

# Federal Hospital Insurance Trust Fund

20X8005

## Table of Contents

	<b>Page(s)</b>
Noteworthy News	2
Trial Balance	3
Balance Sheet	4
Income Statement	5
Budget Reconciliation	6-7
Budget Reconciliation Summary	8
Attest Adjusted Trial Balance	9-10
Attest Schedule of Assets and Liabilities	11
Attest Schedule of Activity	12

---

---

# **Federal Hospital Insurance Trust Fund**

**20X8005**

## **Noteworthy News**

Beginning in October (for September reporting), Preliminary Financial Statements will be available on the Web by the 3rd workday of the following month.

They will no longer be sent via email. The link to view the financial statements is <http://www.publicdebt.treas.gov/dfi/dfitrustfundreport.htm>.

<http://www.publicdebt.treas.gov/dfi/dfitrustfundreport.htm>.

TFMB contracted with the independent certified public accounting firm of KPMG LLP to examine BPD's assertions pertaining to the Schedule of Assets and Liabilities as of and for the year ended September 30, 2005. In order for KPMG to complete the review, TFMB must receive all activity/adjustments for the September 2005 reporting period by COB Tuesday, October 11, 2005.

**Federal Hospital Insurance Trust Fund  
20X8005  
Trial Balance (Final)  
July 31, 2005 Through August 31, 2005**

RUN DATE: 09/19/05

RUN TIME: 15:50:36

G/L ACCT#	DESCRIPTION	BEGINNING BALANCE	TOTAL DEBITS	TOTAL CREDITS	ENDING BALANCE
<b>ASSETS</b>					
1010	CASH	986.48	30,629,648,533.29	30,629,648,805.37	714.40
1335	OTHER RECEIVABLES	314,558,000.00	0.00	0.00	314,558,000.00
1340	ACCRUED INCOME RECEIVABLE	1,276,489,428.39	1,271,511,650.26	12,251,138.51	2,535,749,940.14
1610	PRINCIPAL ON INVESTMENTS	279,935,768,000.00	13,964,477,000.00	16,363,660,000.00	277,536,585,000.00
	<b>TOTAL ASSETS</b>	<b>281,526,816,414.87</b>	<b>45,865,637,183.55</b>	<b>47,005,559,943.88</b>	<b>280,386,893,654.54</b>
<b>LIABILITIES</b>					
2150	LIABILITY FOR ALLOCATION	25,464,818,828.59	15,893,423,915.10	17,000,000,000.00	26,571,394,913.49
2155	EXPENDITURE TRANSFER PAY	952,410,299.63	158,130,519.92	0.00	794,279,779.71
	<b>TOTAL LIABILITIES</b>	<b>26,417,229,128.22</b>	<b>16,051,554,435.02</b>	<b>17,000,000,000.00</b>	<b>27,365,674,693.20</b>
	<b>TOTAL NET ASSETS</b>	<b>255,109,587,286.65</b>	<b>61,917,191,618.57</b>	<b>64,005,559,943.88</b>	<b>253,021,218,961.34</b>
<b>CAPITAL</b>					
3310	PRIOR UNDISTRIBUTED INC	252,683,779,528.55	0.00	0.00	252,683,779,528.55
	PROGRAM AGENCY EQUITY	0.00	0.00	0.00	0.00
	<b>TOTAL CAPITAL</b>	<b>252,683,779,528.55</b>	<b>0.00</b>	<b>0.00</b>	<b>252,683,779,528.55</b>
<b>INCOME</b>					
5311	INTEREST ON INVESTMENTS	12,651,917,863.38	12,251,138.51	1,284,621,637.64	13,924,288,362.51
5600	GIFTS	5,010.50	0.00	5.00	5,015.50
5750	3% ADMIN EXP REIMBURSEMENT/DOJ	8,924,023.61	0.00	89,578.31	9,013,601.92
5750	HOSPITAL INSURANCE UNINSURED	87,000,000.00	0.00	0.00	87,000,000.00
5750	FEDERAL UNINSURED PAYMENTS	199,000,000.00	0.00	0.00	199,000,000.00
5750	GF TRANSFER PROGRAM MANAGEMENT	215,000,000.00	0.00	0.00	215,000,000.00
5750	REIMBURSE UNION ACTIVITY	971,703.83	0.00	0.00	971,703.83
5750	RAILROAD FINANCIAL INTERCHANGE	338,250,000.00	0.00	0.00	338,250,000.00
5750	FRAUD/ABUSE APPROPRIATION FBI	114,000,000.00	0.00	0.00	114,000,000.00
5750	INCOME TAX ON BENEFITS	7,339,000,000.00	0.00	0.00	7,339,000,000.00
5750	INCOME TAX CREDIT REIMB - SECA	53,709.17	0.00	0.00	53,709.17
5750	INT REIMBURSEMENT FROM CMS	507,221.00	0.00	0.00	507,221.00
5750	INT REIMBURSEMENT FROM RAILROAD	0.00	0.00	0.00	0.00
5800	EMPLOYMENT TAX RECEIPTS - FICA	130,974,143,009.02	0.00	13,001,000,000.00	143,975,143,009.02
