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IN ACCORDANCE WITH RULE 311 OF  
 REGULATION S-T, THESE EXHIBITS  
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REC'D S.E.C.  
 APR 23 2003  
 1086

UNITED STATES  
 Securities and Exchange Commission  
 Washington, D.C. 20549

FORM SE  
 FORM FOR SUBMISSION OF PAPER FORMAT EXHIBITS  
 BY ELECTRONIC FILERS

THE IT GROUP, INC.	0000731190
Exact name of registrant as specified in charter	Registrant CIK Number
FORM 8-K (filed on April 23, 2003) <i>FOR 4/22/03</i>	1-09037
Electronic report, schedule or registration statement of which the documents are a part (give period of report)	SEC file number, if available
Name of Person Filing the Document (if other than the Registrant)	

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**SIGNATURES**

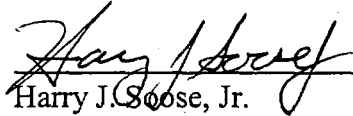
*Filings Made By the Registrant:*

The Registrant has duly caused this form to be signed on its behalf by the undersigned, thereunto duly authorized, in the City of Monroeville, State of Pennsylvania, April 22, 2003.

THE IT GROUP, INC.

(Registrant)

By:



Harry J. Soose, Jr.

Chief Operating Officer

Exhibit Index

Exhibit

- 99.1 Notice of Filing of Monthly Operating Report for period from August 3, 2002 through August 30, 2002 (including Exhibits).

IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE

----- X  
In re: : Chapter 11  
The IT Group, Inc., : Case No. 02-10118 (MFW)  
et al., : Jointly Administered  
Debtors. :  
----- X

NOTICE OF FILING OF MONTHLY OPERATING REPORT FOR PERIOD  
FROM AUGUST 3, 2002 THROUGH AUGUST 30, 2002

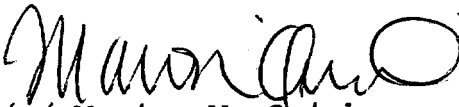
PLEASE TAKE NOTICE that on April 18, 2003, the debtors and debtors-in-possession in the above-captioned cases filed with the Court the Monthly Operating Report of The IT Group Inc. et al., for the period from August 3, 2002 through August 30, 2002 (the "Monthly Operating Report"), which is attached hereto as Exhibit A.

PLEASE TAKE FURTHER NOTICE that contemporaneously herewith, the Monthly Operating Report was

DKT. NO. 2748  
DT. FILED 4/18/03

transmitted to the parties listed on Exhibit B attached  
hereto in the manner provided thereon.

Dated: Wilmington, Delaware  
April 18, 2003

  
/s/ Marion M. Quirk

Gregg M. Galardi (I.D. No. 2991)  
Marion M. Quirk (I.D. No. 4136)  
Gary A. Rubin (I.D. No. 4140)  
SKADDEN, ARPS, SLATE, MEAGHER  
& FLOM LLP  
One Rodney Square  
P.O. Box 636  
Wilmington, Delaware 19899  
(302) 651-3000

- and -

Timothy R. Pohl  
SKADDEN, ARPS, SLATE, MEAGHER  
& FLOM (ILLINOIS)  
333 West Wacker Drive  
Chicago, Illinois 60606  
(312) 407-0700

Attorneys for Debtors and  
Debtors-in-Possession

# **EXHIBIT A**

**The IT Group, Inc.**  
**Case No. 02-10118**

**Activity for the period August 3, 2002 thru August 30, 2002**

**Table of Contents**

1. Affidavit
2. Consolidated Balance Sheet of All Debtors
3. Consolidated Income Statement of All Debtors
4. Schedule of Post Petition Debts
5. Accounts Receivable Reconciliation and Aging Summary and Debtor Questionnaire
6. List of Bank Accounts with bank description, account number and balance
7. Schedule of Cash Receipts and Disbursements

IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE

----- X  
: :  
: Chapter 11  
In re: : :  
: Case No. 02-10118 (MFW)  
The IT Group, Inc., : :  
    et al., : Jointly Administered  
: :  
                  Debtors. : :  
----- X

**DECLARATION OF HARRY J. SOOSE, JR. IN SUPPORT OF THE  
MONTHLY OPERATING REPORT FOR THE PERIOD AUGUST 3, 2002  
THROUGH AUGUST 30, 2002 FILED ON BEHALF OF THE ABOVE-  
REFERENCED DEBTORS**

I, Harry J. Soose, Jr. hereby declare under penalty of perjury that the following is true and correct to the best of my knowledge, information, and belief.

