090 | Budget authority, gross | 4,822 | 9,504 1,411 |
| Financing disbursements: | | | |
| 4110 | Outlays, gross (total) | 14,921 | 8,529 1,201 |
| Offsets against gross financing authority and disbursements: | | | |
| Offsetting collections (collected) from: | | | |
| 4120 | Upward reestimate | -869 | -2,962 |
| 4120 | Interest on upward reestimate | -1,264 | -4,554 |
| 4122 | Interest on uninvested funds | -857 | -193 -6 |
| 4123 | Stafford recoveries on defaults | -242 | -363 -285 |
| 4123 | Stafford special allowance rebate | -9 | -1 |
| 4123 | Unsubsidized Stafford recoveries on default | -277 | -414 -328 |
| 4123 | Unsubsidized Stafford special allowance rebate | -12 | -1 |
| 4123 | PLUS recoveries on defaults | -60 | -54 -44 |
| 4123 | PLUS special allowance rebate | -4 | ..... |
| 4123 | Consolidation recoveries on defaults | -447 | -960 -747 |
| 4123 | Consolidation loan holders fee | -910 | -1 -1 |
| 4123 | Consolidation other fees | -14 | ..... |
| 4123 | Consolidation special allowance rebate ..... | ..... | -1 |
| 4130 | Offsets against gross budget authority and outlays (total) | -4,965 | -9,504 -1,411 |
| Additional offsets against financing authority only (total): | | | |
| 4143 | Recoveries of prior year paid obligations, unexpired accounts | 143 | ..... |
| 4160 | Budget authority, net (mandatory) ..... | ..... | ..... |
| 4170 | Outlays, net (mandatory) | 9,956 | -975 -210 |
| 4180 | Budget authority, net (total) ..... | ..... | ..... |
| 4190 | Outlays, net (total) | 9,956 | -975 -210 |

Status of Guaranteed Loans (in millions of dollars)

| | | | |
|-----------------------------------------------------------------------------------|----------------------------------------------------------------------|-----------|-------------|
| Identification code 091-4251-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
| STAFFORD | | | |
| Cumulative balance of guaranteed loans outstanding: | | | |
| 2210 | Outstanding, start of year | 7,730 | 7,253 6,769 |
| 2251 | Repayments and prepayments | -1,053 | -390 -364 |
| Adjustments: | | | |
| 2261 | Terminations for default that result in loans receivable | -437 | -72 -56 |
| 2263 | Terminations for default that result in claim payments | -191 | -22 -18 |
| 2264 | Other adjustments, net | 1,204 | ..... |
| 2290 | Outstanding, end of year | 7,253 | 6,769 6,331 |
| Memorandum: | | | |
| 2299 | Guaranteed amount of guaranteed loans outstanding, end of year | 7,253 | 6,769 6,331 |
| Addendum: | | | |
| Cumulative balance of defaulted guaranteed loans that result in loans receivable: | | | |
| 2310 | Outstanding, start of year | 3,956 | 9,557 9,244 |
| 2331 | Disbursements for guaranteed loan claims | 437 | 72 56 |
| 2351 | Repayments of loans receivable | -242 | -363 -285 |
| 2361 | Write-offs of loans receivable | -166 | -22 -18 |
| 2364 | Other adjustments, net | 5,572 | ..... |
| 2390 | Outstanding, end of year | 9,557 | 9,244 8,997 |
| UNSUBSIDIZED STAFFORD | | | |
| Cumulative balance of guaranteed loans outstanding: | | | |
| 2210 | Outstanding, start of year | 10,110 | 9,478 8,832 |
| 2251 | Repayments and prepayments | -1,238 | -509 -474 |
| Adjustments: | | | |
| 2261 | Terminations for default that result in loans receivable | -564 | -100 -78 |
| 2263 | Terminations for default that result in claim payments | -495 | -37 -26 |
| 2264 | Other adjustments, net | 1,665 | ..... |
| 2290 | Outstanding, end of year | 9,478 | 8,832 8,254 |

| | | | |
|-----------------------------------------------------------------------------------|----------------------------------------------------------------------|--------|---------------|
| Memorandum: | | | |
| 2299 | Guaranteed amount of guaranteed loans outstanding, end of year | 9,478 | 8,832 8,254 |
| Addendum: | | | |
| Cumulative balance of defaulted guaranteed loans that result in loans receivable: | | | |
| 2310 | Outstanding, start of year | 10,097 | 12,126 11,774 |
| 2331 | Disbursements for guaranteed loan claims | 564 | 100 78 |
| 2351 | Repayments of loans receivable | -277 | -415 -328 |
| 2361 | Write-offs of loans receivable | -278 | -37 -26 |
| 2364 | Other adjustments, net | 2,020 | ..... |
| 2390 | Outstanding, end of year | 12,126 | 11,774 11,498 |
| PLUS | | | |
| Cumulative balance of guaranteed loans outstanding: | | | |
| 2210 | Outstanding, start of year | 1,410 | 1,280 1,149 |
| 2251 | Repayments and prepayments | -182 | -69 -62 |
| Adjustments: | | | |
| 2261 | Terminations for default that result in loans receivable | -45 | -56 -49 |
| 2263 | Terminations for default that result in claim payments | -21 | -6 -5 |
| 2264 | Other adjustments, net | 118 | ..... |
| 2290 | Outstanding, end of year | 1,280 | 1,149 1,033 |
| Memorandum: | | | |
| 2299 | Guaranteed amount of guaranteed loans outstanding, end of year | 1,280 | 1,149 1,033 |
| Addendum: | | | |
| Cumulative balance of defaulted guaranteed loans that result in loans receivable: | | | |
| 2310 | Outstanding, start of year | 31 | 1,858 1,854 |
| 2331 | Disbursements for guaranteed loan claims | 45 | 56 49 |
| 2351 | Repayments of loans receivable | -60 | -54 -44 |
| 2361 | Write-offs of loans receivable | -19 | -6 -5 |
| 2364 | Other adjustments, net | 1,861 | ..... |
| 2390 | Outstanding, end of year | 1,858 | 1,854 1,854 |
| SLS | | | |
| Cumulative balance of guaranteed loans outstanding: | | | |
| 2210 | Outstanding, start of year | 23 | 39 58 |
| 2251 | Repayments and prepayments | -6 | -3 -3 |
| Adjustments: | | | |
| 2261 | Terminations for default that result in loans receivable ..... | ..... | ..... |
| 2263 | Terminations for default that result in claim payments ..... | ..... | ..... |
| 2264 | Other adjustments, net | 22 | 22 |
| 2290 | Outstanding, end of year | 39 | 58 55 |
| Memorandum: | | | |
| 2299 | Guaranteed amount of guaranteed loans outstanding, end of year | 39 | 58 55 |
| Addendum: | | | |
| Cumulative balance of defaulted guaranteed loans that result in loans receivable: | | | |
| 2310 | Outstanding, start of year | 294 | 62 293 |
| 2331 | Disbursements for guaranteed loan claims ..... | ..... | ..... |
| 2351 | Repayments of loans receivable ..... | ..... | -1 -1 |
| 2361 | Write-offs of loans receivable ..... | ..... | ..... |
| 2364 | Other adjustments, net | -232 | 232 |
| 2390 | Outstanding, end of year | 62 | 293 292 |
| CONSOLIDATION | | | |
| Cumulative balance of guaranteed loans outstanding: | | | |
| 2210 | Outstanding, start of year | 42,872 | 39,094 35,931 |
| 2251 | Repayments and prepayments | -6,083 | -2,099 -1,929 |
| Adjustments: | | | |
| 2261 | Terminations for default that result in loans receivable | -1,186 | -787 -648 |
| 2263 | Terminations for default that result in claim payments | -495 | -277 -276 |
| 2264 | Other adjustments, net | 3,986 | ..... |
| 2290 | Outstanding, end of year | 39,094 | 35,931 33,078 |
| Memorandum: | | | |
| 2299 | Guaranteed amount of guaranteed loans outstanding, end of year | 39,094 | 35,931 33,078 |
| Addendum: | | | |
| Cumulative balance of defaulted guaranteed loans that result in loans receivable: | | | |
| 2310 | Outstanding, start of year | 23,134 | 14,360 13,910 |
| 2331 | Disbursements for guaranteed loan claims | 1,186 | 787 648 |
| 2351 | Repayments of loans receivable | -909 | -960 -747 |
| 2361 | Write-offs of loans receivable | -423 | -277 -276 |

FEDERAL FAMILY EDUCATION LOAN PROGRAM FINANCING ACCOUNT—Continued
Status of Guaranteed Loans—Continued

| Identification code 091-4251-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------|-------------|-----------|-----------|
| 2364 Other adjustments, net | -8,628 | | |
| 2390 Outstanding, end of year | 14,360 | 13,910 | 13,535 |