5800	EMPLOYMENT TAX RECEIPTS - SECA	9,073,990,400.34	0.00	197,000,000.00	9,270,990,400.34
5900	OTHER INCOME	214,364.15	0.00	0.00	214,364.15
5900	PREMIUMS UNINSURED INDIVIDUALS	1,886,394,687.61	0.00	203,047,489.90	2,089,442,177.51
5320	CIVIL MONETARY PENALTIES	11,495,543.61	0.00	592,759.82	12,088,303.43
5320	CIVIL PENALTIES & DAMAGES - CMS	994,917.16	0.00	4,850.00	999,767.16
5320	CRIMINAL FINES .46	346,656,656.15	0.00	393,950.00	347,050,606.15
5320	CIVIL PENALTIES & DAMAGES - DOJ	288,452,302.44	0.00	2,896,365.38	291,348,667.82
	<b>TOTAL INCOME</b>	<b>163,536,971,411.97</b>	<b>12,251,138.51</b>	<b>14,689,646,636.05</b>	<b>178,214,366,909.51</b>
<b>EXPENSES</b>					
5760	SSA LAE ANNUAL	668,069,005.40	42,276,217.00	51,704,276.75	658,640,945.65
5760	SSA LAE NO YEAR	6,594,296.53	463,919.00	5,134,935.25	1,923,280.28
5760	SALARIES & EXPENSES - CMS	983,261,668.16	101,747,709.92	101,747,709.92	983,261,668.16
5760	SALARIES & EXPENSES - OS	0.00	30,989,584.00	0.00	30,989,584.00
5760	PAYMENT ASSESSMENT COMMISSION	5,939,500.80	0.00	0.00	5,939,500.80
5765	TRANSFERS OUT - BENEFIT PAYMENTS	159,342,462,568.08	33,396,429,783.26	16,396,429,783.26	176,342,462,568.08
5765	TRANSFERS OUT - DOJ	0.00	4,570,000.00	4,570,000.00	0.00
5765	TRANSFERS OUT - HHS OIG	0.00	18,690,632.67	18,690,632.67	0.00
5765	TRANSFERS OUT - HHS MIP	1,074,558,320.00	58,858,037.40	58,858,037.40	1,074,558,320.00
5765	TRANSFERS OUT - FBI	0.00	0.00	0.00	0.00
6100	TREASURY ADMIN EXPENSE - GF	107,630,796.94	11,125,412.70	0.00	118,756,209.64
6100	TREASURY ADMIN EXPENSE - BPD	238,694.61	20,509.42	0.00	259,204.03
6100	MEDICARE REFUNDS	(1,077,591,196.65)	0.00	262,272,607.27	(1,339,863,803.92)
	<b>TOTAL EXPENSES</b>	<b>161,111,163,653.87</b>	<b>33,665,171,805.37</b>	<b>16,899,407,982.52</b>	<b>177,876,927,476.72</b>
	<b>TOTAL EQUITY</b>	<b>255,109,587,286.65</b>	<b>33,677,422,943.88</b>	<b>31,589,054,618.57</b>	<b>253,021,218,961.34</b>
	<b>BALANCE</b>	<b>0.00</b>	<b>95,594,614,562.45</b>	<b>95,594,614,562.45</b>	<b>0.00</b>

**Federal Hospital Insurance Trust Fund  
20X8005  
Balance Sheet (Final)  
August 31, 2005**

**ASSETS**

**Undisbursed Balances**

Funds Available for Investment	\$	714.40	\$	714.40
--------------------------------	----	--------	----	--------

**Receivables**

Interest Receivable	\$	2,535,749,940.14		
1 Other Receivables		314,558,000.00	\$	2,850,307,940.14

**Investments**

2 Principal On Investments	\$	277,536,585,000.00	\$	277,536,585,000.00
----------------------------	----	--------------------	----	--------------------

<b>TOTAL ASSETS</b>	<b>\$</b>	<b>280,386,893,654.54</b>
---------------------	-----------	---------------------------

**LIABILITIES & EQUITY**

**Liabilities**

3 Other Liabilities	\$	26,571,394,913.49		
4 Expenditure Transfer Pay		794,279,779.71	\$	27,365,674,693.20

**Equity**

Beginning Balance	\$	252,683,779,528.55		
Net Change		337,439,432.79	\$	253,021,218,961.34

<b>TOTAL LIABILITY/EQUITY</b>	<b>\$</b>	<b>280,386,893,654.54</b>
-------------------------------	-----------	---------------------------

**Footnotes:**

- 1 This includes RRB accrual.
- 2 Details about principal holdings and investment transaction data can be viewed at <http://www.federalinvestments.gov/dfi/dfifederalinvestreports.htm>
- 3 This includes the CMS's Benefit Payment accrual of \$26,175,864,367.46 and HCFA MIP accrual of \$395,530,546.03.
- 4 This includes the SSA's LAE accrual of \$188,781,782.43 and CMS's Salaries & Expenses accrual of \$605,497,997.28.

