

CHAPTER 5

STATEMENT OF NET COST

0501 FORMAT FOR THE STATEMENT OF NET COST

<p>Department of Defense [Reporting Entity] CONSOLIDATED STATEMENT OF NET COST For the period ending September 30, XXXX (\$ in Thousands)</p>	
	<p><u>FY</u> <u>XXXX</u></p>
1. Program Costs	
A. Intragovernmental	\$ xxx,xxx
B. With the Public	<u>xxx,xxx</u>
C. Total Program Cost	\$ x,xxx,xxx
D. Less: Earned Revenues	<u>(xxx,xxx)</u>
E. Net Program Costs	<u>\$ x,xxx,xxx</u>
2. Costs Not Assigned to Programs	xxx,xxx
3. Less: Earned Revenues Not Attributable to Programs	(xxx,xxx)
4. Deferred Maintenance (Note 17)	
5. Net Cost Of Operations	<u>\$ x,xxx,xxx</u>
<p>Additional information included in Note 16.</p> <hr/> <p>The accompanying notes are an integral part of these statements.</p>	

Figure 5-1

Department of Defense
 [Reporting Entity]
CONSOLIDATING STATEMENT OF NET COST
 For the period ending September 30, XXXX
 (\$ in Thousands)

	<u>Sub- organiza- tion A</u>	<u>Sub- organiza- tion B</u>	<u>Other Organi- zations</u>	<u>Combined Total</u>	<u>Intra- agency Elimina- tions</u>	<u>Consoli- dated Totals</u>
1. PROGRAM COSTS:						
A. Program A:						
1. Intragovernmental	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxxx
2. With the Public	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>	<u>xxx,xxx</u>
3. Total Program Costs	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx
4. Less:						
Earned Revenues	<u>(xxx,xxx)</u>	<u>(xxx,xxx)</u>	<u>(xxx,xxx)</u>	<u>(xxx,xxx)</u>	<u>(xxx,xxx)</u>	<u>(xxx,xxx)</u>
5. Net program costs	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>
B. Program B:						
1. Intragovernmental	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx
2. With the Public	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
3. Total Program Costs	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx
4. Less:						
Earned Revenues	<u>(xxx,xxx)</u>	<u>(xxx,xxx)</u>	<u>(xxx,xxx)</u>	<u>(xxx,xxx)</u>	<u>(xxx,xxx)</u>	<u>(xxx,xxx)</u>
5. Net program costs	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>
C. Other Programs						
1. Intragovernmental	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx

Additional information included in Note 16.

The accompanying notes are an integral part of these statements.

Figure 5-2

Department of Defense [Reporting Entity] CONSOLIDATING STATEMENT OF NET COST (CONTINUED) For the period ending September 30, XXXX (\$ in Thousands)						
	Sub- organi- zation A	Sub- organi- zation B	Other Organi- zations	Combined Total	Intra- agency Elimina- tions	Consoli- dated Totals
2. With the Public	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
3. Total Program Costs	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx
4. Less:						
Earned Revenues	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)
5. Net program costs	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>
D. Total Program Costs:						
1. Intragovernmental	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx	\$ xxx,xxx
2. With the Public	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
3. Total Program Costs	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx	\$ x,xxx,xxx
4. Less:						
Earned Revenues	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)
5. Net program costs	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>
2. Cost not assigned to Programs	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx	xxx,xxx
3. Less: Earned Revenues Not Attributable to programs	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)	(xxx,xxx)
4. Deferred Maintenance (Note 17)						
5. Net Cost of Operations	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>	<u>\$ x,xxx,xxx</u>
Additional information included in Note 16.						
The accompanying notes are an integral part of these statements.						

Figure 5-2 (cont.)

0502 INSTRUCTIONS FOR THE STATEMENTS OF NET COST050201. General Instructions for the Preparation of the Statements of Net Cost.

A. The Statement of Net Cost is designed to show separately the components of the net cost of the reporting entity's operations for the period. However, the organizational structure and operations of some entities are so complex that to fully display their suborganizations' major programs and activities may require supporting schedules to supplement the information in the Statement of Net Cost. The supporting schedules shall be included in the notes to the financial statements.

