



Audit of the U.S. Department of Justice
Annual Financial Statements
Fiscal Year 2024



AUDIT DIVISION

25-015

JANUARY 2025



COMMENTARY AND SUMMARY

Audit of the U.S. Department of Justice Annual Financial Statements Fiscal Year 2024

Objectives

Pursuant to Section 304(a) of the Chief Financial Officers Act of 1990, as expanded by Section 405(b) of the Government Management Reform Act of 1994, the Department of Justice (Department) Office of the Inspector General (OIG) contracted with the independent public accounting firm KPMG LLP (KPMG) to perform the audit of the Department's annual financial statements.

The objectives of the audit were to opine on the financial statements; report on internal control over financial reporting; and report on compliance and other matters, including compliance with the Federal Financial Management Improvement Act of 1996 (FFMIA).

Results in Brief

KPMG found that the Department's financial statements are fairly presented as of and for the year ended September 30, 2024, and issued an unmodified opinion. KPMG reported one material weakness in the Independent Auditors' Report and did not report any instances of non-compliance.

The OIG reviewed KPMG's report and related documentation and made necessary inquiries of its representatives. Our review, as differentiated from an audit in accordance with Government Auditing Standards, was not intended to enable us to express, and we do not express, an opinion on the Department's financial statements, conclusions about the effectiveness of internal control, conclusions on whether the Department's financial management systems substantially complied with FFMIA, or conclusions on compliance and other matters. KPMG is responsible for the attached Independent Auditors' Report dated November 22, 2024, and the conclusions expressed in the report. Our review disclosed no instances where KPMG did not comply, in all material respects, with Government Auditing Standards.

Audit Results

The fiscal year (FY) 2024 audit resulted in an unmodified opinion on the financial statements. An unmodified opinion means that the financial statements present fairly, in all material respects, the financial position and the results of the entity's operations in accordance with U.S. generally accepted accounting principles. For FY 2023, the Department also received an unmodified opinion on its financial statements (OIG Audit Division Report Number 24-020).

For FY 2024, KPMG reported one material weakness in the Independent Auditors' Report, noting that internal control weaknesses identified in the prior years' financial statements audit reports related to financial management and reporting controls and risk assessment remain throughout the Department. In addition, the report noted that improvements are needed related to monitoring and timely remediation of prior years' deficiencies. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis.

No instances of non-compliance or other matters were identified during the audit that are required to be reported under Government Auditing Standards. KPMG's tests disclosed no instances in which the Department's financial management systems did not substantially comply with FFMIA.

The Department's financial statements are comprised of nine reporting entities as described in Note 1.A. to the financial statements. Three of these entities (Assets Forfeiture Fund and Seized Asset Deposit Fund; Federal Bureau of Investigation; and Federal Prison Industries, Inc.) also prepare separate audited annual financial statements, which are available on the OIG's website shortly after issuance.

Recommendations

KPMG provided the Department five recommendations to improve its internal controls. The five recommendations include one new recommendation, one repeated recommendation that was originally identified in FY 2023, and three updated recommendations made in FY 2022. Management concurred with KPMG's recommendations, and its response to the recommendations can be found in the Exhibit of the Independent Auditors' Report.

KPMG also evaluated whether the Department has taken the appropriate corrective action to address recommendations from the prior years' financial statements audits that remained open during the FY 2024

audit. The Department had four open OIG recommendations during FY 2024. The audit determined the Department had sufficiently addressed one and updated two of these recommendations, and the OIG has therefore closed these three recommendations. Corrective actions relevant to the open recommendations will be evaluated during the FY 2025 financial statements audit.

The following table provides the status of the recommendations as of the end of FY 2024. A "Resolved" status means that the Department has agreed to implement the recommendation or has proposed actions that will address the recommendation.

Fiscal Year	Recommendations	Status
FY 2024	Recommendation 1: Continue to recruit and retain individuals with relevant financial management and/or accounting skills, train, as well as cross-train existing resources on financial management standards, concepts, policies, and procedures. <i>(Update)</i>	Resolved
	Recommendation 2: Assess reconciliation, review, and other monitoring controls to enhance the design of period end financial reporting controls, including the identification and investigation of significant variances for all financial statements. <i>(Repeat)</i>	Closed ^a <i>(Repeat of FY 2023 Recommendation No. 4. See next page)</i>
	Recommendation 3: Enhance controls for the Department and the components to identify, analyze, and respond to risks and/or significant changes to operations and financial reporting processes. <i>(Update)</i>	Resolved
	Recommendation 4: Enhance controls for the Department and the components to monitor and evaluate the design and effectiveness of existing controls and enhance communication between the Department and components. <i>(Update)</i>	Resolved
	Recommendation 5: Enhance monitoring capabilities related to existing deficiencies to address existing design deficiencies and improve operating effectiveness of the related controls in a timely manner. Specifically, management should consider a baseline (current year) assessment and compare against management's design (future state) of the internal control system to address the objectives and risks of the Department. <i>(New)</i>	Resolved

Fiscal Year	Recommendations	Status
FY 2023	Recommendation No. 2: Federal Bureau of Prisons (BOP) continue to enhance the design and implementation of process level controls to be more specific in how the control should be performed, including standard criteria to consider in the performance of the control and sufficiently document the control so it can be consistently performed. Once controls are fully designed and implemented, BOP should monitor the operating effectiveness of the controls.	Closed
	Recommendation No. 4: Department assess reconciliation, financial reporting review, and other monitoring controls to increase the precision with which period end financial reporting is performed, including the identification and investigation of significant variances for all financial statements.	Resolved
FY 2022	Recommendation No. 1: Department and BOP continue to recruit and retain individuals with relevant financial management and/or accounting skills, and train existing resources on financial management standards, concepts, policies, and procedures.	Closed <i>(Updated by FY 2024 Recommendation No. 1. See prior page.)</i>
	Recommendation No. 4: Department design and implement a control for the Department and the components to monitor and evaluate significant changes to operations or financial reporting processes that will identify and respond to financial reporting risks, such as the adoption of new accounting policies and procedures, and implementations and conversions of financially relevant systems.	Closed <i>(Updated by FY 2024 Recommendation Nos. 3 and 4. See prior page.)</i>

^a When our current audit work identifies a condition that requires the same corrective action covered by an open recommendation from a prior year, we retain the prior year open recommendation to track the origin of the recommendation.

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U.S. DEPARTMENT OF JUSTICE

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)



Context for the Financial Information in the MD&A

Established July 1, 1870 28 *United States Code (U.S.C) § 501 and 503*, the Department of Justice (DOJ) is headed by the Attorney General of the United States. The Department was created to control federal law enforcement and all criminal prosecutions and civil suits in which the United States has an interest. The structure of the Department has changed over the years, with the addition of a Deputy Attorney General (DAG), Associate Attorney General (ASG), Assistant Attorneys General, and the formation of Divisions and components; however, unchanged is the commitment and response to securing equal justice for all, enhancing respect for the rule of law, and making America a safer and more secure Nation.

Mission Statement

“The mission of the Department of Justice (DOJ) is to uphold the rule of law, to keep our country safe, and to protect civil rights.”

In carrying out the Department’s mission, we are guided by the following values:

Independence and Impartiality. The Justice Department works each day to earn the public’s trust by following the facts and the law wherever they may lead, without prejudice or improper influence.

Honesty and Integrity. The Justice Department’s employees adhere to the highest standards of ethical behavior, mindful that, as public servants, we must work to earn the trust of, and inspire confidence in, the public we serve.

Respect. The Justice Department’s employees value differences in people and in ideas and treat everyone with fairness, dignity, and compassion.

Excellence. The Justice Department works every day to provide the highest levels of service to the American people and to be a responsible steward of the taxpayers’ dollars.

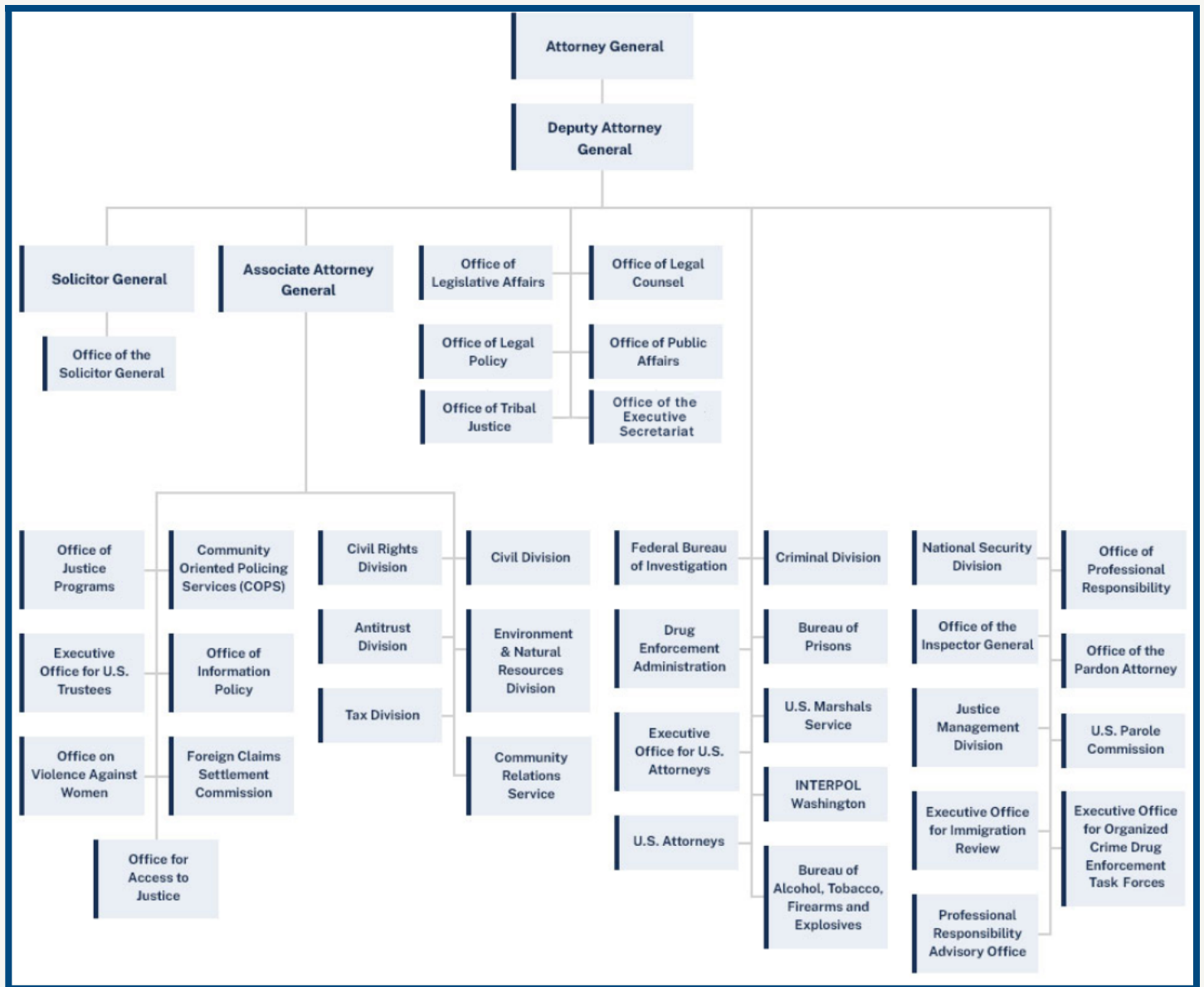
Organizational Structure

Led by the Attorney General, the Justice Department is comprised of more than forty separate component organizations. There are nearly 115,000 employees of the Department who ensure that the individual component missions, and the overarching Department mission, is carried out. These include major investigative components such as the Federal Bureau of Investigation (FBI), the Drug Enforcement Administration (DEA), and the Bureau of Alcohol, Tobacco, Firearms and Explosives (ATF).

The Department's litigating divisions represent the rights and interests of the American people and enforce federal criminal and civil laws. The major litigating divisions are comprised of the Antitrust (ATR), Civil (CIV), Civil Rights (CRT), Criminal (CRM), Environment and Natural Resources (ENRD), Tax (TAX) Divisions, and U.S. Attorney's Office (USAO).

The U.S. Marshals Service (USMS), protects the federal judiciary, apprehends fugitives, and detains persons in federal custody; the Federal Bureau of Prisons (BOP), confines convicted offenders; and the National Security Division (NSD), brings together national security, counter-terrorism, counterintelligence, and foreign intelligence surveillance operations under a single authority.

The Office of Justice Programs (OJP), the Office on Violence Against Women (OVW), and the Office of Community Oriented Policing Services (COPS) provide leadership and assistance to state, local, and tribal governments. Other major Departmental components include the Executive Office for U.S. Trustees (UST), Justice Management Division (JMD), the Executive Office for Immigration Review (EOIR), the Community Relations Service (CRS), the OIG, and several offices that advise the Attorney General on policy, law, legislation, tribal justice matters, external affairs, and oversight. Headquartered in Washington, D.C., the Department conducts its work in offices located throughout the country and overseas.

