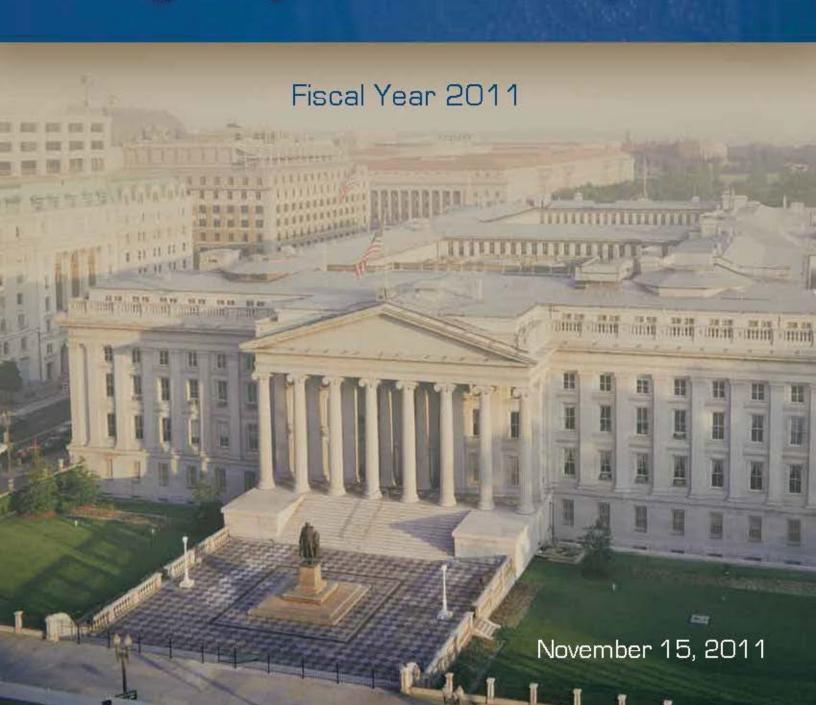


Agency Financial Report





The United States Department of the Treasury

Our Vision

Set the global standard in financial and economic leadership

Our Mission

Serve the American people and strengthen national security by managing the U.S. Government's finances effectively, promoting economic growth and stability, and ensuring the safety, soundness, and security of the U.S. and international financial systems

Our Values

SERVICE

Work for the benefit of the American people

INTEGRITY

Aspire to the highest ethical standards of honesty, trustworthiness, and dependability

EXCELLENCE

Strive to be the best, continuously improve, innovate, and adapt

OBJECTIVITY

Encourage independent views

ACCOUNTABILITY

Responsible for our conduct and work

COMMUNITY

Dedicated to excellent customer service, collaboration, and teamwork while promoting diversity



THE DEPARTMENT OF THE TREASURY

Agency Financial Report

Fiscal Year 2011



For the online version of this report, please visit: $\frac{http://www.treasury.gov}{and \ search \ for \ ``2011 \ AFR"}$

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MESSAGE FROM THE SECRETARY OF THE TREASURY



During the last three years, President Obama has taken a series of tough but necessary steps to help break the back of an historic financial crisis and restart economic growth. Because of those actions, we are in a much better position as a nation, but we still face many challenges ahead.

Although the economy is expanding, it is not growing fast enough. The private sector is creating jobs, but too many Americans are still out of work. The scars of the financial crisis were deep and it will take a consistent, determined effort to heal the damage that it caused to families and businesses across our nation. That is why President Obama is relentlessly focused on doing everything he can to strengthen growth and job creation – both right now and for the long term.

In September, the President put forward the American Jobs Act to Congress. This proposal includes a powerful package of tax cuts and new investments that will help put more Americans back to work right away.

He is working with federal agencies – through a series of executive actions – to make it easier for Americans to refinance their mortgages and lower the cost of their student loans, which will help put more money in the pockets of average families.

Importantly, he is also partnering those immediate steps to strengthen job creation with long-term reforms that provide more certainty that we can sustain growth in the future.

The President is working to reduce our long-term deficits in a balanced way that protects health care and retirement security, and creates room to invest in the areas we need to keep our economy competitive.

The President, the Treasury Department, and key regulatory agencies are putting in place financial reforms that will help ensure businesses can access the capital they need to expand and create new jobs, and consumers are protected from fraud and abuse.

We are also continuing to work with our G-20 partners to promote sustainable and balanced global growth, achieve needed financial reforms across the globe, and address fiscal pressures in Europe.

The Treasury Department has and will continue to work diligently in support of those efforts to strengthen job growth and achieve the reforms necessary to secure our nation's economic future.

The Treasury Department again received an unqualified opinion on its consolidated financial statements, and we also received another unqualified opinion on the financial statements of our Office of Financial Stability/Troubled Asset Relief Program. Rather than providing a single Performance and Accountability Report for fiscal year 2011, we are producing separate financial and performance reports. The Annual Performance Report will be included in the Congressional Budget Justification in February 2012.

We have validated the accuracy, completeness, and reliability of the financial and performance data in this report. Maintaining our commitment to continuous program and operational improvement, the Department also made progress in reducing management control weaknesses and in efforts to achieve federal financial systems and control objectives.

Timothy F. Geithner November 15, 2011

JF. Geith