Bureau of the Public Debt  
Office of Public Debt Accounting  
Trust Fund Management Branch  
Date: September 19, 2005

**Federal Hospital Insurance Trust Fund  
20X8005  
Income Statement (Final)  
October 1, 2004 Through August 31, 2005**

<b>RECEIPTS</b>	<u><b>Current Month</b></u>	<u><b>Year-To-Date</b></u>
<b>Revenue</b>		
3% Admin Exp Reimbursement/DOJ	\$ 89,578.31	\$ 9,013,601.92
Civil Monetary Penalties	592,759.82	12,088,303.43
Civil Penalties & Damages/DOJ	2,896,365.38	291,348,667.82
Civil Penalties & Damages/CMS	4,850.00	999,767.16
Criminal Fines .46	393,950.00	347,050,606.15
Employment Tax Receipts - FICA	13,001,000,000.00	143,975,143,009.02
Employment Tax Receipts - SECA	197,000,000.00	9,270,990,400.34
Federal Uninsured Payments	0.00	199,000,000.00
Fraud/Abuse Appropriation FBI	0.00	114,000,000.00
GF Transfer Program Management	0.00	215,000,000.00
Gifts	5.00	5,015.50
Hospital Insurance Uninsured	0.00	87,000,000.00
Income Tax on Benefits	0.00	7,339,000,000.00
Income Tax Credit Reimb - SECA	0.00	53,709.17
Other Income	0.00	214,364.15
Premiums Uninsured Individuals	203,047,489.90	2,089,442,177.51
Railroad Financial Interchange	0.00	338,250,000.00
Interest Reimbursement From CMS	0.00	507,221.00
Reimburse Union Activity	0.00	971,703.83
<b>Total Revenue</b>	<b>\$ 13,405,024,998.41</b>	<b>\$ 164,290,078,547.00</b>
<b>Investment Income</b>		
1. Interest on Investments	1,272,370,499.13	13,924,288,362.51
<b>Total Investment Income</b>	<b>\$ 1,272,370,499.13</b>	<b>\$ 13,924,288,362.51</b>
<b>Net Receipts</b>	<b>\$ 14,677,395,497.54</b>	<b>\$ 178,214,366,909.51</b>
 <b>DISBURSEMENTS</b>		
<b>Outlays</b>		
Payment Assessment Comm	\$ 0.00	\$ 5,939,500.80
Salaries & Expenses - CMS	0.00	983,261,668.16
SSA LAE Annual	(9,428,059.75)	658,640,945.65
SSA LAE No Year	(4,671,016.25)	1,923,280.28
Treasury Admin Expense - BPD	20,509.42	259,204.03
Treasury Admin Expense - GF	11,125,412.70	118,756,209.64
Salaries & Expenses - OS	30,989,584.00	30,989,584.00
<b>Total Outlays</b>	<b>\$ 28,036,430.12</b>	<b>\$ 1,799,770,392.56</b>
<b>NonExpenditure Transfers</b>		
Transfers Out - Benefit Payments	\$ 17,000,000,000.00	\$ 176,342,462,568.08
Transfers Out - HHS MIP	0.00	1,074,558,320.00
<b>Total NonExpenditure Transfers</b>	<b>\$ 17,000,000,000.00</b>	<b>\$ 177,417,020,888.08</b>
<b>Offsetting Receipts</b>		
Medicare Refunds	\$ (262,272,607.27)	\$ (1,339,863,803.92)
<b>Total Disbursements</b>	<b>\$ 16,765,763,822.85</b>	<b>\$ 177,876,927,476.72</b>
<b>NET INCREASE/(DECREASE)</b>	<b>\$ (2,088,368,325.31)</b>	<b>\$ 337,439,432.79</b>

1. Interest on Investments is reported on the accrual basis. Includes interest collected, premium paid, and accrued interest purchased.  
Interest on Investments cash basis:

	<u><b>Current Month</b></u>	<u><b>Year-to-Date</b></u>
\$	13,109,987.38	\$ 15,093,255,732.56