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, formerly guaranteed student loans, 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 091-4251-0-3-502 | 2024 actual | 2025 actual |
|------------------------------------------------------------------------------------------|-------------|-------------|
| ASSETS: | | |
| Federal assets: | | |
| 1101 Fund balances with Treasury | 25,127 | 15,171 |
| Investments in U.S. securities: | | |
| 1106 Receivables, net | 3,924 | 267 |
| 1206 Non-Federal assets: Receivables, net | 2 | 3 |
| Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable: | | |
| 1501 Defaulted guaranteed loans receivable, gross | 37,512 | 37,963 |
| 1502 Interest receivable | 9,871 | 11,679 |
| 1505 Allowance for subsidy cost (-) | -36,290 | -42,286 |
| 1599 Net present value of assets related to defaulted guaranteed loans | 11,093 | 7,356 |
| 1901 Other Federal assets: Other assets | | |
| 1999 Total assets | 40,146 | 22,797 |
| LIABILITIES: | | |
| Federal liabilities: | | |
| 2101 Accounts payable | | |
| 2103 Debt | 28,338 | 28,338 |
| 2105 Other | 2,124 | 3,413 |
| Non-Federal liabilities: | | |
| 2201 Accounts payable | 14 | 12 |
| 2204 Liabilities for loan guarantees | 9,670 | -8,966 |
| 2999 Total liabilities | 40,146 | 22,797 |
| NET POSITION: | | |
| 3300 Cumulative results of operations | | |
| 4999 Total liabilities and net position | 40,146 | 22,797 |

TEMPORARY STUDENT LOAN PURCHASE AUTHORITY FINANCING ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-4453-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0006 Contract collection costs | | 31 | 32 |
| Credit program obligations: | | | |
| 0713 Payment of interest to Treasury | 531 | 705 | 569 |
| 0742 Downward reestimates paid to receipt accounts | 190 | 1,518 | |
| 0743 Interest on downward reestimates | 123 | 1,027 | |
| 0791 Direct program activities, subtotal | 844 | 3,250 | 569 |
| 0900 Total new obligations, unexpired accounts | 844 | 3,281 | 601 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 25 | 74 | |
| 1023 Unobligated balances applied to repay debt | -25 | -74 | |
| Financing authority: | | | |
| Borrowing authority, mandatory: | | | |
| 1400 Borrowing authority | 374 | 2,545 | |
| Spending authority from offsetting collections, mandatory: | | | |
| 1800 Collected | 899 | 3,195 | 2,533 |
| 1825 Spending authority from offsetting collections applied to repay debt | -355 | -2,459 | -1,932 |
| 1850 Spending auth from offsetting collections, mand (total) | 544 | 736 | 601 |
| 1900 Budget authority (total) | 918 | 3,281 | 601 |
| 1930 Total budgetary resources available | 918 | 3,281 | 601 |

| 1941 | Memorandum (non-add) entries: | 74 | | |
|-------------------------------------|--------------------------------------------|------|--------|------|
| | Unexpired unobligated balance, end of year | | | |
| Change in obligated balance: | | | | |
| Unpaid obligations: | | | | |
| 3000 | Unpaid obligations, brought forward, Oct 1 | 1 | 1 | 1 |
| 3010 | New obligations, unexpired accounts | 844 | 3,281 | 601 |
| 3020 | Outlays (gross) | -844 | -3,281 | -601 |
| 3050 | Unpaid obligations, end of year | 1 | 1 | 1 |
| Memorandum (non-add) entries: | | | | |
| 3100 | Obligated balance, start of year | 1 | 1 | 1 |
| 3200 | Obligated balance, end of year | 1 | 1 | 1 |

| Financing authority and disbursements, net: | | | | |
|--------------------------------------------------------------|------------------------------------------------------------|------|--------|--------|
| Mandatory: | | | | |
| 4090 | Budget authority, gross | 918 | 3,281 | 601 |
| Financing disbursements: | | | | |
| 4110 | Outlays, gross (total) | 844 | 3,281 | 601 |
| Offsets against gross financing authority and disbursements: | | | | |
| Offsetting collections (collected) from: | | | | |
| 4120 | Upward reestimate | -91 | | |
| 4120 | Upward reestimate interest | -52 | | |
| 4122 | Interest on uninvested funds | -13 | | |
| 4123 | Principal repayments | -419 | -2,419 | -1,799 |
| 4123 | Interest repayments | -324 | -776 | -734 |
| 4130 | Offsets against gross budget authority and outlays (total) | -899 | -3,195 | -2,533 |
| 4160 | Budget authority, net (mandatory) | 19 | 86 | -1,932 |
| 4170 | Outlays, net (mandatory) | -55 | 86 | -1,932 |
| 4180 | Budget authority, net (total) | 19 | 86 | -1,932 |
| 4190 | Outlays, net (total) | -55 | 86 | -1,932 |

Status of Direct Loans (in millions of dollars)

| Identification code 091-4453-0-3-502 | 2025 actual | 2026 est. | 2027 est. | |
|--------------------------------------------------------|----------------------------------------|-----------|-----------|--------|
| Cumulative balance of direct loans outstanding: | | | | |
| 1210 | Outstanding, start of year | 20,321 | 19,594 | 16,989 |
| 1251 | Repayments: Repayments and prepayments | -419 | -2,419 | -1,799 |
| 1264 | Other adjustments, net (+ or -) | -308 | -186 | -186 |
| 1290 | Outstanding, end of year | 19,594 | 16,989 | 15,004 |

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 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 091-4453-0-3-502 | 2024 actual | 2025 actual |
|-------------------------------------------------------------------|-------------|-------------|
| ASSETS: | | |
| Federal assets: | | |
| 1101 Fund balances with Treasury | 26 | 76 |
| Investments in U.S. securities: | | |
| 1106 Receivables, net | 124 | |
| Net value of assets related to post-1991 direct loans receivable: | | |
| 1401 Direct loans receivable, gross | 20,321 | 19,594 |
| 1402 Interest receivable | 5,164 | 5,351 |
| 1405 Allowance for subsidy cost (-) | -7,936 | -6,055 |
| 1499 Net present value of assets related to direct loans | 17,549 | 18,890 |
| 1901 Other Federal assets: Other assets | | |
| 1999 Total assets | 17,699 | 18,966 |
| LIABILITIES: | | |
| Federal liabilities: | | |
| 2101 Accounts payable | | |
| 2103 Debt | 17,699 | 17,182 |
| 2105 Other | | 1,784 |
| 2201 Non-Federal liabilities: Accounts payable | | |
| 2999 Total liabilities | 17,699 | 18,966 |
| NET POSITION: | | |
| 3300 Cumulative results of operations | | |
| 4999 Total liabilities and net position | 17,699 | 18,966 |

STUDENT LOAN ACQUISITION ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-4449-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0005 Contract collection costs | | 18 | 18 |
| Credit program obligations: | | | |
| 0713 Payment of interest to Treasury | 282 | 559 | 332 |
| 0742 Downward reestimates paid to receipt accounts | 243 | 1,004 | |
| 0743 Interest on downward reestimates | 150 | 694 | |
| 0791 Direct program activities, subtotal | 675 | 2,257 | 332 |
| 0900 Total new obligations, unexpired accounts | 675 | 2,275 | 350 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 2,930 | 3,148 | |
| 1023 Unobligated balances applied to repay debt | -40 | -3,148 | |
| 1070 Unobligated balance (total) | 2,890 | | |
| Financing authority: | | | |
| Borrowing authority, mandatory: | | | |
| 1400 Borrowing authority | 588 | 1,698 | |
| Spending authority from offsetting collections, mandatory: | | | |
| 1800 Collected | 682 | 639 | 915 |
| 1825 Spending authority from offsetting collections applied to repay debt | -337 | -62 | -564 |
| 1850 Spending auth from offsetting collections, mand (total) | 345 | 577 | 351 |
| 1900 Budget authority (total) | 933 | 2,275 | 351 |
| 1930 Total budgetary resources available | 3,823 | 2,275 | 351 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 3,148 | | 1 |

| Identification code 091-4449-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|-------------------------------------------------|-------------|-----------|-----------|
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 1 | 1 | 1 |
| 3010 New obligations, unexpired accounts | 675 | 2,275 | 350 |
| 3020 Outlays (gross) | -675 | -2,275 | -350 |
| 3050 Unpaid obligations, end of year | 1 | 1 | 1 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 1 | 1 | 1 |
| 3200 Obligated balance, end of year | 1 | 1 | 1 |

| Identification code 091-4449-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------|-------------|-----------|-----------|
| Financing authority and disbursements, net: | | | |
| Mandatory: | | | |
| 4090 Budget authority, gross | 933 | 2,275 | 351 |
| Financing disbursements: | | | |
| 4110 Outlays, gross (total) | 675 | 2,275 | 350 |
| Offsets against gross financing authority and disbursements: | | | |
| Offsetting collections (collected) from: | | | |
| 4120 Upward reestimate | -61 | | |
| 4120 Upward reestimate interest | -34 | | |
| 4122 Interest on uninvested funds | -96 | | |
| 4123 Principal repayments | -318 | -361 | -634 |
| 4123 Borrower interest repayments | -173 | -278 | -281 |
| 4130 Offsets against gross budget authority and outlays (total) | -682 | -639 | -915 |
| 4160 Budget authority, net (mandatory) | 251 | 1,636 | -564 |
| 4170 Outlays, net (mandatory) | -7 | 1,636 | -565 |
| 4180 Budget authority, net (total) | 251 | 1,636 | -564 |
| 4190 Outlays, net (total) | -7 | 1,636 | -565 |