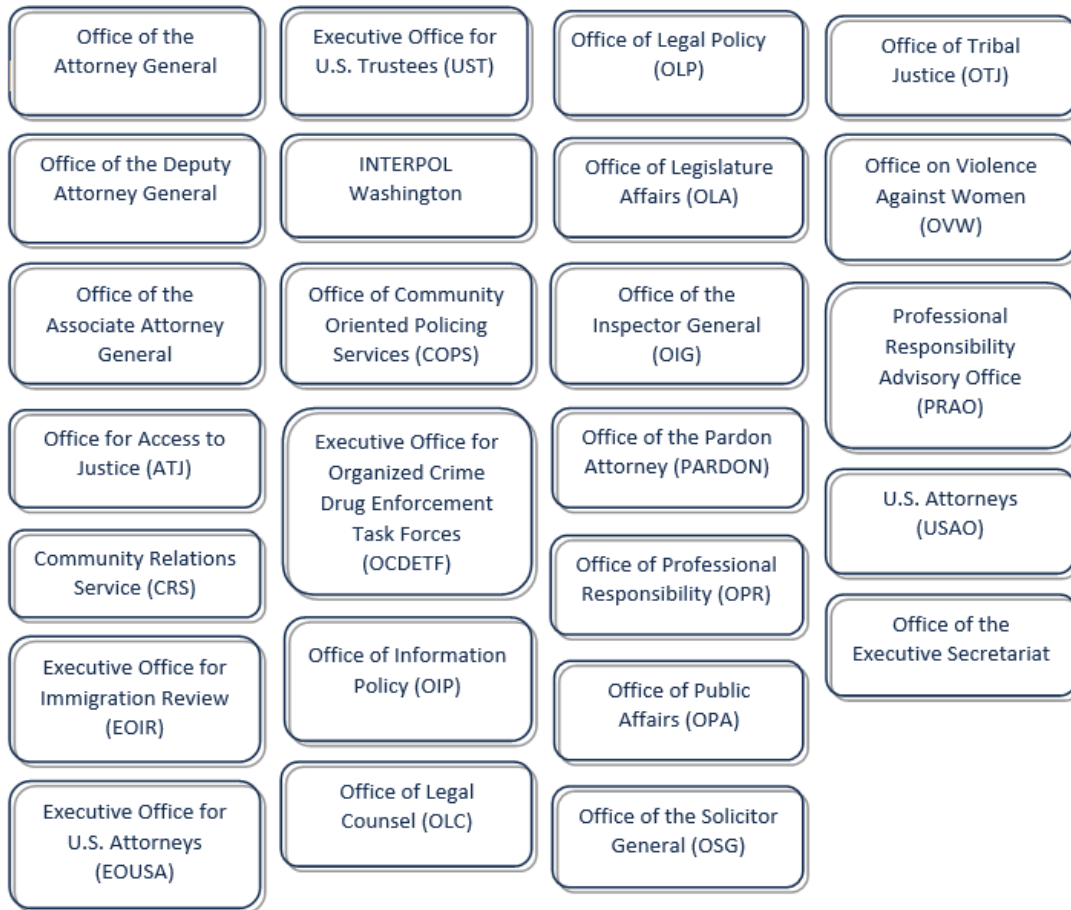


As of September 30, 2024, the Department's financial reporting structure was comprised of nine principal components:

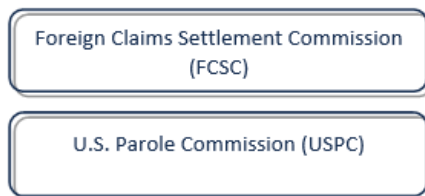


*OBDs organizational structure presented on the following page.

OFFICES



BOARDS



DIVISIONS



Chart 1: DOJ Employees Onboard by Reporting Component

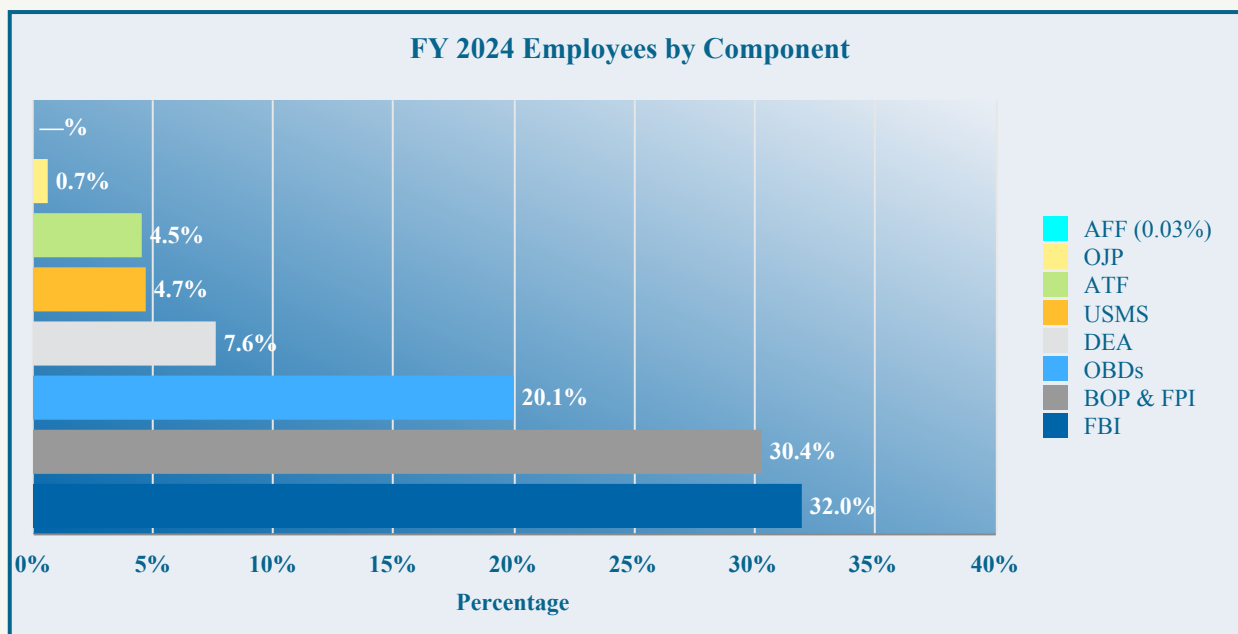
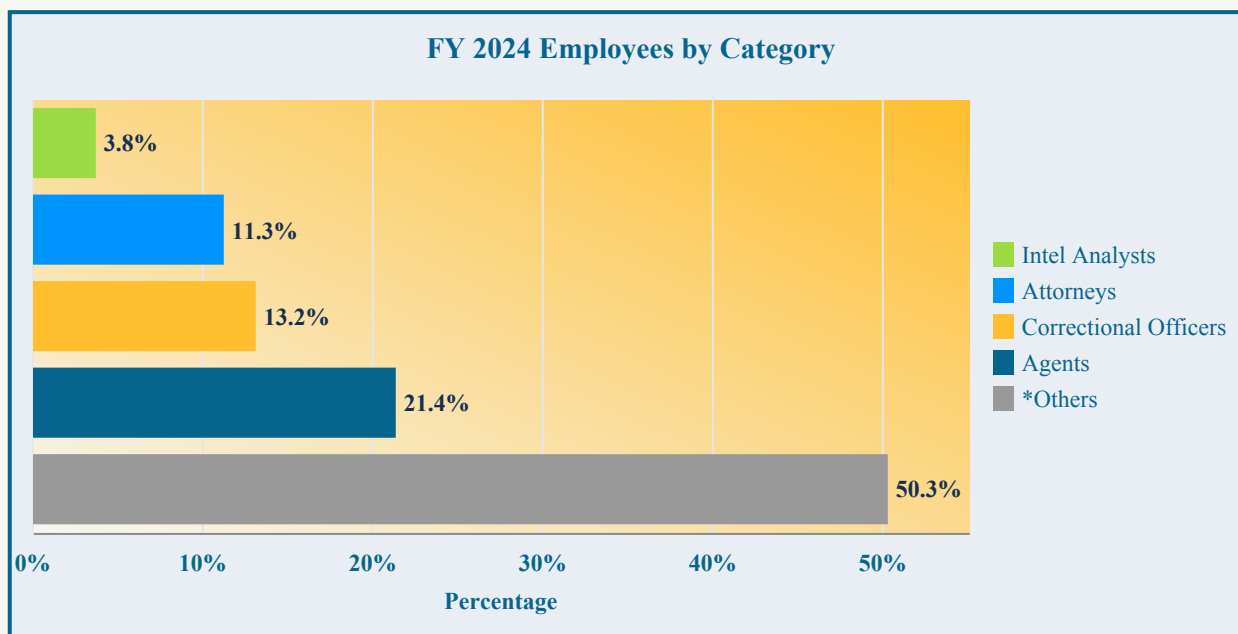


Chart 2: DOJ Employees Onboard by Employee Category



*Others include pay class categories such as paralegals, financial managers, procurement officers, evidence technicians, and security specialists

Major Programs

The Department reports in the Statement of Net Cost earned revenue and cost by five major programs listed and defined below:

- Program 1 - Law Enforcement
 - Protects and defends the United States against foreign and domestic threats by investigating, enforcing, and upholding the laws of the United States (e.g. AFF, ATF, DEA, FBI, OCDETF, and USMS).
- Program 2 - Litigation and Compensation
 - The litigating function defends or asserts the laws, programs, and policies of the United States and ensures greater coordination and unity of purpose between prosecutors and law enforcement agencies; the compensation function ensure that proceeds, monetary penalties, and fines are deposited into compensation funds that are distributed to victims (e.g. ATR, CIV, CRT, CRM, ENRD, EOUSA, INTERPOL, NSD, OLC, OPA, OSG, PRAO, TAX, United States Victims of State Sponsored Terrorism Fund (USVSSTF), USAO, VCF, and RECA).
- Program 3 - Prisons and Detention
 - Provides for the safe, secure, and humane confinement of detained persons in prisons, detention centers, and community-based facilities, and provides services and programs to facilitate successful reentry (e.g. BOP, FPI, USPC, and USMS Detention).
- Program 4 - Grants
 - Reduces crime and improves the function of the criminal justice system by increasing public safety and improving fair administration of justice across America through innovative leadership and programs (e.g. COPS, OJP, and OVW).
- Program 5 - Executive Oversight and Enterprise Technology
 - Executive Oversight: Provides advice to senior management officials on matters including, but not limited to policy for budget and financial management, personnel management and training, procurement, equal employment opportunity, information processing, telecommunications, security, and all matters pertaining to organization authorities; also includes vital functions such as adjudicating immigration cases, preserving the bankruptcy system, managing multi-agency task forces, and national criminal justice programs (e.g. AG, DAG, ASG, other SMOs, CRS, EOIR, UST, OTJ, JMD, and OIG).
 - Enterprise Technology: Protects critical mission assets by strengthening security in particular areas including access management and incident response and recovery (e.g. Justice Information Sharing Technology (JIST) and Working Capital Fund (WCF)).

Performance Goals, Objectives, and Results

From our mission and core values stem the Department's strategic and annual planning processes. The Department embraces the concepts of performance-based management. At the heart of these concepts is the understanding that improved performance is realized through greater focus on mission, agreement on goals and objectives, and timely reporting of results. Strategic planning is the first step in an iterative planning and implementation cycle.

The planning and implementation cycle occurs early in the Department's process to implement performance-based management, involves setting long-term goals and objectives, translating these goals and objectives into budgets and program plans, implementing programs, monitoring performance, and evaluating results. In this cycle, the Department's *FYs 2022 - 2026 Strategic Plan* provides an overarching framework for component and function-specific plans, as well as for annual performance plans, budgets, and reports. The Department's *FYs 2022 - 2026 Strategic Plan* is available on the Department's website: [DOJ Strategic Plan 2022 - 2026](https://www.justice.gov/doj/doj-strategic-plan-2022-2026)¹.

The table below provides an overview of the Department's FYs 2022 - 2026 strategic goals and objectives.

Strategic Goals	Strategic Objectives
1 Uphold the Rule of Law	1.1 Protect Our Democratic Institutions 1.2 Promote Good Government
2 Keep Our Country Safe	2.1 Protect National Security 2.2 Counter Foreign and Domestic Terrorism 2.3 Combat Violent Crime and Gun Violence 2.4 Enhance Cybersecurity and Fight Cybercrime 2.5 Combat Drug Trafficking and Prevent Overdose Deaths 2.6 Protect Vulnerable Communities
3 Protect Civil Rights	3.1 Protect the Right to Vote 3.2 Combat Discrimination and Hate Crimes 3.3 Reform and Strengthen the Criminal and Juvenile Justice Systems to Ensure Fair and Just Treatment 3.4 Expand Equal Access to Justice 3.5 Advance Environmental Justice and Tackle the Climate Crisis
4 Ensure Economic Opportunity and Fairness for All	4.1 Reinvigorate Antitrust Enforcement and Protect Consumers 4.2 Combat Corruption, Financial Crime, and Fraud
5 Administer Just Court and Correctional Systems	5.1 Administer an Equitable and Efficient Immigration Court System 5.2 Maintain a Safe and Humane Prison System

The Department's performance planning and budgeting is driven by and consistent with long-term strategic goals. The Department's *Annual Performance Plan (APP)* is issued each year with the *President's Budget*, and the performance information included in the MD&A are organized according to the five strategic goals identified in the Department's *FYs 2022 – 2026 Strategic Plan*.

The Department's *Strategic Plan* includes 64 key performance measures, which are summarized in this document. The Department's full performance for these measures and others will be discussed in the Department's *FY 2024 Annual Performance Report (APR) / FY 2024 APP* and submitted with the *President's Budget* in February 2025.

¹ <https://www.justice.gov/doj/doj-strategic-plan-2022-2026>

To accomplish the objectives of the Department’s five strategic goals, collaboration and joint effort are needed among the components, offices, boards, and divisions within DOJ. As a result, more than one major program may be tied to a single strategic goal to accomplish the goal’s objectives. The table below lists strategic goals by the applicable DOJ component, office, board, or division, and links the strategic goal to the major program reported on the statement of net cost.

Strategic Goal	DOJ Component	Major Program
Goal 1	All components	All Major Programs
Goal 2	ATF, BOP, CIV, COPS, CRM, CRS, CRT, FBI, DEA, INTERPOL, JMD, NSD, OCDETF, OJP, OLP, OTJ, OVW, USMS, USAO, & USPC	All Major Programs
Goal 3	ATF, ATJ, BOP, COPS, CRM, CRS, CRT, OLP, OPA, OTJ, OVW, DEA, ENRD, EOIR, FBI, FPI, JMD, OJP, USAO, USMS, & UST	All Major Programs
Goal 4	ATR, CIV, CRM, FBI, TAX, USAO, & UST	Major Programs 1 & 2
Goal 5	ATJ, CIV, BOP, EOIR, OJP, USAO, USMS, & USPC	Major Programs 2, 3, 4, & 5

Additionally, the Department’s performance for each strategic goal is measured by the goal’s strategic objectives and associated key performance indicators (KPI) as described in the following table. KPIs further define the role each component, office, board, or division has in accomplishing the broad purpose of each strategic goal. Also, KPIs are assigned to a component, office, board, or division providing additional insight to the elements contained in the statement of net cost by major program.