**Federal Hospital Insurance Trust Fund  
20X8005  
Budget Reconciliation (Final)  
August 31, 2005**

**Proprietary Accounts**

<u>Security Number / Account Number</u>	<u>Title</u>	<u>Amount</u>	<u>M/D</u>	<u>Total</u>
	Interest on Investments(Cash)	15,093,255,732.56		
	Interest Reimbursement from CMS	507,221.00		
560001	Gifts	5,015.50		
575000	Civil Monetary Penalties .47	12,088,303.43		
575001	Civil Penalties & Damages/CMS .49	999,767.16		
575004	Criminal Fines .46	347,050,606.15		
575005	Civil Penalties & Damages/DOJ .49	291,348,667.82		
575006	3% Admin Exp Reimbursement DOJ .49	9,013,601.92		
575007	Hospital Insurance Uninsured	87,000,000.00		
575008	Federal Uninsured Payments	199,000,000.00		
575009	GF Transfer Program Management	215,000,000.00		
575010	Reimburse Union Activities	971,703.83		
575018	Railroad Financial Interchange	444,892,000.00		
575019	Fraud/Abuse Appropriation - FBI	114,000,000.00		
580002	Income Tax on Benefits	7,339,000,000.00		
580003	Income Tax Credit Reimbursement - SECA	53,709.17		
580004	Employment Tax Receipts - FICA	143,975,143,009.02		
580005	Employment Tax Receipts - SECA	9,270,990,400.34		
590001	Other Income	214,364.15		
590002	Premiums Uninsured Individuals	2,089,442,177.51		
610011	Medicare Refunds	1,339,863,803.92		
<b>411400</b>	<b>Appropriated Trust Fund Receipts (Public Law 103296)</b>			<b>180,829,840,083.48</b>
				=====
<b>411400</b>	<b>Less: Receipts Designated as Discretionary to Cover Discretionary Budget Authority</b>		<b>D</b>	<b>1,683,444,571.03</b>
				=====
<b>411400</b>	<b>Appropriated Trust Fund Receipts - Mandatory</b>		<b>M</b>	<b>179,146,395,512.45</b>
				=====
576504	Transfers Out - MIP (Payable)	(395,530,546.03)		
<b>412700</b>	<b>Amts Approp F/Spec Treas Mgd Trust Fund - Payable</b>		<b>M</b>	<b>(395,530,546.03)</b>
				=====
	Actual Cash Transfers Out - HHS OIG	(189,477,245.00)		
	Actual Cash Transfers Out - MIP	(656,037,145.48)		
	Actual Cash Transfers Out - Justice	(56,702,312.24)		
	Actual Cash Transfers Out - FBI	(114,000,000.00)		
				=====
<b>412900</b>	<b>Amts Approp F/Spec Treas Mgd Trust Fund - Transfers Out</b>		<b>M</b>	<b>(1,016,216,702.72)</b>
				=====
576501	Transfers Out-CMS Benefit Pymts (Payable)	(26,175,864,367.46)		
<b>416600</b>	<b>Treasury-Managed Trust Fund Distrib of Realized Auth-To be Trans</b>		<b>M</b>	<b>(26,175,864,367.46)</b>
				=====
	Actual Transfers - CMS Benefit Pymts	(165,055,034,515.17)		
<b>416700</b>	<b>Transfers - Current Year Authority</b>		<b>M</b>	<b>(165,055,034,515.17)</b>
				=====
576001	SSA LAE Annual-Payable	(167,425,658.51)		
576002	SSA No Year-Payable	(21,356,123.92)		
576003	Salaries & Expenses - CMS Payable	(605,497,997.28)		
<b>490100</b>	<b>Delivered Orders - Obligations Unpaid</b>			<b>(794,279,779.71)</b>
				=====
	SSA LAE Annual	(8,104,100.00)		
	Salaries & Expenses - CMS	(8,809,650.78)		
<b>438200</b>	<b>Temporary Reduction-New Budget Authority</b>		<b>D</b>	<b>(16,913,750.78)</b>
				=====
<b>438400</b>	<b>Temporary Reduction Returned by Appropriation</b>	(14,224,158.64)		
	Less entry to bring authority rescinded in prior year forward as current year authority	14,224,158.64		
			<b>D</b>	<b>0.00</b>
				=====

