TABLE 8

Mar-04

FEDERAL RESERVE FUND and FEDERAL RESTRICTED ACCOUNT---March 2004 Baseline **[SEE NOTES]**

(by federal fiscal year, in millions of dollars)

	Actual 2002	Preliminary 2003	Preliminary 2004	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Fund Reserve Balance (BOY)	-2,392	-1,201	-1,185	-1,123	-1,002	-807	-757	-871	-988	-1,103	-1,170	-1,227	-1,273
Fund Income	-2,821	-2,784	-4,599	-5,142	-5,643	-6,282	-6,862	-7,250	-7,617	-7,933	-8,281	-8,646	-9,036
Fund Expenses	3,012	2,817	4,661	5,263	5,838	6,332	6,748	7,133	7,502	7,865	8,224	8,600	9,009
Net Federal Outlays	**191**	**33**	**62**	**121**	**195**	**50**	**-114**	**-117**	**-115**	**-68**	**-57**	**-45**	**-27**
Fund Reserve Balance (EOY)	-1,201	-1,185	-1,123	-1,002	-807	-757	-871	-988	-1,103	-1,170	-1,227	-1,273	-1,300
Required Reserve Fund Level	*-488*	*-546*	*-611*	*-681*	*-751*	*-822*	*-887*	*-951*	*-1,012*	*-1,074*	*-1,137*	*-1,201*	*-1,265*

Note. 1 **For the purposes of federal budgeting, fund income is shown as a negative federal outlay and fund expenses as a positive federal outlay. Thus, net federal outlays (net income) that are negative would indicate that the federal government's income is greater than their expenses and that the federal government's surplus is increased (or the deficit reduced.) On the other hand, net federal outlays (net income) that are positive indicate that the federal government's income is less than their expenses and that the federal government's surplus is decreased (or the deficit increased).**

Note. 2 **The transfers to the general treasury of $1,085 million in 2002, $82.5 million in both 2006 and 2007 are "non-cash" transactions. All of these transactions have been expensed as October 2002. Thus, the fund reserve balances EOY 2002 reflect the fact that these transactions have occurred.**