Status of Direct Loans (in millions of dollars)

| Identification code 091-4449-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|-------------------------------------------------|-------------|-----------|-----------|
| Cumulative balance of direct loans outstanding: | | | |
| 1210 Outstanding, start of year | 11,568 | 10,914 | 10,420 |
| 1251 Repayments: Repayments and prepayments | -317 | -361 | -634 |
| 1264 Other adjustments, net (+ or -) | -337 | -133 | -126 |
| 1290 Outstanding, end of year | 10,914 | 10,420 | 9,660 |

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 091-4449-0-3-502 | 2024 actual | 2025 actual |
|-------------------------------------------------------------------|-------------|-------------|
| ASSETS: | | |
| Federal assets: | | |
| 1101 Fund balances with Treasury | 2,932 | 3,149 |
| Investments in U.S. securities: | | |
| 1106 Receivables, net | 82 | |
| Net value of assets related to post-1991 direct loans receivable: | | |
| 1401 Direct loans receivable, gross | 11,568 | 10,914 |
| 1402 Interest receivable | 2,750 | 2,984 |
| 1405 Allowance for subsidy cost (-) | -7,686 | -6,444 |
| 1499 Net present value of assets related to direct loans | 6,632 | 7,454 |
| 1901 Other Federal assets: Other assets | | 1 |
| 1999 Total assets | 9,646 | 10,604 |
| LIABILITIES: | | |
| Federal liabilities: | | |
| 2101 Accounts payable | | |
| 2103 Debt | 9,177 | 9,389 |
| 2105 Other | 469 | 1,215 |
| 2201 Non-Federal liabilities: Accounts payable | | |
| 2999 Total liabilities | 9,646 | 10,604 |
| NET POSITION: | | |
| 3300 Cumulative results of operations | | |
| 4999 Total liabilities and net position | 9,646 | 10,604 |

TEMPORARY STUDENT LOAN PURCHASE AUTHORITY CONDUIT FINANCING ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-4459-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0003 Contract collection costs | | 2 | 2 |
| Credit program obligations: | | | |
| 0713 Payment of interest to Treasury | 42 | 41 | 41 |
| 0900 Total new obligations, unexpired accounts | 42 | 43 | 43 |

| Identification code 091-4459-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------------------------------|-------------|-----------|-----------|
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 3 | 6 | 5 |
| 1023 Unobligated balances applied to repay debt | -3 | | |
| 1070 Unobligated balance (total) | | 6 | 5 |
| Financing authority: | | | |
| Borrowing authority, mandatory: | | | |
| 1400 Borrowing authority | 9 | | |
| Spending authority from offsetting collections, mandatory: | | | |
| 1800 Collected | 39 | 47 | 47 |
| 1825 Spending authority from offsetting collections applied to repay debt | | -5 | -5 |
| 1850 Spending auth from offsetting collections, mand (total) | 39 | 42 | 42 |
| 1900 Budget authority (total) | 48 | 42 | 42 |
| 1930 Total budgetary resources available | 48 | 48 | 47 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 6 | 5 | 4 |

| Identification code 091-4459-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|-------------------------------------------------|-------------|-----------|-----------|
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | | | 1 |
| 3010 New obligations, unexpired accounts | 42 | 43 | 43 |
| 3020 Outlays (gross) | -42 | -42 | -42 |
| 3050 Unpaid obligations, end of year | | 1 | 2 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | | | 1 |
| 3200 Obligated balance, end of year | | 1 | 2 |

| Identification code 091-4459-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------------------------------|-------------|-----------|-----------|
| Financing authority and disbursements, net: | | | |
| Mandatory: | | | |
| 4090 Budget authority, gross | 48 | 42 | 42 |
| Financing disbursements: | | | |
| 4110 Outlays, gross (total) | 42 | 42 | 42 |
| Offsets against gross financing authority and disbursements: | | | |
| Offsetting collections (collected) from: | | | |
| 4122 Interest on uninvested funds | -1 | | |
| 4123 Principal repayments | -24 | -30 | -30 |
| 4123 Interest repayments | -14 | -17 | -17 |

TEMPORARY STUDENT LOAN PURCHASE AUTHORITY CONDUIT FINANCING
ACCOUNT—Continued

Program and Financing—Continued

| Identification code 091-4459-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|----------------------------------------------------------------------|-------------|-----------|-----------|
| 4130 Offsets against gross budget authority and outlays (total) | -39 | -47 | -47 |
| 4160 Budget authority, net (mandatory) | 9 | -5 | -5 |
| 4170 Outlays, net (mandatory) | 3 | -5 | -5 |
| 4180 Budget authority, net (total) | 9 | -5 | -5 |
| 4190 Outlays, net (total) | 3 | -5 | -5 |

Status of Direct Loans (in millions of dollars)

| Identification code 091-4459-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------|-------------|-----------|-----------|
| Cumulative balance of direct loans outstanding: | | | |
| 1210 Outstanding, start of year | 1,128 | 1,109 | 1,079 |
| 1251 Repayments: Repayments and prepayments | -24 | -30 | -30 |
| 1264 Other adjustments, net (+ or -) | 5 | | |
| 1290 Outstanding, end of year | 1,109 | 1,079 | 1,049 |

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 091-4459-0-3-502 | 2024 actual | 2025 actual |
|-------------------------------------------------------------------|-------------|-------------|
| ASSETS: | | |
| 1101 Federal assets: Fund balances with Treasury | 3 | 6 |
| Net value of assets related to post-1991 direct loans receivable: | | |
| 1401 Direct loans receivable, gross | 1,128 | 1,109 |
| 1402 Interest receivable | 389 | 423 |
| 1405 Allowance for subsidy cost (-) | -150 | -162 |
| 1499 Net present value of assets related to direct loans | 1,367 | 1,370 |
| 1901 Other Federal assets: Other assets | | |
| 1999 Total assets | 1,370 | 1,376 |
| LIABILITIES: | | |
| 2103 Federal liabilities: Debt | 1,370 | 1,376 |
| 2201 Non-Federal liabilities: Accounts payable | | |
| 2999 Total liabilities | 1,370 | 1,376 |
| NET POSITION: | | |
| 3300 Cumulative results of operations | | |
| 4999 Total liabilities and net position | 1,370 | 1,376 |

FEDERAL FAMILY EDUCATION LOAN LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-0230-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0101 Interest benefits, net of origination fees | 3 | 3 | 2 |
| 0103 Default claims | 1 | 14 | 14 |
| 0104 Death, disability, and bankruptcy claims | | 15 | 15 |
| 0105 Contract collection costs | | 5 | 5 |
| 0191 Subtotal, Stafford loans | 4 | 37 | 36 |
| 0201 Default claims | | 2 | 2 |
| 0202 Death, disability, and bankruptcy claims | | 1 | 1 |
| 0291 Subtotal, PLUS/SLS loans | | 3 | 3 |
| 0900 Total new obligations, unexpired accounts | 4 | 40 | 39 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 83 | 97 | |
| 1022 Capital transfer of unobligated balances to general fund | -83 | -97 | |
| 1033 Recoveries of prior year paid obligations | 1 | | |
| 1070 Unobligated balance (total) | 1 | | |

Budget authority:

| | | | |
|-----------------------------------------------------------------------------------------------|-----|------|------|
| Appropriations, mandatory: | | | |
| 1200 Appropriation | 50 | | |
| Spending authority from offsetting collections, mandatory: | | | |
| 1800 Collected | 50 | 209 | 174 |
| 1820 Capital transfer of spending authority from offsetting collections to general fund | | -169 | -135 |
| 1850 Spending auth from offsetting collections, mand (total) | 50 | 40 | 39 |
| 1900 Budget authority (total) | 100 | 40 | 39 |
| 1930 Total budgetary resources available | 101 | 40 | 39 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 97 | | |

Change in obligated balance:

| | | | |
|------------------------------------------------|----|-----|-----|
| Unpaid obligations: | | | |
| 3010 New obligations, unexpired accounts | 4 | 40 | 39 |
| 3020 Outlays (gross) | -4 | -40 | -39 |