576001	Actual Cash Transfers Out-SSA LAE Annual	(591,004,004.00)	D	
576002	Actual Cash Transfers Out-SSA No Year	(11,930,077.00)	D	
576003	Actual Cash Salaries & Expenses - CMS	(850,823,433.21)	D	
576004	Actual Cash Salaries & Expenses - OS	(30,989,584.00)	D	
576005	Actual Cash Payment Assessment Commission Exp	(5,939,500.80)	D	
610001	Actual Cash Treasury Admin Expense - GF	(118,756,209.64)	M	
610002	Actual Cash Treasury Admin Expense - BPD	(259,204.03)	M	
<b>490200</b>	<b>Delivered Orders - Obligations Paid</b>			<b>(1,609,702,012.68)</b>
				=====
<b>490200</b>	<b>Less: Obligations Paid, Designated as Discretionary</b>		D	<b>(1,490,686,599.01)</b>
				=====
<b>490200</b>	<b>Delivered Orders - Obligations Paid - Mandatory</b>		M	<b>(119,015,413.67)</b>
				=====
	Interest on Investments(Cash)	15,093,255,732.56		
575031	Interest Reimbursement from CMS	507,221.00		
560001	Gifts	5,015.50		
575000	Civil Monetary Penalties .47	12,088,303.43		
575001	Civil Penalties & Damages .49	999,767.16		
575004	Criminal Fines .46	347,050,606.15		
575005	Civil Penalties & Damages/DOJ .49	291,348,667.82		
575006	3% Admin Exp Reimbursement DOJ .49	9,013,601.92		
575007	Hospital Insurance Uninsured	87,000,000.00		
575008	Federal Uninsured Payments	199,000,000.00		
575009	GF Transfer Program Management	215,000,000.00		
575010	Reimburse Union Activities	971,703.83		
575018	Railroad Financial Interchange	444,892,000.00		
575019	Fraud/Abuse Appropriation - FBI	114,000,000.00		
580002	Income Tax on Benefits	7,339,000,000.00		
580003	Income Tax Credit Reimbursement-SECA	53,709.17		
580004	Employment Tax Receipts - FICA	143,975,143,009.02		
580005	Employment Tax Receipts - SECA	9,270,990,400.34		
590001	Other Income	214,364.15		
590002	Premiums Uninsured Individuals	2,089,442,177.51		
576501	* Transfers Out-CMS Benefit Pymts	(176,300,000,000.00)	M	
576504	Transfers Out - HHS MIP	(1,074,558,320.00)	M	
576505	Transfers Out - FBI	0.00	D	
576001	** SSA LAE Annual	(666,745,045.65)	D	
576002	SSA LAE No Year	(1,923,280.28)	D	
576003	** Salaries & Expenses - CMS	(992,071,318.94)	D	
576004	Salaries & Expenses - OS	(30,989,584.00)	D	
576005	Payment Assessment Commission Exp	(5,939,500.80)	D	
610001	Treasury Admin Expense - GF	(118,756,209.64)	M	
610002	Treasury Admin Expense - BPD	(259,204.03)	M	
610011	Medicare Refunds	1,339,863,803.92		
	<b>Rescinded Amount to close 4384</b>	<b>14,224,158.64</b>		
	<b>New Budget Authority</b>	<b>1,482,271,353.95</b>		
<b>462000</b>	<b>Other Funds Available for Commit/Oblig</b>			<b>(3,135,093,132.73)</b>
				=====
<b>415700</b>	<b>Auth Made Avail from Receipt or Approp Balances Previously Precluded from Oblig</b>		M	<b>1,482,271,353.95</b>
				=====
<b>420100</b>	<b>Total Actual Resources - Collected</b>			<b>264,387,698,861.49</b>
				=====
<b>439700</b>	<b>Receipts and Approps Temp Precl from Oblig (Public Law 103296)</b>		M	<b>(248,501,175,491.64)</b>
				=====
<b>Assets</b>				
1010	Fund Balance with Treasury	714.40		
1610	Principal on Investments	277,536,585,000.00		
2150	Other Payables	(26,571,394,913.49)		
2155	Expenditure Transfer Pay	(794,279,779.71)		
	<b>Total Assets</b>			<b>250,170,911,021.20</b>
				=====
<b>Edit Check (Total Assets = 462000+438200+415700+439700)</b>				<b>(250,170,911,021.20)</b>
				=====

\* Different from the Trial Balance by the amount of a prior year payable adjustment.  
\*\* Different from the Trial Balance by the amount of the rescissions that were recorded.

0.00

Federal Hospital Insurance Trust Fund  
20X8005  
Budgetary Account Balances (Final)  
August 31, 2005

