

SMALL BUSINESS ADMINISTRATION

Federal Funds

SALARIES AND EXPENSES

For necessary expenses, not otherwise provided for, of the Small Business Administration as authorized by Public Law 108-447, including hire of passenger motor vehicles as authorized by 31 U.S.C. 1343 and 1344, and not to exceed \$3,500 for official reception and representation expenses, \$427,296,000: Provided, That the Administrator is authorized to charge fees to cover the cost of publications developed by the Small Business Administration, and certain loan program activities, including fees authorized by section 5(b) of the Small Business Act: Provided further, That, notwithstanding 31 U.S.C. 3302, revenues received from all such activities shall be credited to this account, to remain available until expended, for carrying out these purposes without further appropriations: Provided further, That \$103,000,000 shall be available to fund grants for performance in fiscal year 2012 or fiscal year 2013 as authorized by section 21 of the Small Business Act: Provided further, That \$10,000,000 shall remain available until September 30, 2013 for marketing, management, and technical assistance under section 7(m) of the Small Business Act (15 U.S.C. 636(m)(4)) by intermediaries that make microloans under the microloan program: Provided further, That \$7,100,000 shall be available for the Loan Modernization and Accounting System, to be available until September 30, 2013: Provided further, That notwithstanding the provisions of section 7(e) of the Small Business Act, the Administration may provide financial assistance in the form of grants or cooperative agreements to educational institutions, nonprofit organizations, Federal, State, and local departments and agencies (including Small Business Development Centers operating pursuant to section 21 of the Small Business Act, Women's Business Centers operating pursuant to section 29 of the Small Business Act, and SCORE chapters operating pursuant to section 8(b)(1)(B) of the Small Business Act) for the purpose of providing management or technical assistance and other services to small businesses: Provided further, That of the funds made available under this heading, \$1,767,090 is for strengthening the agency's acquisition workforce capacity and capabilities: Provided further, That with respect to the previous proviso, such funds shall be available for training, recruitment, retention, and hiring members of the acquisition workforce as defined by the Office of Federal Procurement Policy Act, as amended (41 U.S.C. 401 et seq.): Provided further, That with respect to the seventh proviso, such funds shall be available for information technology in support of acquisition workforce effectiveness or for management solutions to improve acquisition management.

Note.—A full-year 2011 appropriation for this account was not enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 111-242, as amended). The amounts included for 2011 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 73-0100-0-1-376	2010 actual	CR	2012 est.
Obligations by program activity:			
0001 Executive direction	80	86	77
0002 Capital Access	94	101	101
0003 Gov. Contracting/ Bus. Development	29	32	36
0004 Entrepreneurial Development	9	18	18
0005 Management & Administration	26	30	30
0006 Office of Chief Information Officer	44	50	51
0007 Regional & district offices	106	108	108
0008 Agency wide costs	45	54	59
0009 Non credit programs	224	265	160
0010 Congressional initiatives	56	59	.....
0012 Disaster	196	100	167
0900 Total new obligations	909	903	807
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	226	220	63
1021 Recoveries of prior year unpaid obligations	12	.....	.....
1050 Unobligated balance (total)	238	220	63
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	642	492	427

Spending authority from offsetting collections, discretionary:			
1700 Collected	98	77	167
1700 Collected	153	177	163
1750 Spending auth from offsetting collections, disc (total)	251	254	330
1900 Budget authority (total)	893	746	757
1930 Total budgetary resources available	1,131	966	820
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-2	.....	.....
1941 Unexpired unobligated balance, end of year	220	63	13
Change in obligated balance:			
Obligated balance, start of year (net):			
3000 Unpaid obligations, brought forward, Oct 1 (gross)	371	439	519
3030 Obligations incurred, unexpired accounts	909	903	807
3031 Obligations incurred, expired accounts	10	.....	.....
3040 Outlays (gross)	-827	-823	-849
3080 Recoveries of prior year unpaid obligations, unexpired	-12	.....	.....
3081 Recoveries of prior year unpaid obligations, expired	-12	.....	.....
Obligated balance, end of year (net):			
3090 Unpaid obligations, end of year (gross)	439	519	477
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	893	746	757
Outlays, gross:			
4010 Outlays from new discretionary authority	558	525	565
4011 Outlays from discretionary balances	269	298	284
4020 Outlays, gross (total)	827	823	849
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-239	-242	-316
4033 Non-Federal sources	-15	-12	-14
4040 Offsets against gross budget authority and outlays (total) ...	-254	-254	-330
Additional offsets against gross budget authority only:			
4052 Offsetting collections credited to expired accounts	3	.....	.....
4070 Budget authority, net (discretionary)	642	492	427
4080 Outlays, net (discretionary)	573	569	519
4180 Budget authority, net (total)	642	492	427
4190 Outlays, net (total)	573	569	519

This account funds the administrative expenses of SBA headquarters and field office operations. Appropriations for the administration of the disaster and business loan programs are merged with this account. The 2012 Budget provides funding for the continued development of a revised loan management accounting system, which will improve oversight of SBA's more than \$93 billion portfolio of loans and loan guarantees. Funding is also requested for core agency activities, including information technology investments and human capital development. In addition, this account funds non-credit business assistance grant programs. The 2012 Budget includes funds for SBA's regional clusters initiative and expands the Emerging Leaders program (formerly known as E200).

On September 27, 2010, the Small Business Jobs Act of 2010 (Jobs Act) (P.L. 111-240) was enacted. The Jobs Act, among other things: (1) provided funding for additional grants to Small Business Development Centers (SBDCs) for technical assistance and counseling services to small businesses; (2) provided administrative funds for staff and resources for developing, implementing and maintaining the SBDC Grant Program; and (3) established an export promotion pilot program through which SBA will make competitive grants to States in order to carry out export programs that assist small businesses to begin or expand exporting.

Object Classification (in millions of dollars)

Identification code 73-0100-0-1-376	2010 actual	CR	2012 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	201	216	201

SALARIES AND EXPENSES—Continued
Object Classification—Continued

Identification code 73-0100-0-1-376	2010 actual	CR	2012 est.
11.3 Other than full-time permanent	10	10	10
11.5 Other personnel compensation	9	4	4
11.9 Total personnel compensation	220	230	215
12.1 Civilian personnel benefits	55	61	57
21.0 Travel and transportation of persons	6	7	7
23.1 Rental payments to GSA	33	38	40
23.3 Communications, utilities, and miscellaneous charges	9	9	9
24.0 Printing and reproduction	1	5	6
25.2 Other services from non-federal sources	130	118	133
25.3 Other purchases of goods and services from Government accounts (Disaster Administrative Expenses)	196	100	167
26.0 Supplies and materials	3	5	6
31.0 Equipment	7	5	6
41.0 Grants, subsidies, and contributions	249	324	160
99.0 Direct obligations	909	902	806
99.0 Reimbursable obligations		1	1
99.9 Total new obligations	909	903	807

Employment Summary

Identification code 73-0100-0-1-376	2010 actual	CR	2012 est.
1001 Direct civilian full-time equivalent employment	3,330	3,380	3,202

OFFICE OF INSPECTOR GENERAL

For necessary expenses of the Office of Inspector General in carrying out the provisions of the Inspector General Act of 1978, \$18,400,000.