Strategic Objective	Key Performance Indicator	FY 2024 Target	FY 2024 Actual	Target Achieved?
Strategic Goal 1: Uphold the Rule of Law				
1.1	Percent of OPR inquiries resolved within one year [OPR]	75%	100%	Achieved
1.1	Number of criminal government program fraud cases where the proactive use of data led to the opening of an investigation by the Criminal Division. [CRM]	50	12	Not Achieved
1.1	Number of U.S. Attorney’s Offices that received proactive data leads in criminal government fraud cases from the Criminal Division. [CRM]	45	16	Not Achieved
1.1	Percent of criminal cases concerning COVID-19 related fraud defendants in which the Department seeks restitution [USAO]	90%	TBD	
1.1	Percent of criminal cases concerning COVID-19 related fraud defendants whose cases were favorably resolved [USAO]	90%	99%	Achieved
1.1	Ratio of backlogged to incoming FOIA requests [OIP]	40%	TBD	
1.2	Percent increase in the Department’s average score on selected FEVS questions related to how well managers cultivate innovation, creativity, and collaboration [JMD]	62%	60%	Not Achieved
1.2	Percent of people involved in hiring who have completed implicit bias and interview skills training within the last three years [JMD]	50%	11%	Not Achieved
1.2	Disparities in employee attrition rates [JMD]	1.32	TBD	
1.2	Percent of Department websites reflecting U.S. Web Design System requirements and meeting best practices for plain language and user centered design [JMD]	100%	100%	Achieved
1.2	Percent of common data sets accessible amongst DOJ components [JMD]	51%	82%	Achieved

Strategic Objective	Key Performance Indicator	FY 2024 Target	FY 2024 Actual	Target Achieved?
Strategic Goal 2: Keep Our Country Safe				
2.1	Number of counterintelligence program disruptions or dismantlements [FBI]	400	477	Achieved
2.1	Percent of prosecutions brought against defendants engaged in a) hostile activities against national assets, b) intelligence gathering, or c) export violations that are favorably resolved [NSD]	90%	99%	Achieved
2.1	Percent of Department-led foreign investment cases that were adjudicated favorably [NSD]	97%	100%	Achieved
2.2	Number of terrorism disruptions effected through investigations [FBI]	600	496	Not Achieved
2.2	Percent of counterterrorism defendants whose cases were favorably resolved [NSD]	90%	100%	Achieved
2.2	Number of individuals in the Department trained to prosecute domestic terrorism and domestic violent extremism [NSD]	400	630	Achieved
2.2	Percent of Department-issued Intelligence Information Reports used in the development of United States Intelligence Community Intelligence Products [FBI]	15%	28%	Achieved
2.3	Percent of federal violent crime defendants' cases favorably resolved [CRM, USAO]	90%	98%	Achieved
2.3	Volume of U.S. Attorney office records uploaded to the National Instant Criminal Background Check System [USAO]	8% increase	TBD	
2.3	Percent of programs implementing community violence intervention strategies [OJP]	62%	86%	Achieved
2.4	Percent of disruptions of key services and operators [FBI]	5%	33%	Achieved
2.4	Percent of reported ransomware incidents from which cases are opened, added to existing cases, or resolved within 72 hours [FBI]	65%	49%	Not Achieved
2.4	Percent increase in operations conducted jointly with strategic partners [FBI]	3%	17%	Achieved
2.4	Percent of confirmed cyber incidents to Department systems [JMD]	0.001%	0.005%	Not Achieved
2.4	Percent increase of threat advisories disseminated to the private sector (changed from Number of) [FBI]	5%	10%	Achieved
2.5	Percent of disruptions or dismantlements of drug-trafficking organizations focused on the highest priority targets [OCDETF]	20%	28%	Achieved
2.5	Amount of diversion, nationally, of opioids and stimulants [DEA]	364,487g	335,774g	Achieved
2.5	Percent of relevant-funded grantee programs that provide Medication Assisted Treatment, which includes medication plus counseling, as part of their substance use disorder services [OJP]	43%	39%	Not Achieved

Strategic Objective	Key Performance Indicator	FY 2024 Target	FY 2024 Actual	Target Achieved?
Strategic Goal 2: Keep Our Country Safe				
2.6	Percent increase in services to traditionally underserved victim populations through VOCA-funded organizations and anti-human trafficking programs [OJP]	0.50%	0%	Not Achieved
2.6	Percent of USAOs conducting training on trauma-informed and culturally sensitive approaches for attorneys, victim witness specialists, and support staff [USAO]	70%	TBD	
2.6	Percent of victims reporting that they entered and maintained permanent housing upon exit from an OVW-funded transitional housing program 6 months after program completion (Transitional Housing Program only) [OVW]	80%	TBD	
2.6	Percent of crimes-against-children FBI cases which address abductions, hands-on offenders, sextortion, or enticement [FBI]	46%	64%	Achieved
2.6	Number of formal relationships established with state, county, and local law enforcement, either directly or through state Police Officer Standards and Training councils or commissions, to communicate elder justice best practices [CIV]	7	7	Achieved
2.6	Percent of Indian Country homicide cases and sexual abuse cases favorably resolved [USAO]	90%	96%	Achieved
Strategic Goal 3: Protect Civil Rights				
3.1	Number of new Voting Rights Act matters initiated [CRT]	4	23	Achieved
3.1	Percent of cases prosecuting threats of violence and intimidation against election officials that are favorably resolved [CRM]	75%	100%	Achieved
3.1	Percent of BOP facilities providing structured curriculum on voting rights to releasing individuals [BOP]	100%	TBD	
3.2	Number of Title VII and Uniformed Services Employment and Reemployment Rights Act of 1994 (USERRA) investigations [CRT]	20	23	Achieved
3.2	Number of Limited English Proficiency (LEP) individuals who access department-funded materials in their native language to understand federal hate crimes and anti-discrimination laws [CRT]	35,000	33,576	Not Achieved
3.2	Percent of United States Attorney's Offices that meet at least annually with local law enforcement partners and community stakeholders to collaborate on efforts to prevent hate crimes and incidents [USAO]	100%	TBD	
3.2	Percent of criminal cases addressing civil rights violations, including hate crimes, favorably resolved [CRT]	80%	99%	Achieved
3.3	Percent of federal law enforcement officers who receive Use of Force Sustained Training within a 3-year period [ATF, BOP, DEA, FBI, USMS]	96%	99%	Achieved
3.3	Percent of federal law enforcement officers equipped with body-worn cameras and associated training [ATF, DEA, FBI, USMS]	60%	86%	Achieved
3.3	Percent of Justice Assistance Grant Program law enforcement grantees using innovation and evidence-based practices [OJP]	11%	12%	Achieved

Strategic Objective	Key Performance Indicator	FY 2024 Target	FY 2024 Actual	Target Achieved?
Strategic Goal 3: Protect Civil Rights				
3.4	Percent of eligible individuals represented by consistent defense counsel throughout that individual's justice system involvement [OJP]	75%	65%	Not Achieved
3.4	Number of times individuals accessed strategic resources on advancing access to justice (ATJ)	12,000	TBD	
3.5	Percent of Environmental Justice Coordinators receiving training [USAO]	95%	TBD	
3.5	Number of matters that address adverse environmental and public health effects brought under civil rights statutes [CRT]	16	30	Achieved
3.5	Percent of environmental enforcement matters in or substantially affecting overburdened and underserved communities that are favorably resolved [ENRD]	80%	100%	Achieved
3.5	Percent change in energy intensity used by the Department [JMD]	(2)%	TBD	
Strategic Goal 4: Ensure Economic Opportunity and Fairness for All				
4.1	Number of active civil non-merger investigations [ATR]	60	50	Not Achieved
4.1	Percentage of consumer protection branch cases favorably resolved [CIV]	85%	100%	Achieved
4.2	Percent of corporate criminal cases in which individual responsibility was evaluated [CRM, USAO]	95%	TBD	
4.2	Percent of corporate criminal resolutions containing compliance reporting obligations that are evaluated by DOJ at least annually [CRM, USAO]	95%	TBD	
4.2	Number of criminal disruptions or dismantlements in public corruption and fraud against the government [FBI]	487	637	Achieved
4.2	Percent of new contacts by the FBI with foreign anti-corruption agencies that progress to mutual sharing of information or assistance or result in a new international corruption case [FBI]	60%	80%	Achieved
Strategic Goal 5: Administer Just Court and Correctional Systems				
5.1	Increase the number of case resolutions [EOIR]	678,749	825,406	Achieved
5.1	Average number of vacancy-days for immigration adjudicator positions [EOIR]	357	79	Achieved
5.1	Percent of immigration judges who have received all relevant continuing legal education annually [EOIR]	95%	98%	Achieved
5.1	Visits to the Immigration Court Online Resource (ICOR) [EOIR]	400,000	TBD	
5.2	Percent of funded corrections officer positions filled at the end of each fiscal year [BOP]	87%	84%	Not Achieved
5.2	Percent of inmates in federal custody who have successfully completed or are enrolled in an FSA program or activity [BOP]	80%	TBD	
5.2	Percent of inquiries from external stakeholders that BOP responds to within the target response time [BOP]	80%	92%	Achieved

*TBD: The FY 2024 Actuals will be reported in the APR at a later date.

Analysis of Financial Statements

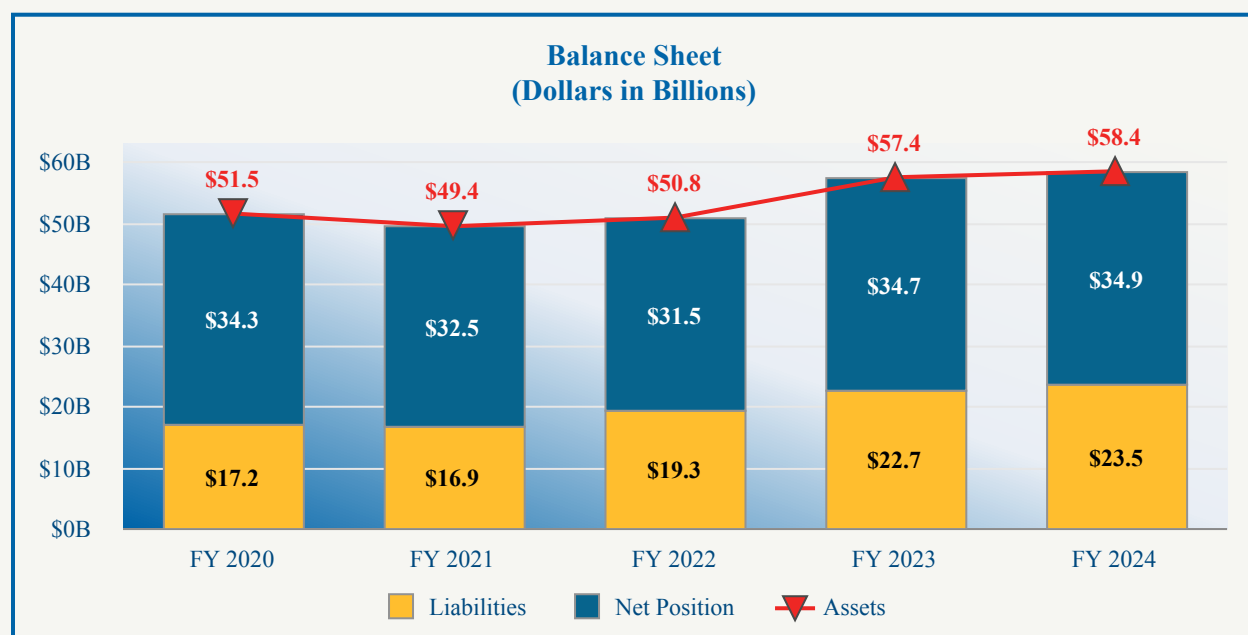
The Department's financial statements received an unmodified audit opinion for the fiscal years ended September 30, 2024 and 2023. These statements were prepared from the accounting records of the Department in accordance with the accounting principles generally accepted in the United States and standards promulgated by the Federal Accounting Standards Advisory Board (FASAB) and *Office of Management & Budget Circular A-136 (OMB A-136)*.

The following information highlights the Department's financial position and results of operations for the fiscal years ended September 30, 2024 and 2023. The complete set of financial statements, related notes, and the opinion of the Department's auditor are provided in of this document.