		<u>M/D</u>	<u>Total</u>
411400	Appropriated Trust Fund Receipts	M	179,146,395,512.45
411400	Receipts Designated as Discretionary to Cover Discretionary Budget Authority	D	1,683,444,571.03
438200	Temporary Reduction-New Budget Authority	D	(16,913,750.78)
412700	Amts Approp F/Spec Treas Mgd Trust Fund - Payable	M	(395,530,546.03)
412900	Amts Approp F/Spec Treas Mgd Trust Fund - Transfers Out	M	(1,016,216,702.72)
416600	Treasury-Managed Trust Fund Distrib of Realized Auth-To BeTransferred	M	(26,175,864,367.46)
416700	Treasury-Managed Trust Fund Distrib of Realized Auth-Transferred	M	(165,055,034,515.17)
415700	Auth Made Avail from Receipt or Approp Balances Previously Precluded from Oblig	M	1,482,271,353.95
490100	Expended Authority - Unpaid		(794,279,779.71)
438400	Temporary Reduction Returned by Appropriation	D	0.00
490200	Expended Authority - Paid	M	(119,015,413.67)
490200	Expended Authority - Paid	D	(1,490,686,599.01)
462000	Other Funds Available for Commit/Oblig		(3,135,093,132.73)
420100	Total Actual Resources - Collected		264,387,698,861.49
439700	Receipts and Approps Temp Precl from Oblig	M	(248,501,175,491.64)
			0.00



**Federal Hospital Insurance Trust Fund  
20X8005  
Attest Adjusted Trial Balance (Final)  
July 31, 2005 Through August 31, 2005**

RUN DATE: 09/19/05

RUN TIME: 15:50:36

ACCT#	DESCRIPTION	BEGINNING BALANCE	TOTAL DEBITS	TOTAL CREDITS	ENDING BALANCE	ATTEST ADJUSTING DEBITS	ATTEST ADJUSTING CREDITS	ATTEST ENDING BALANCE
<b>ASSETS</b>								
1010	CASH	986.48	30,629,648,533.29	30,629,648,805.37	714.40	0.00	0.00	714.40
1335	OTHER RECEIVABLES	314,558,000.00	0.00	0.00	314,558,000.00	0.00	0.00	314,558,000.00
1340	ACCRUED INCOME RECEIVABLE	1,276,489,428.39	1,271,511,650.26	12,251,138.51	2,535,749,940.14	0.00	0.00	2,535,749,940.14
1610	PRINCIPAL ON INVESTMENTS	279,935,768,000.00	13,964,477,000.00	16,363,660,000.00	277,536,585,000.00	0.00	0.00	277,536,585,000.00
	<b>TOTAL ASSETS</b>	<b>281,526,816,414.87</b>	<b>45,865,637,183.55</b>	<b>47,005,559,943.88</b>	<b>280,386,893,654.54</b>	<b>0.00</b>	<b>0.00</b>	<b>280,386,893,654.54</b>
<b>LIABILITIES</b>								
2150	LIABILITY FOR ALLOCATION	25,464,818,828.59	15,893,423,915.10	17,000,000,000.00	26,571,394,913.49	2,4	26,571,394,913.49	0.00
2155	EXPENDITURE TRANSFER PAY	952,410,299.63	158,130,519.92	0.00	794,279,779.71	6	794,279,779.71	0.00
	<b>TOTAL LIABILITIES</b>	<b>26,417,229,128.22</b>	<b>16,051,554,435.02</b>	<b>17,000,000,000.00</b>	<b>27,365,674,693.20</b>	<b>27,365,674,693.20</b>	<b>0.00</b>	<b>0.00</b>
	<b>TOTAL NET ASSETS</b>	<b>255,109,587,286.65</b>	<b>61,917,191,618.57</b>	<b>64,005,559,943.88</b>	<b>253,021,218,961.34</b>	<b>27,365,674,693.20</b>	<b>0.00</b>	<b>280,386,893,654.54</b>