Note.—A full-year 2011 appropriation for this account was not enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 111-242, as amended). The amounts included for 2011 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 73-0200-0-1-376	2010 actual	CR	2012 est.
Obligations by program activity:			
0001 Audit	10	10	10
0002 Investigations	9	9	10
0003 Management policy	1	1	1
0004 General Office/Legal Counsel	1	1	1
0900 Total new obligations	21	21	22

Budgetary Resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	15	11	7
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	16	16	18
Spending authority from offsetting collections, discretionary:			
1700 Collected	1	1	1
1900 Budget authority (total)	17	17	19
1930 Total budgetary resources available	32	28	26
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	11	7	4

Change in obligated balance:

Obligated balance, start of year (net):			
3000 Unpaid obligations, brought forward, Oct 1 (gross)	3	3	3
3030 Obligations incurred, unexpired accounts	21	21	22
3040 Outlays (gross)	-21	-21	-22
Obligated balance, end of year (net):			
3090 Unpaid obligations, end of year (gross)	3	3	3

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	17	17	19
Outlays, gross:			
4010 Outlays from new discretionary authority	16	15	17
4011 Outlays from discretionary balances	5	6	5
4020 Outlays, gross (total)	21	21	22

Offsets against gross budget authority and outlays:

4030	Offsetting collections (collected) from:			
	Federal sources	-1	-1	-1
4070	Budget authority, net (discretionary)	16	16	18
4080	Outlays, net (discretionary)	20	20	21
4180	Budget authority, net (total)	16	16	18
4190	Outlays, net (total)	20	20	21

The 2012 Budget proposes \$18.4 million in new budget authority and \$1.0 million transferred from the Disaster Loans Program account for a total of \$19.4 million for the Office of Inspector General (OIG). This appropriation provides funds for agency-wide audit, investigative, and related functions to promote economy and efficiency in SBA operations and to prevent and detect waste, fraud, and abuse. In addition, the passage of the American Recovery and Reinvestment Act of 2009 provided an additional \$10 million, available from 2009 through 2013, for oversight and audit of SBA Recovery Act programs, grants, and projects.

Object Classification (in millions of dollars)

Identification code 73-0200-0-1-376	2010 actual	CR	2012 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	11	11	12
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	12	12	13
12.1 Civilian personnel benefits	4	4	4
25.2 Other services	4	4	4
99.0 Direct obligations	20	20	21
99.0 Reimbursable obligations	1	1	1
99.9 Total new obligations	21	21	22

Employment Summary

Identification code 73-0200-0-1-376	2010 actual	CR	2012 est.
1001 Direct civilian full-time equivalent employment	110	119	120

OFFICE OF ADVOCACY

For necessary expenses of the Office of Advocacy in carrying out the provisions of Title II of Public Law 94-305, as amended, (15 U.S.C. 634a et seq.) and the Regulatory Flexibility Act of 1980, as amended, (5 U.S.C. 601 et seq.), \$9,120,000, to remain available until expended.

Note.—A full-year 2011 appropriation for this account was not enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 111-242, as amended). The amounts included for 2011 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 73-0300-0-1-376	2010 actual	CR	2012 est.
Obligations by program activity:			
0001 Direct program activity			9
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation			9
1930 Total budgetary resources available			9

Change in obligated balance:

3030 Obligations incurred, unexpired accounts			9
3040 Outlays (gross)			-9

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross			9
Outlays, gross:			
4010 Outlays from new discretionary authority			9

4180	Budget authority, net (total)	9
4190	Outlays, net (total)	9

The 2012 Budget proposes \$9,120,000 in new budget authority. This appropriation provides funds for operations of the Office of Advocacy, in accordance with the Small Business Jobs Act of 2010 (P.L. 111-240). Pursuant to Section 1602 of the Jobs Act, SBA is requesting that the funds remain available, without fiscal year limitation, until expended.

The Office of Advocacy's advice and small business research helps the Federal Government take into account the concerns of small businesses when it develops policies and regulations. The Office's regional advocates support regulatory flexibility at the State level, work with the regional Regulatory Fairness Boards established by the Small Business Regulatory Enforcement Fairness Act, and promote the use of Advocacy research and data products in the curricula of universities and other schools in their respective regions.

Object Classification (in millions of dollars)

Identification code 73-0300-0-1-376		2010 actual	CR	2012 est.
Direct obligations:				
11.1	Personnel compensation: Full-time permanent			5
12.1	Civilian personnel benefits			2
25.2	Other services from non-federal sources			2
99.9	Total new obligations			9

Employment Summary

Identification code 73-0300-0-1-376		2010 actual	CR	2012 est.
1001	Direct civilian full-time equivalent employment			46

SURETY BOND GUARANTEES REVOLVING FUND

Program and Financing (in millions of dollars)

Identification code 73-4156-0-3-376		2010 actual	CR	2012 est.
Obligations by program activity:				
0801	Reimbursable obligations	5	6	6
0900	Total new obligations (object class 42.0)	5	6	6
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	49	55	55
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	1	1	
Spending authority from offsetting collections, discretionary:				
1700	Collected	10	5	6
1900	Budget authority (total)	11	6	6
1930	Total budgetary resources available	60	61	61
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	55	55	55
Change in obligated balance:				
Obligated balance, start of year (net):				
3000	Unpaid obligations, brought forward, Oct 1 (gross)		1	1
3030	Obligations incurred, unexpired accounts	5	6	6
3040	Outlays (gross)	-4	-6	-6
Obligated balance, end of year (net):				
3090	Unpaid obligations, end of year (gross)	1	1	1
Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	11	6	6
Outlays, gross:				
4010	Outlays from new discretionary authority	4	6	6

Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4033	Non-Federal sources	-10	-5	-6
4070	Budget authority, net (discretionary)	1	1	
4080	Outlays, net (discretionary)	-6	1	
4180	Budget authority, net (total)	1	1	
4190	Outlays, net (total)	-6	1	

SBA is authorized to issue bond guarantees to surety companies for construction, service, and supply contracts or work orders, and to reimburse these sureties up to 90 percent of the losses sustained if the contractor defaults. SBA's guarantees provide an incentive for sureties to issue bonds to small contractors who could not otherwise secure them and compete in the contracting industry. For 2012, it is estimated that there are sufficient funds in reserve to cover the cost of claim defaults. Therefore, no new appropriated funds are requested.

Balance Sheet (in millions of dollars)

Identification code 73-4156-0-3-376		2009 actual	2010 actual
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	49	56
Investments in US securities:			
1106	Receivables, net	1	1
1999	Total assets	50	57
LIABILITIES:			
2201	Non-Federal liabilities: Accounts payable	21	20
2999	Total liabilities	21	20
NET POSITION:			
3300	Cumulative results of operations	29	37
3999	Total net position	29	37
4999	Total liabilities and net position	50	57

BUSINESS LOANS PROGRAM ACCOUNT

(INCLUDING TRANSFER OF FUNDS)

For the cost of direct loans, \$3,765,000, to remain available until expended, and for the cost of guaranteed loans as authorized by section 7(a) of the Small Business Act (Public Law 85-536, as amended) and section 503 of the Small Business Investment Act of 1958 (Public Law 85-699, as amended), \$211,600,000, to remain available until expended: 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 subject to section 502 of the Congressional Budget Act of 1974, during fiscal year 2012 commitments to guarantee loans under section 503 of the Small Business Investment Act of 1958 shall not exceed \$7,500,000,000: Provided further, That during fiscal year 2012 commitments for general business loans authorized under section 7(a) of the Small Business Act shall not exceed \$16,500,000,000 for a combination of amortizing term loans and the aggregated maximum line of credit provided by revolving loans: Provided further, That during fiscal year 2012 commitments to guarantee loans for debentures under section 303(b) of the Small Business Investment Act of 1958, shall not exceed \$3,000,000,000: Provided further, That during fiscal year 2012, guarantees of trust certificates authorized by section 5(g) of the Small Business Act shall not exceed a principal amount of \$12,000,000,000. In addition, for administrative expenses to carry out the direct and guaranteed loan programs, \$147,958,000, which may be paid to the appropriations for Salaries and Expenses.