B. Net cost of operations is the gross cost incurred by the reporting entity less any exchange revenue earned from its activities. The gross cost of a program consists of the full cost of the outputs produced by that program plus any nonproduction costs that can be assigned to the program (nonproduction costs are costs linked to events other than the production of goods and services). The net cost of a program consists of gross cost less related exchange revenues. By disclosing the gross and net cost of the entity's programs, the Statement of Net Cost provides information that can be related to the outputs and outcomes of the programs and activities.

C. The Statement of Net Cost and related supporting schedules classify revenue and cost information by suborganization or responsibility segment and, to the extent practicable, within each classification by major program. (Suborganizations are considered to be generally equivalent to responsibility segments.)

D. Preparers of the Statement of Net Cost should decide the exact classification of suborganizations and major programs based on the missions and outputs described in its Government Performance and Results Act (GPRA) strategic and annual plans, the entity's budget structure, and the guidance for defining and structuring responsibility segments presented in Statements of Federal Financial Accounting Standards (SFFASs) No. 4. However, if data is available, at the program level, the reporting entities may provide such information as a supplemental schedule. Implementation of the GPRA goals into the Statement of Net Cost are not required until FY 1999. Reporting entities should review these goals to determine how the Statement of Net Cost can incorporate the GPRA goals for FY 1999 Chief Financial Officer reporting at a minimum, for FY 1998, reporting entities should report two statements of net cost in the Principal Statements section. The first is at the consolidated program and organization level (as shown in figure 5-1) and the second is a consolidating statement by programs. Break out programs by the nine appropriation groupings (See paragraph 050302 and Table 5-1). Present programs vertically down one column. The Department of Defense (DoD) Agency-wide consolidating net cost statement will present program appropriation groupings vertically down and suborganizations horizontally (see figure 5-2).

E. The Statement of Net Cost and related supporting schedules should show the net cost of operations for the reporting entity as a whole and its suborganizations and programs. This can be accomplished by reporting by program: (1) the gross cost of goods and services provided to the public and government agencies (intragovernmental) at a price,

(2) related exchange revenues, (3) the excess of costs over exchange revenues (net program costs) and (4) the gross cost of goods, services, transfers and grants provided to the public and government agencies without charge, and by reporting for the suborganization or entity as a whole the costs that cannot be assigned to specific outputs or programs and the exchange revenues that cannot be attributed to specific outputs or programs.

F. The Statement of Net Cost illustrated in this document provides an example of how information can be displayed for an entity with a complex organizational and program structure, a limited number of programs carried out by more than one suborganization, and the majority of its programs carried out within a specific suborganization or responsibility segment.

G. Costs displayed on the Statement of Net Cost must include imputed costs. Imputed costs represent costs that are paid in total or in part by other entities. Imputed costs are to be recognized to the extent that the Statement of Federal Financial Accounting Standards (SFFASs) require them to be recognized in financial statements. For example, employer entities shall recognize the cost of pensions and other retirement benefit expenses in its financial statement. The amount recognized shall equal the service costs of its employees for the accounting period, less amounts contributed by the employees.

1. Each of the Military Departments shall recognize an imputed cost that is equal to the reported employer entity pension expense for the accounting period (as computed using factors provided by the Office of the Under Secretary of Defense (Personnel and Readiness) (USD(P&R))), less any accounting period contributions by the Military Departments to the Military Retirement Trust Fund. Any imputed revenue and imputed expense for military pension reported in the Military Department financial statements audited reports shall be eliminated in the DoD Agency-wide financial report. The administrative entity expenses shall be reported only in the Military Retirement Trust Fund financial statements audited report.

2. Each Military Department shall recognize imputed costs that are equal to the employer entity expense for the military health benefits that is attributable to the Military Department (as computed using factors provided by the USD(P&R) for the accounting period. Any imputed revenue and imputed expense for military health benefits reported in the Military Department financial statements audited reports shall be eliminated in the DoD Agency-wide financial report. The administrative entity for the military health benefits is the USD(P&R). The administrative entity actual expenses shall only be reported in the DoD Agency-wide (Other Defense Organizations, General Funds) financial statements audited report.

