

Department of Justice
Required Supplementary Information
Consolidated Deferred Maintenance
For the Fiscal Year Ended September 30, 2002

Deferred Maintenance for the fiscal year ending September 30, 2002 was \$10.2 million. This amount was determined using the requirements set fourth by the SFFAS No. 6, Accounting for Property, Plant and Equipment as amended by SFFAS No. 14, "Amendments to Deferred Maintenance Reporting." The INS management estimated that these amounts were required to service and repair property, plant and equipment including vehicles, aircraft, buildings and other structures. The original date of the maintenance forecast was July 1997. Consistent with SFFAS No. 6, INS management estimated the amounts of deferred maintenance based on the Total Life-Cycle Cost Method, calculated as follows.

Dollars in thousands	FY 2002
Initial Requirement	\$ 45,600
(Less) Maintenance Performed	<u>(7,434)</u>
Total Net Requirement	\$ 38,166
(Less) Actual Funded	<u>(27,967)</u>
Total Deferred Maintenance	<u>\$ 10,199</u>

As discussed in Note 27, the INS was transferred to the Department of Homeland Security effective March 1, 2003.