Note.—A full-year 2011 appropriation for this account was not enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 111-242, as amended). The amounts included for 2011 reflect the annualized level provided by the continuing resolution.

BUSINESS LOANS PROGRAM ACCOUNT—Continued
Program and Financing (in millions of dollars)

Identification code 73-1154-0-1-376	2010 actual	CR	2012 est.
Obligations by program activity:			
Credit program obligations:			
0701 Direct loan subsidy	5	9	9
0702 Loan guarantee subsidy	587	404	250
0705 Reestimates of direct loan subsidy	5	4	
0706 Interest on reestimates of direct loan subsidy	2	4	
0707 Reestimates of loan guarantee subsidy	3,779	3,803	
0708 Interest on reestimates of loan guarantee subsidy	740	835	
0709 Administrative expenses	153	165	148
0715 Other	5		
0900 Total new obligations	5,276	5,224	407
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	329	587	246
1021 Recoveries of prior year unpaid obligations	17	1	
1050 Unobligated balance (total)	346	588	246
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	1,049	236	363
Appropriations, mandatory:			
1200 Appropriation	4,526	4,646	
1900 Budget authority (total)	5,575	4,882	363
1930 Total budgetary resources available	5,921	5,470	609
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-58		
1941 Unexpired unobligated balance, end of year	587	246	202
Change in obligated balance:			
Obligated balance, start of year (net):			
3000 Unpaid obligations, brought forward, Oct 1 (gross)	204	205	230
3030 Obligations incurred, unexpired accounts	5,276	5,224	407
3040 Outlays (gross)	-5,258	-5,198	-357
3080 Recoveries of prior year unpaid obligations, unexpired	-17	-1	
Obligated balance, end of year (net):			
3090 Unpaid obligations, end of year (gross)	205	230	280
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	1,049	236	363
Outlays, gross:			
4010 Outlays from new discretionary authority	356	224	345
4011 Outlays from discretionary balances	376	328	12
4020 Outlays, gross (total)	732	552	357
Mandatory:			
4090 Budget authority, gross	4,526	4,646	
Outlays, gross:			
4100 Outlays from new mandatory authority	4,526	4,646	
4180 Budget authority, net (total)	5,575	4,882	363
4190 Outlays, net (total)	5,258	5,198	357

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

Identification code 73-1154-0-1-376	2010 actual	CR	2012 est.
Direct loan levels supportable by subsidy budget authority:			
115001 7(m) Direct Microloans	38	25	25
115009 Section 509 Secondary Market 7(a) Broker/Dealer Loans—ARRA		667	
115011 Intermediary Lending Program		20	20
115999 Total direct loan levels	38	712	45
Direct loan subsidy (in percent):			
132001 7(m) Direct Microloans	12.04	15.06	14.71
132009 Section 509 Secondary Market 7(a) Broker/Dealer Loans—ARRA	0.00	-0.19	0.00
132011 Intermediary Lending Program	0.00	30.58	25.73
132999 Weighted average subsidy rate	12.04	1.21	19.61
Direct loan subsidy budget authority:			
133001 7(m) Direct Microloans	5	4	4
133009 Section 509 Secondary Market 7(a) Broker/Dealer Loans—ARRA		-1	
133011 Intermediary Lending Program		6	5
133999 Total subsidy budget authority	5	9	9
Direct loan subsidy outlays:			
134001 7(m) Direct Microloans	2	6	6

134009 Section 509 Secondary Market 7(a) Broker/Dealer Loans—ARRA		-2	
134011 Intermediary Lending Program		3	4
134999 Total subsidy outlays	2	7	10
Direct loan upward reestimates:			
135001 7(m) Direct Microloans	5	4	
135007 SBIC Direct Preferred Stock and Fee Loans	2	3	
135010 7(m) Direct Microloans — ARRA		1	
135999 Total upward reestimate budget authority	7	8	
Direct loan downward reestimates:			
137001 7(m) Direct Microloans	-2	-3	
137007 SBIC Direct Preferred Stock and Fee Loans	-3		
137999 Total downward reestimate budget authority	-5	-3	
Guaranteed loan levels supportable by subsidy budget authority:			
215002 7(a) General Business Loan Guarantees	2,211	11,102	14,493
215004 Section 504 Certified Development Companies Debentures	866	5,625	7,500
215006 SBIC Debentures	1,165	3,000	3,000
215010 Secondary Market Guarantee	3,379	12,000	12,000
215015 Secondary Market 504 First Mortgage Guarantees-ARRA	32	429	2,571
215016 ARC Loan Guarantees—ARRA	184		
215017 7(a) General Business Loan Guarantees—ARRA	8,658	3,693	
215018 Section 504 Certified Development Companies—ARRA	3,446	1,875	
215020 7(a) Dealer Floor Plan		15,410	15,336
215021 7(a) Dealer Floor Plan—ARRA	74	5,136	
215024 7(a) Revolvers		37,456	32,722
215027 504 Commercial Real Estate (CRE) Refinance Program		7,500	7,500
215029 7(a) Revolvers—ARRA		12,673	
215999 Total loan guarantee levels	20,015	115,899	95,122
Guaranteed loan subsidy (in percent):			
232002 7(a) General Business Loan Guarantees	0.46	0.75	0.87
232004 Section 504 Certified Development Companies Debentures	0.00	0.00	1.09
232006 SBIC Debentures	0.00	0.00	0.00
232010 Secondary Market Guarantee	0.00	0.00	0.00
232015 Secondary Market 504 First Mortgage Guarantees-ARRA	0.00	0.00	0.00
232016 ARC Loan Guarantees—ARRA	76.15	0.00	0.00
232017 7(a) General Business Loan Guarantees—ARRA	4.23	5.68	0.00
232018 Section 504 Certified Development Companies—ARRA	2.05	2.18	0.00
232020 7(a) Dealer Floor Plan	0.04	0.02	0.02
232021 7(a) Dealer Floor Plan—ARRA	0.21	0.12	0.00
232024 7(a) Revolvers	0.00	0.11	0.12
232027 504 Commercial Real Estate (CRE) Refinance Program	0.00	0.00	0.00
232029 7(a) Revolvers—ARRA	0.00	0.16	0.00
232999 Weighted average subsidy rate	2.93	0.35	0.26
Guaranteed loan subsidy budget authority:			
233002 7(a) General Business Loan Guarantees	10	83	126
233004 Section 504 Certified Development Companies Debentures			82
233016 ARC Loan Guarantees—ARRA	140		
233017 7(a) General Business Loan Guarantees—ARRA	366	210	
233018 Section 504 Certified Development Companies—ARRA	71	41	
233020 7(a) Dealer Floor Plan		3	3
233021 7(a) Dealer Floor Plan—ARRA		6	
233024 7(a) Revolvers		41	39
233029 7(a) Revolvers—ARRA		20	
233999 Total subsidy budget authority	587	404	250
Guaranteed loan subsidy outlays:			
234002 7(a) General Business Loan Guarantees	5	67	67
234016 ARC Loan Guarantees—ARRA	163		
234017 7(a) General Business Loan Guarantees—ARRA	340	90	
234018 Section 504 Certified Development Companies—ARRA	65	17	
234021 7(a) Dealer Floor Plan—ARRA	2		
234024 7(a) Revolvers		26	26
234999 Total subsidy outlays	575	200	93
Guaranteed loan upward reestimates:			
235002 7(a) General Business Loan Guarantees	1,905	1,800	
235003 7(a) General Business Loan Guarantees—STAR	17	23	
235004 Section 504 Certified Development Companies Debentures	1,471	2,030	
235006 SBIC Debentures	73	44	
235007 SBIC Participating Securities	962	345	
235010 Secondary Market Guarantee	36	12	
235017 7(a) General Business Loan Guarantees—ARRA	34	129	
235018 Section 504 Certified Development Companies—ARRA	21	181	
235026 Section 504 Certified Development Companies Debentures—ARRA Ext		43	
235028 7(a) Business Loan Guarantees—ARRA Extension		31	
235999 Total upward reestimate budget authority	4,519	4,638	
Guaranteed loan downward reestimates:			
237002 7(a) General Business Loan Guarantees	-1		
237006 SBIC Debentures	-10		
237007 SBIC Participating Securities	-10	-6	
237008 SBIC New Market Venture Capital	-2	-3	
237010 Secondary Market Guarantee	-25	-67	
237016 ARC Loan Guarantees—ARRA		-36	