U.S. Department of Justice					
Table of Key Measures					
Dollars in Billions	FY 2024	FY 2023	Increase/(Decrease)		
BUDGETARY RESOURCES					
Total Budgetary Resources	\$ 67.9	\$ 70.0	\$ (2.1)	(3.0) %	
Total Unobligated Balances	15.2	13.7	1.5	10.9 %	
Net Agency Outlays	45.3	45.0	0.3	0.7 %	
COST OF OPERATIONS					
Gross Program Costs	\$ 52.3	\$ 54.1	\$ (1.8)	(3.3) %	
Less: Earned Revenue	3.5	3.3	0.2	6.1 %	
Total Net Cost of Operations	48.8	50.8	\$ (2.0)	(3.9) %	
BALANCE SHEET					
Assets:					
Fund Balance with Treasury	\$ 37.4	\$ 36.9	\$ 0.5	1.4 %	
Cash & Other Monetary Instruments	3.4	3.3	0.1	3.0 %	
Investments, Net	6.5	6.5	—	— %	
Accounts Receivable	1.1	2.1	(1.0)	(47.6) %	
Property, Plant & Equipment, Net	8.5	7.8	0.7	9.0 %	
Other	1.5	0.8	0.7	87.5 %	
Total Assets	\$ 58.4	\$ 57.4	\$ 1.0	1.7 %	
Liabilities:					
Accounts Payable	\$ 2.9	\$ 3.2	\$ (0.3)	(9.4) %	
Advances & Deferred Revenues	1.5	1.2	0.3	25.0 %	
Federal Employee Benefits	3.1	3.6	(0.5)	(13.9) %	
Compensation Fund Liabilities	7.3	6.4	0.9	14.1 %	
Seized Cash & Monetary Instruments	4.9	4.8	0.1	2.1 %	
Custodial Liabilities	0.9	1.4	(0.5)	(35.7) %	
Other	2.9	2.1	0.8	38.1 %	
Total Liabilities	\$ 23.5	\$ 22.7	\$ 0.8	3.5 %	
Net Position:					
Unexpended Appropriations	\$ 24.6	\$ 25.1	\$ (0.5)	(2.0) %	
Cumulative Results of Operations	\$ 10.3	\$ 9.6	0.7	7.3 %	
Total Net Position	\$ 34.9	\$ 34.7	\$ 0.2	0.6 %	

Balance Sheet

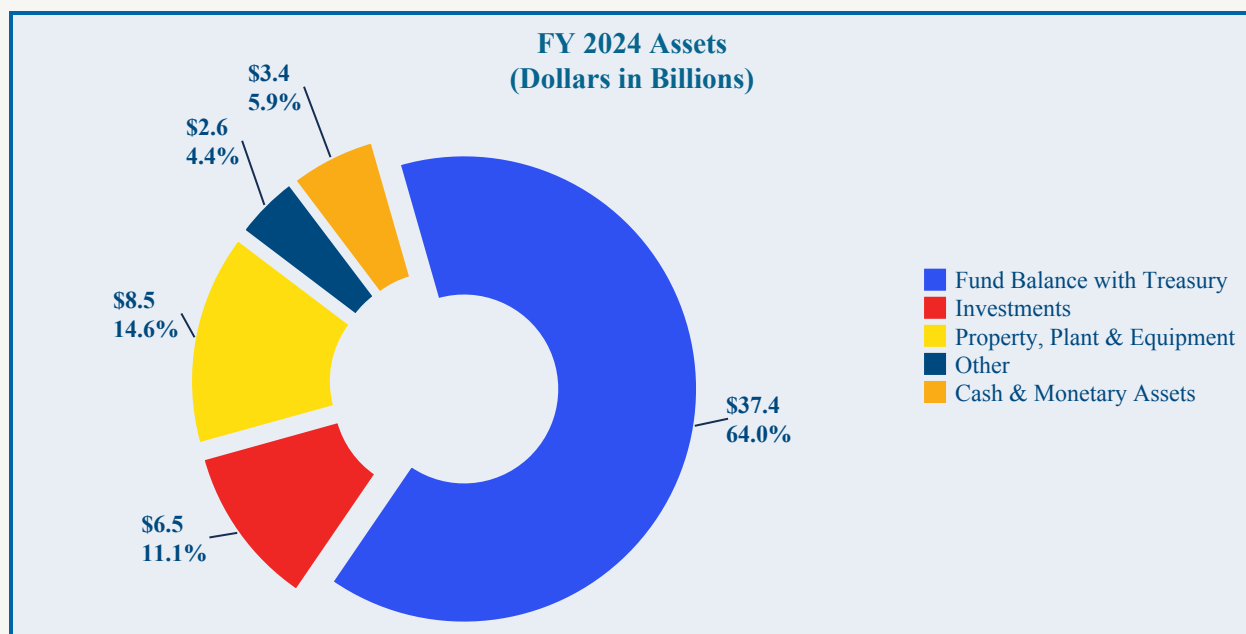
Chart 3: Balance Sheet, Trend Analysis FY 2020-2024



Assets

The Department's Consolidated Balance Sheet as of September 30, 2024, reflects \$58.4 billion in total assets, an increase of approximately \$1.0 billion or 1.7 percent compared to the previous year's total of \$57.4 billion. Contributing factors include AFF's \$0.3 billion increase to fund balance with treasury (FBwT) driven by interest revenue from investments due to higher interest rates. OBDs increase to FBwT of approximately \$1.2 billion, driven by increased receipts in the USVSSTF and WCF. The increase to FBwT is offset by approximately \$1.0 billion due to less appropriations received and less were left undelivered compared to FY 2023. Advances and prepayments increased by approximately \$0.3 billion primarily related to OJP and BOP increased intragovernmental advances of grant funding to other agencies and OBDs prepayments for licenses to technology service providers. Property, plant, and equipment net increased by approximately \$0.8 billion primarily related to increased right-to-use lease assets and new capital acquisitions. Forfeited property, net increased by approximately \$0.2 billion primarily related to digital asset forfeiture in the Banmeet Singh case. The increase to assets was offset primarily due to a decrease in accounts receivable of \$1.0 billion, led by an OBDs reduction in custodial receivables of approximately \$0.8 billion and a OJP reduction of \$0.2 billion related to a settlement with British American Tobacco paid in FY 2024.

Chart 4: Breakdown of FY 2024 Assets, by Category

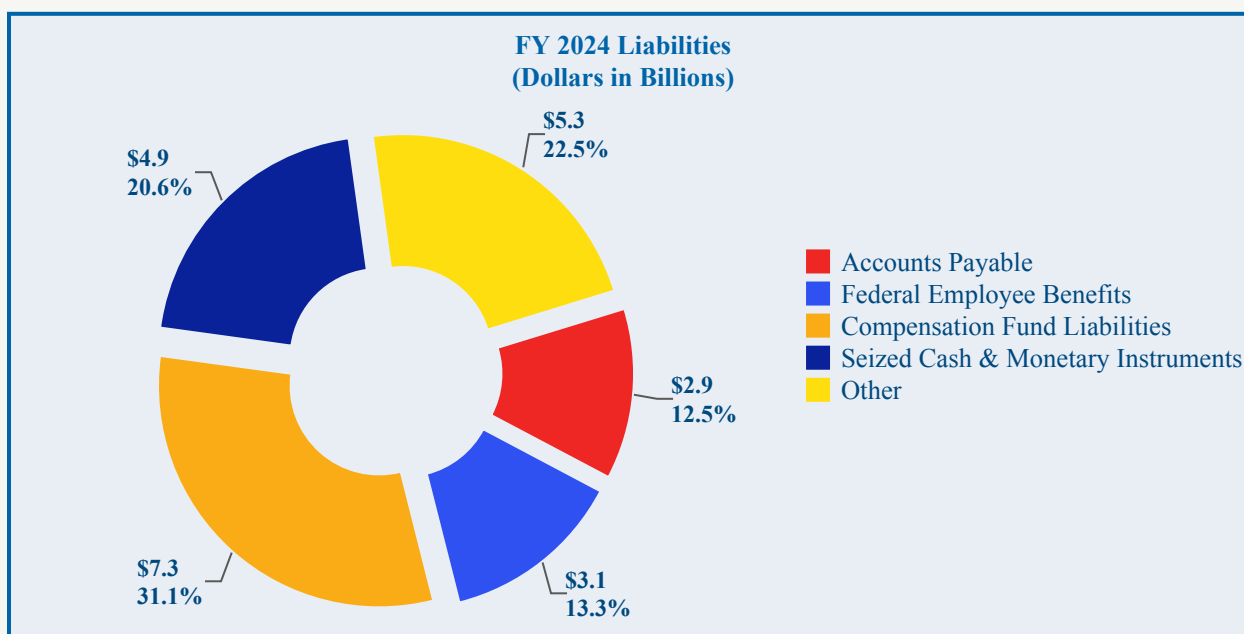


Liabilities

Total liabilities were \$23.5 billion as of September 30, 2024, an increase of approximately \$0.8 billion or 3.5 percent compared to the previous year's total of \$22.7 billion. The primary reason for the increase is attributable to USVSSTF accrual totaling approximately \$1.2 billion. Additionally, advances from others and deferred revenue increase by approximately \$0.3 billion primarily due to AFF change in forfeited property not yet liquidated and FPI deferred revenue related to their fleet operations. Lastly, the prospective implementation of the new lease standard increased liabilities by \$0.4 billion.

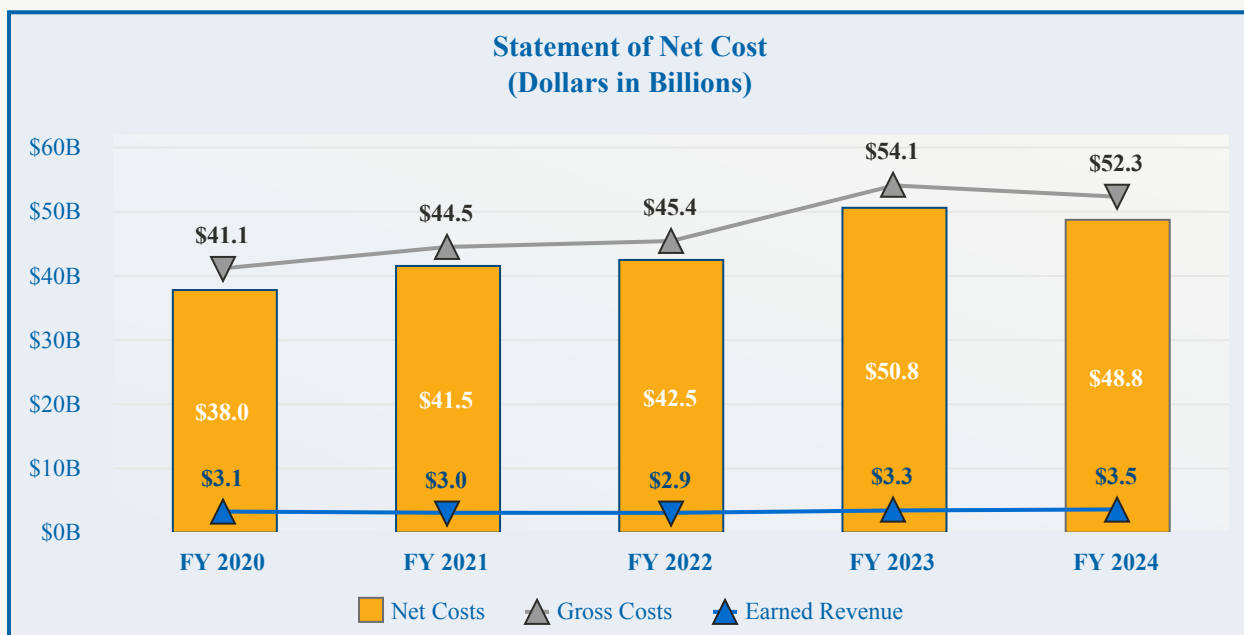
The increase to liabilities were offset by decreases to custodial liabilities of approximately \$0.6 billion and federal employee salary, leave and benefits of \$0.5 billion primarily due to the accrual of less calendar days in FY 2024 compared to FY 2023.

Chart 5: Breakdown of FY 2024 Liabilities, by Category



Statement of Net Cost

Chart 6: Statement of Net Cost, Trend Analysis FY 2020-2024

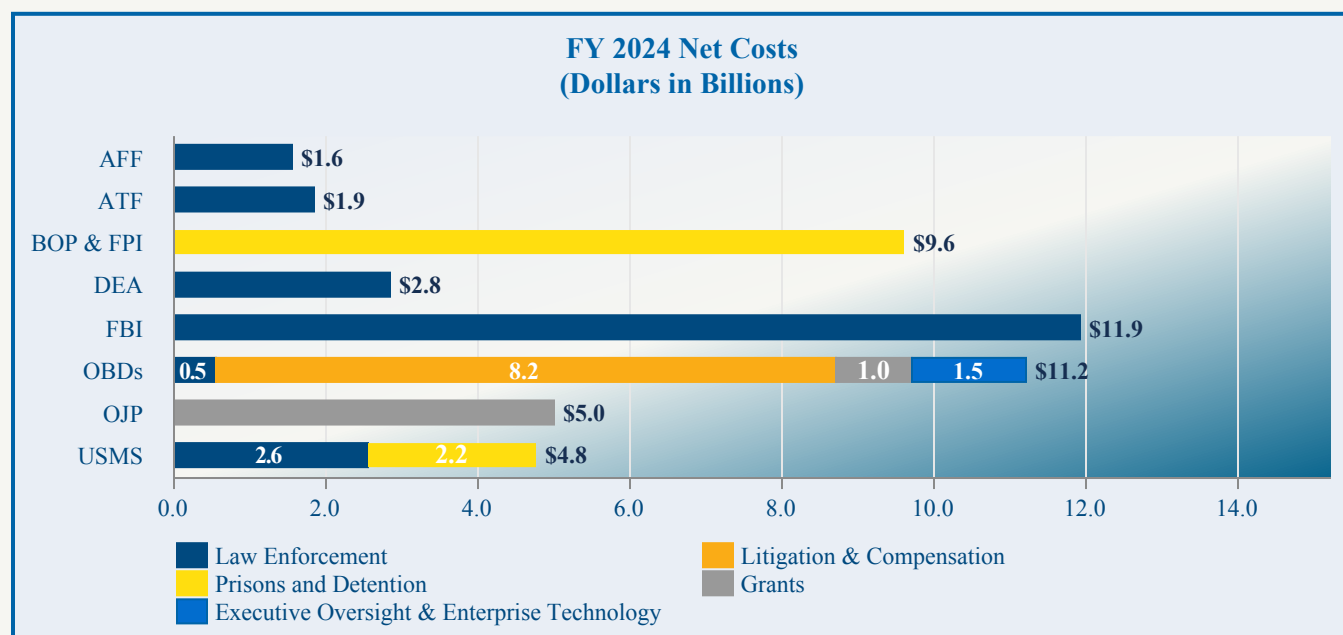


Net Cost of Operations

The Department presents their Consolidated Statement of Net Cost by major program. The net cost of the Department's operations totaled \$48.8 billion for the fiscal year ended September 30, 2024, a \$2.0 billion or 3.9 percent decrease from the previous year's total of \$50.8 billion. The primary reason for the decrease was a \$3.2 billion reduction in Major Program 2, related to USVSSTF 9/11 lump sum catch-up payments of \$5.7 billion that were expended in FY 2023; a similar expenditure did not occur in FY 2024. However, the decrease in USSVSSTF lump sum catch-up payments was partially offset by increased FY 2024 expenditures in CRM of approximately \$1.3 billion due to the Binance forfeiture and investment related expenses. Additionally, the 9/11 VCF and EOUSA had a combined FY 2024 expenditure increase of \$1.2 billion.