050202. Instructions for the Preparation of the Statements of Net Cost.

A. Program Costs – Line 1. This line contains costs that include the full costs of the program outputs and consist of the direct costs and all other costs that can be directly traced, assigned on a cause and effect basis, or reasonably allocated to the program outputs. Program cost, also include any nonproduction costs that can be assigned to the program but not to its outputs. The costs of program outputs shall include the costs of services provided by other

entities whether or not the providing entity is fully reimbursed. See SFFAS No. 4, Managerial Cost Accounting Concepts and Standards, for a detailed discussion of full costs and inter entity costs.

1. Costs related to the production of goods and services provided to other governmental programs shall be reported separately from the costs of goods, services, transfers, and grants provided to the public. The former costs are labeled “intragovernmental” on the illustrative statement and schedules; the latter are labeled “With the Public.”

2. Costs related to the production of outputs shall be disclosed separately from costs that are not related to the production of outputs (i.e., nonproduction costs). In addition, the nonproduction costs listed below shall be disclosed separately from other non-production costs, in Note 16., if incurred:

a. The cost of acquiring, constructing, improving, reconstructing, or renovating National Defense Property Plant and Equipment.

b. The cost of acquiring, constructing, improving, reconstructing, or renovating heritage assets.

c. The acquisition cost of acquiring stewardship land.

d. Agencies should consider differentiating other significant costs if by doing so the usefulness of the statements would be improved either because the amount of a particular cost is large or because of its special nature. For example, when reporting on a program that makes transfer payments, it may be useful to differentiate between the transfer payments and administrative costs.

3. Intragovernmental – Line 1.A. This line contains costs that arise from transactions with other federal entities.

4. With the Public – Line 1.B. This line contains costs that arise from transactions with the public.

5. Total Program Cost – Line 1.C. Sum of lines 1.A. and 1.B.

6. Less: Earned Revenues – Line 1.D. This line contains revenues that are exchange revenues, which arise when a federal entity provides goods and services to the public or to another government entity for a price. The full amount of exchange revenues is to be reported on the Statement of Net Cost or supplementary schedule, regardless of whether the entity is permitted to retain the revenues in whole or in part. Any portion of exchange revenues of the entity which cannot be retained by the entity is reported as a transfer-out on the Statement of Changes in Net Position.

a. Earned revenue should be deducted from the full cost of outputs or outcomes to determine their net cost unless it is not practical or reasonably possible to do so. If that cannot be done, earned revenue should be deducted from the gross cost of programs to determine the net program costs or, if that is not practical or reasonably possible, from the costs of suborganizations to determine the suborganization's net cost of operations. There are no precise guidelines to determine the degree to which earned revenue can reasonably be attributed to outputs, outcomes, programs, or suborganizations. The attribution of earned revenues requires the exercise of managerial judgment. In exercising this judgment, it is important to provide readers of the Statement of Net Cost with the ability to ascertain whether exchange revenues are sufficient to cover the costs incurred to produce the goods or services involved.

7. Net Program Costs – Line 1.E. Line 1.C. less line 1.D. This line is the difference between a program's gross costs and its related exchange revenues. If a program does not earn any exchange revenue, there is no netting and the term used might be "total program costs."

B. Costs Not Assigned to Programs – Line 2. A reporting entity and its suborganizations may incur (a) high level general management and administrative support costs that cannot be directly traced, assigned on a cause-and-effect basis, or reasonably allocated to segments and their outputs; and (b) nonproduction costs that cannot be assigned to a particular program. These costs are part of the entity and suborganization costs and should be reported on the Statement of Net Cost as "costs not assigned to programs."

C. Less: Earned Revenues Not Attributed to Programs – Line 3. Earned revenue that is insignificant or cannot be attributable to particular outputs or programs should be reported separately as a deduction in arriving at net cost of operations of the suborganization or reporting entity as a whole.

