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JUN 18 2003



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IN ACCORDANCE WITH RULE 311 OF  
REGULATION S-T, THESE EXHIBITS  
ARE BEING FILED IN PAPER

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

*Exhibit Index  
On Page 4.*

FORM SE

FORM FOR SUBMISSION OF PAPER FORMAT EXHIBITS

**PROCESSED**

BY ELECTRONIC FILERS

JUN 19 2003

THOMSON  
FINANCIAL

THE IT GROUP, INC.	0000731190
Exact name of registrant as specified in charter	Registrant CIK Number
FORM 8-K (dated June 10, 2003)	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)

*1*  
*wavy line*

**SIGNATURES**

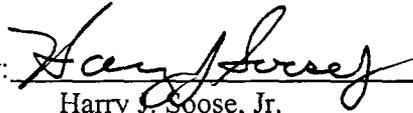
*Filings Made By the Registrant:*

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, June 17, 2003.

THE IT GROUP, INC.

(Registrant)

By:



Harry J. Soose, Jr.

Chief Operating Officer

Exhibit Index

Page No.

Exhibit

99.1 Notice of Filing of Monthly Operating Report for period from November 30, 2002 through December 27, 2002 (including Exhibits).

4

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 NOVEMBER 30, 2002 THROUGH DECEMBER 27, 2002

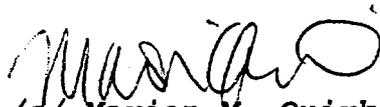
PLEASE TAKE NOTICE that on June 10, 2003, the debtors and debtors-in-possession in the above-captioned cases filed with the Court the Monthly Operating Report of The IT Group Inc. et al., for the period from November 30, 2002 through December 27, 2002 (the "Monthly Operating Report"), which is attached hereto as Exhibit A.

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

4

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

Dated: Wilmington, Delaware  
June 10, 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 November 30, 2002 thru December 27, 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  
:  
In re: : Chapter 11  
:  
The IT Group, Inc., : Case No. 02-10118 (MFW)  
:  
    et al., : Jointly Administered  
:  
                Debtors. :  
----- X

DECLARATION OF HARRY J. SOOSE, JR. IN SUPPORT OF THE  
MONTHLY OPERATING REPORT FOR THE PERIOD NOVEMBER 30, 2002  
THROUGH DECEMBER 27, 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 statement of income and balance sheet. The bank reconciliations of the debtors are substantially completed as of December 27, 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  
              June 9, 2003



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

THE IT GROUP, INC. AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEET  
CASE NO. 02-10118  
DECEMBER 27, 2002