Budget authority and outlays, net:

| | | | |
|--------------------------------------------------------------------------|-----|------|------|
| Mandatory: | | | |
| 4090 Budget authority, gross | 100 | 40 | 39 |
| Outlays, gross: | | | |
| 4100 Outlays from new mandatory authority | 4 | 40 | 39 |
| Offsets against gross budget authority and outlays: | | | |
| Offsetting collections (collected) from: | | | |
| 4123 Fed collections on defaulted loans, Stafford | -40 | -184 | -154 |
| 4123 Federal collections on defaulted loans, PLUS/SLS | -11 | -25 | -20 |
| 4130 Offsets against gross budget authority and outlays (total) | -51 | -209 | -174 |
| Additional offsets against gross budget authority only: | | | |
| 4143 Recoveries of prior year paid obligations, unexpired accounts | 1 | | |
| 4160 Budget authority, net (mandatory) | 50 | -169 | -135 |
| 4170 Outlays, net (mandatory) | -47 | -169 | -135 |
| 4180 Budget authority, net (total) | 50 | -169 | -135 |
| 4190 Outlays, net (total) | -47 | -169 | -135 |

Status of Guaranteed Loans (in millions of dollars)

| Identification code 091-0230-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------------------------------|-------------|-----------|-----------|
| STAFFORD LOANS | | | |
| Cumulative balance of guaranteed loans outstanding: | | | |
| 2210 Outstanding, start of year | 885 | 531 | 490 |
| 2251 Repayments and prepayments | -31 | -13 | -13 |
| Adjustments: | | | |
| 2261 Terminations for default that result in loans receivable | | -14 | -14 |
| 2263 Terminations for default that result in claim payments | | -14 | -14 |
| 2264 Other adjustments, net | -323 | | |
| 2290 Outstanding, end of year | 531 | 490 | 449 |
| Memorandum: | | | |
| 2299 Guaranteed amount of guaranteed loans outstanding, end of year | 530 | 489 | 447 |

Addendum:

| | | | |
|-----------------------------------------------------------------------------------|-------|-------|-------|
| Cumulative balance of defaulted guaranteed loans that result in loans receivable: | | | |
| 2310 Outstanding, start of year | 2,541 | 2,684 | 2,514 |
| 2331 Disbursements for guaranteed loan claims | 1 | 15 | 15 |
| 2351 Repayments of loans receivable | -19 | -171 | -171 |
| 2361 Write-offs of loans receivable | | -14 | -15 |
| 2364 Other adjustments, net | 161 | | |
| 2390 Outstanding, end of year | 2,684 | 2,514 | 2,343 |

PLUS/SLS LOANS

| | | | |
|---------------------------------------------------------------------|-----|----|----|
| Cumulative balance of guaranteed loans outstanding: | | | |
| 2210 Outstanding, start of year | 108 | 54 | 49 |
| 2251 Repayments and prepayments | -5 | -2 | -2 |
| Adjustments: | | | |
| 2261 Terminations for default that result in loans receivable | | -2 | -2 |
| 2263 Terminations for default that result in claim payments | | -1 | -1 |
| 2264 Other adjustments, net | -49 | | |
| 2290 Outstanding, end of year | 54 | 49 | 44 |

Memorandum:

| | | | |
|---------------------------------------------------------------------------|----|----|----|
| 2299 Guaranteed amount of guaranteed loans outstanding, end of year | 54 | 49 | 44 |
|---------------------------------------------------------------------------|----|----|----|

Addendum:

| | | | |
|-----------------------------------------------------------------------------------|-----|-----|-----|
| Cumulative balance of defaulted guaranteed loans that result in loans receivable: | | | |
| 2310 Outstanding, start of year | 526 | 411 | 389 |

| | | | | |
|------|------------------------------------------------|------|-----|-----|
| 2331 | Disbursements for guaranteed loan claims | 2 | 2 | |
| 2351 | Repayments of loans receivable | -3 | -23 | -23 |
| 2361 | Write-offs of loans receivable | | -1 | -1 |
| 2364 | Other adjustments, net | -112 | | |
| 2390 | Outstanding, end of year | 411 | 389 | 367 |

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 091-0230-0-1-502 | 2024 actual | 2025 actual |
|-------------------------------------------------------------------------|-------------|-------------|
| ASSETS: | | |
| 1101 Federal assets: Fund balances with Treasury | 83 | 97 |
| 1701 Defaulted guaranteed loans, gross | 3,067 | 3,095 |
| 1702 Interest receivable | 5,314 | 5,460 |
| 1703 Allowance for estimated uncollectible loans and interest (-) | -8,246 | -8,325 |
| 1799 Value of assets related to loan guarantees | 135 | 230 |
| 1999 Total assets | 218 | 327 |
| LIABILITIES: | | |
| 2104 Federal liabilities: Resources payable to Treasury | 155 | 297 |
| Non-Federal liabilities: | | |
| 2201 Accounts payable | | |
| 2204 Liabilities for loan guarantees | | 1 |
| 2999 Total liabilities | 155 | 298 |
| NET POSITION: | | |
| 3100 Unexpended appropriations | 100 | 149 |
| 3300 Cumulative results of operations | -37 | -120 |
| 3999 Total net position | 63 | 29 |
| 4999 Total liabilities and net position | 218 | 327 |

Object Classification (in millions of dollars)

| Identification code 091-0230-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|------------------------------------------------------|-------------|-----------|-----------|
| Direct obligations: | | | |
| 33.0 Investments and loans | | 25 | 24 |
| 41.0 Grants, subsidies, and contributions | 3 | | |
| 42.0 Insurance claims and indemnities | 1 | 15 | 15 |
| 99.0 Direct obligations | 4 | 40 | 39 |
| 99.9 Total new obligations, unexpired accounts | 4 | 40 | 39 |

HEALTH EDUCATION ASSISTANCE LOANS PROGRAM ACCOUNT

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

| Identification code 091-0247-0-1-502 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------|-------------|-----------|-----------|
| Guaranteed loan reestimates: | | | |
| 235001 HEAL Loan Guarantee | -2 | -1 | |

Consistent with the Consolidated Appropriations Act, 2014 (P.L. 113-76), the Health Education Assistance Loans (HEAL) program was transferred to the Department of Education from the Department of Health and Human Services in 2014. The Department of Education assumed responsibility for the program and the authority to administer, service, collect, and enforce the program.

The HEAL program guarantees loans from private lenders to health professions students to pay for the costs of their training. As required by the Federal Credit Reform Act of 1990, this account records the subsidy costs associated with HEAL loan guarantees committed in 1992 and beyond (including modifications of HEAL loan guarantees that resulted from ob-

ligations or commitments in any year), as well as administrative expenses of the program.

HEALTH EDUCATION ASSISTANCE LOANS FINANCING ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-4300-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| Credit program obligations: | | | |
| 0711 Default claim payments on principal | | 4 | 4 |
| 0713 Payment of interest to Treasury | 1 | 2 | 2 |
| 0715 Default Collection Costs | | 1 | 1 |
| 0743 Interest on downward reestimates | 2 | 1 | |
| 0900 Total new obligations, unexpired accounts | 3 | 8 | 7 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 15 | 15 | 12 |
| Financing authority: | | | |
| Spending authority from offsetting collections, mandatory: | | | |
| 1800 Collected | 3 | 5 | 5 |
| 1900 Budget authority (total) | 3 | 5 | 5 |
| 1930 Total budgetary resources available | 18 | 20 | 17 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 15 | 12 | 10 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | | | 2 |
| 3010 New obligations, unexpired accounts | 3 | 8 | 7 |
| 3020 Outlays (gross) | -3 | -6 | -6 |
| 3050 Unpaid obligations, end of year | | 2 | 3 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | | | 2 |
| 3200 Obligated balance, end of year | | 2 | 3 |
| Financing authority and disbursements, net: | | | |
| Mandatory: | | | |
| 4090 Budget authority, gross | 3 | 5 | 5 |
| Financing disbursements: | | | |
| 4110 Outlays, gross (total) | 3 | 6 | 6 |
| Offsets against gross financing authority and disbursements: | | | |
| Offsetting collections (collected) from: | | | |
| 4122 Interest on uninvested funds | -1 | -2 | -2 |
| 4123 Non-Federal sources | -2 | -3 | -3 |
| 4130 Offsets against gross budget authority and outlays (total) ... | -3 | -5 | -5 |
| 4160 Budget authority, net (mandatory) | | | |
| 4170 Outlays, net (mandatory) | | 1 | 1 |
| 4180 Budget authority, net (total) | | | |
| 4190 Outlays, net (total) | | 1 | 1 |