<b>CAPITAL</b>								
3310	PRIOR UNDISTRIBUTED INC	252,683,779,528.55	0.00	0.00	252,683,779,528.55	7	27,365,674,693.20	1,3,5
	PROGRAM AGENCY EQUITY	0.00	0.00	0.00	0.00	0.00	7	27,365,674,693.20
	<b>TOTAL CAPITAL</b>	<b>252,683,779,528.55</b>	<b>0.00</b>	<b>0.00</b>	<b>252,683,779,528.55</b>	<b>27,365,674,693.20</b>	<b>43,195,511,336.33</b>	<b>268,513,616,171.68</b>
<b>INCOME</b>								
5311	INTEREST ON INVESTMENTS	12,651,917,863.38	12,251,138.51	1,284,621,637.64	13,924,288,362.51	0.00	0.00	13,924,288,362.51
5600	GIFTS	5,010.50	0.00	5.00	5,015.50	0.00	0.00	5,015.50
5750	3% ADMIN EXP REIMBURSEMENT/DOJ	8,924,023.61	0.00	89,578.31	9,013,601.92	0.00	0.00	9,013,601.92
5750	HOSPITAL INSURANCE UNINSURED	87,000,000.00	0.00	0.00	87,000,000.00	0.00	0.00	87,000,000.00
5750	FEDERAL UNINSURED PAYMENTS	199,000,000.00	0.00	0.00	199,000,000.00	0.00	0.00	199,000,000.00
5750	GF TRANSFER PROGRAM MANAGEMENT	215,000,000.00	0.00	0.00	215,000,000.00	0.00	0.00	215,000,000.00
5750	REIMBURSE UNION ACTIVITY	971,703.83	0.00	0.00	971,703.83	0.00	0.00	971,703.83
5750	RAILROAD FINANCIAL INTERCHANGE	338,250,000.00	0.00	0.00	338,250,000.00	0.00	0.00	338,250,000.00
5750	FRAUD/ABUSE APPROPRIATION FBI	114,000,000.00	0.00	0.00	114,000,000.00	0.00	0.00	114,000,000.00
5750	INCOME TAX ON BENEFITS	7,339,000,000.00	0.00	0.00	7,339,000,000.00	0.00	0.00	7,339,000,000.00
5750	INCOME TAX CREDIT REIMB - SECA	53,709.17	0.00	0.00	53,709.17	0.00	0.00	53,709.17
5750	INT REIMBURSEMENT FROM CMS	507,221.00	0.00	0.00	507,221.00	0.00	0.00	507,221.00
5750	INT REIMBURSEMENT FROM RAILROAD	0.00	0.00	0.00	0.00	0.00	0.00	0.00
5800	EMPLOYMENT TAX RECEIPTS - FICA	130,974,143,009.02	0.00	13,001,000,000.00	143,975,143,009.02	0.00	0.00	143,975,143,009.02
5800	EMPLOYMENT TAX RECEIPTS - SECA	9,073,990,400.34	0.00	197,000,000.00	9,270,990,400.34	0.00	0.00	9,270,990,400.34
5900	OTHER INCOME	214,364.15	0.00	0.00	214,364.15	0.00	0.00	214,364.15
5900	PREMIUMS UNINSURED INDIVIDUALS	1,886,394,687.61	0.00	203,047,489.90	2,089,442,177.51	0.00	0.00	2,089,442,177.51
5320	CIVIL MONETARY PENALTIES	11,495,543.61	0.00	592,759.82	12,088,303.43	0.00	0.00	12,088,303.43
5320	CIVIL PENALTIES & DAMAGES - CMS	994,917.16	0.00	4,850.00	999,767.16	0.00	0.00	999,767.16
5320	CRIMINAL FINES -46	346,656,656.15	0.00	393,950.00	347,050,606.15	0.00	0.00	347,050,606.15
5320	CIVIL PENALTIES & DAMAGES - DOJ	288,452,302.44	0.00	2,896,365.38	291,348,667.82	0.00	0.00	291,348,667.82
	<b>TOTAL INCOME</b>	<b>163,536,971,411.97</b>	<b>12,251,138.51</b>	<b>14,689,646,636.05</b>	<b>178,214,366,909.51</b>	<b>0.00</b>	<b>0.00</b>	<b>178,214,366,909.51</b>