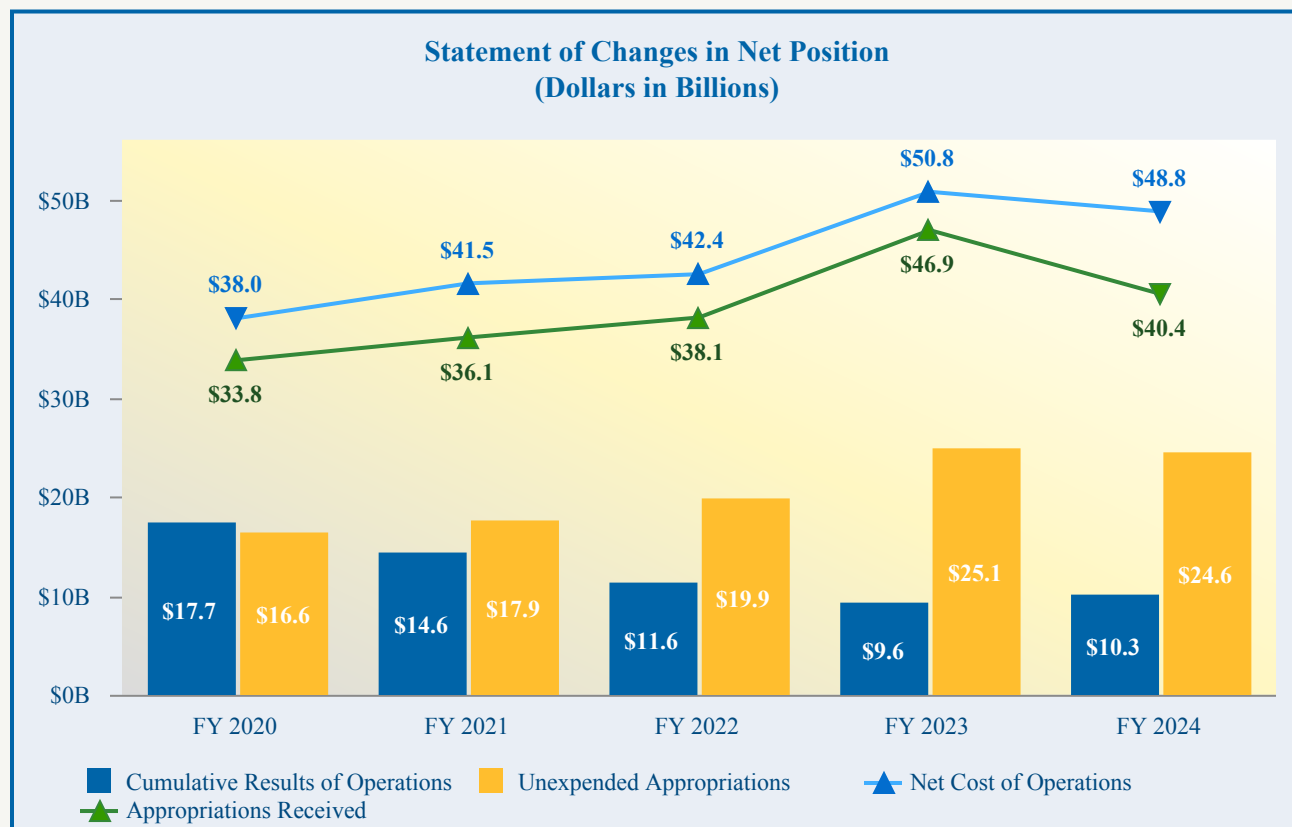
The decrease in Major Program 2 was offset by an increase of \$1.2 billion among all other major programs. While there is not a single underlying event, the increase is likely due to multiple contributing factors such as inflation increasing the cost of goods and services year-over-year, and a reduction in appropriations resulting in less opportunity to acquire goods and services. Lastly, FY 2024 undelivered orders decrease by approximately \$1.0 billion while accounts payable decrease by only \$0.2 billion, indicating a significant portion of FY 2023 undelivered orders were expended during the fiscal year.

Chart 7: Breakdown of FY 2024 Net Costs, by DOJ Major Program & Reporting Component
(without intra-departmental eliminations)



Statement of Changes in Net Position

Chart 8: Statement of Changes in Net Position, Trend Analysis FY 2020-2024



Total Unexpended Appropriations

The Department's Consolidated Statement of Changes in Net Position shows total unexpended appropriations of \$24.6 billion and \$25.1 billion as of September 30, 2024 and 2023, respectively; a decrease of \$0.5 billion or 2.0 percent. Appropriations received decreased by \$6.5 billion, largely due to \$5.7 billion reduction in USVSSTF. Offsets to unexpended appropriations include increases to appropriations transferred-in, other adjustments, and appropriations used totaling \$0.8 billion. The result is a decrease in net change in unexpended appropriations of \$5.6 billion, combined with an increase to beginning balance of \$5.2 billion results in the decrease to total unexpended appropriations.

Total Cumulative Results of Operations

The Department's Consolidated Statement of Changes in Net Position shows total cumulative results of operations of \$10.3 billion and \$9.6 billion as of September 30, 2024 and 2023, respectively an increase of \$0.7 billion or 7.3 percent. The increase is primarily caused by an increase in nonexchange revenue of \$1.0 billion mostly attributed to increased collections of fines in OJP's Crime Victims Fund and increased investment revenue from AFF. Additional contributing factors related to the increase in cumulative results of operations were increased imputed financing of \$0.7 billion, particularly for pension benefits, and increased property forfeitures of \$0.3 billion.

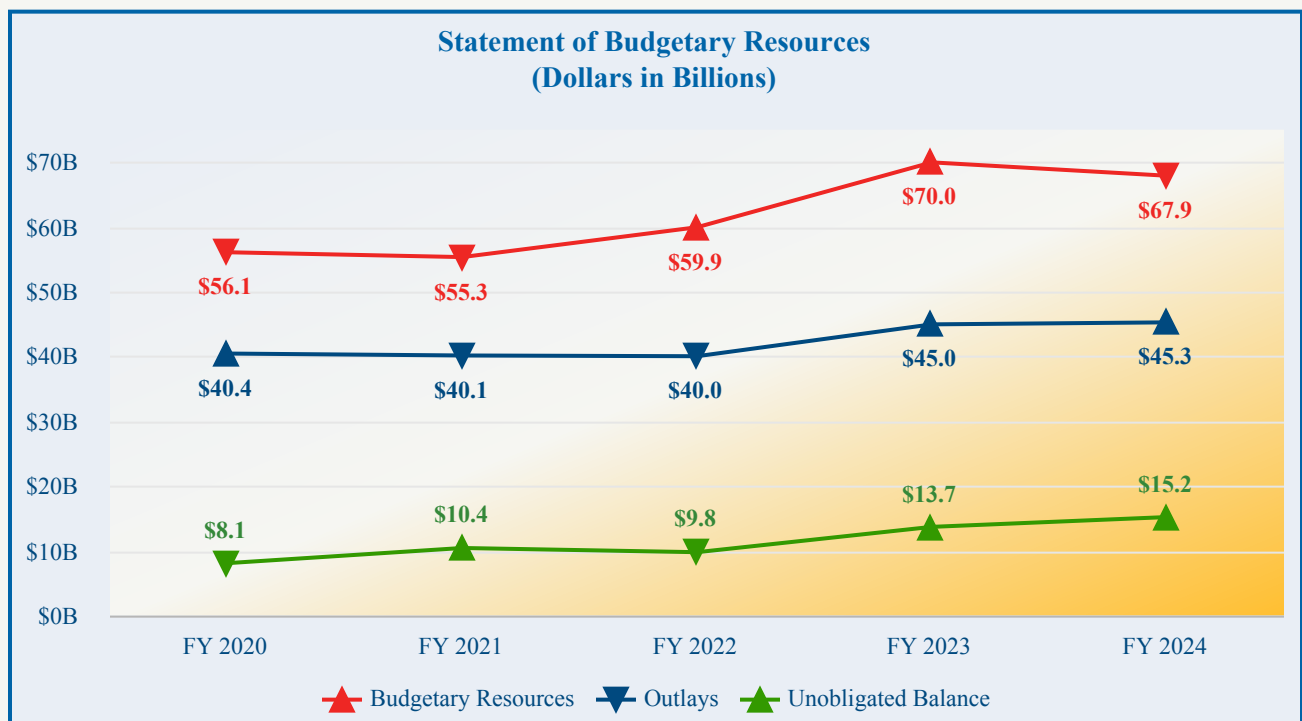
All other elements of budgetary financing sources decreased a total of \$1.3 billion, led by a reduction in forfeitures of cash and cash equivalents of \$0.5 billion and appropriations used of \$0.5 billion.

With a reduction in net cost of operations of \$2.0 billion and a reduction to beginning balance of \$2.0 billion, the result is a net change in cumulative results of operations of \$0.7 billion.

Summary of Resources (Dollars in Billions)			
Source	FY 2024	FY 2023	% Change
Earned Revenue:	\$ 3.5	\$ 3.3	6.1 %
Financing Sources:			
Appropriations Received	\$ 40.4	\$ 46.9	(13.9)%
Appropriations Transferred-In/Out	0.7	0.4	75.0 %
Nonexchange Revenues	3.0	2.0	50.0 %
Donations and Forfeitures of Cash and Cash Equivalents	2.5	3.0	(16.7)%
Other Adjustments	(1.0)	(1.0)	— %
Donations and Forfeitures of Property	0.5	0.2	150.0 %
Transfers-In/Out Without Reimbursement	0.5	0.7	(28.6)%
Imputed Financing	2.4	1.7	41.2 %
Total DOJ Resources	\$ 52.5	\$ 57.2	(8.2)%

Statement of Budgetary Resources

Chart 9: Statement of Budgetary Resources, Trend Analysis FY 2020-2024



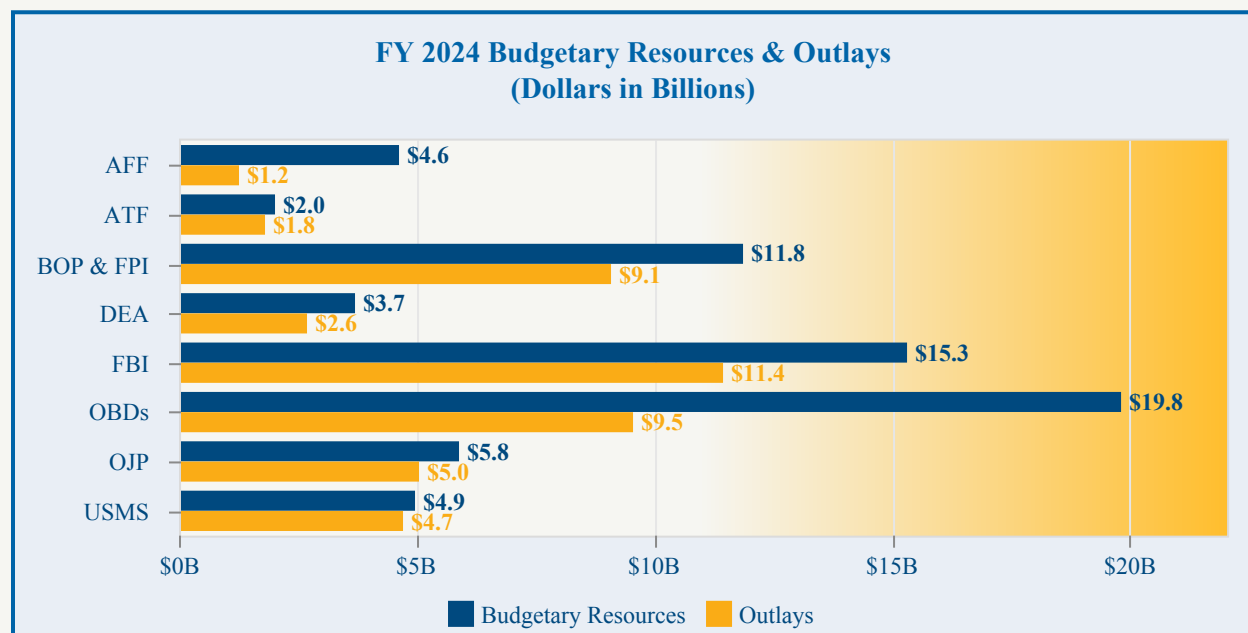
Budgetary Resources

As presented on the Department's Combined Statement of Budgetary Resources, total budgetary resources were \$67.9 billion for the fiscal years ended September 30, 2024 and \$70.0 billion for the year ended September 30, 2023 respectively, reflecting a \$2.1 billion or 3.0 percent decrease. The most notable contributing factor was a decrease to discretionary and mandatory appropriations of \$6.9 billion predominately due to USVSSTF reduced appropriations of approximately \$5.7 billion. This was largely offset by an increase to unobligated balance from prior year authority, net of \$4.0 billion due to receiving more appropriations and a larger unobligated balance in the prior year. In addition, spending authority from offsetting collections increased by \$0.8 billion mostly due to increased authority through collections in OBD's Working Capital Fund, General Legal Activities, and Anti-Trust Division.

Net Outlays

The Department's FY 2024 Combined Statement of Budgetary Resources shows for the fiscal years ended September 30, 2024 and 2023, agency outlays, net were \$45.3 billion and \$45.0 billion, respectively, representing an increase of \$0.3 billion or 0.7 percent. Despite receiving notably less funding in FY 2024, the increase to agency outlays is related to accounts payables that were accrued in FY 2023 but disbursed in FY 2024.

Chart 10: Breakdown of FY 2024 Budgetary Resources & Outlays by Component



Limitations of the Financial Statements

The principal financial statements are prepared to report the financial position, financial condition, and results of operations of the DOJ, pursuant to the requirements of *31 U.S.C. § 3515(b)*. The statements have been prepared from the books and records of the Department in accordance with United States generally accepted accounting principles (GAAP) and the formats prescribed by the OMB. Reports used to monitor and control budgetary resources are prepared from the same records. Users of the statements are advised that the statements are for a component of the U.S. Government.

Analysis of Systems, Controls, and Legal Compliance

Financial Management Systems

The Department's financial management systems strategy for FY 2024 was to largely complete the work associated with upgrading and migrating the Department's current on premise Unified Financial Management System (UFMS) to the cloud. UFMS delivers standard, core accounting and acquisition processes, as well as the data needed for effective financial and budget management. The Department plans to go-live on an upgraded version of UFMS, in the cloud, during the first quarter of FY 2025. The upgraded version of UFMS will provide a redesigned acquisitions management module as well as improvements to the integration with Treasury's G-Invoicing system. Throughout FY 2025, the Department will be evaluating current business processes to determine if additional efficiencies can be gained through the enhanced capabilities of the upgraded UFMS.