Status of Guaranteed Loans (in millions of dollars)

| Identification code 091-4300-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------------------------|-------------|-----------|-----------|
| Position with respect to appropriations act limitation on commitments: | | | |
| 2143 Uncommitted limitation carried forward | | | |
| 2150 Total guaranteed loan commitments | | | |
| Cumulative balance of guaranteed loans outstanding: | | | |
| 2210 Outstanding, start of year | 17 | 9 | 7 |
| 2251 Repayments and prepayments | -6 | -6 | -6 |
| Adjustments: | | | |
| 2261 Terminations for default that result in loans receivable | -3 | -3 | -3 |
| 2263 Terminations for default that result in claim payments | -1 | -1 | -1 |
| 2264 Other adjustments, net | 2 | 8 | 8 |
| 2290 Outstanding, end of year | 9 | 7 | 5 |
| Memorandum: | | | |
| 2299 Guaranteed amount of guaranteed loans outstanding, end of year | 9 | 7 | 5 |
| Addendum: | | | |
| Cumulative balance of defaulted guaranteed loans that result in loans receivable: | | | |
| 2310 Outstanding, start of year | 122 | 116 | 115 |

HEALTH EDUCATION ASSISTANCE LOANS FINANCING ACCOUNT—Continued
Status of Guaranteed Loans—Continued

| Identification code 091-4300-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------|-------------|-----------|-----------|
| 2331 Disbursements for guaranteed loan claims | 3 | 3 | 3 |
| 2351 Repayments and prepayments | -3 | -3 | -3 |
| 2361 Write-offs of loans receivable | -1 | -1 | -1 |
| 2364 Other adjustments, net | -5 | | |
| 2390 Outstanding, end of year | 116 | 115 | 114 |

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.

Balance Sheet (in millions of dollars)

| Identification code 091-4300-0-3-502 | 2024 actual | 2025 actual |
|------------------------------------------------------------------------------------------|-------------|-------------|
| ASSETS: | | |
| 1101 Federal assets: Fund balances with Treasury | 15 | 14 |
| Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable: | | |
| 1501 Defaulted guaranteed loans receivable, gross | 122 | 116 |
| 1502 Interest receivable | 20 | 22 |
| 1505 Allowance for subsidy cost (-) | 74 | 80 |
| 1599 Net present value of assets related to defaulted guaranteed loans | 216 | 218 |
| 1901 Other Federal assets: Other assets | | |
| 1999 Total assets | 231 | 232 |
| LIABILITIES: | | |
| 2103 Federal liabilities: Debt | 17 | 17 |
| Non-Federal liabilities: | | |
| 2203 Debt | | |
| 2204 Liabilities for loan guarantees | 214 | 215 |
| 2999 Total liabilities | 231 | 232 |
| NET POSITION: | | |
| 3300 Cumulative results of operations | | |
| 4999 Total liabilities and net position | 231 | 232 |

HEALTH EDUCATION ASSISTANCE LOANS LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

| Identification code 091-4299-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| Credit program obligations: | | | |
| 0715 Default Collections Costs | | 1 | 1 |
| 0900 Total new obligations, unexpired accounts (object class 33.0) | | 1 | 1 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 3 | 4 | |
| 1022 Capital transfer of unobligated balances to general fund | -3 | -4 | |
| Budget authority: | | | |
| Appropriations, mandatory: | | | |
| 1200 Appropriation | 1 | | |
| Spending authority from offsetting collections, mandatory: | | | |
| 1800 Collected | 3 | 3 | 2 |
| 1820 Capital transfer of spending authority from offsetting collections to general fund | | -2 | -1 |
| 1850 Spending auth from offsetting collections, mand (total) | 3 | 1 | 1 |
| 1900 Budget authority (total) | 4 | 1 | 1 |
| 1930 Total budgetary resources available | 4 | 1 | 1 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 4 | | |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3010 New obligations, unexpired accounts | | 1 | 1 |
| 3020 Outlays (gross) | | -1 | -1 |

Budget authority and outlays, net:

| Identification code 091-4299-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------|-------------|-----------|-----------|
| Mandatory: | | | |
| 4090 Budget authority, gross | 4 | 1 | 1 |
| Outlays, gross: | | | |
| 4100 Outlays from new mandatory authority | | 1 | 1 |
| Offsets against gross budget authority and outlays: | | | |
| Offsetting collections (collected) from: | | | |
| 4123 Non-Federal sources | -3 | -3 | -2 |
| 4180 Budget authority, net (total) | 1 | -2 | -1 |
| 4190 Outlays, net (total) | -3 | -2 | -1 |

Status of Guaranteed Loans (in millions of dollars)

| Identification code 091-4299-0-3-502 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------------------------|-------------|-----------|-----------|
| Cumulative balance of guaranteed loans outstanding: | | | |
| 2210 Outstanding, start of year | 2 | 1 | 1 |
| 2251 Repayments and prepayments | -1 | -1 | -1 |
| Adjustments: | | | |
| 2261 Terminations for default that result in loans receivable | | | |
| 2264 Other adjustments, net | | 1 | 1 |
| 2290 Outstanding, end of year | 1 | 1 | 1 |
| Memorandum: | | | |
| 2299 Guaranteed amount of guaranteed loans outstanding, end of year | 1 | | |
| Addendum: | | | |
| Cumulative balance of defaulted guaranteed loans that result in loans receivable: | | | |
| 2310 Outstanding, start of year | 241 | 216 | 213 |
| 2331 Disbursements for guaranteed loan claims | | | |
| 2351 Repayments of loans receivable | -3 | -3 | -3 |
| 2361 Write-offs of loans receivable | | | |
| 2364 Other adjustments, net | -22 | | |
| 2390 Outstanding, end of year | 216 | 213 | 210 |

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 Health Education Assistance Loans 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.

Balance Sheet (in millions of dollars)

| Identification code 091-4299-0-3-502 | 2024 actual | 2025 actual |
|-------------------------------------------------------------------------|-------------|-------------|
| ASSETS: | | |
| 1101 Federal assets: Fund balances with Treasury | 3 | 3 |
| 1701 Defaulted guaranteed loans, gross | 241 | 216 |
| 1702 Interest receivable | 13 | 20 |
| 1703 Allowance for estimated uncollectible loans and interest (-) | | |
| 1799 Value of assets related to loan guarantees | 254 | 236 |
| 1901 Other Federal assets: Other assets | -69 | -51 |
| 1999 Total assets | 188 | 188 |
| LIABILITIES: | | |
| 2104 Federal liabilities: Resources payable to Treasury | 162 | 162 |
| Non-Federal liabilities: | | |
| 2204 Liabilities for loan guarantees | 41 | 41 |
| 2207 Other | 2 | 2 |
| 2999 Total liabilities | 205 | 205 |
| NET POSITION: | | |
| 3300 Cumulative results of operations | -17 | -17 |
| 4999 Total liabilities and net position | 188 | 188 |

INSTITUTE OF EDUCATION SCIENCES

Federal Funds

INSTITUTE OF EDUCATION SCIENCES

For necessary expenses for the Institute of Education Sciences as authorized by section 208 of the Department of Education Organization Act and carrying out activities authorized by the National Assessment of Educational Progress Authorization Act and section 664 of the Individuals with Disabilities Education Act, \$261,300,000, which shall remain available through September 30, 2028.

Program and Financing (in millions of dollars)

| Identification code 091-1100-0-1-503 | 2025 actual | 2026 est. | 2027 est. |
|-------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Research, development, and dissemination | 164 | 30 | 40 |
| 0002 Statistics | 66 | 31 | 42 |
| 0003 Regional educational laboratories | 30 | 30 | ..... |
| 0004 National Assessment | 138 | 138 | 130 |
| 0005 National Assessment Governing Board | 5 | 5 | 7 |
| 0006 Research in special education | 49 | 1 | 10 |
| 0007 Statewide longitudinal data systems | 2 | 20 | ..... |
| 0008 Special education studies and evaluations | 6 | 2 | 2 |
| 0009 Direct program activity [Program Administration] | 57 | 50 | 30 |
| 0010 Undistributed ..... | ..... | 233 | ..... |
| 0100 Total direct program | 517 | 540 | 261 |
| 0799 Total direct obligations | 517 | 540 | 261 |
| 0900 Total new obligations, unexpired accounts | 517 | 540 | 261 |

| | | | |
|----------------------------------------------------------------------|-------|-------|-------|
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 215 | 510 | 740 |
| 1001 Discretionary unobligated balance brought fwd, Oct 1 | 215 | ..... | ..... |
| 1021 Recoveries of prior year unpaid obligations | 26 | 5 | 5 |
| 1070 Unobligated balance (total) | 241 | 515 | 745 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 793 | 790 | 261 |
| 1131 Unobligated balance of appropriations permanently reduced ..... | ..... | -25 | ..... |
| 1160 Appropriation, discretionary (total) | 793 | 765 | 261 |
| 1900 Budget authority (total) | 793 | 765 | 261 |
| 1930 Total budgetary resources available | 1,034 | 1,280 | 1,006 |
| Memorandum (non-add) entries: | | | |
| 1940 Unobligated balance expiring | -7 | ..... | ..... |
| 1941 Unexpired unobligated balance, end of year | 510 | 740 | 745 |

