

1996 Principal Financial Statements and Notes to Principal Financial Statements

U.S. Department of the Interior
Consolidated Statement of Financial Position
September 30, 1996 and 1995
(dollars in thousands)

	1996	1995
ASSETS		
Current Assets		
Fund Balance with Treasury (Note 2)	\$ 4,799,111	\$ 4,230,481
Cash and Other Monetary Assets	19,516	236,190
Investments: (Note 3)		
Treasury Securities	1,944,722	1,866,096
Public Securities	26,775	27,944
Accounts Receivable: (Note 4)		
Public, Net of Allowance for Doubtful Accounts	206,507	211,647
Due from Federal Agencies	213,836	196,251
Operating Materials and Supplies	1,945	6,636
Inventory (Note 5)	30,051	98,857
Total Current Assets	7,242,463	6,874,102
Property, Plant and Equipment, Net of Depreciation (Note 6)		
Buildings, Structures and Facilities	15,954,017	17,929,079
Equipment, Vehicles and Aircraft	598,123	766,682
Other Property, Plant and Equipment	53,126	404,144
Total Property, Plant and Equipment	16,605,266	19,099,905
Stewardship Land (Note 7)		
Other Assets		
Loans and Interest Receivable, Net of Allowance for Doubtful Accounts (Note 8)	284,354	248,438
Available from Contract Authority (Note 1-M)	218,981	220,631
Non-Current and Unmatured Receivables (Note 4)	3,289,503	3,333,814
Power Rights	235,304	259,380
Stockpile Inventory - Helium (Note 5)	366,235	367,370
Unmatured Timber Sales Contracts (Note 1-N)	99,669	55,538
General Investigation Costs (Note 1-O)	539,593	505,435
Other Assets	136,790	23,980
Total Other Assets	5,170,429	5,014,586
Restricted Assets (Note 9)		
Unappropriated Balance in Conservation and Reclamation Funds	14,714,250	13,667,987
Assets Held on Behalf of Others		
Royalty Management:		
Fund Balance with Treasury (Note 2)	389,966	124,172
Escrow Investments (Note 3)	1,537,531	1,406,665
Accounts Receivable	244,263	275,202
Non-Royalty Management:		
Funds Transferable to Treasury and Other	21,718	2,553
Total Assets Held on Behalf of Others	2,193,478	1,808,592
TOTAL ASSETS	\$ 45,925,886	\$ 46,465,172

The accompanying notes are an integral part of these financial statements.

U.S. Department of the Interior
Consolidated Statement of Financial Position
September 30, 1996 and 1995
(dollars in thousands)

	1996	1995
LIABILITIES AND NET POSITION		
Liabilities		
Liabilities Covered by Budgetary Resources		
Liabilities to the Public:		
Accounts Payable to the Public	\$ 266,777	\$ 230,068
Accrued Payroll and Benefits (Note 1-Q)	148,519	150,383
Advances and Deferred Credits	193,296	236,602
Deferred Revenue (Note 10)	3,314,168	3,374,218
Escrow Investments	1,553,135	1,530,837
Other Liabilities to the Public	79,218	53,799
Total Liabilities to the Public	5,555,113	5,575,907
Liabilities to Federal Agencies:		
Accounts Payable	64,942	48,052
Receipts Transferable to Treasury	21,423	2,553
Other Amounts Payable to Treasury	440,254	213,210
Notes Payable to Treasury (Note 11)	1,420,733	1,418,232
Undistributed Royalty Collections (Note 1-S)	618,625	275,203
Deferred Revenue and Other	173,224	126,183
Total Liabilities to Federal Agencies	2,739,201	2,083,433
Total Liabilities Covered by Budgetary Resources	8,294,314	7,659,340
Liabilities Not Covered by Budgetary Resources		
Liabilities to the Public:		
Unfunded payroll costs (Note 1-Q)	280,260	262,663
Other unfunded liabilities	73,438	71,409
Total Liabilities to the Public	353,698	334,072
Contingent Liabilities (Note 12)		
Total Liabilities Not Covered by Budgetary Resources	353,698	334,072
Total Liabilities	8,648,012	7,993,412
Net Position		
Unexpended Appropriations	4,100,742	4,194,156
Cumulative Results of Operations	18,462,882	20,609,617
Restricted Equity-Conservation and Reclamation Funds	14,714,250	13,667,987
Total Net Position	37,277,874	38,471,760
TOTAL LIABILITIES AND NET POSITION	\$ 45,925,886	\$ 46,465,172

The accompanying notes are an integral part of these financial statements.