237017	7(a) General Business Loan Guarantees—ARRA		-1	
237999	Total downward reestimate subsidy budget authority	-48	-113	
Administrative expense data:				
3510	Budget authority	153	157	145
3590	Outlays from new authority	153	157	145

As required by the Federal Credit Reform Act of 1990, as amended, this account records the subsidy costs associated with the direct loans obligated and loan guarantees committed in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of the business loan program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

For 2012, the Budget proposes \$363 million in new budget authority for the Business Loans Program account. This includes \$148 million in administrative expenses funding, \$212 million in credit subsidy for the Sections 7(a) and 504 guaranteed loan programs, and \$3.8 million in credit subsidy for the direct Microloan Program.

The Section 7(a) Program provides general business credit assistance. The 2012 Budget includes a new accounting treatment for 7(a) revolving lines of credit that is being implemented in 2011. Previously, SBA's modeling and budget presentations treated all 7(a) loans as term loans, when in fact a significant portion of approvals (roughly \$1–2 billion) consisted of revolving lines of credit, under which a borrower was able to draw and repay multiple times during the loan term. In order to be consistent with Federal Credit Reform requirements and better reflect the total economic activity supported by the guarantee, the total 7(a) program levels are to reflect the full revolving lines of credit disbursement and repayment activity. Therefore, the Budget supports \$14.5 billion in 7(a) term loans and \$2 billion for 7(a) revolving lines of credit, which are estimated to support \$48 billion in total economic activity through draws and repayments over the life of the guarantee. Based on the maximum draw activity at any one time, the base approval amounts are consistent with the authorized program level of \$16.5 billion. For budget execution purposes, the 7(a) program will have separate risk categories and subsidy rates for term and revolving loans. In addition, as part of the Secondary Market Guarantee (SMG) Program, SBA's fiscal agent pools the guaranteed portion of 7(a) loans and sells the securities to investors. This mechanism provides liquidity to lenders participating in the 7(a) loan program. For 2012, the Budget proposes a program level of \$12 billion in such securities.

The Section 504 Certified Development Company program is for long-term, fixed-rate financing, and the requested guaranteed loan program level is \$7.5 billion in 2012. The Small Business Investment Company (SBIC) program provides credit to support venture capital investments. The Budget proposes a program level of \$3 billion for SBIC Debentures and a \$25 million program level for direct Microloans.

A number of legislative proposals (Section 522 through 524 of the SBA Administrative Provisions) to improve small business access to credit were proposed in the 2011 Budget. As most of these provisions were enacted with the passage of the Small Business Act of 2010 (Jobs Bill), P.L. 111–240, SBA has deleted these provisions from the 2012 request. The subsidy rates presented in the Budget and Federal Credit Supplement for the 7(a), 504, and Microloan programs are based on enactment of these provisions.

Due to the economic crisis and significantly higher default claims, SBA recorded a \$3.7 billion upward reestimate in its loan guarantee programs, the highest in the Agency's history since the implementation of credit reform in 1992. This additional subsidy cost is covered by appropriations and increases the Federal Budget deficit in 2011. Further, projected economic conditions and higher than anticipated defaults have doubled the estimated cost of new 7(a) loan guarantees for 2012 compared to 2010. Therefore, the Administration will submit a legislative package to provide SBA the flexibility to adjust fees in the 7(a) program to enable it to be self-sustaining over time. These changes in the program's fee structure would become effective for loans originated after 2012.

In addition to increasing the maximum loan size for standard 7(a) loans as discussed above, the Jobs Act: (1) established an Intermediary Lending Pilot Program and subsidy for this program was appropriated over two years with \$8 million authorized for use in each of 2011 and 2012; (2) provided staff and resources for implementing and overseeing the Intermediary Lending Pilot Program; (3) provided subsidy funding for the cost of modifying the 7(a) loan program; and (4) extended Recovery Act fee reductions and increased guarantees through December 31, 2010, and appropriated funding of \$505 million to pay for the subsidy amount necessary for fee reductions and increased guarantees.

Object Classification (in millions of dollars)

Identification code 73–1154–0–1–376	2010 actual	CR	2012 est.	
Direct obligations:				
25.2	Other services from non-federal sources	153	165	148
41.0	Grants, subsidies, and contributions	5,123	5,059	259
99.9	Total new obligations	5,276	5,224	407

BUSINESS DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73–4148–0–3–376	2010 actual	CR	2012 est.	
Obligations by program activity:				
Credit program obligations:				
0710	Direct loan obligations	38	712	45
0713	Payment of interest to Treasury	7	8	5
0740	Negative subsidy obligations		1	1
0742	Downward reestimate paid to receipt account	2	3	
0743	Interest on downward reestimates	3	1	
0900	Total new obligations	50	725	51
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	21	22	
1021	Recoveries of prior year unpaid obligations	3	2	2
1023	Unobligated balances applied to repay debt	-17	-24	-2
1050	Unobligated balance (total)	7		
Financing authority:				
Borrowing authority, mandatory:				
1400	Borrowing authority	36	692	44
Spending authority from offsetting collections, mandatory:				
1800	Collected	39	49	41
1801	Change in uncollected payments, Federal sources	1		
1825	Spending authority from offsetting collections applied to repay debt	-11	-16	-34
1850	Spending auth from offsetting collections, mand (total)	29	33	7
1900	Financing authority (total)	65	725	51
1930	Total budgetary resources available	72	725	51
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	22		
Change in obligated balance:				
Obligated balance, start of year (net):				
3000	Unpaid obligations, brought forward, Oct 1 (gross)	38	41	727

