Consolidated Balance Sheets

as of September 30, 2002 and 2001 (dollars in thousands)

		2002	2001 A	As Restated
ASSETS (Note 14) Intragovernmental				
Fund balance with Treasury (Note 2)	\$	14,318,575	\$	8,809,198
Investments, net (Note 4)	Ψ	1,702	Ŷ	1,599
Accounts receivable (Note 5)		2,812		16,287
Advances and prepayments (Notes 7 and 18)		67,891		11,663
Total intragovernmental		14,390,980		8,838,747
5				, <u>,</u>
Cash and other monetary assets (Note 3)		15,119		3
Accounts receivable, net (Note 5)		28,362		28,493
Advances and prepayments (Note 7)		293,110		283,989
Credit program receivables, net (Note 6)		14,353		2,145
Inventory and other related property, net (Note 8)		6,306		4,179
General property plant and equipment, net (Notes 9 and 18)		94,967		79,009
		452,217		397,818
Total Assets	\$	14,843,197	\$	9,236,565
	Ψ	14,040,107	Ψ	3,200,000
LIABILITIES (Note 16) Intragovernmental				
Accounts payable	\$	35,045	\$	19,505
Debt (Note 10)	Ŧ	19,136	Ŧ	612,176
Accrued workers' compensation liability (Notes 13 and 16)		5,895		5,406
Advances from others		98,088		79,737
Other (Note 15)		1,112		4,638
Total intragovernmental		159,276		721,462
Assessed as a solution		00.000		110.040
Accounts payable		93,203		112,040
Liability for grants payable		33,869		30,614
Claims and claims settlement expenses (Notes 11 and 16)		489,221		518,126
Deferred revenue		976,053		922,264
Actuarial workers' compensation liability (Notes 13 and 16)		28,742		25,208
Other governmental liabilities (Note 15)		59,429		83,820
		1,680,517		1,692,072
Total Liabilities		1,839,793		2,413,534
Commitments and contingencies (Notes 10, 12, 20, 22 and 23) NET POSITION				
Unexpended appropriations (Notes 17 and 18)		14,025,258		8,351,253
Cumulative results of operations (Note 18)	_	(1,021,854)		(1,528,222)
Total Net Position		13,003,404		6,823,031
Total Liabilities and Net Position	\$	14,843,197	\$	9,236,565

onsolidated Statements

of Net Cost

for the years ended September 30, 2002 and 2001 (dollars in thousands)