1. I am the Chief Operating Officer and Chief Financial Officer of The IT Group, Inc., a Delaware corporation with an office in Monroeville, Pennsylvania.


2. This declaration is submitted in conjunction with the filing of the monthly operating report.



3. All financial activity between the debtors and non-debtor foreign and domestic subsidiaries is outlined in the consolidated income and balance sheet. The bank reconciliations of the debtors are substantially completed as of August 30, 2002. All tax returns and taxes are current.

I declare under penalty of perjury that the foregoing is true and correct to the best of my knowledge, information, and belief.

Dated:       Monroeville, PA  
              April 14, 2003



Harry T. Soose, Jr.  
Senior Vice President  
COO & CFO

THE IT-GROUP, INC. AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEET  
CASE NO. 02-10118  
AUGUST 30, 2002

	08/02/02	Reclass/ Prior Period Adjustments	August Activity	08/30/02
<b>Current Assets:</b>				
Cash	70,249,611	-	(424,066)	69,825,545
Accounts receivable	7,286,605	2,074,286	(422,296)	8,938,595
Allowance for doubtful accts	(3,112,403)	(2,074,286)	-	(5,186,689)
Deferred income taxes	-	-	-	-
Other receivables	810,263	-	(141,316)	668,947
Prepaid expenses and other current assets	58,284,269	-	(12,402,907)	45,881,362
<b>Total current assets</b>	<b>133,518,345</b>	<b>-</b>	<b>(13,390,585)</b>	<b>120,127,760</b>
Property, plant and equipment at cost	885,568	-	(57,424)	828,144
Accumulated depreciation and amortization	(717,745)	-	43,804	(673,941)
<b>Net property, plant and equipment</b>	<b>167,823</b>	<b>-</b>	<b>(13,620)</b>	<b>154,203</b>
Cost in excess of net assets of acquired business	-	-	-	-
Investments in affiliate	224,333	-	-	224,333
Restricted cash	-	-	-	-
Deferred financing costs	-	-	-	-
Other assets	10,286	-	(4,212)	6,074
Deferred taxes	-	-	-	-
Long-term assets of discontinued operations	-	-	-	-
<b>Total assets</b>	<b>133,920,787</b>	<b>-</b>	<b>(13,408,417)</b>	<b>120,512,370</b>
<b>Current Liabilities (Prepetition)</b>				
Accounts payable-unsecured	45,634,460	-	-	45,634,460
Accrued wages and related liabilities-unsecured	13,807,899	1,481,235	-	15,289,134
Billings in excess of revenues-unsecured	32,007,386	-	-	32,007,386
Other accrued liabilities-unsecured	32,085,558	4,725,000	-	36,810,558
Long-term debt due within 1 year-unsecured	256,622,000	-	-	256,622,000
Long-term debt due within 1 year-secured	488,908,605	-	-	488,908,605
<b>Current Liabilities (Post Petition)</b>				
Accounts payable-unsecured	930,379	794	(92,943)	838,230
Accrued wages and related liabilities-unsecured	4,685,331	-	(264,345)	4,420,986
Billings in excess of revenues-unsecured	81,522	-	(49,177)	32,345
Other accrued liabilities-unsecured	21,794,595	-	(158,867)	21,635,728
DIP financing	-	-	-	-
Long-term debt due within 1 year-unsecured	85,965	-	(6,130)	79,835
Long-term debt due within 1 year-secured	-	-	-	-
Net current liabilities of discontinued operations	180,135	-	(88,700)	91,435
<b>Total current liabilities</b>	<b>896,823,835</b>	<b>6,207,029</b>	<b>(660,162)</b>	<b>902,370,702</b>
Long-term debt	-	-	-	-
Long-term liabilities of discontinued operations	-	-	-	-
Other I-t accrued liabilities-prepetition unsecured	4,408,273	-	-	4,408,273
Minority interest in subsidiary	-	-	-	-
<b>Total liabilities</b>	<b>901,232,108</b>	<b>6,207,029</b>	<b>(660,162)</b>	<b>906,778,975</b>
<b>Stockholders' Equity:</b>				
Preferred stock	6,665,152	-	-	6,665,152
Common stock	230,814	-	-	230,814
Treasury stock	(4,866,900)	-	-	(4,866,900)
Unearned compensation-restricted stock	(543,568)	-	-	(543,568)
Additional paid-in capital	352,365,701	-	-	352,365,701
Retained earnings (deficit)	(1,119,768,089)	(6,207,029)	(12,656,599)	(1,138,631,717)
Cumulative translation adj.	(1,394,431)	-	(91,656)	(1,486,087)
<b>Total stockholders' equity</b>	<b>(767,311,321)</b>	<b>(6,207,029)</b>	<b>(12,748,255)</b>	<b>(786,266,605)</b>
<b>Total liabilities and stockholders' equity</b>	<b>133,920,787</b>	<b>-</b>	<b>(13,408,417)</b>	<b>120,512,370</b>