BUSINESS DIRECT LOAN FINANCING ACCOUNT—Continued
Program and Financing—Continued

Identification code 73-4148-0-3-376	2010 actual	CR	2012 est.
3010 Uncollected pymts, Fed sources, brought forward, Oct 1	-4	-5	-5
3020 Obligated balance, start of year (net)	34	36	722
3030 Obligations incurred, unexpired accounts	50	725	51
3040 Financing disbursements (gross)	-44	-37	-33
3050 Change in uncollected pymts, Fed sources, unexpired	-1		
3080 Recoveries of prior year unpaid obligations, unexpired	-3	-2	-2
Obligated balance, end of year (net):			
3090 Unpaid obligations, end of year (gross)	41	727	743
3091 Uncollected pymts, Fed sources, end of year	-5	-5	-5
3100 Obligated balance, end of year (net)	36	722	738
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	65	725	51
Financing disbursements:			
4110 Financing disbursements, gross	44	37	33
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources: Payments from program account	-3	-9	-10
4120 Upward reestimate	-5	-4	
4120 Interest on reestimate	-2	-4	
4122 Interest on uninvested funds	-3	-5	-7
4123 Repayments of principal, net	-26	-25	-22
4123 Other income		-2	-2
4130 Offsets against gross financing auth and disbursements (total)	-39	-49	-41
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	-1		
4160 Financing authority, net (mandatory)	25	676	10
4170 Financing disbursements, net (mandatory)	5	-12	-8
4180 Financing authority, net (total)	25	676	10
4190 Financing disbursements, net (total)	5	-12	-8

Status of Direct Loans (in millions of dollars)

Identification code 73-4148-0-3-376	2010 actual	CR	2012 est.
Position with respect to appropriations act limitation on obligations:			
1131 Direct loan obligations exempt from limitation	38	712	45
1150 Total direct loan obligations	38	712	45
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	113	121	132
1231 Disbursements: Direct loan disbursements	32	37	33
1251 Repayments: Repayments and prepayments	-22	-25	-24
1263 Write-offs for default: Direct loans	-2	-1	-2
1290 Outstanding, end of year	121	132	139

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). 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 73-4148-0-3-376	2009 actual	2010 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	54	57
Investments in US securities:		
1106 Receivables, net	7	8
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	113	121
1405 Allowance for subsidy cost (-)	-28	-31
1499 Net present value of assets related to direct loans	85	90
1999 Total assets	146	155

LIABILITIES:

Federal liabilities:		
2103 Debt	144	152
2105 Other	2	3
2999 Total liabilities	146	155
4999 Total liabilities and net position	146	155

BUSINESS GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4149-0-3-376	2010 actual	CR	2012 est.
Obligations by program activity:			
0005 Other Expenses	112	100	75
Credit program obligations:			
0711 Default claim payments on principal	5,224	4,750	2,250
0712 Default claim payments on interest	38	25	20
0713 Payment of interest to Treasury	172	150	100
0742 Downward reestimate paid to receipt account	34	92	
0743 Interest on downward reestimates	15	21	
0791 Direct program activities, subtotal	5,483	5,038	2,370
0900 Total new obligations	5,595	5,138	2,445
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	535	2,675	3,050
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	1,174		
Spending authority from offsetting collections, mandatory:			
1800 Collected	6,560	5,513	2,183
1801 Change in uncollected payments, Federal sources	1		
1850 Spending auth from offsetting collections, mand (total)	6,561	5,513	2,183
1900 Financing authority (total)	7,735	5,513	2,183
1930 Total budgetary resources available	8,270	8,188	5,233
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	2,675	3,050	2,788
Change in obligated balance:			
Obligated balance, start of year (net):			
3000 Unpaid obligations, brought forward, Oct 1 (gross)	137	184	576
3010 Uncollected pymts, Fed sources, brought forward, Oct 1	-200	-201	-201
3020 Obligated balance, start of year (net)	-63	-17	375
3030 Obligations incurred, unexpired accounts	5,595	5,138	2,445
3040 Financing disbursements (gross)	-5,548	-4,746	-2,086
3050 Change in uncollected pymts, Fed sources, unexpired	-1		
Obligated balance, end of year (net):			
3090 Unpaid obligations, end of year (gross)	184	576	935
3091 Uncollected pymts, Fed sources, end of year	-201	-201	-201
3100 Obligated balance, end of year (net)	-17	375	734
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	7,735	5,513	2,183
Financing disbursements:			
4110 Financing disbursements, gross	5,548	4,746	2,086
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Payments from program account	-575	-200	-93
4120 Upward reestimate	-3,778	-3,803	
4120 Interest on reestimate	-741	-835	
4122 Interest on uninvested funds	-183	-175	-190
4123 Fees	-1,283	-500	-1,000
4123 Recoveries			-900
4130 Offsets against gross financing auth and disbursements (total)	-6,560	-5,513	-2,183
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	-1		
4160 Financing authority, net (mandatory)	1,174		
4170 Financing disbursements, net (mandatory)	-1,012	-767	-97
4180 Financing authority, net (total)	1,174		
4190 Financing disbursements, net (total)	-1,012	-767	-97

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4149-0-3-376	2010 actual	CR	2012 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders	20,015	115,898	95,122
2150 Total guaranteed loan commitments	20,015	115,898	95,122
2199 Guaranteed amount of guaranteed loan commitments	17,013	98,513	80,854
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	74,781	76,195	86,650
2231 Disbursements of new guaranteed loans	14,156	23,900	23,900
2251 Repayments and prepayments	-7,480	-8,500	-8,500
Adjustments:			
2261 Terminations for default that result in loans receivable	-5,116	-4,750	-3,440
2263 Terminations for default that result in claim payments	-146	-195	-195
2290 Outstanding, end of year	76,195	86,650	98,415
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	64,390	73,150	73,150
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	6,426	8,396	8,541
2331 Disbursements for guaranteed loan claims	4,526	1,150	1,150
2351 Repayments of loans receivable	-740	-730	-730
2361 Write-offs of loans receivable	-2,426	-275	-275
2364 Other adjustments, net	610		
2390 Outstanding, end of year	8,396	8,541	8,686

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). 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 73-4149-0-3-376	2009 actual	2010 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	473	2,659
Investments in US securities:		
1106 Receivables, net	4,386	3,558
1206 Non-Federal assets: Receivables, net	14	29
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1501 Defaulted guaranteed loans receivable, gross	6,426	8,396
1504 Foreclosed property	34	38
1505 Allowance for subsidy cost (-)	-4,342	-6,204
1599 Net present value of assets related to defaulted guaranteed loans	2,118	2,230
1999 Total assets	6,991	8,476
LIABILITIES:		
Federal liabilities:		
2103 Debt	2,809	3,984
2105 Other	63	90
Non-Federal liabilities:		
2201 Accounts payable	125	166
2204 Liabilities for loan guarantees	3,994	4,236
2999 Total liabilities	6,991	8,476
4999 Total liabilities and net position	6,991	8,476