**Federal Hospital Insurance Trust Fund  
20X8005  
Attest Adjusted Trial Balance (Final)  
July 31, 2005 Through August 31, 2005**

RUN DATE: 09/19/05

RUN TIME: 15:50:36

G/L ACCT#	DESCRIPTION	BEGINNING BALANCE	TOTAL DEBITS	TOTAL CREDITS	ENDING BALANCE	ATTEST ADJUSTING DEBITS	ATTEST ADJUSTING CREDITS	ATTEST ENDING BALANCE
<b>EXPENSES</b>								
5760	SSA LAE ANNUAL	668,069,005.40	42,276,217.00	51,704,276.75	658,640,945.65	5 99,788,716.86	6 167,425,658.51	591,004,004.00
5760	SSA LAE NO YEAR	6,594,296.53	463,919.00	5,134,935.25	1,923,280.28	5 31,362,920.64	6 21,356,123.92	11,930,077.00
5760	SALARIES & EXPENSES - CMS	983,261,668.16	101,747,709.92	101,747,709.92	983,261,668.16	5 473,059,762.33	6 605,497,997.28	850,823,433.21
5760	SALARIES & EXPENSES - OS	0.00	30,989,584.00	0.00	30,989,584.00	0.00	0.00	30,989,584.00
5760	PAYMENT ASSESSMENT COMMISSION	5,939,500.80	0.00	0.00	5,939,500.80	0.00	0.00	5,939,500.80
5765	TRANSFERS OUT - BENEFIT PAYMENTS	159,342,462,568.08	33,396,429,783.26	16,396,429,783.26	176,342,462,568.08	1 14,888,436,314.55	2 26,175,864,367.46	165,055,034,515.17
5765	TRANSFERS OUT - DOJ	0.00	4,570,000.00	4,570,000.00	0.00	3 0.00	4 (56,702,312.24)	56,702,312.24
5765	TRANSFERS OUT - HHS OIG	0.00	18,690,632.67	18,690,632.67	0.00	3 0.00	4 (189,477,245.00)	189,477,245.00
5765	TRANSFERS OUT - HHS MIP	1,074,558,320.00	58,858,037.40	58,858,037.40	1,074,558,320.00	3 337,188,928.75	4 755,710,103.27	656,037,145.48
5765	TRANSFERS OUT - FBI	0.00	0.00	0.00	0.00	0.00	4 (114,000,000.00)	114,000,000.00
6100	TREASURY ADMIN EXPENSE - GF	107,630,796.94	11,125,412.70	0.00	118,756,209.64	0.00	0.00	118,756,209.64
6100	TREASURY ADMIN EXPENSE - BPD	238,694.61	20,509.42	0.00	259,204.03	0.00	0.00	259,204.03
6100	MEDICARE REFUNDS	(1,077,591,196.65)	0.00	262,272,607.27	(1,339,863,803.92)	0.00	0.00	(1,339,863,803.92)
	<b>TOTAL EXPENSE</b>	<b>161,111,163,653.87</b>	<b>33,665,171,805.37</b>	<b>16,899,407,982.52</b>	<b>177,876,927,476.72</b>	<b>15,829,836,643.13</b>	<b>27,365,674,693.20</b>	<b>166,341,089,426.65</b>
	<b>TOTAL EQUITY</b>	<b>255,109,587,286.65</b>	<b>33,677,422,943.88</b>	<b>31,589,054,618.57</b>	<b>253,021,218,961.34</b>	<b>43,195,511,336.33</b>	<b>70,561,186,029.53</b>	<b>280,386,893,654.54</b>
	<b>BALANCE</b>	<b>0.00</b>	<b>95,594,614,562.45</b>	<b>95,594,614,562.45</b>	<b>0.00</b>	<b>70,561,186,029.53</b>	<b>70,561,186,029.53</b>	<b>0.00</b>

Footnotes for Adjusting Entries

- 1 To reverse FY04 ending payable in the amount of \$14,888,436,314.55 in order to bring Transfers Out-Benefit Payments to a cash basis figure.
- 2 To reverse the current ending payable in the amount of \$26,175,864,367.46 in order to bring Transfers Out-Benefit Payments to a cash basis figure.
- 3 To reverse FY04 ending payable in the amount of \$337,188,928.75 in order to bring Transfers Out-MIP, DOJ, and OIG to cash basis figures.
- 4 To reverse the current ending payable in the amount of \$395,530,546.03 in order to bring Transfers Out-MIP, DOJ, and OIG and FBI to cash basis figures.
- 5 To reverse FY04 ending payable in the amount of \$604,211,399.83 in order to bring LAEs and Salaries & Expenses to a cash basis figure.
- 6 To reverse the current ending payable in the amount of \$794,279,779.71 in order to bring LAEs and Salaries & Expenses to a cash basis figure.
- 7 To reclassify the current payables in the amounts of \$26,571,394,913.49 and \$794,279,779.71 as Program Agency Equity.

**Federal Hospital Insurance Trust Fund  
20X8005  
Schedule of Assets & Liabilities (Final)  
August 31, 2005**

**ASSETS**

Fund Balance with Treasury	\$	714.40
Interest Receivable		2,535,749,940.14
Other Receivable		314,558,000.00
Investments (Net)		<u>277,536,585,000.00</u>
<b>TOTAL ASSETS</b>	<b>\$</b>	<b><u>280,386,893,654.54</u></b>

**LIABILITIES**

Program Agency Equity:		
Available	\$	27,365,674,693.20
Other		<u>253,021,218,961.34</u>
<b>TOTAL LIABILITIES</b>	<b>\$</b>	<b><u>280,386,893,654.54</u></b>

**Federal Hospital Insurance Trust Fund  
20X8005  
Schedule of Activity (Final)  
For the period October 1, 2004 through August 31, 2005**

**REVENUES**

Interest Revenue	\$ 13,924,288,362.51
Penalties, Fines, and Administrative Fees	660,500,946.48
Transfers in from Program Agencies	8,293,782,634.00
Tax Revenue	153,246,133,409.36
Premiums	2,089,442,177.51
Other Income	<u>219,379.65</u>
<b>Total Revenues</b>	<b>\$ <u>178,214,366,909.51</u></b>

**DISPOSITION OF REVENUES**

Transfers to Program Agencies	\$ 166,222,074,012.98
Reimbursements to Treasury Bureaus and the General Fund	<u>119,015,413.67</u>
<b>Total Disposition of Revenues</b>	<b>\$ <u>166,341,089,426.65</u></b>

**NET INCREASE / (DECREASE) IN PROGRAM AGENCY EQUITY \$ 11,873,277,482.86**