| | | | |
|-------------------------------------------------------------------|------|-------|-------|
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 795 | 576 | 665 |
| 3010 New obligations, unexpired accounts | 517 | 540 | 261 |
| 3020 Outlays (gross) | -673 | -446 | -486 |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -26 | -5 | -5 |
| 3041 Recoveries of prior year unpaid obligations, expired | -37 | ..... | ..... |
| 3050 Unpaid obligations, end of year | 576 | 665 | 435 |
| Uncollected payments: | | | |
| 3060 Uncollected pymts, Fed sources, brought forward, Oct 1 | -2 | -2 | -2 |
| 3090 Uncollected pymts, Fed sources, end of year | -2 | -2 | -2 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 793 | 574 | 663 |
| 3200 Obligated balance, end of year | 574 | 663 | 433 |

| | | | |
|-----------------------------------------------------|-----|-----|-------|
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 793 | 765 | 261 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 108 | 128 | 54 |
| 4011 Outlays from discretionary balances | 560 | 308 | 432 |
| 4020 Outlays, gross (total) | 668 | 436 | 486 |
| Mandatory: | | | |
| Outlays, gross: | | | |
| 4101 Outlays from mandatory balances | 5 | 10 | ..... |
| 4180 Budget authority, net (total) | 793 | 765 | 261 |
| 4190 Outlays, net (total) | 673 | 446 | 486 |

Research, Statistics, and Assessment:

Research, development, and dissemination.—Funds support a diverse portfolio of research, development, and dissemination activities that provide parents, teachers, and schools with evidence-based information on effective educational practices.

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 education statistics at all levels, from preschool through postsecondary and adult education, including statistics on international education activities.

Assessment.—Funds support the ongoing National Assessment of Educational Progress (NAEP) and the National Assessment Governing Board (NAGB). NAEP administers assessments to samples of students in order to gather reliable information about educational attainment in important academic areas. NAGB is responsible for formulating NAEP policy; developing student achievement levels; and selecting, consistent with the requirements of the statute, the subjects to be assessed.

Research in special education.—Funds support research to build the evidence base on improving special education and early intervention services and outcomes for infants, toddlers, and children with disabilities.

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 outcomes for infants, toddlers, and children with disabilities.

Program Administration.—Funds support the salaries and expenses required to administer grants, contracts, and programs for the Institute of Education Sciences.

Object Classification (in millions of dollars)

| Identification code 091-1100-0-1-503 | 2025 actual | 2026 est. | 2027 est. |
|----------------------------------------------------------|-------------|-----------|-----------|
| Direct obligations: | | | |
| Personnel compensation: | | | |
| 11.1 Full-time permanent | 29 | 9 | 13 |
| 11.3 Other than full-time permanent | 3 | 1 | ..... |
| 11.5 Other personnel compensation | 1 | ..... | ..... |
| 11.9 Total personnel compensation | 33 | 10 | 13 |
| 12.1 Civilian personnel benefits | 11 | 3 | 4 |
| 13.0 Benefits for former personnel | 2 | ..... | ..... |
| 23.1 Rental payments to GSA | 3 | 3 | 2 |
| 25.1 Advisory and assistance services | 23 | 26 | 21 |
| 25.2 Other services from non-Federal sources | 205 | 239 | 109 |
| 25.3 Other goods and services from Federal sources | 1 | 1 | 1 |
| 25.5 Research and development contracts | 42 | 42 | 42 |
| 25.7 Operation and maintenance of equipment | 16 | 16 | 16 |
| 41.0 Grants, subsidies, and contributions | 180 | 200 | 53 |
| 99.0 Direct obligations | 516 | 540 | 261 |
| 99.5 Adjustment for rounding | 1 | ..... | ..... |
| 99.9 Total new obligations, unexpired accounts | 517 | 540 | 261 |

Employment Summary

| Identification code 091-1100-0-1-503 | 2025 actual | 2026 est. | 2027 est. |
|------------------------------------------------------------|-------------|-----------|-----------|
| 1001 Direct civilian full-time equivalent employment | 197 | 64 | 75 |

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, \$100,000,000: Provided further, That none of the funds provided by this Act may be used to support a number of non-career employees that is above the number of non-career employees as of December 31, 2022.

Program and Financing (in millions of dollars)

| Identification code 091-0800-0-1-503 | 2025 actual | 2026 est. | 2027 est. |
|------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Program administration | 399 | 399 | 100 |
| 0002 Building Modernization | 6 | ..... | ..... |
| 0799 Total direct obligations | 405 | 399 | 100 |
| 0811 Reimbursable program activity 1 | 6 | 6 | 6 |
| 0899 Total reimbursable obligations | 6 | 6 | 6 |
| 0900 Total new obligations, unexpired accounts | 411 | 405 | 106 |

PROGRAM ADMINISTRATION—Continued
Program and Financing—Continued

| Identification code 091-0800-0-1-503 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------------------------|-------------|-----------|-----------|
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 6 | 1 | 1 |
| 1021 Recoveries of prior year unpaid obligations | 1 | | |
| 1070 Unobligated balance (total) | 7 | 1 | 1 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 Appropriation | 420 | 399 | 100 |
| Spending authority from offsetting collections, discretionary: | | | |
| 1700 Collected | | 6 | 6 |
| 1701 Change in uncollected payments, Federal sources | 6 | | |
| 1750 Spending auth from offsetting collections, disc (total) | 6 | 6 | 6 |
| 1900 Budget authority (total) | 426 | 405 | 106 |
| 1930 Total budgetary resources available | 433 | 406 | 107 |
| Memorandum (non-add) entries: | | | |
| 1940 Unobligated balance expiring | -21 | | |
| 1941 Unexpired unobligated balance, end of year | 1 | 1 | 1 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 131 | 128 | 113 |
| 3010 New obligations, unexpired accounts | 411 | 405 | 106 |
| 3011 Obligations ("upward adjustments"), expired accounts | 20 | | |
| 3020 Outlays (gross) | -398 | -420 | -167 |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -1 | | |
| 3041 Recoveries of prior year unpaid obligations, expired | -35 | | |
| 3050 Unpaid obligations, end of year | 128 | 113 | 52 |
| Uncollected payments: | | | |
| 3060 Uncollected pymts, Fed sources, brought forward, Oct 1 | -10 | -14 | -14 |
| 3070 Change in uncollected pymts, Fed sources, unexpired | -6 | | |
| 3071 Change in uncollected pymts, Fed sources, expired | 2 | | |
| 3090 Uncollected pymts, Fed sources, end of year | -14 | -14 | -14 |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 121 | 114 | 99 |
| 3200 Obligated balance, end of year | 114 | 99 | 38 |
| Budget authority and outlays, net: | | | |
| Discretionary: | | | |
| 4000 Budget authority, gross | 426 | 405 | 106 |
| Outlays, gross: | | | |
| 4010 Outlays from new discretionary authority | 317 | 308 | 89 |
| 4011 Outlays from discretionary balances | 78 | 108 | 78 |
| 4020 Outlays, gross (total) | 395 | 416 | 167 |
| Offsets against gross budget authority and outlays: | | | |
| Offsetting collections (collected) from: | | | |
| 4030 Federal sources | -1 | -6 | -6 |
| 4040 Offsets against gross budget authority and outlays (total) ... | -1 | -6 | -6 |
| Additional offsets against gross budget authority only: | | | |
| 4050 Change in uncollected pymts, Fed sources, unexpired | -6 | | |
| 4052 Offsetting collections credited to expired accounts | 1 | | |
| 4060 Additional offsets against budget authority only (total) | -5 | | |
| 4070 Budget authority, net (discretionary) | 420 | 399 | 100 |
| 4080 Outlays, net (discretionary) | 394 | 410 | 161 |
| Mandatory: | | | |
| Outlays, gross: | | | |
| 4101 Outlays from mandatory balances | 3 | 4 | |
| 4180 Budget authority, net (total) | 420 | 399 | 100 |
| 4190 Outlays, net (total) | 397 | 414 | 161 |

The Program Administration account includes the direct Federal costs of providing grants and administering elementary, and secondary education; Indian education; higher education; career, technical, and special education programs; and programs for persons with disabilities.

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 and security; personnel man-

agement; personnel security; budget formulation and execution; legal services; congressional and public relations; and intergovernmental affairs.

Also included in this account are contributions from the public. 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.

