

Unmatched Transactions and Balances

Unmatched Transactions and Balances as of September 30, 2023, and 2022		
(In millions of dollars)	2023	2022
Statement of Net Cost:		
Buy/sell cost/revenue	-	603.5
Benefit program revenue/cost	-	309.6
Non-reciprocating	-	(357.0)
	-	556.1
Statement of Operations and Changes in Net Position:		
Non-reciprocating	-	(1,630.2)
Custodial and non-entity collections transferred out/in	-	586.8
Accrual amounts collected/transferred in	-	(83.9)
Other	-	1,000.9
	-	(126.4)
Balance Sheet:		
Accounts payable/receivable	-	270.2
Advances from/to others & deferred credits/prepayments	-	(778.8)
Non-reciprocating	-	(205.6)
Other	-	(576.4)
	-	(1,290.6)
Unmatched transactions and balances, net	-	(860.9)

() Parentheses indicate a decrease to Net Position.

The unmatched transactions and balances are needed to balance the accrual-based financial statements. The Statement of Net Cost, the Statement of Operations and Changes in Net Position and the Balance Sheet include a line for the unmatched transactions and balances. Transactions and balances between federal entities must be eliminated in consolidation to calculate the financial position of the government. The amounts included in the table represent intra-governmental activity and balances that differed between federal entity trading partners and often totaled significantly more in the absolute than the net amounts shown. The table also reflects other consolidating adjustments and other adjustments that contributed to the unmatched transactions and balances amount. The adjustments were added to, or subtracted from, gross cost in the Statement of Net Cost and other liabilities in the Balance Sheet in the year they were recorded. Unresolved intra-governmental differences (i.e., unmatched transactions and balances) result in errors in the consolidated financial statements.

Unmatched transactions and balances between federal entities impact not only in the period in which differences originate but also in the periods where differences are resolved. As a result, it would not be proper to conclude that increases or decreases in the unmatched amounts shown in the “Unmatched Transactions and Balances” table reflect improvements or deteriorations in the government’s ability to resolve intra-governmental transactions. The federal community considers the identification and accurate reporting of intra-governmental activity a priority.

Due to the change in presentation of the reported unmatched transactions and balances on the Statement of Net Cost, Statement of Operations and Changes in Net Position, and Unmatched Transactions and Balances in Other Information (unaudited), the FY 2022 Statement of Net Cost was adjusted by \$0.1 billion to report the associated unmatched transactions and balances that were previously reported on the Statement of Operations and Changes in Net Position unmatched transactions and balances line and the buy/sell costs that were previously included in the gross cost recorded on the Statement of Net Cost. They are now reported on the standalone unmatched transaction and balances line on the Statement of Net Cost. Additionally, the Unmatched Transactions and Balances table was updated to show the details of the unmatched transactions and balances by statement.

The unmatched transactions and balances, net reflects the combined impact that each statement line has on the overall net position of the *Financial Report*.