With the public 3,952,871 2,403,560 Earned Revenue (52 Intra-governmental (1) With the public (14) Net Cost of Disaster Relief Program 4,110,491 3,280,924 National Flood Insurance Program Costs 1 Intra-governmental 26,008 21,975 With the public 1,154,292 2,170,843 Earned Revenue (1,603,071 (1,603,071) With the public (1,706,677) (1,603,071) With the public (1,706,677) 589,757 Emergency Planning and Assistance (77,715 (1,703,583) Program Costs 17,487 148,702 Intra-governmental (54,983) 237,586 Earned Revenue (77,715 (77,715 Intra-governmental (54,983) (77,715 Net Cost of Emergency Planning and Assistance Programs 371,334 308,573 Cerro Grande Fire Claims 77,334 308,573 Program Costs 1 1 77,697 Intra-governmental		2002	2001 As Restated
Intra-governmental (Note 18) \$ 157,635 \$ 877,416 With the public 3,952,871 2,403,566 Earned Revenue (52 Intra-governmental (1) With the public (14) Net Cost of Disaster Relief Program 4,110,491 Attinational Flood Insurance 26,008 21,975 Program Costs (1,154,292 2,170,847 Larned Revenue (1,164,292 2,170,847 Earned Revenue (1,06,677) (1,603,071 With the public (1,706,677) (1,603,071 With the public (1,706,677) 589,757 Emergency Planning and Assistance (77,715 Intra-governmental (17,715 Intra-governmental (17,487 148,702 237,586 Earned Revenue (77,715 Intra-governmental (77,715 Intra-governmental (1713) (77,715 Intra-governmental (54,983) (713) Net Cost of Emergency Planning and Assistance Programs 371,334 308,573 Cerror Grande Fire Claims 77,997	Disaster Relief		
With the public3,952,8712,403,560Earned Revenue(1)With the public(1)With the public(14)Net Cost of Disaster Relief Program4,110,4913,280,924National Flood InsuranceProgram CostsIntra-governmental26,0082,170,843Earned Revenue(1,603,071With the public(1,706,677)Net Cost of National Flood Insurance Programs(526,377)589,757Emergency Planning and AssistanceProgram CostsIntra-governmental17,487148,702With the public(54,983)With the public(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573Cerro Grande Fire ClaimsProgram CostsIntra-governmentalYith the publicMith the public </th <th>Program Costs</th> <th></th> <th></th>	Program Costs		
Earned Revenue(52Intra-governmental(1)With the public(14)Net Cost of Disaster Relief Program(14)National Flood Insurance(14)Program Costs1,154,292Intra-governmental26,00826,00821,976With the public(1,154,29228,00821,977With the public(1,603,071With the public(1,706,677)Net Cost of National Flood Insurance Programs(526,377)589,757589,757Emergency Planning and Assistance17,487Program Costs(77,715Intra-governmental(17,487148,702237,586Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573308,573Cerro Grande Fire Claims808260Program Costs101,47477,697	Intra-governmental (Note 18)	\$ 157,635	\$ 877,416
Intra-governmental(1)With the public(14)Net Cost of Disaster Relief Program(14)National Flood Insurance(14)Program Costs(14)Intra-governmental26,00826,00821,975With the public(1,154,2922,170,847(1,603,071)With the public(1,706,677)Net Cost of National Flood Insurance Programs(526,377)Emergency Planning and Assistance(1,7487Program Costs(17,487Intra-governmental(17,487148,702(237,586)Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573(713)Cerro Grande Fire Claims(713)Program Costs(713)Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573(713)Cerro Grande Fire Claims(713)Program Costs(713)Intra-governmental808260(701,474101,47477,697	With the public	3,952,871	2,403,560
With the public(14)Net Cost of Disaster Relief Program4,110,4913,280,924National Flood InsuranceProgram CostsIntra-governmental26,0082,170,847Earned Revenue(1,603,071With the public(1,706,677)Net Cost of National Flood Insurance Programs(526,377)589,757Emergency Planning and AssistanceProgram CostsIntra-governmental17,4871ntra-governmental(54,983)With the public(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573308,573Cerro Grande Fire Claims808Program Costs371,334Intra-governmental808260101,47477,697	Earned Revenue		(52)
Net Cost of Disaster Relief Program4,110,4913,280,924National Flood Insurance Program Costs Intra-governmental26,00821,975With the public1,154,2922,170,847Earned Revenue(1,603,071With the public(1,706,677)Net Cost of National Flood Insurance Programs(526,377)Emergency Planning and Assistance Program Costs Intra-governmental17,487148,702237,586Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573308,573Cerro Grande Fire Claims Program Costs Intra-governmental808Program Costs (713)260With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573308,573	Intra-governmental	(1)	
National Flood Insurance Program Costs Intra-governmental 26,008 21,975 With the public 1,154,292 2,170,847 Earned Revenue (1,603,071) Net Cost of National Flood Insurance Programs (526,377) 589,757 Emergency Planning and Assistance Program Costs (17,487 148,702 Intra-governmental 17,487 148,702 237,586 Earned Revenue (77,715 174,873 148,702 With the public 409,543 237,586 Earned Revenue (77,715 148,702 With the public 409,543 237,586 Earned Revenue (77,715 148,702 With the public (77,715 148,702 With the public (71,31) (71,31) Net Cost of Emergency Planning and Assistance Programs 371,334 308,573 Cerro Grande Fire Claims 70,334 308,573 Program Costs 101,474 77,697 Intra-governmental 808 260 With the public 101,474 77,697	With the public	(14)	
Program Costs26,00821,975With the public1,154,2922,170,847Earned Revenue(1,603,071With the public(1,706,677)Net Cost of National Flood Insurance Programs(526,377)Emergency Planning and Assistance7Program Costs(17,487Intra-governmental17,487148,702237,586Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573308,573Cerro Grande Fire Claims808Program Costs808Intra-governmental808Vith the public101,474With the public101,474Yogram Costs101,474Yogram Costs101,474<	Net Cost of Disaster Relief Program	4,110,491	3,280,924