U.S. Department of the Interior
Consolidated Statement of Net Cost of Operations
for the years ended September 30, 1996 and 1995
(dollars in thousands)

	1996	1995
Expenses		
Operating Expenses (Note 13)		
Natural Resources	\$ 4,982,775	\$ 5,345,113
Indian Affairs	2,045,314	2,003,199
Science	1,079,288	1,259,555
Other	447,107	608,364
Total Operating Expenses	8,554,484	9,216,231
Other Expenses		
Depreciation and Amortization	561,625	399,536
Net Loss on Disposition of Assets	74,501	4,854
Bad Debt Expense	40,486	2,977
Interest on Borrowing from Treasury	36,803	75,924
Other Interest Expense	18,905	21,978
Total Other Expenses	732,320	505,269
Total Expenses	9,286,804	9,721,500
Revenues		
Sales of Goods and Services to the Public		
Natural Resources	780,227	857,042
Indian Affairs	123,470	154,296
Science	119,585	127,065
Other	3,414	0
Total Sales of Goods and Services to the Public	1,026,696	1,138,403
Sales of Goods and Services to Federal Agencies		
Natural Resources	566,888	759,202
Indian Affairs	4,814	17,577
Science	212,257	270,914
Elimination of Intra-Department Activity and Other	(33,787)	(47,405)
Total Sales of Goods and Services to Federal Agencies	750,172	1,000,288
Other Revenues		
Interest -- Federal	103,074	103,148
Interest, Penalties and Insurance Guarantee Premiums	56,697	82,963
Other Revenues	368,059	189,860
Total Other Revenues	527,830	375,971
Total Revenues	2,304,698	2,514,662
NET COST OF OPERATIONS	\$ 6,982,106	\$ 7,206,838

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U.S. Department of the Interior
Consolidated Statement of Changes in Net Position
for the years ended September 30, 1996 and 1995
(dollars in thousands)

	1996	1995
Change in Net Position		
Change in Net Position from Operations		
Net Cost of Operations	\$ (6,982,106)	\$ (7,206,838)
Financing Sources other than Revenue:		
Appropriations Expensed-Current	8,035,474	8,043,676
Conservation Fund Revenues	1,058,005	1,049,998
Abandoned Mine Fees Collected	260,342	256,385
Changes from Financing Sources other than Revenue	9,353,821	9,350,059
Custodial Activity		
Collection of Custodial Revenue	5,061,396	3,706,380
Custodial Revenue Transferred to Others	(4,664,736)	(3,862,705)
Net Change in Royalties to be Transferred	(396,660)	156,325
Net Change from Custodial Activity	-	-
Other Changes from Operations:		
Increase (Decrease) in Invested Capital	(2,787,469)	(12,107,880)
Transfers to Others - Conservation Funds	(175,468)	(258,837)
Other Transfers	(929,369)	(1,002,439)
Other Changes in Equity	(209,674)	590,153
Other Net Changes from Operations	(4,101,980)	(12,779,003)
Net Results of Operations	(1,730,265)	(10,635,782)
Prior Period Adjustments (Note 14)		
Prior Period Adjustments	(1,820,494)	(13,759,582)
Appropriations Expensed related to Prior Period Adjustments	2,450,287	12,188,128
Change in Net Position from Operations	(1,100,472)	(12,207,236)
Other Changes in Net Position		
Increase (Decrease) in Unexpended Appropriations	(93,414)	(496,952)
Net Change in Net Position	(1,193,886)	(12,704,188)
Net Position - Beginning of Year	38,471,760	51,175,948
Net Position - End of Year	\$ 37,277,874	\$ 38,471,760

The accompanying notes are an integral part of these financial statements.

U.S. Department of the Interior
Consolidated Statement of Custodial Activity
for the years ended September 30, 1996 and 1995
(dollars in thousands)

	1996	1995
Collections on Behalf of the Federal Government		
Mineral Lease Collections		
Rents and Royalties	\$ 4,264,540	\$ 3,254,586
Offshore Lease Sales	714,764	371,731
Other	1,078	3,304
Total Mineral Lease Collections	4,980,382	3,629,621
Earnings on Escrow Investments		
Interest Earned - Federal Investments	41,044	32,196
Amortized Discount on Federal Investments (Note 3)	39,970	44,563
Total Earnings on Escrow Investments	81,014	76,759
Total Collections on Behalf of the Federal Government	\$ 5,061,396	\$ 3,706,380
Disposition of Collections		
Transferred to Others		
Department of the Treasury	\$ 2,601,616	\$ 1,792,725
National Park Service Conservation Funds	1,046,906	1,046,987
States	546,892	552,249
Bureau of Reclamation	350,264	367,284
Indian Tribes and Agencies	41,218	32,538
Other Federal Agencies	35,974	22,754
Other Transfers	41,866	48,168
Total Transferred to Others	4,664,736	3,862,705
Increase (Decrease) in Collections Pending Transfer	396,660	(156,325)
Total Disposition of Collections	\$ 5,061,396	\$ 3,706,380

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