Expenses incurred in the maintenance, management, and selling of acquired properties are also paid from this fund, as are all other expenses (except administrative expenses) incidental to operations, such as payment of real estate taxes and the repurchase of loans previously sold. Initial funding was obtained through capitalization of funds and property of the already existing loan guaranty program.

Loan Guaranty Revolving Fund
Financial Condition
June 30, 1966

	(Thousands of dollars)
Assets:	
Treasury balance	$182,750
Accounts receivable, regular, net	3,633
Equity in loans receivable	534,084
Principal collections in escrow	702
Advances for bidding at public sales	100
Claims receivable, net	6,300
Equity in real property	148,223
Total	$875,792
Liabilities and Government equity:	
Accounts payable and accrued liabilities	$ 16,633
Deferred credits	139
Non-interest-bearing capital	955,206
Deficit	-96,186
Total	$875,792

Supply Fund

The VA Supply Fund was created by the act of July 6, 1953, Public Law 149, Eighty-third Congress, for the operation and maintenance of a supply system for the VA including procurement of supplies, equipment, and services, to be used by all VA operating departments. The initial financing of the fund was accomplished by the capitalization of inventories on hand at June 30, 1953.