Intra-governmental26,00821,975With the public1,154,2922,170,847Earned Revenue(1,603,071With the public(1,706,677)Net Cost of National Flood Insurance Programs(526,377)Emergency Planning and Assistance(526,377)Program Costs17,487Intra-governmental17,487148,702With the public409,543237,586Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573260Cerro Grande Fire Claims808Program Costs808Intra-governmental808Vith the public101,474With the public101,474	National Flood Insurance		
With the public1,154,2922,170,847Earned Revenue(1,603,071)With the public(1,706,677)Net Cost of National Flood Insurance Programs(526,377)Emergency Planning and Assistance17,487Program Costs17,487Intra-governmental17,487Vith the public409,543Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334Ocerro Grande Fire Claims808Program Costs808Intra-governmental808With the public101,474With the public101,474	Program Costs		
Earned Revenue(1,603,071With the public(1,706,677)Net Cost of National Flood Insurance Programs(526,377)Emergency Planning and Assistance(526,377)Program Costs17,487Intra-governmental17,487148,702With the public409,543237,586Earned Revenue(77,715)Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573308,573Cerro Grande Fire Claims808Program Costs808Intra-governmental808With the public101,474With the public101,474	Intra-governmental	26,008	21,975
With the public(1,706,677)Net Cost of National Flood Insurance Programs(526,377)Emergency Planning and AssistanceProgram CostsIntra-governmental17,487148,702With the public409,543237,586Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573Cerro Grande Fire ClaimsProgram CostsIntra-governmental808With the publicCerro Grande Fire ClaimsProgram CostsIntra-governmentalWith the publicCerro Grande Fire ClaimsProgram CostsIntra-governmentalWith the public101,47477,69	With the public	1,154,292	2,170,847
With the public(1,706,677)Net Cost of National Flood Insurance Programs(526,377)Emergency Planning and AssistanceProgram CostsIntra-governmental17,487148,702With the public409,543237,586Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334308,573Cerro Grande Fire ClaimsProgram CostsIntra-governmental808With the publicCerro Grande Fire ClaimsProgram CostsIntra-governmentalWith the publicCerro Grande Fire ClaimsProgram CostsIntra-governmentalWith the public101,47477,69	Earned Revenue		(1,603,071)
Net Cost of National Flood Insurance Programs(526,377)589,757Emergency Planning and Assistance Program Costs Intra-governmental17,487148,702With the public409,543237,586Earned Revenue Intra-governmental(77,715Intra-governmental With the public(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334Ocerro Grande Fire Claims Program Costs Intra-governmental808260With the public101,47477,697	With the public	(1,706,677)	
Program Costs17,487148,702Intra-governmental17,487148,702With the public409,543237,586Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334Cerro Grande Fire Claims808Program Costs808Intra-governmental808With the public101,474With the public101,474			589,751
Program Costs17,487148,702Intra-governmental17,487148,702With the public409,543237,586Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334Cerro Grande Fire Claims808Program Costs808Intra-governmental808With the public101,474With the public101,474			
Intra-governmental17,487148,702With the public409,543237,586Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334Cerro Grande Fire Claims808Program Costs808Intra-governmental808With the public101,474			
With the public409,543237,586Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334Cerro Grande Fire Claims Program Costs808Intra-governmental808With the public101,474	-	17 407	140 700
Earned Revenue(77,715Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334Cerro Grande Fire Claims371,334Program Costs101,474With the public101,474			
Intra-governmental(54,983)With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334Cerro Grande Fire Claims371,334Program Costs101,474With the public101,474	-	409,543	
With the public(713)Net Cost of Emergency Planning and Assistance Programs371,334Cerro Grande Fire Claims Program Costs Intra-governmental With the public808260 101,4742769		(54,000)	(77,715)
Net Cost of Emergency Planning and Assistance Programs371,334308,573Cerro Grande Fire Claims Program Costs Intra-governmental With the public808260With the public101,47477,697	-		
Cerro Grande Fire ClaimsProgram CostsIntra-governmentalWith the public101,47477,697			
Program Costs808260Intra-governmental808260With the public101,47477,697	Net Cost of Emergency Planning and Assistance Programs	371,334	308,573
Intra-governmental 808 260 With the public 101,474 77,697	Cerro Grande Fire Claims		
With the public 101,474 77,69 ⁻⁷	Program Costs		
	Intra-governmental	808	260
	With the public	101,474	77,691
Zanied Novellae	Earned Revenue		
Net Cost of Cerro Grande Fire Grants Program102,28277,957	Net Cost of Cerro Grande Fire Grants Program	102,282	77,951
Other Programs	Other Programs		
Program Costs			
Intra-governmental 12,925 78,126	Intra-governmental	12,925	78,126
With the public 213,419 220,669	With the public	213,419	220,669
			(39,749)
Intra-governmental (24,894)		(24,894)	
With the public (20,079)	-		
	-		259,046
Net Cost of Operations (Note 21) \$ 4,239,101 \$ 4,516,245	Net Cost of Operations (Note 21)	\$ 4,239,101	\$ 4,516,245

