

CONSOLIDATED STATEMENTS OF NET COST
For the Years Ended September 30, 2002 and 2001
(Dollars in Thousands)

	<u>2002</u>	<u>Restated 2001</u>
NET COST OF OPERATIONS (Notes 1-U and 14)		
CROSSCUTTING PROGRAMS		
Income maintenance		
Intra-governmental	\$ 878,063	\$ 808,751
With the public	<u>57,983,467</u>	<u>36,609,990</u>
Total cost	58,861,530	37,418,741
Less earned revenue	<u>(2,813,013)</u>	<u>(2,570,342)</u>
Net program cost	<u>56,048,517</u>	<u>34,848,399</u>
Employment and training		
Intra-governmental	95,321	42,361
With the public	<u>6,886,665</u>	<u>5,823,371</u>
Total cost	6,981,986	5,865,732
Less earned revenue	<u>(16,190)</u>	<u>(9,437)</u>
Net program cost	<u>6,965,796</u>	<u>5,856,295</u>
Labor, employment and pension standards		
Intra-governmental	123,613	111,264
With the public	<u>499,749</u>	<u>417,709</u>
Total cost	623,362	528,973
Less earned revenue	<u>(7,392)</u>	<u>(12,509)</u>
Net program cost	<u>615,970</u>	<u>516,464</u>
Worker safety and health		
Intra-governmental	142,535	132,066
With the public	<u>623,937</u>	<u>587,004</u>
Total cost	766,472	719,070
Less earned revenue	<u>(1,423)</u>	<u>(3,024)</u>
Net program cost	<u>765,049</u>	<u>716,046</u>
OTHER PROGRAMS		
Statistics		
Intra-governmental	163,409	149,297
With the public	<u>343,375</u>	<u>314,841</u>
Total cost	506,784	464,138
Less earned revenue	<u>(6,036)</u>	<u>(4,829)</u>
Net program cost	<u>500,748</u>	<u>459,309</u>
Costs not assigned to programs		
	130,042	88,403
Less earned revenue not attributed to programs	<u>(35,070)</u>	<u>(25,612)</u>
Net cost not assigned to programs	<u>94,972</u>	<u>62,791</u>
Net cost of operations	<u>\$ 64,991,052</u>	<u>\$ 42,459,304</u>

The accompanying notes are an integral part of these statements.