	Reclass/		December	12/27/02
	11/29/02	Prior Period Adjustments		
<b>Current Assets:</b>				
Cash	67,200,702	(1,227)	(7,527,472)	59,672,003
Accounts receivable	5,242,002	(5,206,016)	-	35,986
Allowance for doubtful accounts	(5,189,057)	5,189,057	-	-
Deferred income taxes	-	-	-	-
Other receivables	1,290,010	(519)	1,040,667	2,330,158
Prepaid expenses and other current assets	43,907,549	663,792	(2,685,655)	41,885,686
Total current assets	112,451,206	645,087	(9,172,460)	103,923,833
Property, plant and equipment at cost	8,103	(1,306)	-	6,797
Accumulated depreciation and amortization	(735)	308	(142)	(569)
Net property, plant and equipment	7,368	(998)	(142)	6,228
Cost in excess of net assets of acquired business	-	-	-	-
Investments in affiliate	224,333	-	-	224,333
Restricted cash	-	-	-	-
Deferred financing costs	-	-	-	-
Other assets	4,600	(4,600)	-	-
Deferred taxes	-	-	-	-
Long-term assets of discontinued operations	-	-	-	-
Total assets	112,687,507	639,489	(9,172,602)	104,154,394
<b>Current Liabilities (Prepetition)</b>				
Accounts payable-unsecured	43,211,780	(573,911)	-	42,637,869
Accrued wages and related liabilities-unsecured	15,289,134	-	(5,420,317)	9,868,817
Billings in excess of revenues-unsecured	32,007,386	-	-	32,007,386
Other accrued liabilities-unsecured	36,810,558	(4,088,479)	-	32,722,079
Long-term debt due within 1 year-unsecured	256,622,000	861,539	-	257,483,539
Long-term debt due within 1 year-secured	488,908,605	1,735,183	-	490,643,788
<b>Current Liabilities (Post Petition)</b>				
Accounts payable-unsecured	49,414	(60,314)	33,977	23,077
Accrued wages and related liabilities-unsecured	4,144,856	(22,638)	(72,151)	4,050,067
Billings in excess of revenues-unsecured	-	-	-	-
Other accrued liabilities-unsecured	18,681,234	-	(2,074,220)	16,607,014
DIP financing	-	-	-	-
Long-term debt due within 1 year-unsecured	-	-	-	-
Long-term debt due within 1 year-secured	-	-	-	-
Current liabilities of discontinued operations	425,728	(84,011)	23,657	365,374
Total current liabilities	896,150,695	(2,232,631)	(7,509,054)	886,409,010
Long-term debt	-	-	-	-
Long-term liabilities of discontinued operations	-	-	-	-
Other l-t accrued liabilities-prepetition unsecured	4,408,273	-	-	4,408,273
Minority interest in subsidiary	-	-	-	-
Total liabilities	900,558,968	(2,232,631)	(7,509,054)	890,817,283
<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)	(1,141,365,299)	2,514,759	(1,663,548)	(1,140,514,088)
Cumulative translation adj.	(357,361)	357,361	-	-
Total stockholders' equity	(787,871,461)	2,872,120	(1,663,548)	(786,662,889)
Total liabilities and stockholders' equity	112,687,507	639,489	(9,172,602)	104,154,394

10

THE IT GROUP, INC. AND SUBSIDIARIES  
CONSOLIDATED STATEMENT OF INCOME  
CASE NO. 02-10118  
NOVEMBER 30, 2002 THRU DECEMBER 27, 2002

Revenues	35,247
Cost and expenses:	
Cost of revenues	46,528
Selling, general and administrative expense	741,691
Total cost and expenses	<u>788,219</u>
Operating income/(loss)	(752,972)
Gain/(loss) on sale of The IT Group Infrastructure & Environmental Italia, srl*	(8,913)
Unrealized gain/(loss) on stock held for sale	(1,420,636)
Unrealized gain/(loss) on cash surrender value (deferred compensation plan)	(39,555)
Interest income, net	202,015
Net income/(loss) before income taxes	<u>(2,020,061)</u>
Income tax expense/(benefit)	(356,513)
Net income/(loss) after income taxes	<u><u>(1,663,548)</u></u>

\*Legal expenses associated with the sale of The IT Group Infrastructure & Environmental Italia, srl

The IT Group, Inc. and Subsidiaries  
Case No. 02-10118  
Accounts Payable Consolidated Aging  
as of December 27, 2002

<u>Days Aged</u>	<u>Balance</u>
0 - 30	388,451
31 - 60	-
61 - 90	-
Over 90	<u>42,637,869</u>
	<u>43,026,320</u>
Other (a)	-
Balance G/L	<u><u>43,026,320</u></u>

Pre Petition	42,637,869
Post Petition	<u>388,451</u>
	<u><u>43,026,320</u></u>

(a) cost accruals

12

THE IT GROUP, INC. AND SUBSIDIARIES  
 ACCOUNTS RECEIVABLE RECONCILIATION AND AGING  
 CASE NO. 02-10118  
 As of December 27, 2002  
 (in thousands)

Accounts Receivable Reconciliation	Amount
Total Accounts Receivable at the beginning of the reporting period	5,242
Prior Period Adjustments	(5,206)
+ Amounts billed during the period	-
- Amounts collected during the period	-
Total Accounts Receivable at the end of the reporting period	36

Accounts Receivable Aging	
0 - 30 days past due	-
31 - 60 days past due	-
61 - 90 days past due	-
91+ days past due	-
A/R not aged	36
Retainage	-
Total Accounts Receivable	36
Amounts considered uncollectible (Bad Debt)	-
Accounts Receivable (Net)	36