Jonsolidated Statement

of Changes in Net Position

for the year ended September 30, 2002 (dollars in thousands)

	Cumulative Results of Operations	Unexpended Appropriations	Total
Beginning Balances Prior period adjustments (+/-) (Note 18)	\$ (1,528,046) (176)	\$ 8,339,638 11,615	\$ 6,811,592 11,439
Beginning balances, as adjusted	(1,528,222)	8,351,253	6,823,031
Budgetary Financing Sources:			
Appropriations received	_	10,431,700	10,431,700
Other adjustments (rescissions, etc) (+/-)	_	(13,751)	(13,751)
Appropriations used	4,743,944	(4,743,944)	_
Nonexchange revenue	41	_	41
Donations and forfeitures of cash and equivalents	11	—	11
Other Financing Sources:			
Transfers-in/out without reimbursement (+/-)	(13,685)	_	(13,685)
Imputed financing from cost absorbed by others (Note 13)	15,158	_	15,158
Total Financing Sources	4,745,469	5,674,005	10,419,474
Net Cost of Operations (+/-)	(4,239,101)		(4,239,101)
Ending Balances	\$ (1,021,854)	\$ 14,025,258	\$ 13,003,404

Combined Statement

of Budgetary Resources

for the year ended September 30, 2002 (dollars in thousands)

Budgetary Resources:

Budget Authority	
Appropriations	\$ 10,431,773
Borrowing Authority	664,595
Contract Authority	
Net transfers, current year authority	1,902
Other — emergency appropriations	306,000
Unobligated Balance	
Brought forward October 1 st , as restated (Note 24)	3,196,634
Spending Authority from Offsetting Collections	
Earned	
Collected	1,863,932
Receivable from Federal sources	(43,272)
Change in unfilled customer orders	
Advance received	44,011
Without advance from Federal sources	 10,386
Subtotal	 1,875,057
Recoveries of Prior Year Obligations	455,114
Permanently Not Available	
Cancellation of expired and no year accounts	(12,918)
Enacted rescissions of current/prior year balances	(833)
Capital transfers and redemption of debt	(645,827)
Other authority withdrawn	(24,595)
Pursuant to Public Law	(306,000)
Total Budgetary Resources	\$ 15,940,902
Obligations Incurred	
Direct and reimbursable	\$ 6,159,815
Unobligated Balances Available	
Apportioned	2,112,374
Exempt from apportionment	1,808
Unobligated Balances Not Yet Available	 7,666,905
Total, Status of Budgetary Resources	\$ 15,940,902

Combined Statement

of Budgetary Resources continued

for the year ended September 30, 2002 (dollars in thousands)

Relationship of Obligations to Outlays:

Obligated Balance, Net, Beginning of Period, as restated (Note 24)	\$ 6,354,247
Obligated Balance, Net - End of Period	
Accounts receivable	783
Unfilled customer orders	(28,764)
Undelivered orders	5,376,635
Accounts payable	 564,753
	\$ 5,913,407
Outlays	
Disbursements	6,178,427
Collections	 (1,907,943)
Subtotal	4,270,484
Less Offsetting Receipts	
Net Outlays	\$ 4,270,484

onsolidated Statement

of Financing

for the year ended September 30, 2002 (dollars in thousands)