Object Classification (in millions of dollars)

| Identification code 091-0800-0-1-503 | 2025 actual | 2026 est. | 2027 est. |
|-----------------------------------------------------------------|-------------|-----------|-----------|
| Direct obligations: | | | |
| Personnel compensation: | | | |
| 11.1 Full-time permanent | 189 | 149 | 35 |
| 11.3 Other than full-time permanent | 16 | 2 | 1 |
| 11.5 Other personnel compensation | 5 | 4 | 2 |
| 11.9 Total personnel compensation | 210 | 155 | 38 |
| 12.1 Civilian personnel benefits | 73 | 55 | 14 |
| 13.0 Benefits for former personnel | 7 | 19 | 22 |
| 21.0 Travel and transportation of persons | 2 | 4 | 1 |
| 23.1 Rental payments to GSA | 23 | 15 | 6 |
| 23.3 Communications, utilities, and miscellaneous charges | 1 | 1 | |
| 24.0 Printing and reproduction | 1 | 1 | |
| 25.1 Advisory and assistance services | 1 | 55 | |
| 25.2 Other services from non-Federal sources | 20 | 16 | 4 |
| 25.3 Other goods and services from Federal sources | 15 | 37 | 4 |
| 25.7 Operation and maintenance of equipment | 52 | 41 | 12 |
| 31.0 Equipment | | 1 | |
| 99.0 Direct obligations | 405 | 400 | 101 |
| 99.0 Reimbursable obligations | 6 | 6 | 6 |
| 99.5 Adjustment for rounding | | -1 | -1 |
| 99.9 Total new obligations, unexpired accounts | 411 | 405 | 106 |

Employment Summary

| Identification code 091-0800-0-1-503 | 2025 actual | 2026 est. | 2027 est. |
|------------------------------------------------------------|-------------|-----------|-----------|
| 1001 Direct civilian full-time equivalent employment | 1,327 | 1,001 | 231 |

DEPARTMENT OF EDUCATION NONRECURRING EXPENSES FUND

Program and Financing (in millions of dollars)

| Identification code 091-0249-0-1-503 | 2025 actual | 2026 est. | 2027 est. |
|---------------------------------------------------------------------------------|-------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 Direct program activity | 153 | | |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 Unobligated balance brought forward, Oct 1 | 70 | 43 | 20 |
| 1012 Unobligated balance transfers between expired and unexpired accounts | 147 | 132 | |
| 1021 Recoveries of prior year unpaid obligations | 4 | 5 | |
| 1070 Unobligated balance (total) | 221 | 180 | 20 |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1131 Unobligated balance of appropriations permanently reduced | -25 | -160 | |
| 1930 Total budgetary resources available | 196 | 20 | 20 |
| Memorandum (non-add) entries: | | | |
| 1941 Unexpired unobligated balance, end of year | 43 | 20 | 20 |
| Change in obligated balance: | | | |
| Unpaid obligations: | | | |
| 3000 Unpaid obligations, brought forward, Oct 1 | 67 | 120 | |
| 3010 New obligations, unexpired accounts | 153 | | |
| 3020 Outlays (gross) | -96 | -115 | |
| 3040 Recoveries of prior year unpaid obligations, unexpired | -4 | -5 | |
| 3050 Unpaid obligations, end of year | 120 | | |
| Memorandum (non-add) entries: | | | |
| 3100 Obligated balance, start of year | 67 | 120 | |
| 3200 Obligated balance, end of year | 120 | | |

| Budget authority and outlays, net: | | | |
|------------------------------------|-------------------------------------------|-----|------|
| Discretionary: | | | |
| 4000 | Budget authority, gross | -25 | -160 |
| | Outlays, gross: | | |
| 4011 | Outlays from discretionary balances | 96 | 115 |
| 4180 | Budget authority, net (total) | -25 | -160 |
| 4190 | Outlays, net (total) | 96 | 115 |

The Nonrecurring Expenses Fund is a no-year account that receives transfers of expired unobligated balances from discretionary accounts (appropriated in fiscal year 2021 or later) prior to cancellation. The Fund is used for information technology modernization projects and facilities infrastructure improvements.

| Object Classification (in millions of dollars) | | | |
|------------------------------------------------|-----------------------------------------------------|-----------|-----------|
| Identification code 091-0249-0-1-503 | 2025 actual | 2026 est. | 2027 est. |
| Direct obligations: | | | |
| 25.3 | Other goods and services from Federal sources | 20 | |
| 25.7 | Operation and maintenance of equipment | 124 | |
| 32.0 | Land and structures | 9 | |
| 99.9 | Total new obligations, unexpired accounts | 153 | |

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, \$91,000,000.

Program and Financing (in millions of dollars)

| Identification code 091-0700-0-1-751 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------|-------------------------------------------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 | Civil rights | 126 | 126 |
| 0002 | Undistributed | | 14 |
| 0900 | Total new obligations, unexpired accounts | 126 | 140 |
| Budgetary resources: | | | |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 | Appropriation | 140 | 140 |
| 1900 | Budget authority (total) | 140 | 140 |
| 1930 | Total budgetary resources available | 140 | 140 |
| Memorandum (non-add) entries: | | | |
| 1940 | Unobligated balance expiring | -14 | |

| Change in obligated balance: | | | |
|-------------------------------|------------------------------------------------------------|------|------|
| Unpaid obligations: | | | |
| 3000 | Unpaid obligations, brought forward, Oct 1 | 33 | 22 |
| 3010 | New obligations, unexpired accounts | 126 | 140 |
| 3011 | Obligations ("upward adjustments"), expired accounts | 7 | |
| 3020 | Outlays (gross) | -135 | -127 |
| 3041 | Recoveries of prior year unpaid obligations, expired | -9 | |
| 3050 | Unpaid obligations, end of year | 22 | 35 |
| Memorandum (non-add) entries: | | | |
| 3100 | Obligated balance, start of year | 33 | 22 |
| 3200 | Obligated balance, end of year | 22 | 35 |

| Budget authority and outlays, net: | | | |
|------------------------------------|------------------------------------------------|-----|-----|
| Discretionary: | | | |
| 4000 | Budget authority, gross | 140 | 140 |
| | Outlays, gross: | | |
| 4010 | Outlays from new discretionary authority | 109 | 107 |
| 4011 | Outlays from discretionary balances | 26 | 20 |
| 4020 | Outlays, gross (total) | 135 | 127 |
| 4180 | Budget authority, net (total) | 140 | 140 |
| 4190 | Outlays, net (total) | 135 | 127 |

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 (race, color, or national origin discrimination), Title IX of the Education Amendments of 1972 (sex discrimination), Section 504 of the Rehabilitation Act of 1973 (disability discrimination), Title II of the Americans with Disabilities Act of 1990 (whether or not the public entity receives Federal Financial Assistance), the Age Discrimination Act of 1975, and the Boy Scouts of America Equal Access Act of 2002.

Object Classification (in millions of dollars)

| Identification code 091-0700-0-1-751 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------|-----------------------------------------------------|-----------|-----------|
| Direct obligations: | | | |
| Personnel compensation: | | | |
| 11.1 | Full-time permanent | 74 | 38 |
| 11.3 | Other than full-time permanent | 1 | 2 |
| 11.5 | Other personnel compensation | 1 | 1 |
| 11.9 | Total personnel compensation | 76 | 41 |
| 12.1 | Civilian personnel benefits | 29 | 15 |
| 13.0 | Benefits for former personnel | 1 | 7 |
| 23.1 | Rental payments to GSA | 6 | 2 |
| 25.2 | Other services from non-Federal sources | 1 | 1 |
| 25.3 | Other goods and services from Federal sources | 1 | 3 |
| 25.7 | Operation and maintenance of equipment | 12 | 22 |
| 92.0 | Undistributed | | 49 |
| 99.0 | Direct obligations | 126 | 140 |
| 99.9 | Total new obligations, unexpired accounts | 126 | 140 |

Employment Summary

| Identification code 091-0700-0-1-751 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------|-------------------------------------------------------|-----------|-----------|
| 1001 | Direct civilian full-time equivalent employment | 467 | 271 |

OFFICE OF INSPECTOR GENERAL

For expenses necessary for the Office of Inspector General, as authorized by section 212 of the Department of Education Organization Act, \$60,750,000, of which \$3,000,000 shall remain available through September 30, 2028.