DEBTOR QUESTIONNAIRE

**Must be completed each month**

Yes	No
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1. Have any assets been sold or transferred outside the normal course of business this reporting period? If yes, provide an explanation below.	X
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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
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13

The IT Group, Inc. and Subsidiaries  
Case No. 02-10118  
Debtor Bank Account Detail  
December 27, 2002

C/L ACCT #	DEBTOR CASE NUMBER	BANK ACCT #	BANK NAME	DESCRIPTION	12/27/02 PER BALANCE SHEET
1010	02-10165	3050-7945	Citibank, N.A., 399 Park Avenue New York, NY 10043	Citibank, NA (checking)	99,505
1020	02-10165	3050-7953	Citibank, N.A., 399 Park Avenue New York, NY 10044	Citibank, NA (savings)	3,753,997
1030	02-10165	3050-9158	State Street Bank and Trust Co. Boston, MA	Sale proceeds	46,976,446
1040	02-10165	3050-9174	Citibank, N.A., 399 Park Avenue New York, NY 10046	Citibank, NA (employee benefits)	4,016,765
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 State Street Bank and Trust Co.	Petty Cash Northern California	8,000
1210	02-10118	454353	Boston, MA State Street Bank and Trust Co.	Restricted Cash Caterpillar	1,392,758
1220	02-10118	454349	Boston, MA State Street Bank and Trust Co.	Restricted Cash Fleet	2,528,729
1230	02-10118	454345	Boston, MA State Street Bank and Trust Co.	Restricted Cash Sovereign	376,766
1240	02-10118	454341	Boston, MA	Restricted Cash Bookspan	505,746
Non-debtor Cash					11,291
					<u>59,672,003</u>

14

(000's)

Summary Page

	December 2002 (n) Actual	Cumulative Actual
Cash Beginning of Month	Total 66,639	\$ 18,189
Receipts		
Cash Sales	-	-
Accounts Receivable/Other Receivables	473	248,594
Loans and Advances	-	-
Sale of Assets	-	69,238
Other (Reimbursements from Shaw)	2,500	15,669
DIP Draw & (Repayment)	-	50,000
Total Receipts	2,973	383,502
Disbursements		
Net Payroll & Benefits	(6,731)	(88,782)
Payroll Taxes	(1,651)	(31,903)
Sales, Use, and Other Taxes	(0)	(875)
Operating Expenses	(67)	(160,409)
Rental & Leases	(3)	(14,013)
Insurance	(3)	(7,844)
Administrative & Selling	(39)	(5,988)
Sale of Assets	-	-
Other (Attach List)	-	(17,678)
Professional Fees (b)	(1,896)	(12,859)
U.S. Trustee Fees	(16)	(134)
Court Costs	-	-
Total Disbursements (c)	(10,404)	(342,483)
Net Cash Flow (Receipts Less Disbursements)	(7,431)	\$ 41,019
Cash - End of Month	\$ 59,208	\$ 59,208
Total Disbursements	(10,404)	
Less: Transfers to Debtor in Possession Accounts	-	
Plus: Estate Disbursements Made by Outside Sources	-	
Total Disbursements For Calculating U.S. Trustee Quarterly Fees	(10,404)	

(a) December actual includes cash flow activity from December 1, 2002 through December 31, 2002.  
(b) Professional fees include \$9,171.42 and \$16,574.55 to the Bayard Firm on 12/4/02 and 12/11/02, \$582,195.00 and \$232,265.89 to Skadden Arps on 12/4/02 and 12/18/02, \$318,281.80 to Kroff Zolfo Cooper on 12/4/02, \$43,716.00 to Charin Capital Partners on 12/4/02, \$349,576.26 to White & Case on 12/4/02, \$73,073.80 to Freidman Kaplan Seiler & Adelman on 12/4/02, and \$6,783.80 to Jefferson Wells on 12/4/02.  
(c) The Debtor companies have limited business operations and all of the Debtor companies with the exception of IT Corporation had no or de minimis disbursements.

15

# **EXHIBIT B**

EXHIBIT B

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

**Debtors**

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

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**United States Trustee**

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**Counsel to Creditors' Committee**

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