Resources Used to Finance Activities:	
Budgetary Resources Obligated	
Obligations incurred	\$ 6,159,815
Less: Spending authority from offsetting collections and recoveries	2,330,171
Obligations net of offsetting collections and recoveries	3,829,644
Less: Offsetting receipts	
Net obligations	3,829,644
Other Resources	
Transfers in/out without reimbursement (+/-)	(13,685)
Imputed financing sources	15,158
Net other resources used to finance activities	1,473
Total Resources Used to Finance Activities	3,831,117
Resources Used to Finance items not Part of Net Cost of Operations	
Change in budgetary resources obligated for goods, services & benefits ordered but not	
yet provided	333,605
Resources that fund expenses recognized in prior periods	(54)
Credit program collections which increase liabilities for loan guarantees or allowances for subsidy	4,792
Resources that finance the acquisition of assets or liquidation of liabilities	(33,100)
Other	1,234
Total Resources Used to Finance Items not Part of the Net Cost of Operations	306,477
Total Resources Used to Finance the Net Cost of Operations	4,137,594
Total Resources Used to Finance the Net Cost of Operations Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period:	4,137,594
Components of the Net Cost of Operations that Will Not Require or Generate	4,137,594
Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period:	4,137,594
Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period: Components Requiring or Generating Resources in Future Periods:	
Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period: Components Requiring or Generating Resources in Future Periods: Increase in unfunded annual leave liability	1,994 (19,049) (5,214)
Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period: Components Requiring or Generating Resources in Future Periods: Increase in unfunded annual leave liability Upward/Downward reestimates of credit subsidy expenses Increase in exchange revenue receivable from the public Increase in unfunded Cerro Grande claims expense	1,994 (19,049) (5,214) 90,977
Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period: Components Requiring or Generating Resources in Future Periods: Increase in unfunded annual leave liability Upward/Downward reestimates of credit subsidy expenses Increase in exchange revenue receivable from the public Increase in unfunded Cerro Grande claims expense Other	1,994 (19,049) (5,214)
Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period: Components Requiring or Generating Resources in Future Periods: Increase in unfunded annual leave liability Upward/Downward reestimates of credit subsidy expenses Increase in exchange revenue receivable from the public Increase in unfunded Cerro Grande claims expense	1,994 (19,049) (5,214) 90,977
Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period: Components Requiring or Generating Resources in Future Periods: Increase in unfunded annual leave liability Upward/Downward reestimates of credit subsidy expenses Increase in exchange revenue receivable from the public Increase in unfunded Cerro Grande claims expense Other Total Components of Net Cost of Operations that Will Require or Generate	1,994 (19,049) (5,214) 90,977 17,982
 Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period: Components Requiring or Generating Resources in Future Periods: Increase in unfunded annual leave liability Upward/Downward reestimates of credit subsidy expenses Increase in exchange revenue receivable from the public Increase in unfunded Cerro Grande claims expense Other Total Components of Net Cost of Operations that Will Require or Generate Resources in Future Periods: Components not Requiring or Generating Resources: Depreciation and amortization 	1,994 (19,049) (5,214) 90,977 17,982 86,690 15,015
Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period: Components Requiring or Generating Resources in Future Periods: Increase in unfunded annual leave liability Upward/Downward reestimates of credit subsidy expenses Increase in exchange revenue receivable from the public Increase in unfunded Cerro Grande claims expense Other Total Components of Net Cost of Operations that Will Require or Generate Resources in Future Periods: Components not Requiring or Generating Resources: Depreciation and amortization Other	1,994 (19,049) (5,214) 90,977 17,982 86,690 15,015 (198)
Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period: Components Requiring or Generating Resources in Future Periods: Increase in unfunded annual leave liability Upward/Downward reestimates of credit subsidy expenses Increase in exchange revenue receivable from the public Increase in unfunded Cerro Grande claims expense Other Total Components of Net Cost of Operations that Will Require or Generate Resources in Future Periods: Components not Requiring or Generating Resources: Depreciation and amortization	1,994 (19,049) (5,214) 90,977 17,982 86,690 15,015 (198)
 Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period: Components Requiring or Generating Resources in Future Periods: Increase in unfunded annual leave liability Upward/Downward reestimates of credit subsidy expenses Increase in exchange revenue receivable from the public Increase in unfunded Cerro Grande claims expense Other Total Components of Net Cost of Operations that Will Require or Generate Resources in Future Periods: Depreciation and amortization Other Total Components of Net Cost of Operations that Will Not Require or Generate Resources 	1,994 (19,049) (5,214) 90,977 17,982 86,690 15,015 (198) 14,817
Components of the Net Cost of Operations that Will Not Require or Generate Resources in the Current Period: Components Requiring or Generating Resources in Future Periods: Increase in unfunded annual leave liability Upward/Downward reestimates of credit subsidy expenses Increase in exchange revenue receivable from the public Increase in unfunded Cerro Grande claims expense Other Total Components of Net Cost of Operations that Will Require or Generate Resources in Future Periods: Components not Requiring or Generating Resources: Depreciation and amortization Other Total Components of Net Cost of Operations that Will Not Require or Generate Resources	1,994 (19,049) (5,214) 90,977 17,982 86,690 15,015 (198) 14,817 101,507 \$ 4,239,101