BUSINESS LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4154-0-3-376	2010 actual	CR	2012 est.
Obligations by program activity:			
0005 Guaranteed loan default claims	1	1	1

Credit program obligations:			
0709 Administrative expenses	2	1	1
0711 Default claim payments on principal	1		
0791 Direct program activities, subtotal	3	1	1
0900 Total new obligations	4	2	2

Budgetary Resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	6	5	
1022 Capital transfer of unobligated balances to general fund	-6	-5	
1050 Unobligated balance (total)			
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation	2	2	1
Spending authority from offsetting collections, mandatory:			
1800 Collected	10	6	4
1820 Capital transfer of spending authority from offsetting collections to general fund		-5	-2
1825 Spending authority from offsetting collections applied to repay FFB	-3	-1	-1
1850 Spending auth from offsetting collections, mand (total)	7		1
1900 Budget authority (total)	9	2	2
1930 Total budgetary resources available	9	2	2
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	5		

Change in obligated balance:

Obligated balance, start of year (net):			
3000 Unpaid obligations, brought forward, Oct 1 (gross)	3	3	5
3030 Obligations incurred, unexpired accounts	4	2	2
3040 Outlays (gross)	-4		-1
Obligated balance, end of year (net):			
3090 Unpaid obligations, end of year (gross)	3	5	6

Budget authority and outlays, net:

Mandatory:			
4090 Budget authority, gross	9	2	2
Outlays, gross:			
4100 Outlays from new mandatory authority	4		1
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources	-10	-6	-4
4160 Budget authority, net (mandatory)	-1	-4	-2
4170 Outlays, net (mandatory)	-6	-6	-3
4180 Budget authority, net (total)	-1	-4	-2
4190 Outlays, net (total)	-6	-6	-3

Status of Direct Loans (in millions of dollars)

Identification code 73-4154-0-3-376	2010 actual	CR	2012 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	25	21	16
1251 Repayments: Repayments and prepayments		-1	-1
Write-offs for default:			
1263 Direct loans	-2	-2	-2
1264 Other adjustments, net (+ or -)	-2	-2	-1
1290 Outstanding, end of year	21	16	12

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4154-0-3-376	2010 actual	CR	2012 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	74	52	33
2251 Repayments and prepayments	-20	-18	-15
Adjustments:			
2261 Terminations for default that result in loans receivable			
2263 Terminations for default that result in claim payments	-2	-1	-1
2290 Outstanding, end of year	52	33	17

Memorandum:

2299 Guaranteed amount of guaranteed loans outstanding, end of year	43	18	10
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Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	45	42	29
2331 Disbursements for guaranteed loan claims		1	1

BUSINESS LOAN FUND LIQUIDATING ACCOUNT—Continued
Status of Guaranteed Loans—Continued

Identification code 73-4154-0-3-376	2010 actual	CR	2012 est.
2351 Repayments of loans receivable	-7	-12	-12
2361 Write-offs of loans receivable		-2	-2
2364 Other adjustments, net	4		
2390 Outstanding, end of year	42	29	16

As required by the Federal Credit Reform Act of 1990, as amended, this account records all cash flows to and from the Government resulting from SBA direct loans obligated and loan guarantees committed prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond (including modifications of direct loans or loan guarantees made in any year) is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 73-4154-0-3-376	2009 actual	2010 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	8	8
1206 Non-Federal assets: Receivables, net	3	3
1601 Direct loans, gross	25	21
1603 Allowance for estimated uncollectible loans and interest (-)	-1	
1604 Direct loans and interest receivable, net	24	21
1699 Value of assets related to direct loans	24	21
1701 Defaulted guaranteed loans, gross	45	42
1703 Allowance for estimated uncollectible loans and interest (-)	-23	-24
1799 Value of assets related to loan guarantees	22	18
1901 Other Federal assets: Other assets	7	6
1999 Total assets	64	56
LIABILITIES:		
Federal liabilities:		
2101 Accounts payable	1	1
2103 Debt	6	2
2104 Resources payable to Treasury	55	50
Non-Federal liabilities:		
2201 Accounts payable	1	2
2207 Other Liabilities	1	1
2999 Total liabilities	64	56
4999 Total liabilities and net position	64	56

Object Classification (in millions of dollars)

Identification code 73-4154-0-3-376	2010 actual	CR	2012 est.
Direct obligations:			
42.0 Insurance claims and indemnities	3	1	1
43.0 Interest and dividends	1	1	1
99.9 Total new obligations	4	2	2

DISASTER LOANS PROGRAM ACCOUNT
(INCLUDING TRANSFERS OF FUNDS)

For administrative expenses to carry out the direct loan program authorized by section 7(b) of the Small Business Act, \$167,300,000, to be available until expended, of which \$1,000,000 is for the Office of Inspector General of the Small Business Administration for audits and reviews of disaster loans and the disaster loan programs and shall be paid to the appropriations for the Office of Inspector General; of which \$157,300,000 is for direct administrative expenses of loan making and servicing to carry out the direct loan program, which may be paid to the appropriations for Salaries and Expenses; and of which \$9,000,000 is for indirect administrative expenses for the direct loan program, which may be paid to the appropriations for Salaries and Expenses.

Note.—A full-year 2011 appropriation for this account was not enacted at the time the budget was prepared; therefore, this account is operating under a continuing resolution (P.L. 111-242, as amended). The amounts included for 2011 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 73-1152-0-1-453	2010 actual	CR	2012 est.
Obligations by program activity:			
Credit program obligations:			
0701 Direct loan subsidy	51	149	124
0702 Loan guarantee subsidy			1
0705 Reestimates of direct loan subsidy	181	171	
0706 Interest on reestimates of direct loan subsidy	55	58	
0709 Administrative expenses	86	77	167
0900 Total new obligations	373	455	292
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	853	805	678
1021 Recoveries of prior year unpaid obligations	12	20	10
1050 Unobligated balance (total)	865	825	688
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	78	79	167
Appropriations, mandatory:			
1200 Appropriation	235	229	
1900 Budget authority (total)	313	308	167
1930 Total budgetary resources available	1,178	1,133	855
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	805	678	563
Change in obligated balance:			
Obligated balance, start of year (net):			
3000 Unpaid obligations, brought forward, Oct 1 (gross)	32	24	22
3030 Obligations incurred, unexpired accounts	373	455	292
3040 Outlays (gross)	-369	-437	-294
3080 Recoveries of prior year unpaid obligations, unexpired	-12	-20	-10
Obligated balance, end of year (net):			
3090 Unpaid obligations, end of year (gross)	24	22	10
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	78	79	167
Outlays, gross:			
4010 Outlays from new discretionary authority	76	79	167
4011 Outlays from discretionary balances	58	129	127
4020 Outlays, gross (total)	134	208	294
Additional offsets against gross budget authority only:			
4052 Offsetting collections credited to expired accounts			
4070 Budget authority, net (discretionary)	78	79	167
4080 Outlays, net (discretionary)	134	208	294
Mandatory:			
4090 Budget authority, gross	235	229	
Outlays, gross:			
4100 Outlays from new mandatory authority	235	229	
4180 Budget authority, net (total)	313	308	167
4190 Outlays, net (total)	369	437	294

