



## About the Other Information Section

The Other Information section includes:

### Consolidated Statement of Net Cost, Consolidated Statement of Changes in Net Position, and Combined Statement of Budgetary Resources (Unaudited)

The **Consolidated Statement of Net Cost (Unaudited)** shows, by program, the net cost of operations for the reporting period. Net cost of operations consists of full program costs incurred by the Department less exchange revenues earned by those programs.

The **Consolidated Statement of Changes in Net Position (Unaudited)** presents the Department's beginning and ending net position by two components—Unexpended Appropriations and Cumulative Results of Operations. It summarizes the change in net position by major transaction category. The ending balances of both components of the net position are also reported on the Consolidated Balance Sheet.

The **Combined Statement of Budgetary Resources (Unaudited)** presents the budgetary resources available to the Department, the status of these resources, and the outlays of budgetary resources.

The **Notes to the Consolidated Statement of Net Cost, Consolidated Statement of Changes in Net Position, and Combined Statement of Budgetary Resources (Unaudited)** provide information to explain the basis of the accounting and presentation used to prepare the statements and to explain specific items in the statements. They also provide information to support how particular accounts have been valued and computed.

**Note 11.** Other Accounting Policies

**Note 12.** Property and Equipment

**Note 13.** Credit Program Subsidy Expense and Reconciliations of Loans Receivable, Allowance for Subsidy, and Liabilities for Loan Guarantees

**Note 14.** Roll-Forward of Debt Associated with Loans

**Note 15.** Net Cost of Operations

**Note 16.** COVID-19 Activity

**Note 17.** Statement of Budgetary Resources

**Note 18.** Reconciliation of Net Cost to Net Outlays

**Note 19.** Reclassification of Statement of Net Cost and Statement of Operations and Changes in Net Position for Financial Report Compilation Process

**Note 20.** Other Matters

### Required Supplementary Information (Unaudited)

This section contains the Combining Statements of Budgetary Resources for the year ended September 30, 2023.

### Office of Inspector General's (OIG) Management and Performance Challenges for Fiscal Year 2024

The Management and Performance Challenges Report provides a summary of what the Office of Inspector General (OIG) believes are the Department's biggest challenges for FY 2024. The OIG identified the following seven challenges: (1) Implementing Pandemic Relief Laws for Elementary and Secondary Education, (2) Implementing Pandemic Relief Laws for Higher Education, (3) Oversight and Monitoring of Student Financial Assistance Programs, (4) Oversight and Monitoring of Grantees, (5) Data Quality and Reporting, (6) Improper Payments, and (7) Information Technology Security. The full report is available at the **OIG website**.

### Summary of Financial Statement Audit and Management Assurances

The Summary of Financial Statement Audit and Management Assurances provides information about the material weaknesses reported by the Department or through the audit process.

### Payment Integrity Information Act Reporting

This section summarizes the U.S. Department of Education's (the Department) efforts to maintain payment integrity and to develop effective controls designed to prevent, detect, and recover improper payments. It also includes information regarding the Department's high-risk programs.

### Civil Monetary Penalty Adjustment for Inflation

This section reports on the Department's annual inflation adjustments to civil monetary penalties as required under the *Federal Civil Penalties Inflation Adjustment Act Improvements Act of 2015*.

### Climate Related Financial Risk

This section summarizes the Department's FY 2021 Climate Adaptation Plan and provides information on the FY 2024 Climate Adaptation and Environmental Justice Plans.

### The Grants Oversight and New Efficiency Act of 2016 (GONE Act) and Education's Grant Closeout Process

This section provides a high-level summary of the Department's expired, but not closed, federal grants and cooperative agreements.