

**FAA COST ACCOUNTING SYSTEM
COST OF SERVICES REPORT
FOR THE YEAR ENDING: September 30, 2003**

IN WHOLE DOLLARS	Enroute Service	Oceanic Service	Flight Service	Terminal Service
Air Traffic Operations				
Labor	\$ 1,365,742,613	\$ 31,389,389	\$ 274,958,338	\$ 1,484,767,199
Non-Labor	1,913,580	26,865	1,674,169	2,607,409
ATC Systems Command Center	38,269,165	-	-	20,651,795
DUATS	-	-	6,440,393	-
Contract Weather	1,229,309	-	-	-
Contract Weather Observations	138,062	-	-	30,036,679
Contract Tower	-	-	-	73,310,076
Contract Training	14,088,801	407,977	-	5,211,129
Academy Training	12,027,890	340,475	3,351,035	11,002,258
Charting	21,818,049	-	-	23,877,932
Medical	5,560,377	127,796	1,119,444	6,044,964
Security	-	-	-	-
Workers' Compensation	27,711,036	636,893	5,578,928	30,126,055
Subtotal	<u>\$ 1,488,498,882</u>	<u>\$ 32,929,396</u>	<u>\$ 293,122,306</u>	<u>\$ 1,687,635,496</u>
Airway Facilities Operations				
SSC Labor	\$ 204,168,191	\$ 5,188,061	\$ 33,168,708	\$ 321,483,917
SMO Labor	39,438,491	992,339	6,488,742	61,144,518
Accruals and Adjustments	(8,834,156)	(383,665)	(1,555,668)	(13,638,226)
Non-Labor	37,008,017	1,203,609	7,433,865	66,032,733
National Network Control Center	13,875,262	226,993	-	9,791,771
Atlantic Operations Control Center	2,148,419	54,179	718,408	7,462,037
Mid-States Operations Control Center	2,430,479	7,232	725,005	7,005,281
Pacific Operations Control Center	2,937,915	50,385	1,181,393	7,681,566
Telecommunications	98,646,330	24,665,252	32,870,360	62,629,987
Flight Inspection Services	25,559,515	17,757	702,707	135,197,624
Utilities	28,341,078	1,024,018	3,375,856	33,828,903
Contract Maintenance	72,004,469	5,247,843	3,862,616	23,280,089
Logistics	50,927,729	3,044,433	2,914,000	49,705,056
Academy Training	9,906,470	112,132	1,458,100	16,573,340
Workers' Compensation	4,420,817	108,562	716,294	6,962,652
Subtotal	<u>\$ 582,979,027</u>	<u>\$ 41,559,130</u>	<u>\$ 94,060,386</u>	<u>\$ 795,141,245</u>
Overhead				
ATS Regional	\$ 73,403,341	\$ 2,299,314	\$ 16,755,730	\$ 104,752,058
ATS Headquarters	141,056,492	3,384,985	25,652,633	188,577,594
FAA Regional	28,583,259	757,636	6,503,609	34,462,353
FAA Headquarters	86,118,780	2,104,060	16,703,378	102,724,480
Subtotal	<u>\$ 329,161,872</u>	<u>\$ 8,545,995</u>	<u>\$ 65,615,349</u>	<u>\$ 430,516,485</u>
Investment				
Acquisition	\$ (31,657,657)	\$ 4,666,408	\$ 383,871	\$ (68,299,142)
Implementation ** see note below	299,916,329	1,564,787	50,108,151	411,972,984
Depreciation and Capital Lease Amortization	432,339,600	22,304,060	25,859,460	387,575,984
Subtotal	<u>\$ 700,598,273</u>	<u>\$ 28,535,255</u>	<u>\$ 76,351,482</u>	<u>\$ 731,249,826</u>
Other				
RE&D	\$ 23,436,415	\$ 467,550	\$ 456,506	\$ 12,454,507
Gain/(Loss)	6,335,115	6,920	1,241,792	7,455,905
Accrued Liabilities	143,103,222	(33,452)	24,979,639	155,690,417
Subtotal	<u>\$ 172,874,752</u>	<u>\$ 441,019</u>	<u>\$ 26,677,937</u>	<u>\$ 175,600,829</u>
Total	<u><u>\$ 3,274,112,805</u></u>	<u><u>\$ 112,010,794</u></u>	<u><u>\$ 555,827,460</u></u>	<u><u>\$ 3,820,143,882</u></u>

** Note: Due to an adjustment made outside of the Cost Accounting System, the Implementation costs are understated as follows: Enroute - \$9,505,196; Flight Service - \$1,949,388; Oceanic - \$2,572; and Terminal - \$14,260,365.