THE IT GROUP, INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENT OF INCOME  
CASE NO. 02-10118  
FOR AUGUST 3, 2002 THRU AUGUST 30, 2002

Revenues	200,620
Cost and expenses:	
Cost of revenues	410,122
Selling, general and admin expense	<u>1,544,887</u>
Total cost and expenses	<u>1,955,009</u>
Operating income/(loss)	(1,754,389)
Unrealized gain/(loss) on stock held for sale	(10,997,391)
Interest income, net	95,181
Net income/(loss) before income taxes	<u><u>(12,656,599)</u></u>

The IT Group, Inc. and Subsidiaries  
Case No. 02-10118  
Accounts Payable Consolidated Aging  
as of August 30, 2002

<u>Days Aged</u>	<u>Balance</u>
0 - 30	825,887
31 - 60	-
61 - 90	-
Over 90	<u>45,634,460</u>
	<u>46,460,347</u>
Other (a)	<u>103,778</u>
Balance G/L	<u><u>46,564,125</u></u>

Pre Petition	45,634,460
Post Petition	<u>929,665</u>
	<u><u>46,564,125</u></u>

(a) cost accruals

THE IT GROUP, INC. AND SUBSIDIARIES  
 ACCOUNTS RECEIVABLE RECONCILIATION AND AGING  
 CASE NO. 02-10118  
 As of August 30, 2002  
 (in thousands)

Accounts Receivable Reconciliation	<u>Amount</u>
Total Accounts Receivable at the beginning of the reporting period	7,287
Prior Period Adjustments	2,074
+ Amounts billed during the period	42
- Amounts collected during the period	(464)
Total Accounts Receivable at the end of the reporting period	<u><u>8,939</u></u>

Accounts Receivable Aging	
0 - 30 days past due	42
31 - 60 days past due	-
61 - 90 days past due	-
91+ days past due	5,722
A/R not aged	2,522
Retainage	653
Total Accounts Receivable	<u><u>8,939</u></u>
Amounts considered uncollectible (Bad Debt)	(5,187)
Accounts Receivable (Net)	<u><u>3,752</u></u>

DEBTOR QUESTIONNAIRE

Must be completed each month	Yes	No
1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.		X
2. Have any funds been disbursed from any account other than a debtor in possession account this reporting period? If yes, provide an explanation below.		X
3. Have all post petition tax returns been timely filed? If no, provide an explanation below.	X	
4. Are workers compensation, general liability and other necessary insurance coverages in effect? If no, provide an explanation below.	X	

The IT Group, Inc. and Subsidiaries  
Case No. 02-10118  
Debtor Bank Account Detail  
August 30, 2002