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

Identification code 73-1152-0-1-453	2010 actual	CR	2012 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Disaster Assistance Loans	472	1,100	1,100
115999 Total direct loan levels	472	1,100	1,100
Direct loan subsidy (in percent):			
132001 Disaster Assistance Loans	10.77	13.53	11.28
132999 Weighted average subsidy rate	10.77	13.53	11.28
Direct loan subsidy budget authority:			
133001 Disaster Assistance Loans	51	149	124
133999 Total subsidy budget authority	51	149	124
Direct loan subsidy outlays:			
134001 Disaster Assistance Loans	47	116	116
134999 Total subsidy outlays	47	116	116
Direct loan upward reestimates:			
135001 Disaster Assistance Loans	223	221	
135002 Economic Injury Disaster Loans—Terrorist Attack	12	8	

135999	Total upward reestimate budget authority	235	229	.....
	Direct loan downward reestimates:			
137001	Disaster Assistance Loans	-24	-37	.....
137999	Total downward reestimate budget authority	-24	-37	.....
	Guaranteed loan levels supportable by subsidy budget authority:			
215001	Immediate Disaster Assistance		19	.....
215002	Expedited Disaster Assistance			63
215999	Total loan guarantee levels		19	63
	Guaranteed loan subsidy (in percent):			
232001	Immediate Disaster Assistance	0.00	1.89	0.00
232002	Expedited Disaster Assistance	0.00	0.00	2.28
232999	Weighted average subsidy rate	0.00	1.89	2.28
	Guaranteed loan subsidy budget authority:			
233002	Expedited Disaster Assistance			1
233999	Total subsidy budget authority			1
	Guaranteed loan subsidy outlays:			
234002	Expedited Disaster Assistance			1
234999	Total subsidy outlays			1
	Administrative expense data:			
3510	Budget authority	76	77	167
3580	Outlays from balances	10		
3590	Outlays from new authority	76	77	167

As required by the Federal Credit Reform Act of 1990, as amended, this account records, for loans made pursuant to Section 7(b) of the Small Business Act, as amended, the subsidy costs associated with the direct loans obligated in 1992 and beyond (including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year), as well as administrative expenses of this program. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

Disaster loans made pursuant to Section 7(b) of the Small Business Act provide Federal assistance for non-farm, private sector disaster losses. Through the disaster assistance program, SBA helps homeowners, renters, businesses of all sizes, and non-profit organizations pay for the cost of replacing, rebuilding or repairing property damaged by disasters. The program is the only form of SBA financial assistance not limited to small businesses. The program provides subsidized loans of up to 30 years to borrowers who have incurred uninsured physical losses or economic injury as the result of a disaster.

In 2012, the Budget supports \$1.1 billion in loans, the ten-year average for such loans, excluding outlying events. The Budget includes a legislative proposal (Section 521 of the SBA Administrative Provisions) to increase the maximum term for Business Credit Elsewhere loans from three to seven years. With this policy proposal, the subsidy rate is 10.93 percent. The Budget does not request new credit subsidy budget authority (BA), as SBA has sufficient unobligated balances to support estimated 2012 loan approvals. However, the Budget does request \$167 million in new BA for administrative expenses.

Object Classification (in millions of dollars)

Identification code 73-1152-0-1-453	2010 actual	CR	2012 est.
Direct obligations:			
25.2 Other services from non-federal sources	86	77	167
41.0 Grants, subsidies, and contributions	287	378	125
99.9 Total new obligations	373	455	292

DISASTER DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4150-0-3-453	2010 actual	CR	2012 est.
Obligations by program activity:			
0003 Other	7		
Credit program obligations:			
0710 Direct loan obligations	472	1,100	1,100
0713 Payment of interest to Treasury	367	350	300
0742 Downward reestimate paid to receipt account	24	35	
0743 Interest on downward reestimates		2	
0791 Direct program activities, subtotal	863	1,487	1,400
0900 Total new obligations	870	1,487	1,400
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	639	762	
1021 Recoveries of prior year unpaid obligations	78	200	150
1023 Unobligated balances applied to repay debt	-672	-500	
1050 Unobligated balance (total)	45	462	150
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	369	951	988
Spending authority from offsetting collections, mandatory:			
1800 Collected	1,225	987	1,014
1801 Change in uncollected payments, Federal sources	-7		
1820 Capital transfer of spending authority from offsetting collections to general fund		-913	-752
1850 Spending auth from offsetting collections, mand (total)	1,218	74	262
1900 Financing authority (total)	1,587	1,025	1,250
1930 Total budgetary resources available	1,632	1,487	1,400
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	762		
Change in obligated balance:			
Obligated balance, start of year (net):			
3000 Unpaid obligations, brought forward, Oct 1 (gross)	215	219	406
3010 Uncollected pymts, Fed sources, brought forward, Oct 1	-32	-25	-25
3020 Obligated balance, start of year (net)	183	194	381
3030 Obligations incurred, unexpired accounts	870	1,487	1,400
3040 Financing disbursements (gross)	-788	-1,100	-1,100
3050 Change in uncollected pymts, Fed sources, unexpired	7		
3080 Recoveries of prior year unpaid obligations, unexpired	-78	-200	-150
Obligated balance, end of year (net):			
3090 Unpaid obligations, end of year (gross)	219	406	556
3091 Uncollected pymts, Fed sources, end of year	-25	-25	-25
3100 Obligated balance, end of year (net)	194	381	531
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	1,587	1,025	1,250
Financing disbursements:			
4110 Financing disbursements, gross	788	1,100	1,100
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Payments from program account	-47	-116	-116
4120 Upward reestimate	-181	-171	
4120 Interest on upward reestimate	-54	-58	
4122 Interest income from Treasury	-61	-89	-98
4123 Repayments of principal, net	-877	-553	-800
4123 Non-Federal sources-Other	-5		
4130 Offsets against gross financing auth and disbursements (total)	-1,225	-987	-1,014
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	7		
4160 Financing authority, net (mandatory)	369	38	236
4170 Financing disbursements, net (mandatory)	-437	113	86
4180 Financing authority, net (total)	369	38	236
4190 Financing disbursements, net (total)	-437	113	86

Status of Direct Loans (in millions of dollars)

Identification code 73-4150-0-3-453	2010 actual	CR	2012 est.
Position with respect to appropriations act limitation on obligations:			
1131 Direct loan obligations exempt from limitation	472	1,100	1,100

DISASTER DIRECT LOAN FINANCING ACCOUNT—Continued
Status of Direct Loans—Continued

Identification code 73-4150-0-3-453	2010 actual	CR	2012 est.
1150 Total direct loan obligations	472	1,100	1,100
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	8,454	7,944	8,200
1231 Disbursements: Direct loan disbursements	388	1,100	1,100
1251 Repayments: Repayments and prepayments	-588	-553	-538
Write-offs for default:			
1263 Direct loans	-301	-283	-275
1264 Other adjustments, net (+ or -)	-9	-8	-8
1290 Outstanding, end of year	7,944	8,200	8,479

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from disaster direct loans obligated in 1992 and beyond (including modifications of direct loans that resulted from obligations in any year). 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 73-4150-0-3-453	2009 actual	2010 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	1,066	1,186
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	8,454	7,944
1405 Allowance for subsidy cost (-)	-1,596	-1,475
1499 Net present value of assets related to direct loans	6,858	6,469
1999 Total assets	7,924	7,655
LIABILITIES:		
Federal liabilities:		
2103 Debt	7,920	7,653
2105 Other	4	2
2999 Total liabilities	7,924	7,655
4999 Total liabilities and net position	7,924	7,655