The Department's continued commitment to updating and modernizing UFMS has enabled components to improve financial and budget management and realize increased efficiencies. For example, UFMS has standardized and integrated financial processes to more effectively support accounting operations, provide accurate and timely financial information throughout the year, facilitate preparation of financial statements, and streamline audit processes.

Legal Compliance

Department of Justice management is committed to ensuring compliance with all applicable laws and regulations, including those related to data standards, appropriations, acquisitions, and employment. Compliance is addressed through established policies, procedures, and oversight by senior leadership. In FY 2024, internal reviews conducted by DOJ components, along with audits performed by the Government Accountability Office (GAO) and the Office of the Inspector General (OIG), identified isolated instances of noncompliance. However, none were significant enough to be reported as material weaknesses in the Department's Federal Managers' Financial Integrity Act (FMFIA) Assurance Statement on the following page.

Federal Managers' Financial Integrity Act of 1982

The *Federal Managers' Financial Integrity Act of 1982* (FMFIA or *Integrity Act*), 31 U.S.C. § 3512, provides the statutory basis for management's responsibility for and assessment of internal control. Such controls include program, operational, and administrative areas, as well as accounting and financial management. The *Integrity Act* requires federal agencies to establish controls that reasonably ensure obligations and costs are in compliance with applicable laws; funds, property, and other assets are safeguarded against waste, loss, unauthorized use, or misappropriation; and revenues and expenditures are properly recorded and accounted for to maintain accountability over assets. The *Integrity Act* also requires agencies to annually assess and report on the internal control that protects the integrity of federal programs (FMFIA § 2) and whether financial management systems comply with government-wide requirements (FMFIA § 4).

Federal Financial Management Improvement Act of 1996

The *Federal Financial Management Improvement Act of 1996* (FFMIA) was designed to advance federal financial management by ensuring that federal financial management systems provide accurate, reliable, and timely financial management information to the government's managers. Compliance with the FFMIA provides the basis for the continuing use of reliable financial management information by program managers, as well as by the President, Congress, and public. The FFMIA requires agencies to have financial management systems that substantially comply with federal financial management system requirements, applicable federal accounting standards, and the application of the U.S. Government Standard General Ledger (USSGL) at the transaction level. Furthermore, FFMIA requires independent auditors to report on agency compliance with the three requirements in the financial statement audit report. Guidance for implementing the FFMIA is provided through OMB A-123, *Appendix D, Management of Financial Management Systems - Risk and Compliance*.

Management Assurances

Federal Managers' Financial Integrity Act of 1982 Assurance Statement

The Federal Managers' Financial Integrity Act of 1982 (FMFIA or Integrity Act), 31 U.S.C. § 3512, provides the statutory basis for management's responsibility for and assessment of internal control. Such controls include program, operational, and administrative areas, as well as accounting and financial management. The Integrity Act requires federal agencies to establish controls that reasonably ensure obligations and costs are in compliance with applicable laws; funds, property, and other assets are safeguarded against waste, loss, unauthorized use, or misappropriation; and revenues and expenditures are properly recorded and accounted for to maintain accountability over assets. The Integrity Act also requires agencies to annually assess and report on the internal control that protects the integrity of federal programs (FMFIA § 2) and whether financial management systems comply with government-wide requirements (FMFIA § 4).

Department of Justice management is responsible for managing risks and maintaining effective internal control to meet the objectives of FMFIA § 2 and § 4. In accordance with OMB Circular A-123, the Department conducted its assessment of risk and internal control. Based upon the results of the assessment and Assurance Statements provided by Department components, the Department can provide reasonable assurance that internal control over operations, reporting, and compliance was operating effectively as of September 30, 2024, except for the material weakness identified at the consolidated level due to improvements needed in the areas of financial management and reporting controls, risk assessment and monitoring and timely remediation of deficiencies. Details of the material weakness and the Department's corrective action plan are provided in Section III of this report.

Federal Financial Management Improvement Act of 1996 Assurance Statement

The Federal Financial Management Improvement Act (FFMIA) of 1996 requires agencies to have financial management systems that substantially comply with Federal financial management system requirements, Federal Accounting Standards, and the U.S. Government Standard General Ledger at the transaction level. Based on the assessments conducted by the Department, management has determined that its financial systems are in compliance with the FFMIA of 1996.

The Justice Department is committed to sound financial management principles as we pursue our priorities, including upholding the rule of law, keeping our country safe, and protecting civil rights. As the Department continues its important work, the Department is dedicated to using our funds responsibly and transparently. The Department will continue to work in FY 2025 to strengthen our controls in areas identified through the Department's internal review activities and by the Office of the Inspector General and Government Accountability Office.



Merrick B. Garland
Attorney General
November 22, 2024

This report meets legislated reporting requirements in the following other statutes:

Inspector General (IG) Act of 1978, as Amended – Requires information on management actions in response to Inspector General audits

Chief Financial Officers Act of 1990 (CFO) – Requires major executive departments and agencies to appoint a CFO to provide leadership and oversight for the implementation and maintenance of federal financial management practices

Government Performance and Results Act of 1993 (GPRA) and GPRA Modernization Act of 2010 (GPRAMA) – Requires performance reporting against all established agency goals outlined in current strategic planning documents

Government Management Reform Act of 1994 (GMRA) – Requires an audit of agency financial statements

Reports Consolidation Act of 2000 (RCA) – Authorizes the consolidation of certain financial and performance management reports of federal agencies in an annual Performance and Accountability Report

Payment Integrity Information Act of 2019 (PIIA) – Requires reporting on agency fraud reduction efforts and actions taken to address recommendations from recovery audit contractors

Forward-Looking Information

Key Risks and Response

Over the past year, the Department of Justice (DOJ) continued to operate under its FYs 2022-2026 Strategic Plan. The plan lays out five Strategic Goals: Uphold the Rule of Law; Keep Our Country Safe; Protect Civil Rights; Ensure Economic Opportunity and Fairness for All; and Administer Just Court and Correctional Systems. To assess and address the array of challenges and risks stemming from its wide-ranging objectives and strategies, the Department identified risk themes to highlight both the opportunities and the threats/dangers the agency faces to meet its diverse mission. The Department continues to focus on the important risk themes identified in the Strategic Plan:

Building Trust

- Protect Our Democratic Institutions: Our nation depends on the stability of its democratic institutions. Disinformation, manipulated data, and inaccurate reporting harm the Department, challenging the perception of fair, thorough, and impartial work. The Department will monitor, investigate, and prosecute extremist and other criminal organizations threatening the integrity of the justice system and create community relationships to build trust.
- Ensure Economic Opportunity and Fairness for All: In its pursuit of fair markets, the Department will help ensure that all companies compete by the same rules; that tax dollars flow to their intended recipients; and that corporate crime is deterred, detected, and prosecuted.
- Promote Trust Between Communities and Law Enforcement: Community trust in law enforcement is essential to making policing more effective and less dangerous for officers on the street. The Department will strengthen relationships between law enforcement officers and communities through continuous review and revisions of operating procedures.

Protecting Civil Rights and Combating Hate Crimes

- Ensure Fair and Safe Elections: The Department will address threats against election workers, foreign attempts to intervene in U.S. elections, and efforts to disenfranchise voters.
- Improve Prison Conditions: The Department will continue efforts to maintain, repair, and modernize prison infrastructure; recruit, train, and prioritize the well-being of a competent and diverse workforce; and promote inmate awareness of voting rights.
- Counter Foreign and Domestic Threats: The Department will support law enforcement at all levels as we work to protect our country from hate crimes, foreign and domestic terrorism, and transnational organized crime, while also zealously guarding civil liberties and ensuring our own accountability to the American people.

Increasing Coordination

- Combat Hate Crimes and Other Bias-Related Incidents: The Department will continue to combat and deter unlawful acts of hate, including by creating new coordination groups to bring together intelligence and operational resources from both civil rights and domestic terrorism programs.
- Strengthen Federal, State, Local, Tribal, and International Counterterrorism Partnerships: The Department will protect national security by maintaining strong partnerships with law enforcement and intelligence community partners.

Reducing Drug Use and Poisonings

- Combat the Drug Trade: The Department is committed to stopping the importation of drugs including fentanyl, novel psychoactive substances, and precursor chemicals. The Department will also focus on disrupting drug cartels and the laundering of sale proceeds.
- Prevent Drug Poisoning: The Department will invest in programs to prevent opioid and other drug overdoses and poisonings based on data and stakeholder input by supporting education, treatment, and prevention.

Expanding Data-Based Decision Making

- Create Efficient Processes: The Department will continue to seek ways to modernize its data management practices to handle increasing amounts of investigative and case data, which will improve efficiency, reduce the need for manual entry, and increase data integrity.
- Advance Equal Access to Justice: The Department will work closely with local, state, and federal partners to spearhead innovative and community-centered approaches to improve research and data collection to better understand access-to-justice gaps and better gauge whether programs are effective, equitable, and accessible.
- Promote Environmental Justice: The Department will build community partnerships and develop short- and long-term strategies for reducing environmental and public health burdens in overburdened and underserved low-income communities, communities of color, and Tribal and indigenous communities.

Ensuring a High-Performing Workforce

- Protect Public Servants from Violence and Threats of Violence: Law enforcement officers and public officials face increased threats from the public. Staff safety is of the utmost importance to the Department, which will continue to prioritize and coordinate the protection of public servants.
- Foster a High-Performing Workforce that Represents the Public We Serve: The Department will continue to take a strategic and consistent approach to recruit, retain, and develop a highly skilled workforce that prioritizes equitable inclusive hiring practices at all levels of the Department.

Monitoring the Impact of Technology

- Use and Track Artificial Intelligence (AI): The Department will use new technologies such as AI in circumstances that create benefits for the Department and the American people and ensure that AI has proper safeguards and oversight to prevent discrimination or bias against minority and marginalized communities. The Department will also enhance expertise to counter malicious criminal use of new technology, such as using AI in cyberattacks and abusive imagery.

Climate-Related Risks and Response

DOJ is committed to contributing to the Federal government's leadership role in combating the climate crisis by integrating the most current climate science and assessment of climate-related risks into the management of its procurement, real property, and financial programs. In response to Executive Orders (EO) 14008, 14057, and 14030, DOJ prepared a Climate Action Plan that commits the Department to continue pursuing activities to bolster DOJ's adaptive capacity, enhance climate literacy, and ensure climate-ready facilities and a climate-ready supply of products and services. When assessing climate-related risks including extreme heat and precipitation, DOJ considers risks to physical assets and supply chain of primary concern. DOJ continues to address the workforce through the broad distribution of outreach material and quarterly newsletters highlighting climate adaptation, resilience, and sustainability concepts. Links to the most recent *Climate Adaptation Plan* and *Sustainability Report* can be found in the Climate-Related Financial Risks section.

In FY 2024, DOJ updated Policy Statement 1600.04, *Environmental and Sustainability Management*, to include goals outlined in EO 14057. Policy updates included climate resilient infrastructure and operations, environmental justice, climate training for the workforce, and new greenhouse gas (GHG) emissions and energy-related goals. DOJ also launched its Climate Resilience Dashboard, a Geographic Information System (GIS) based application, allowing users to visually determine a facility's exposure to seven different climate hazards. The GIS supports federal planning and reporting requirements as well as internal component-level assessment initiatives by helping internal DOJ users understand and prioritize projects based on climate hazard exposure.

DOJ's FY 2024 Sustainability Strategic Plan (SSP) focuses on carbon pollution-free electricity (CFE), zero-emission vehicles (ZEVs), and net zero emissions (NZE) buildings. To address the mandates outlined in EO 14057, DOJ is committed to working toward the following goals:

- Achieving 100 percent of its net annual facility electricity needs from CFE by year 2030 through continued implementation of lifecycle, cost-effective onsite CFE projects and procurement of CFE.
- Transitioning DOJ's vehicle fleet to 100 percent ZEVs, especially light-duty ZEV acquisitions by 2027.
- Establishing an NZE buildings portfolio by 2045, including reducing GHG emissions associated with facility operations by at least 50 percent by 2032, from the 2008 baseline levels.

Lastly, during the development of DOJ's 2024-2027 Climate Adaptation Plan (CAP), DOJ revalidated the most mission-critical supply chains, and committed to assisting on efforts to assess and mitigate risk.

Summary of DOJ's Top Four At-Risk Supplies and Services		
At-Risk Supplies and Services	Actions to Address Hazard(s)	Identify Progress Towards Addressing Hazards
Telecommunications Systems	Use a wireless communications system that ensures uninterrupted wireless services.	Several DOJ components utilize FirstNet to resolve connectivity issues associated with first responder communications during climate-related weather emergencies.
Facilities and Construction	Understand facility-specific vulnerabilities, then integrate all practical resilience measures.	DOJ provided components with the F-CHAT Summary Report, outlining the top climate hazards to which components are exposed, and access to the internal DOJ Climate Resilience Dashboard, displaying climate hazard exposure assessments for real property assets.
Transportation and Logistics Services	DOJ is evaluating climate-smart transportation resilience strategies that do not solely rely on fossil fuels.	DOJ coordinates with public and private sector partners to leverage access to fuel during extreme weather events. Bureaus are performing feasibility studies and installing electric vehicle charging stations for fleet and privately owned vehicles.
Medical, Security, and Protection Supplies	Diversify suppliers from more than one geographic region. Educate personnel on the need to prepare for severe weather events.	<p>BOP employees are encouraged to utilize local, small businesses for common supplies. Staff maintain adequate amounts of frequently used supplies and communicate with institutions and Regional Offices to look for any surplus stock of items that cannot be easily procured in an emergency.</p> <p>FBI Field Offices share supplies, personnel, and other resources as needed during emergencies. At-risk supplies are staged across the country for quicker access.</p>

U.S. DEPARTMENT OF JUSTICE

INDEPENDENT AUDITORS' REPORT





KPMG LLP
Suite 12000
1801 K Street, NW
Washington, DC 20006

Independent Auditors' Report

Inspector General
U.S. Department of Justice

United States Attorney General
U.S. Department of Justice

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the consolidated financial statements of the U.S. Department of Justice (Department), which comprise the consolidated balance sheets as of September 30, 2024 and 2023, and the related consolidated statements of net cost and changes in net position, and combined statements of budgetary resources and custodial activity for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the U.S. Department of Justice as of September 30, 2024 and 2023, and its net costs, changes in net position, budgetary resources, and custodial activity for the years then ended in accordance with U.S. generally accepted accounting principles.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS), the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and Office of Management and Budget (OMB) Bulletin No. 24-02, *Audit Requirements for Federal Financial Statements*. Our responsibilities under those standards and OMB Bulletin No. 24-02 are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of the Department and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

As discussed in Notes 1.K, 9, and 13 to the consolidated financial statements, in fiscal year 2024, the Department adopted Federal Accounting Standards Advisory Board (FASAB) Statement of Federal Financial Accounting Standards (SFFAS) 54, *Leases*, and related amendments. Our opinion is not modified with respect to this matter.