D. Deferred Maintenance – Line 4. Deferred maintenance is maintenance that was not performed when it should have been or was scheduled to be performed and that is delayed until a future period. Maintenance includes preventative maintenance, normal repairs, replacement of parts and structural components, and other activities needed to preserve the asset so that it continues to provide acceptable services and achieves its expected life. No amount shall be recognized on the statement of net cost for deferred maintenance. However, the statement shall include a note reference in lieu of a dollar amount. Additional information regarding deferred maintenance shall be disclosed in Note 17.

E. Net Cost of Operations – Line 5. This line is the gross cost incurred by the reporting entity less any exchange revenue earned from its activities. This amount represents the net cost of a suborganization or entity that is funded by sources other than exchange revenues. The financing sources for net cost of operations are reported on the Statement of Changes in Net Position.

0503 FY 1998 PROGRAM PRESENTATION

050301. Government-wide Implementation of Public Law 103-62. The GPRA of 1993," occurs with the plans and reports for FY 1999. However, until the GPRA goals and performance measures are implemented on a department-wide basis, the existing program performance data is not structured for consolidation into a meaningful set of Department of Defense Agency-wide programs.

050302. The Department of Defense Agency-wide Program Presentation. For FY 1998, the program data provided on the Statement of Net costs for the consolidated DoD Agency-wide financial statements will be reported by major appropriation grouping. The appropriation groups to be reported are: (1) Military Personnel; (2) Operation and Maintenance; (3) Procurement; (4) Research, Development, Test and Evaluation; (5) Military Construction/Family Housing; (6) Military Retirement Trust Fund; (7) Civil Works; (8) Working Capital Funds; and (9) Other Programs. The appropriations to be included in each group are identified in Table 5-1.

050303. Department of Defense Reporting Entities. For FY 1998, management of the DoD reporting entities identified in paragraphs 010601 A. through J. may report the program distribution of net costs by existing entity program units or by appropriation grouping as specified in paragraph 050302. However, if management chooses a program distribution other than by the appropriation group as in paragraph 050302, a supplemental Statement of Net Costs by appropriation grouping must be provided. This supplemental schedule is required in order to prepare the consolidated DoD Agency-wide Statement of Net Costs. The appropriation groupings in the supplemental schedule must conform to the grouping identified in Table 5-1.

FY 1998 DEPARTMENT OF DEFENSE AGENCY-WIDE NET COST PROGRAM
PRESENTATION

PROGRAM TITLE	APPROPRIATION ACCOUNTS COMPRISING EACH PROGRAM
Military Personnel	
	21*2010, Military Personnel, Army
	21*2060, National Guard Personnel, Army
	21*2070, Reserve Personnel, Army
	17*1105, Military Personnel, Marine Corps
	17*1108, Reserve Personnel, Marine Corps
	17*1405, Reserve Personnel, Navy
	17*1453, Military Personnel, Navy
	57*3500, Military Personnel, Air Force
	57*3700, Reserve Personnel, Air Force
	57*3850, National Guard Personnel, Air Force
Operation and Maintenance	
	21X2020, Operation and Maintenance, Army
	21*2020, Operation and Maintenance, Army
	21*2065, Operation and Maintenance, Army National Guard
	21*2080, Operation and Maintenance, Army Reserve
	17*1106, Operation and Maintenance Marine Corps,
	17*1107, Operation and Maintenance, Marine Corps Reserve
	17*1804, Operation and Maintenance, Navy
	17*1806, Operation and Maintenance, Navy Reserve
	57*3400, Operation and Maintenance, Air Force
	57*3740, Operation and Maintenance, Air Force Reserve
	57*3840, Operation and Maintenance, Air National Guard
	97X0100, Operations and Maintenance, Defense-wide
	97*0100, Operations and Maintenance, Defense-wide
	97* 0130, Defense Health Program, Defense
Procurement	
	21*2031, Aircraft Procurement, Army
	21*2032, Missile Procurement, Army
	21*2033, Procurement of Weapons and Tracked Combat Vehicles, Army
	21*2034, Procurement of Ammunition, Army