DISASTER LOANS GUARANTEED LOAN FINANCING ACCOUNT
Program and Financing (in millions of dollars)

Identification code 73-4293-0-3-453	2010 actual	CR	2012 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1			1
Financing authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected		1	1
1900 Financing authority (total)		1	1
1930 Total budgetary resources available		1	2
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year		1	2
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross		1	1
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Payments from program account		-1	-1
4160 Financing authority, net (mandatory)			
4170 Financing disbursements, net (mandatory)		-1	-1
4180 Financing authority, net (total)			
4190 Financing disbursements, net (total)		-1	-1

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4293-0-3-453	2010 actual	CR	2012 est.
Position with respect to appropriations act limitation on commitments:			
2131 Guaranteed loan commitments exempt from limitation		19	63
2150 Total guaranteed loan commitments		19	63
2199 Guaranteed amount of guaranteed loan commitments		16	54
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year			19
2231 Disbursements of new guaranteed loans		19	63
2251 Repayments and prepayments			-10
2290 Outstanding, end of year		19	72
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year		16	61

As required by the Federal Credit Reform Act of 1990, as amended, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the Budget totals.

DISASTER LOAN FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4153-0-3-453	2010 actual	CR	2012 est.
Obligations by program activity:			
0101 Interest expense to Treasury		1	1
0103 Other expenses	1	1	1
0900 Total new obligations	1	2	2
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	6	5	
1022 Capital transfer of unobligated balances to general fund	-6	-5	
1050 Unobligated balance (total)			
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation	2	2	2
Spending authority from offsetting collections, mandatory:			
1800 Collected	4	4	4
1820 Capital transfer of spending authority from offsetting collections to general fund		-4	-4
1850 Spending auth from offsetting collections, mand (total)	4		
1900 Budget authority (total)	6	2	2
1930 Total budgetary resources available	6	2	2
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	5		
Change in obligated balance:			
Obligated balance, start of year (net):			
3000 Unpaid obligations, brought forward, Oct 1 (gross)	1		2
3030 Obligations incurred, unexpired accounts	1	2	2
3040 Outlays (gross)	-2		
Obligated balance, end of year (net):			
3090 Unpaid obligations, end of year (gross)		2	4
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	6	2	2
Outlays, gross:			
4100 Outlays from new mandatory authority	2		
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources	-4	-4	-4
4160 Budget authority, net (mandatory)	2	-2	-2
4170 Outlays, net (mandatory)	-2	-4	-4
4180 Budget authority, net (total)	2	-2	-2

4190	Outlays, net (total)	-2	-4	-4
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Status of Direct Loans (in millions of dollars)

Identification code 73-4153-0-3-453	2010 actual	CR	2012 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	14	11	8
1251 Repayments: Repayments and prepayments	-3	-2	-2
1263 Write-offs for default: Direct loans		-1	-1
1290 Outstanding, end of year	11	8	5

As required by the Federal Credit Reform Act of 1990, as amended, this account records all cash flows to and from the Government resulting from SBA disaster direct loans obligated prior to 1992. This account is shown on a cash basis. All new activity in this program in 1992 and beyond (including modifications of direct loans or loan guarantees made in any year) is recorded in corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 73-4153-0-3-453	2009 actual	2010 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	6	5
1601 Direct loans, net	14	11
1603 Allowance for estimated uncollectible loans and interest (-)	-1	-1
1699 Value of assets related to direct loans	13	10
1999 Total assets	19	15
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	19	15
2999 Total liabilities	19	15
4999 Total liabilities and net position	19	15

Object Classification (in millions of dollars)

Identification code 73-4153-0-3-453	2010 actual	CR	2012 est.
Direct obligations:			
25.2 Other services from non-federal sources	1	1	1
43.0 Interest and dividends		1	1
99.9 Total new obligations	1	2	2

POLLUTION CONTROL EQUIPMENT FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 73-4147-0-3-376	2010 actual	CR	2012 est.
Obligations by program activity:			
Credit program obligations:			
0711 Default claim payments on principal		2	1
0900 Total new obligations (object class 42.0)		2	1
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	3	2	
1022 Capital transfer of unobligated balances to general fund	-3	-2	
1050 Unobligated balance (total)			
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation	2	2	1
1930 Total budgetary resources available	2	2	1
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	2		
Change in obligated balance:			
3030 Obligations incurred, unexpired accounts		2	1
3040 Outlays (gross)		-2	
Obligated balance, end of year (net):			
3090 Unpaid obligations, end of year (gross)			

Budget authority and outlays, net:

Mandatory:			
4090 Budget authority, gross	2	2	1
Outlays, gross:			
4100 Outlays from new mandatory authority		2	
4180 Budget authority, net (total)	2	2	1
4190 Outlays, net (total)		2	

Status of Guaranteed Loans (in millions of dollars)

Identification code 73-4147-0-3-376	2010 actual	CR	2012 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	1		
2251 Repayments and prepayments	-1		
Adjustments:			
2263 Terminations for default that result in claim payments		-2	-1
2264 Other adjustments, net		2	1
2290 Outstanding, end of year			
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year			
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	10	10	10
2390 Outstanding, end of year	10	10	10

Public Law 94-305 established this fund to alleviate the adverse impact of pollution regulations on small businesses. As a result of the elimination of tax-exempt financing associated with the Pollution Control Guaranteed loan program, no new activity is anticipated for this program.

Balance Sheet (in millions of dollars)

Identification code 73-4147-0-3-376	2009 actual	2010 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	3	2
1603 Allowance for estimated uncollectible loans and interest (-)	-8	-8
1701 Defaulted guaranteed loans, gross	10	10
1999 Total assets	5	4
LIABILITIES:		
2104 Federal liabilities: Resources payable to Treasury	5	4
2999 Total liabilities	5	4
4999 Total liabilities and net position	5	4

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2010 actual	CR	2012 est.
Offsetting receipts from the public:			
73-272130 Disaster Loan Program, Downward Reestimates of Subsidies	24	37	
73-272210 Business Loan Program, Negative Subsidies		1	
73-272230 Business Loan Program, Downward Reestimates of Subsidies	54	116	
General Fund Offsetting receipts from the public	78	154	

ADMINISTRATIVE PROVISIONS—SMALL BUSINESS ADMINISTRATION

(INCLUDING TRANSFER OF FUNDS)

SEC. 520. Not to exceed 5 percent of any appropriation made available for the current fiscal year for the Small Business Administration in this Act may be transferred between such appropriations, but no such appropriation shall be increased by more than 10 percent by any such transfers:

Provided, That any transfer pursuant to this paragraph shall be treated as a reprogramming of funds .

SEC. 521. Section 7(d) of the Small Business Act (15 U.S.C. 636(d)) is amended in subparagraph 7(d)(5)(D) by striking in the last sentence "three

years" and inserting in lieu thereof "seven years".

SEC. 522. Section 7(m) of the Small Business Act (15 U.S.C. 636(m)) is amended in paragraph (3)(C), by striking "\$750,000" and inserting in lieu thereof "\$1,000,000".