Other Matter - Interactive Data

Management has elected to reference to information on websites or other forms of interactive data outside the Annual Financial Statements to provide additional information for the users of its consolidated financial statements. Such information is not a required part of the consolidated financial statements or supplementary information required by the Federal Accounting Standards Advisory Board. The information on these websites or the other interactive data has not been subjected to any of our auditing procedures, and accordingly we do not express an opinion or provide any assurance on it.



Responsibilities of Management for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with U.S. generally accepted accounting principles, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and OMB Bulletin No. 24-02 will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and OMB Bulletin No. 24-02, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the U.S. Department of Justice's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

U.S. generally accepted accounting principles require that the information in the Management's Discussion and Analysis and Required Supplementary Information sections be presented to supplement the basic consolidated financial statements. Such information is the responsibility of management and, although not a part of the basic consolidated financial statements, is required by the Federal Accounting Standards Advisory Board who considers it to be an essential part of financial reporting for placing the basic consolidated financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic consolidated financial statements, and other knowledge we obtained during our audits of the basic consolidated financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance. Management has omitted the amount of deferred



maintenance that U.S. generally accepted accounting principles require to be presented to supplement the basic consolidated financial statements. Such missing information, although not a part of the basic consolidated financial statements, is required by the Federal Accounting Standards Advisory Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic consolidated financial statements is not affected by this missing information.

Other Information

Management is responsible for the other information included in the Annual Financial Statements. The other information comprises the Other Information section and Appendix, but does not include the consolidated financial statements and our auditors' report thereon. Our opinion on the consolidated financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the consolidated financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the consolidated financial statements as of and for the year ended September 30, 2024, we considered the Department's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Department's internal control. Accordingly, we do not express an opinion on the effectiveness of the Department's internal control. We did not test all internal controls relevant to operating objectives as broadly defined by the *Federal Managers' Financial Integrity Act of 1982*.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the Exhibit, we identified certain deficiencies in internal control that we consider to be a material weakness.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying Exhibit to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Department's consolidated financial statements as of and for the year ended September 30, 2024, are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the consolidated financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* or OMB Bulletin No. 24-02.



We also performed tests of the Department's compliance with certain provisions referred to in Section 803(a) of the *Federal Financial Management Improvement Act of 1996* (FFMIA). Providing an opinion on compliance with FFMIA was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances in which the Department's financial management systems did not substantially comply with the (1) Federal financial management systems requirements, (2) applicable Federal accounting standards, and (3) the United States Government Standard General Ledger at the transaction level.

Department's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the Department's response to the finding identified in our audit and described in the Exhibit. The Department's response was not subjected to the other auditing procedures applied in the audit of the consolidated financial statements and, accordingly, we express no opinion on the response.

Purpose of the Other Reporting Required by Government Auditing Standards

The purpose of the communication described in the Report on Internal Control Over Financial Reporting and the Report on Compliance and Other Matters sections is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Department's internal control or compliance. Accordingly, this communication is not suitable for any other purpose.

KPMG LLP

Washington, D.C.
November 22, 2024

Material Weakness

This section contains our discussion of the material weakness that we identified in internal control over financial reporting.

Improvements are Needed in Financial Management and Reporting Controls, Risk Assessment, Monitoring, and Timely Remediation of Deficiencies

The U.S. Department of Justice (Department) has a reporting structure of nine principal components. The preparation of the Department's consolidated financial statements is a complex process and dependent on Department components' controls surrounding entering complete and accurate information in the Department's financial management systems to ensure accurate financial reporting.

Internal control is a dynamic process that must adapt to the risks and changes in conditions faced by the Department. The Department's ongoing monitoring of the internal control system is critical to keep controls aligned with its environment.

During fiscal year (FY) 2024, the Department continued implementing corrective action plans to address internal control weaknesses and strengthen its internal control. However, deficiencies remain that highlight the need for improved financial management and reporting controls, risk assessment, monitoring, and timely remediation of prior year deficiencies throughout the Department.

Specifically, we identified the following:

I. Financial management and reporting deficiencies:

The preparation and review control activities over the Department's consolidated financial statements and its components' financial statements were not operating effectively. To prepare interim and year-end financial statements, components submit financial information to the Justice Management Division (JMD), which then compiles the information in the consolidated financial statements. We identified material misstatements in the components' financial information and the consolidated financial statements. Examples of deficiencies include:

- Insufficient and inaccurate analysis of fluctuations in the financial statements.
- Materially incorrect balances and explanations of variances in the management's discussion and analysis section, including fluctuations of over 100,000 percent that were not identified in management's review.
- Omission of over \$7 billion in Note 25, *Reclassification of Financial Statement Line Items for Financial Report Compilation Process* and presentation errors to subsequent versions of the same note.
- In component specific information, errors in the note presentation of the liability amounts disclosed for the equitable sharing program.
- Insufficient review of the component contingent legal liability responses, resulting in adjustments of over \$50 million.
- Incorrect amounts reported in Note 23, *Reconciliation of Net Cost to Net Outlays*, resulting in errors of \$560 million between captions.
- Misstatements on the Statement of Custodial Activity of \$360 million between two entities in the Disposition of Collections section.

II. Deficiencies in the risk assessment process:

The Department and its components' risk assessment procedures were not operating effectively. We noted the following deficiencies on the identification, evaluation, and response to both risks and changes impacting the internal control system and financial statements.

- Failure to account for changes in operations that impact the financial statements, including an insufficient response to changes in inputs to certain liabilities, resulting in a \$200 million adjustment.
- Lack of a consistent process to identify and record eliminations and failure to consider enhancements leveraging available technologies.
- Insufficient risk assessment of certain accounts receivables associated with outstanding debts, and the related impact on the allowance for doubtful accounts.

III. Deficiencies in the monitoring of internal controls:

The Department and its components' monitoring of control activities was not operating effectively. Monitoring is critical to ensuring controls continue to operate effectively, to mitigate identified risks, as well as identifying needed revisions to the design and implementation of controls.

- Insufficient monitoring and analysis of internal controls and financial analysis, including the design and effectiveness of controls related to the accurate recording of expenses, which impacted the timely issuance of the auditors' report.
- Insufficient monitoring and communication of information between JMD and components, including, but not limited to, the implementation of SFFAS 54, *Leases*, and related amendments, including ensuring components have a process to maintain reporting in accordance with the guidance.

IV. Untimely remediation of prior year deficiencies:

Since FY 2021, a material weakness in internal controls has been reported for the Department and control deficiencies were identified at the components. While the Department has made some progress in addressing the findings, we continue to identify similar deficiencies.

The Department faced many financial management challenges over the last several years, including bringing the remaining components onto the Department's centralized accounting system, the Unified Financial Management System (UFMS). In addition to UFMS, certain components implemented other process-specific systems during this time. The efforts needed to bring the new systems online were significant and required the Department and components to focus additional resources on the implementations. These additional efforts impacted the Department's capacity to strengthen its communication of financial information throughout the Department, including receiving quality information from component management and personnel. The Department has also faced resource constraints and has not consistently cross-trained personnel in certain financial reporting responsibilities. Despite the completion of the multi-year financial management strategy to consolidate multiple financial management systems into one system in FY 2022, the Department has not capitalized on the opportunity to implement more consistent processes across components and improve its data for analysis and reporting.

As a result of the above deficiencies, there is a reasonable possibility that a material misstatement in the Department's financial statements would not be prevented or detected and corrected on a timely basis.

The Department made the necessary corrections to its year-end financial statements to ensure the disclosures were presented fairly, in all material respects.

Criteria:

The U.S. Government Accountability Office's *Standards for Internal Control in the Federal Government* defines management's responsibility for internal control. Relevant sections include: Principle 4 – Demonstrate Commitment to Competence; Principle 7 – Identify, Analyze, and Respond to Risk; Principle 9 – Identify, Analyze, and Respond to Change; Principle 10 – Design Control Activities; Principle 14 – Communicate Internally; Principle 16 – Perform Monitoring Activities; and Principle 17 – Evaluate Issues and Remediate Deficiencies.

Recommendations:

We recommend that the Department:

1. Continue to recruit and retain individuals with relevant financial management and/or accounting skills, train, as well as cross-train existing resources on financial management standards, concepts, policies, and procedures.

Management Response: Management concurs with the recommendation. The Department has initiated actions based on implementation of the DOJ Strategic Plan Strategic Goal 1: Uphold the Rule of Law Objective 1.2: Promote Good Government by updating internal guidance, best practices, and policies related to outreach, recruitment, and hiring. The Department will continue recruitment of individuals with accounting and financial management skills nationally and provide training to new and existing personnel. Specifically, the Department:

- During FY 2024 the Department provided Federal Financial Management training to more than 250 employees, and more than 2,100 employees since FY 2019. The Department expects to train several hundred additional staff during FY 2025.
 - Continue to recruit and hire qualified accounting and financial management candidates from across the United States.
 - Update standard operating procedures to include sufficient detail and review requirements on all relevant aspects of the operation and communicate and provide cross-training to personnel regarding the updated standard operating procedures.
2. Assess reconciliation, review, and other monitoring controls to enhance the design of period end financial reporting controls, including the identification and investigation of significant variances for all financial statements.

Management Response: Management concurs with the finding. The Department will continue to enhance our internal control reviews over month and quarter end component financial reporting and operations to identify and investigate significant variances to prevent potential misstatements. The Department will take the following steps to improve overall financial reporting:

- The Department is in the process of deploying a new tool set to generate financial statements and the Agency Financial Report (AFR) that will replace a more than twenty-year-old legacy system. This new tool will provide a consistent platform for use by all components that will improve the accuracy and timeliness of the Department's financial reporting process.
- Department management will continue to work with the Department's reporting components to ensure that the annual non-GAAP analysis at the consolidated level include assessing the impact of individual component non-GAAP policies on other reporting components.
- The Department will provide additional training to ensure the preparers and reviewers of the significant variance analysis are well-equipped and knowledgeable to identify significant variances and provide sufficient responses to variances identified.

- The Department will strengthen its processes and procedures for identifying and reclassifying prepaid expenses. In FY 2025 the Department will issue new guidance around the identification of and proper accounting for prepaid expenses and update existing guidance around property to clarify differences in traditional software licenses and cloud-based software as a service. The Department is also developing new analytic tools to identify potential prepaid expenses that require reclassification.

The Department recognizes the importance of continuous refinement and improvement of internal control procedures to ensure accuracy in financial data and reporting throughout the fiscal year. The Department will further enhance its existing financial statement preparation and review process to ensure the accuracy and validity of component submissions. These new processes will also include implementing additional approval and quality control measures by relevant stakeholders to ensure completeness and accuracy of the components financial statements to prevent misstatements within the Department's consolidated Financial Statements.

3. Enhance controls for the Department and the components to identify, analyze, and respond to risks and/or significant changes to operations and financial reporting processes.

Management Response: Management concurs with the recommendation. The Department will assess and implement new processes to evaluate models used to calculate custodial and programmatic liabilities. The Department will conduct additional analysis on existing models to determine if accounting adjustments are warranted based on recent vs historical trends.

4. Enhance controls for the Department and the components to monitor and evaluate the design and effectiveness of existing controls and enhance communication between the Department and components.

Management Response: Management concurs with the recommendation. The Department will continue to work across the reporting components to enhance communication channels to support the dissemination of information generally, with an emphasis on the second year of SFFAS 54 implementation. Additionally, the Department will enhance its existing controls to monitor how DOJ financial reporting components evaluate FY 2025 obligation activity to identify modifications to lease agreements, embedded leases, as well as new lease agreements to ensure compliance with SFFAS 54 and SFFAS 62.

5. Enhance monitoring capabilities related to existing deficiencies to address existing design deficiencies and improve operating effectiveness of the related controls in a timely manner. Specifically, management should consider a baseline (current year) assessment and compare against management's design (future state) of the internal control system to address the objectives and risks of the Department.

Management Response: Management concurs with the recommendation. The Department will continue to enhance our existing process to address previously identified internal control deficiencies. Focus areas will center on recurring deficiencies and the development of new processes and technologies to address these deficiencies. The Department will:

- Evaluate adding additional edits to financial systems to ensure trading partner information is included on obligation transactions and that the information is accurate.
- The Department will create reports and business processes that systemically link buyer obligation data with seller revenue agreements to ensure that revenue and expense data match at the transaction level.
- Review existing thresholds for Intradepartmental activity to ensure that material errors are mitigated and that the thresholds support a complete analysis of Intragovernmental activity.