GL ACCT #	DEBTOR CASE NUMBER	BANK ACCT #	BANK NAME	DESCRIPTION	08/30/02 PER BALANCE SHEET
1010	02-10165	3050-7945	Citibank, N.A., 399 Park Avenue New York, NY 10043	Citibank, NA (checking)	98,502
1020	02-10165	3050-7953	Citibank, N.A., 399 Park Avenue New York, NY 10044	Citibank, NA (savings)	13,796,006
1030	02-10165	3050-9158	State Street Bank and Trust Co. Boston, MA	Sale proceeds	46,727,775
1040	02-10165	3050-9174	Citibank, N.A., 399 Park Avenue New York, NY 10046	Citibank, NA (employee benefits)	4,259,504
1060	02-10165	2662868294	Dollar Bank, Miracle Mile, Monroeville, PA 15146	Petty Cash Corporate	2,000
1070	02-10165	010-51-099-62	Bank of America, Concord, CA	Petty Cash Northern California	8,000
1210	02-10118	454353	State Street Bank and Trust Co. Boston, MA	Restricted Cash Caterpillar	1,385,385
1220	02-10118	454349	State Street Bank and Trust Co. Boston, MA	Restricted Cash Fleet	2,515,343
1230	02-10118	454345	State Street Bank and Trust Co. Boston, MA	Restricted Cash Sovereign	374,771
1240	02-10118	454341	State Street Bank and Trust Co. Boston, MA	Restricted Cash Bookspan	503,069
46.1146.01	02-10135	3044-0525	Citibank	Iron Mountain- Cash	- Transferred to GL Account 1020
47.1146.05	02-10127	3044-0533	Citibank	IT Admin Services- Cash	- Transferred to GL Account 1020
Non-debtor Cash					<u>155,190</u>
					<u>69,825,545</u>

In Re: The IT Group, Inc., et al.  
Case No. 02-10118 (MFW) (Jointly Administered)  
Consolidated Cash Flow

(000's)

Summary Page

	August 2002 (a) Actual	Cumulative
Cash Beginning of Month	\$ 69,825	\$ 18,189
<b>Receipts</b>		
Cash Sales	-	-
Accounts Receivable	261	246,717
Loans and Advances	-	-
Sale of Assets	-	69,193
Other (Reimbursements from Shaw)	1,477	10,460
DIP Draw & (Repayment)	-	50,000
<b>Total Receipts</b>	<b>1,738</b>	<b>376,370</b>
<b>Disbursements</b>		
Net Payroll & Benefits	(315)	(81,642)
Payroll Taxes	(25)	(32,163)
Sales, Use, and Other Taxes	(40)	(816)
Operating Expenses	(287)	(152,701)
Rental & Leases	(30)	(13,209)
Insurance	(105)	(7,783)
Administrative & Selling	(267)	(5,725)
Sale of Assets	-	-
Other (Attach List)	-	(17,678)
Professional Fees (b)	(1,158)	(6,389)
U.S. Trustee Fees	-	(117)
Court Costs	-	-
<b>Total Disbursements</b>	<b>(2,228)</b>	<b>(325,223)</b>
<b>Net Cash Flow (Receipts Less Disbursements)</b>	<b>(489)</b>	<b>\$ 51,147</b>
Cash - End of Month	\$ 69,335	\$ 69,335
<b>Total Disbursements</b>		
Total Disbursements	(2,228)	
Less: Transfers to Debtor in Possession Accounts	-	
Plus: Estate Disbursements Made by Outside Sources	-	
<b>Total Disbursements For Calculating U.S. Trustee Quarterly Fees</b>	<b>(2,228)</b>	

(a) August actual includes cash flow activity from August 1, 2002 through August 31, 2002.  
(b) Professional fees include \$359,002.93 to White & Case on 8/28/02 and \$480,039.85 to Skadden Arps on 8/28/02.  
(c) The Debtor companies have limited business operations and all of the Debtor companies with the exception of IT Corporation had no or diminutive disbursements.