Table 5-1

PROGRAM TITLE	APPROPRIATION ACCOUNTS COMPRISING EACH PROGRAM
	21*2035, Other Procurement, Army
	17*1109, Procurement, Marine Corps
	17*1506, Aircraft Procurement, Navy
	17*1507, Weapons Procurement, Navy
	17*1508, Procurement of Ammunition, Navy and Marine Corps
	17X1611, Shipbuilding and Conversion, Navy
	17*1611, Shipbuilding and Conversion, Navy
	17*1810, Other Procurement, Navy
	57*3010, Aircraft Procurement, Air Force
	57*3011, Procurement of Ammunition, Air Force
	57*3020, Missile Procurement, Air Force
	57*3080, Other Procurement, Air Force
	97*0300, Procurement, Defense-wide
	97*0350, National Guard and Reserve Equipment, Defense
Research, Development, Test & Evaluation (RDT&E)	
	21*2040, RDT&E, Army
	17X1319, RDT&E, Navy
	17*1319, RDT&E, Navy
	57*3600, RDT&E, Air Force
	97X0400, RDT&E, Defense-wide
	97*0400, RDT&E, Defense-wide
	97*0450, Development Test and Evaluation, Defense-wide
	97*0460, Operational, Test, and Evaluation
Military Construction	
	21*2050, Military Construction, Army
	21*2085, Military Construction, Army National Guard
	21*2086, Military Construction, Army Reserve
	21*0702, Family Housing, Army
	17*1205, Military Construction, Navy
	17*1235, Military Construction, Naval Reserve
	17*0703, Family Housing, Navy and Marine Corps
	57X3300, Military Construction, Air Force
	57*3300, Military Construction, Air Force
	57*3730, Military Construction, Air Force Reserve
	57*3830, Military Construction, Air National Guard
	57* 0704, Family Housing, Air Force
	97*0500, Military Construction, Defense-wide

Table 5-1 (cont.)

PROGRAM TITLE	APPROPRIATION ACCOUNTS COMPRISING EACH PROGRAM
	97*0706, Family Housing, Defense-Wide
Military Retirement Trust Fund	
	97X8097, Military Retirement Trust Fund
Civil Works	
	All Treasury Index 96 Accounts
Working Capital Funds	
	97X4930.01, Army WCF
	97X4930.02, Navy WCF
	97X4930.03, Air Force WCF
	97X4930.05, DLA WCF
	97X4930.05, DFAS WCF
	97X4930.04, and All Other .05 WCFs
Other Programs	
	All other appropriations and funds not listed in another program.

NOTE: Include all current and expired fiscal years of appropriations shown with an asterisk (*) in the third position of the appropriation symbol.

0504 GENERAL LEDGER CROSSWALK FOR THE STATEMENT OF NET COST, TABLE 5-2. The following provides an explanation of the information included in the columns of the crosswalk (all balances are preclosing balances):

- 050401. Column (1) represents the line number on the statement.
- 050402. Column (2) identifies the title of the line number on the statement.
- 050403. Column (3) reflects the U.S. Standard General Ledger Account numbers included on each line of the statement.
- 050404. Column (4) identifies the title of the general ledger account.
- 050405. Column (5) identifies the segment of the account balance that is applicable to each report line. (G = Government, NG = Non-governmental (Public), G/NG = Government/Non-government, and CNATP = Cost Not Assigned To Programs). Note: In addition to the breakout of account balances identified in column 5, when amounts include transactions between reporting entities, the account must be broken out by trading partner. Identifying codes for other federal agency trading partners are provided in Table 4-3.