Program and Financing (in millions of dollars)

| Identification code 091-1400-0-1-751 | 2025 actual | 2026 est. | 2027 est. |
|--------------------------------------|------------------------------------------------------------|-----------|-----------|
| Obligations by program activity: | | | |
| 0001 | Inspector General | 63 | 68 |
| Budgetary resources: | | | |
| Unobligated balance: | | | |
| 1000 | Unobligated balance brought forward, Oct 1 | 7 | 7 |
| 1001 | Discretionary unobligated balance brought fwd, Oct 1 | 7 | |
| Budget authority: | | | |
| Appropriations, discretionary: | | | |
| 1100 | Appropriation | 68 | 68 |
| 1900 | Budget authority (total) | 68 | 68 |
| 1930 | Total budgetary resources available | 75 | 75 |
| Memorandum (non-add) entries: | | | |
| 1940 | Unobligated balance expiring | -5 | |
| 1941 | Unexpired unobligated balance, end of year | 7 | 7 |

| Change in obligated balance: | | | |
|-------------------------------|------------------------------------------------------------|-----|-----|
| Unpaid obligations: | | | |
| 3000 | Unpaid obligations, brought forward, Oct 1 | 20 | 19 |
| 3010 | New obligations, unexpired accounts | 63 | 68 |
| 3011 | Obligations ("upward adjustments"), expired accounts | 3 | |
| 3020 | Outlays (gross) | -62 | -67 |
| 3041 | Recoveries of prior year unpaid obligations, expired | -5 | |
| 3050 | Unpaid obligations, end of year | 19 | 20 |
| Memorandum (non-add) entries: | | | |
| 3100 | Obligated balance, start of year | 20 | 19 |
| 3200 | Obligated balance, end of year | 19 | 20 |

| Budget authority and outlays, net: | | | |
|------------------------------------|------------------------------------------------|----|----|
| Discretionary: | | | |
| 4000 | Budget authority, gross | 68 | 68 |
| | Outlays, gross: | | |
| 4010 | Outlays from new discretionary authority | 48 | 52 |
| 4011 | Outlays from discretionary balances | 14 | 15 |

OFFICE OF INSPECTOR GENERAL—Continued
Program and Financing—Continued

Table with 4 columns: Identification code, Description, 2025 actual, 2026 est., 2027 est. Rows include Outlays, gross (total), Budget authority, net (total), and Outlays, net (total).

The Office of Inspector General (OIG) is an independent entity within the Department of Education responsible for identifying fraud, waste, abuse, and criminal activity involving the Department's funds, programs, and operations. The OIG conducts independent audits and other reviews to ensure the effectiveness and efficiency of the Department's programs and operations, recommends actions to address systemic weaknesses and improve the Department's programs and operations, and recommends changes needed in Federal laws and regulations.

Object Classification (in millions of dollars)

Table with 4 columns: Identification code, Description, 2025 actual, 2026 est., 2027 est. Rows include Direct obligations, Personnel compensation (Full-time permanent, Other personnel compensation), Total personnel compensation, Civilian personnel benefits, Travel and transportation of persons, Rental payments to GSA, Other services from non-Federal sources, Other goods and services from Federal sources, Operation and maintenance of equipment, Direct obligations, Adjustment for rounding, and Total new obligations, unexpired accounts.

Employment Summary

Table with 4 columns: Identification code, Description, 2025 actual, 2026 est., 2027 est. Row includes Direct civilian full-time equivalent employment.

DISASTER EDUCATION RECOVERY

Federal Funds

DISASTER EDUCATION RECOVERY

Program and Financing (in millions of dollars)

Table with 4 columns: Identification code, Description, 2025 actual, 2026 est., 2027 est. Rows include Change in obligated balance (Unpaid obligations, Memorandum entries), Budget authority and outlays, net (Discretionary, Outlays, gross, Outlays from discretionary balances, Budget authority, net (total), Outlays, net (total)).

Funds support the following six programs authorized under Public Law 115-123: Awards to Eligible Entities for Immediate Aid to Restart School Operations; Temporary Emergency Impact Aid for Displaced Students; Assistance to Local Educational Agencies Serving Homeless Children and Youth enrolled as a result of displacement by a covered disaster or emergency; Project School Emergency Response to Violence activities author-

ized under section 4631(b) of the Elementary and Secondary Education Act, as amended; Emergency Assistance to Institutions of Higher Education (IHEs) and Students Attending IHEs from an area directly affected by a covered disaster or emergency; and payments to IHEs to help defray the unexpected expenses associated with enrolling students from IHEs at which operations have been disrupted by a covered disaster or emergency. Amounts in this schedule reflect balances that are spending out from prior-year appropriations.

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

Table with 4 columns: Description, 2025 actual, 2026 est., 2027 est. Rows include Offsetting receipts from the public (General Fund Proprietary Interest Receipts, Federal Family Education Loan Program, College Housing and Academic Facilities Loan, Federal Direct Student Loan Program, TEACH Grant Program, Health Education Assistance Loans, All Other General Fund Proprietary Receipts), Intragovernmental payments (Undistributed Intragovernmental Payments and Receivables from Cancelled Accounts), and General Fund Intragovernmental payments.

GENERAL PROVISIONS

SEC. 301. 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. 302. 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 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. 303. Funds appropriated in this Act and consolidated for evaluation purposes under section 8601(c) of the ESEA shall be available from July 1, 2027, through September 30, 2028.

SEC. 304. (a) An institution of higher education that maintains an endowment fund supported with funds appropriated for title III or V of the HEA for fiscal year 2027 may use the income from that fund to award scholarships to students, subject to the limitation in section 331(c)(3)(B)(i) of the HEA. The use of such income for such purposes, prior to the enactment of this Act, shall be considered to have been an allowable use of that income, subject to that limitation.

(b) Subsection (a) shall be in effect until titles III and V of the HEA are reauthorized.

SEC. 305. Section 114(f) of the HEA (20 U.S.C. 1011c(f)) shall be applied by substituting "2027" for "2021".

SEC. 306. Section 458(a)(4) of the HEA (20 U.S.C. 1087h(a)) shall be applied by substituting "2027" for "2021".

SEC. 307. Funds appropriated in this Act under the heading "Student Aid Administration" may be available for payments for student loan servicing to an institution

of higher education that services outstanding Federal Perkins Loans under part E of title IV of the Higher Education Act of 1965 (20 U.S.C. 1087aa et seq.).

SEC. 308. The Secretary may reserve not more than 0.5 percent from any amount made available in this Act for an HEA program, except for any amounts made available for subpart 1 of part A of title IV of the HEA, to carry out rigorous and independent evaluations and to collect and analyze outcome data for any program authorized by the HEA: Provided, That no funds made available in this Act for the "Student Aid Administration" account shall be subject to the reservation under this section: Provided further, That any funds reserved under this section shall be available through September 30, 2029: Provided further, That if, under any other provision of law, funds are authorized to be reserved or used for evaluation activities with respect to a program or project, the Secretary may also reserve funds for such program or project for the purposes described in this section so long as the total reservation of funds for such program or project does not exceed any statutory limits on such reservations: Provided further, That not later than 30 days prior to the initial obligation of funds reserved under this section, the Secretary shall submit to the Committees on Appropriations of the Senate and the House of Representatives, the Committee on Health, Education, Labor and Pensions of the Senate, and the Committee on Education and the Workforce of the House of Representatives a plan that identifies the source and amount of funds reserved under this section, the impact on program grantees if funds are withheld for the purposes of this section, and the activities to be carried out with such funds.

(INCLUDING TRANSFER OF FUNDS)

SEC. 309. Of the amounts appropriated in this Act for "Institute of Education Sciences", up to \$13,000,000 shall be available for the Secretary of Education ("the Secretary") to provide support services to the Institute of Education Sciences (including, but not limited to information technology services, lease or procurement

of office space, human resource services, financial management services, financial systems support, budget formulation and execution, legal counsel, equal employment opportunity services, physical security, facilities management, acquisition and contract management, grants administration and policy, and enterprise risk management): Provided, That the Secretary shall calculate the actual amounts obligated and expended for such support services by using a standard Department of Education methodology for allocating the cost of all such support services: Provided further, That the Secretary may transfer any amounts available for IES support services in excess of actual amounts needed for IES support services, as so calculated, to the "Program Administration" account from the "Institute of Education Sciences" account: Provided further, That in order to address any shortfall between amounts available for IES support services and amounts needed for IES support services, as so calculated, the Secretary may transfer necessary amounts to the "Institute of Education Sciences" account from the "Program Administration" account: Provided further, That the Committees on Appropriations of the House of Representatives and the Senate are notified at least 14 days in advance of any transfer made pursuant to this section.

SEC. 310. Contingent upon the enactment of legislation creating the "Make Education Great Again" grant program under the ESEA, \$1,681,441,000 shall be transferred from funds under the heading "School Improvement Programs" becoming available on October 1, 2027 for part A of title II of the ESEA made available on October 1, 2027 to the heading "Education for the Disadvantaged".

SEC. 311. From any remaining unobligated balances in the Nonrecurring Expenses Fund, the Secretary may transfer up to \$250,000,000 to Gallaudet University to support facility construction costs at the Laurent Clerc National Deaf Education Center, to remain available until expended.