# **EXHIBIT B**



EXHIBIT B

The IT Group, Inc., et al.  
Case No. 02-10118

**Debtors**

The IT Group, Inc.  
2790 Mossdale Blvd.  
Monroeville, PA 15146-2792  
Attn: Harry J. Soose  
**(By Overnight Courier)**

**Counsel to Debtors**

Timothy R. Pohl, Esq.  
Skadden, Arps, Slate, Meagher  
& Flom (Illinois)  
333 West Wacker Drive  
Chicago, IL 60606-1285

Gregg M Galardi, Esq.  
Marion Quirk, Esq.  
Skadden, Arps, Slate, Meagher  
& Flom, LLP  
One Rodney Square  
P.O. Box 636  
Wilmington, DE 19899-0636

**United States Trustee**

Mark S. Kenney, Esq.  
Assistant U.S. Trustee  
Office of the U.S. Trustee  
844 King Street  
Wilmington, DE 19899  
**(By Hand Delivery)**

**Counsel to Creditors' Committee**

Jeffrey M. Schlerf, Esq.  
The Bayard Firm  
222 Delaware Avenue  
Suite 900, P.O. Box 25130  
Wilmington, Delaware 19899  
**(By Hand Delivery)**

John Cunningham, Esq.  
White and Case, LLP  
First Union Financial Center  
200 South Biscayne Boulevard  
Miami, FL 33131-2352  
**(By Overnight Courier)**

**Counsel for Prepetition Bank Group**

Stephen Karotkin, Esq.  
Weil, Gotshal & Manges LLP  
767 Fifth Avenue  
New York, NY 10153  
**(By Overnight Delivery)**

Richard S. Cobb, Esq.  
Klett Rooney Lieber & Schorling  
The Brandywine Building  
1000 West Street  
Suite 1410  
Wilmington, DE 19801  
**(By Hand Delivery)**

**Counsel for Postpetition Bank Group**

Michael A. Rosenthal, Esq.  
Aaron G. York, Esq.  
Gibson, Dunn & Crutcher LLP  
2100 McKinney Avenue  
Suite 1100  
Dallas, Texas 75201  
(The Shaw Group, Inc.)  
**(By Overnight Courier)**

William P. Bowden, Esq.  
Christopher S. Sontchi, Esq.  
Ashby & Geddes  
222 Delaware Avenue, 17th Floor, P.O.  
Box 1150  
Wilmington, DE 19899  
(The Shaw Group, Inc.)  
**(By Hand Delivery)**

**Miscellaneous:**02-10118-MFW The IT Group, Inc.**U.S. Bankruptcy Court****District of Delaware**

## Notice of Electronic Filing

The following transaction was received from Quirk, Marion M. entered on 4/18/2003 at 1:54 PM EDT and filed on 4/18/2003

**Case Name:** The IT Group, Inc.

**Case Number:** 02-10118-MFW

**Document Number:** 2748

**Docket Text:**

Debtor-In-Possession Monthly Operating Report for Filing Period August 3, 2002 through August 30, 2002 Filed by The IT Group, Inc. (Quirk, Marion)

The following document(s) are associated with this transaction:

**Document description:**Main Document

**Original filename:**S:\BANKRUPTCY\ITG\AugOperRpt.pdf

**Electronic document Stamp:**

[STAMP bkecfStamp\_ID=983460418 [Date=4/18/2003] [FileNumber=1493863-0]  
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ceb213fb4853b0358a3a6a01ed656e27368375c705334dbcac6457d1c722]]

**02-10118-MFW Notice will be electronically mailed to:**

Elihu Ezekiel Allinson III bankruptcy@pacdelaware.com

Julia Melville Andrew jandrew@oag.state.md.us,

Michael W. Arrington marrington@pnglaw.com

Elio Battista battista@blankrome.com

Christopher R. Belmonte cbelmonte@ssbb.com, pbosswick@ssbb.com

Ian Connor Bifferato bankruptcy@bbglaw.com

Karen C Bifferato kcb@cblhlaw.com

Joseph J. Bodnar jbodnar@monlaw.com

William Pierce Bowden wbowden@ashby-geddes.com;rxza@ashby-geddes.com

Charles J. Brown bankruptcyemail@elzefon.com