(1)	(2)	(3)	(4)	(5)
Line No.	Statement of Net Cost Title	Account No.	Account Title	Additional Detail Required
1	Program Costs			
1.A.	Intragovernmental	6100	Operating/Program Expenses	G, (Report Stewardship costs separately.)
		6190	Contra Bad Debts Expense – Incurred for Others	G
		6199	Adjustment to Subsidy Expense	G
		6310	Interest Expenses on Borrowing from Treasury	G
		6320	Interest Expenses on Securities	G
		6330	Other Interest Expenses	G
		6400	Benefit Program Expenses	G
		6500	Cost of Goods or Services Sold	G

Table 5-2

(1)	(2)	(3)	(4)	(5)
Line No.	Statement of Net Cost Title	Account No.	Account Title	Additional Detail Required
		6600	Applied Overhead	G
		6710	Depreciation, Amortization, and Depletion	G
		6720	Bad Debt Expense	G
		6730	Imputed Expenses	G
		6790	Other Expenses Not Requiring Budgetary Resources	G
		6800	Future Funded Expenses	G
		6900	Other Expenses	G
		7110	Gains on Disposition of Assets	G
		7190	Other Gains	G
		7210	Losses on Disposition of Assets	G
		7290	Other Losses	G
		7300	Extraordinary Items	G
		7500	Distribution of Income - Dividend	G
		7600	Changes in Actuarial Liability	G
1.B	With the Public	6100	Operating/Program Expenses	NG
		6190	Contra Bad Debts Expense - Incurred for Others	NG
		6320	Interest Expenses on Securities	NG
		6330	Other Interest Expenses	NG
		6400	Benefit Program Expenses	NG
		6500	Cost of Goods or Services Sold	NG
		6600	Applied Overhead	NG
		6710	Depreciation, Amortization, and Depletion	NG
		6720	Bad Debt Expense	NG
		6730	Imputed Expenses	NG
		6790	Other Expenses Not Requiring Budgetary Resources	NG
		6800	Future Funded Expenses	NG

Table 5-2 (cont.)

(1)	(2)	(3)	(4)	(5)
Line No.	Statement of Net Cost Title	Account No.	Account Title	Additional Detail Required
		6900	Other Expenses	NG
		7110	Gains on Disposition of Assets	NG
		7190	Other Gains	NG
		7210	Losses on Disposition of Assets	NG
		7290	Other Losses	NG
		7300	Extraordinary Items	NG
		7500	Distribution of Income - Dividend	NG
		7600	Changes in Actuarial Liability	NG
1.C.	Total Program Cost		Calculation (Lines 1.A.1. through Lines 1.B.2.)	
1.D.	Less Earned Revenue	5100	Revenue from Goods Sold	G/NG
		5109	Contra Revenue for Goods Sold	G/NG
		5200	Revenue from Services Provided	G/NG
		5209	Contra Revenue for Services Provided	G/NG
		5310	Interest Revenue	G/NG Exchange
		5319	Contra Revenue for Interest	G/NG Exchange
		5400	Benefit Program Revenue	G/NG
		5409	Contra Revenue for Benefit Program Revenue	G/NG
		5500	Insurance and Guarantee Premium Revenue	G/NG
		5509	Contra Revenue for Insurance and Guarantee Premium Revenue	G/NG
		5900	Other Revenue	G/NG Exchange
		5909	Contra Revenue for Other Revenue	G/NG Exchange
1.E.	Net Program Costs		Calculation (Line 1.C. plus Line 1.D.)	
2	Costs Not Assigned to Programs	6100	Operating/Program Expenses	CNATP
		6400	Benefit Program Expenses	CNATP
		6730	Imputed Expenses	CNATP

Table 5-2 (cont.)

(1) Line No.	(2) Statement of Net Cost Title	(3) Account No.	(4) Account Title	(5) Additional Detail Required
		6900	Other Expenses	CNATP
		7110	Gains on Disposition of Assets	CNATP
		7190	Other Gains	CNATP
		7210	Losses on Disposition of Assets	CNATP
		7290	Other Losses	CNATP
		7300	Extraordinary Items	CNATP
		7500	Distribution of Income - Dividend	CNATP
		7600	Changes in Actuarial Liability	CNATP
3	Less Earned Revenues Not Attributable to Programs	5310	Interest Revenue	Exchange
		5319	Contra Revenue for Interest	CNATP
		5900	Other Revenue	CNATP
		5909	Contra Revenue for Other Revenue	CNATP
4	Deferred Maintenance			See notes to statement
5	Net Costs of Operations		Calculation (Line 1.E. plus line 2. plus line 3.)	

Table 5-2 (cont.)