U.S. DEPARTMENT OF JUSTICE

PRINCIPAL FINANCIAL STATEMENTS AND RELATED NOTES

SEE INDEPENDENT AUDITORS' REPORT



**U.S. Department of Justice
Consolidated Balance Sheets
As of September 30, 2024 and 2023**

Dollars in Thousands	2024	2023
ASSETS (Note 2)		
Intragovernmental Assets:		
Fund Balance with Treasury (Note 3)	\$ 37,383,550	\$ 36,853,673
Investments, Net (Note 5)	6,496,920	6,451,424
Accounts Receivable, Net (Note 6)	606,361	656,923
Advances and Prepayments	302,429	148,097
Other Assets (Note 10)	48,689	55,914
Total Intragovernmental Assets	<u>\$ 44,837,949</u>	<u>\$ 44,166,031</u>
Other than Intragovernmental Assets:		
Cash and Other Monetary Assets (Note 4)	\$ 3,418,500	\$ 3,281,573
Accounts Receivable, Net (Note 6)	526,118	1,451,133
Inventory and Related Property, Net:		
Forfeited Property, Net (Note 8)	332,042	105,996
Other Inventory and Related Property, Net (Note 7)	126,761	128,215
Property, Plant and Equipment, Net (Note 9)	8,519,791	7,766,789
Advances and Prepayments	627,385	501,449
Other Assets (Note 10)	253	337
Total Other than Intragovernmental Assets	<u>\$ 13,550,850</u>	<u>\$ 13,235,492</u>
Total Assets	<u>\$ 58,388,799</u>	<u>\$ 57,401,523</u>
LIABILITIES (Note 11)		
Intragovernmental Liabilities:		
Accounts Payable	\$ 357,724	\$ 411,248
Advances from Others and Deferred Revenue	265,437	224,459
Other Liabilities:		
Custodial Liabilities (Note 22)	807,844	1,367,232
Other (Note 16)	506,134	652,596
Total Intragovernmental Liabilities	<u>\$ 1,937,139</u>	<u>\$ 2,655,535</u>
Other than Intragovernmental Liabilities:		
Accounts Payable	\$ 2,579,026	\$ 2,763,274
Federal Employee Salary, Leave and Benefits (Note 15)	1,426,482	1,921,378
Post-Employment Benefits (Note 15)	1,715,715	1,650,154
Environmental and Disposal Liabilities (Note 12)	88,204	86,017
Advances from Others and Deferred Revenue	1,218,635	968,378
Other Liabilities:		
Accrued Grant Liabilities	915,002	825,428
Seized Cash and Monetary Instruments (Note 14)	4,868,845	4,752,101
Radiation Exposure Compensation Act Liabilities (Note 26)	33,474	48,779
September 11th Victim Compensation Fund Liabilities (Note 26)	2,753,703	2,981,356
United States Victims of State Sponsored Terrorism Act Liabilities (Note 26)	4,556,817	3,320,721
Lessee Lease Liability (Note 13)	420,919	—
Other (Note 16)	980,082	754,880
Total Other than Intragovernmental Liabilities	<u>\$ 21,556,904</u>	<u>\$ 20,072,466</u>
Total Liabilities	<u>\$ 23,494,043</u>	<u>\$ 22,728,001</u>
Commitments and Contingencies (Note 17)		
NET POSITION		
Unexpended Appropriations:		
Unexpended Appropriations - Funds from Dedicated Collections (Note 18)	\$ 3,057,176	\$ 3,037,054
Unexpended Appropriations - Funds from other than Dedicated Collections	21,579,496	22,044,459
Total Unexpended Appropriations	<u>\$ 24,636,672</u>	<u>\$ 25,081,513</u>
Cumulative Results of Operations:		
Cumulative Results of Operations - Funds from Dedicated Collections (Note 18)	6,686,593	6,205,000
Cumulative Results of Operations - Funds from other than Dedicated Collections	3,571,491	3,387,009
Total Cumulative Results of Operations	<u>\$ 10,258,084</u>	<u>\$ 9,592,009</u>
Total Net Position	<u>\$ 34,894,756</u>	<u>\$ 34,673,522</u>
Total Liabilities and Net Position	<u>\$ 58,388,799</u>	<u>\$ 57,401,523</u>

The accompanying notes are an integral part of these financial statements.

U.S. Department of Justice
Consolidated Statements of Net Cost
For the Fiscal Years Ended September 30, 2024 and 2023

Dollars in Thousands	2024	2023
Major Program 1: Law Enforcement		
Gross Cost	\$ 22,401,311	\$ 21,330,228
Less: Earned Revenues	1,553,078	1,446,732
Subtotal Net Cost of Operations (Note 19)	<u>\$ 20,848,233</u>	<u>\$ 19,883,496</u>
Major Program 2: Litigation and Compensation		
Gross Cost	\$ 8,663,395	\$ 11,786,496
Less: Earned Revenues	496,590	412,031
Subtotal Net Cost of Operations (Note 19)	<u>\$ 8,166,805</u>	<u>\$ 11,374,465</u>
Major Program 3: Prisons and Detention		
Gross Cost	\$ 12,547,319	\$ 12,534,361
Less: Earned Revenues	890,346	947,520
Subtotal Net Cost of Operations (Note 19)	<u>\$ 11,656,973</u>	<u>\$ 11,586,841</u>
Major Program 4: Grants		
Gross Cost	\$ 5,897,608	\$ 5,810,909
Less: Earned Revenues	13,779	21,148
Subtotal Net Cost of Operations (Note 19)	<u>\$ 5,883,829</u>	<u>\$ 5,789,761</u>
Major Program 5: Executive Oversight and Enterprise Technology		
Gross Cost	\$ 2,722,751	\$ 2,600,987
Less: Earned Revenues	517,065	483,925
Subtotal Net Cost of Operations (Note 19)	<u>\$ 2,205,686</u>	<u>\$ 2,117,062</u>
Total Net Cost of Operations	<u><u>\$ 48,761,526</u></u>	<u><u>\$ 50,751,625</u></u>

The accompanying notes are an integral part of these financial statements.

U.S. Department of Justice
Consolidated Statements of Changes in Net Position
For the Fiscal Years Ended September 30, 2024 and 2023

Dollars in Thousands

	2024			
	Funds from Dedicated Collections (Note 18)	Funds from other than Dedicated Collections	Eliminations	Total
Unexpended Appropriations				
Beginning Balances	\$ 3,037,054	\$ 22,044,459	\$ —	\$ 25,081,513
Appropriations Received	—	40,444,565	—	40,444,565
Appropriations Transferred-In/Out	19,300	635,391	—	654,691
Other Adjustments	(1)	(298,500)	—	(298,501)
Appropriations Used	823	(41,246,419)	—	(41,245,596)
Net Change in Unexpended Appropriations	\$ 20,122	\$ (464,963)	\$ —	\$ (444,841)
Total Unexpended Appropriations	\$ 3,057,176	\$ 21,579,496	\$ —	\$ 24,636,672
Cumulative Results of Operations				
Beginning Balances	\$ 6,205,000	\$ 3,387,009	\$ —	\$ 9,592,009
Other Adjustments	(500,000)	(206,816)	—	(706,816)
Appropriations Used	(823)	41,246,419	—	41,245,596
Nonexchange Revenues	2,959,363	26,252	—	2,985,615
Donations and Forfeitures of Cash and Cash Equivalents	2,479,951	5	—	2,479,956
Transfers-In/Out Without Reimbursement	(93,394)	619,403	—	526,009
Donations and Forfeitures of Property	525,581	—	—	525,581
Imputed Financing (Note 20)	102,526	2,306,974	(16,878)	2,392,622
Other	12	(20,974)	—	(20,962)
Net Cost of Operations	(4,991,623)	(43,786,781)	16,878	(48,761,526)
Net Change in Cumulative Results of Operations	481,593	184,482	—	666,075
Total Cumulative Results of Operations	\$ 6,686,593	\$ 3,571,491	\$ —	\$ 10,258,084
Net Position	\$ 9,743,769	\$ 25,150,987	\$ —	\$ 34,894,756

The accompanying notes are an integral part of these financial statements.

U.S. Department of Justice
Consolidated Statements of Changes in Net Position
For the Fiscal Years Ended September 30, 2024 and 2023

Dollars in Thousands

	2023			
	Funds from Dedicated Collections (Note 18)	Funds from other than Dedicated Collections	Eliminations	Total
Unexpended Appropriations				
Beginning Balances	\$ (1,444)	\$ 19,924,921	\$ —	\$ 19,923,477
Appropriations Received	5,707,596	41,176,859	—	46,884,455
Appropriations Transferred-In/Out	—	433,693	—	433,693
Other Adjustments	(406)	(414,339)	—	(414,745)
Appropriations Used	(2,668,692)	(39,076,675)	—	(41,745,367)
Net Change in Unexpended Appropriations	\$ 3,038,498	\$ 2,119,538	\$ —	\$ 5,158,036
Total Unexpended Appropriations	\$ 3,037,054	\$ 22,044,459	\$ —	\$ 25,081,513
Cumulative Results of Operations				
Beginning Balances	\$ 8,438,893	\$ 3,176,627	\$ —	\$ 11,615,520
Other Adjustments	(500,000)	(100,086)	—	(600,086)
Appropriations Used	2,668,692	39,076,675	—	41,745,367
Nonexchange Revenues	1,982,718	560	—	1,983,278
Donations and Forfeitures of Cash and Cash Equivalents	3,007,157	681	—	3,007,838
Transfers-In/Out Without Reimbursement	(24,051)	692,651	—	668,600
Donations and Forfeitures of Property	224,397	—	—	224,397
Imputed Financing (Note 20)	63,624	1,665,104	(16,515)	1,712,213
Other	1	(13,494)	—	(13,493)
Net Cost of Operations	(9,656,431)	(41,111,709)	16,515	(50,751,625)
Net Change in Cumulative Results of Operations	(2,233,893)	210,382	—	(2,023,511)
Total Cumulative Results of Operations	\$ 6,205,000	\$ 3,387,009	\$ —	\$ 9,592,009
Net Position	\$ 9,242,054	\$ 25,431,468	\$ —	\$ 34,673,522

The accompanying notes are an integral part of these financial statements.

U.S. Department of Justice
Combined Statements of Budgetary Resources
For the Fiscal Year Ended September 30, 2024 and 2023

Dollars in Thousands	2024	2023
Budgetary Resources		
Unobligated Balance from Prior Year Budget Authority, Net (discretionary and mandatory) (Note 21)	\$ 15,982,815	\$ 11,965,777
Appropriations (discretionary and mandatory)	45,949,939	52,846,439
Spending Authority from Offsetting Collections (discretionary and mandatory)	5,953,439	5,141,631
Total Budgetary Resources	\$ 67,886,193	\$ 69,953,847
Status of Budgetary Resources		
New Obligations and Upward Adjustments (Total)	\$ 52,674,804	\$ 56,254,722
Unobligated Balance, End of Year:		
Apportioned, Unexpired Accounts	13,088,145	11,994,847
Exempt from Apportionment, Unexpired Accounts	378,399	340,687
Unapportioned, Unexpired Accounts	491,681	277,250
Unexpired Unobligated Balance, End of Year	13,958,225	12,612,784
Expired Unobligated Balance, End of Year	1,253,164	1,086,341
Unobligated Balance - End of Year (Total)	15,211,389	13,699,125
Total Status of Budgetary Resources	\$ 67,886,193	\$ 69,953,847
Outlays, Net		
Outlays, Net (Total) (discretionary and mandatory)	\$ 46,868,664	\$ 46,146,549
Less: Distributed Offsetting Receipts	1,613,185	1,194,317
Agency Outlays, Net (discretionary and mandatory)	\$ 45,255,479	\$ 44,952,232

The accompanying notes are an integral part of these financial statements.

U.S. Department of Justice
Combined Statements of Custodial Activity
For the Fiscal Years Ended September 30, 2024 and 2023

Dollars in Thousands	2024	2023
Total Custodial Revenue		
Sources of Cash Collections		
Federal Debts, Fines, Penalties and Restitution	\$ 7,498,029	\$ 6,734,662
Fees and Licenses	176,015	126,371
Miscellaneous	1,150	5,193
Total Cash Collections	\$ 7,675,194	\$ 6,866,226
Accrual Adjustments	(702,183)	(1,023,964)
Total Custodial Revenue (Note 22)	6,973,011	5,842,262
Disposition of Collections		
Transferred to Federal Agencies		
Government Printing Office	(4)	(5)
The Judiciary	(85,520)	(84,738)
U.S. Department of Agriculture	(100,143)	(169,756)
U.S. Department of Commerce	(1,622)	(17,047)
U.S. Department of the Interior	(612,424)	(550,361)
U.S. Department of Justice	(447,466)	(273,757)
U.S. Department of Labor	(3,819)	(10,747)
U.S. Postal Service	(7,192)	(2,940)
U.S. Department of State	(11,215)	(367)
U.S. Department of the Treasury	(1,438,548)	(585,251)
Office of Personnel Management	(2,403)	(2,931)
Federal Communications Commission	(147)	(1,258)
Social Security Administration	(441)	(316)
Federal Trade Commission	(17,270)	(318,566)
International Trade Commission	—	(5,147)
U.S. Department of Veterans Affairs	(17,968)	(25,314)
Equal Employment Opportunity Commission	(2)	(1)
General Services Administration	(4,464)	(2,628)
National Science Foundation	(1,172)	(62)
Securities and Exchange Commission	(219)	—
Federal Deposit Insurance Corporation	(22)	(125)
National Endowment For the Humanities	—	(34)
Railroad Retirement Board	(155)	(172)
Tennessee Valley Authority	(50)	(937)
Environmental Protection Agency	(1,737,683)	(182,519)
U.S. Department of Transportation	(7,780)	(18,457)
U.S. Department of Homeland Security	(489,709)	(163,867)
Small Business Administration	(49,782)	(8,770)
U.S. Department of Health and Human Services	(1,190,043)	(1,647,589)
United States Intl Development Finance Corporation	(25)	(33)
National Aeronautics and Space Administration	(547)	(5,386)
Export-Import Bank of the United States	(818)	(1,074)
U.S. Department of Housing and Urban Development	(33,291)	(36,161)
U.S. Department of Energy	(16,936)	(1,530)
U.S. Department of Education	(8,546)	(2,857)
Commodities Futures Trading Commission	(2,615)	(115)
Corporation of National & Community Services	(60)	(316)
Federal Reserve Board	(961)	(3)
Treasury General Fund	(531,696)	(1,796,590)
U.S. Department of Defense	(74,398)	(373,067)
Transferred to the Public	(422,095)	(630,973)
(Increase)/Decrease in Amounts Yet to be Transferred	549,143	1,278,995
Increase/(Decrease) in Refunds Payable and Other Liabilities	(8,183)	(8,296)
Retained by the Reporting Entity	(194,720)	(191,194)
Total Disposition Of Collections	(6,973,011)	(5,842,262)
Custodial Revenue Less Disposition of Collections	\$ —	\$ —

The accompanying notes are an integral part of these financial statements.

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The DOJ (Department) has a wide range of responsibilities which include: detecting, apprehending, prosecuting, and incarcerating criminal offenders; operating federal prison factories; upholding the civil rights of all Americans; enforcing laws to protect the environment; ensuring healthy competition of business in the United States' free enterprise system; safeguarding the consumer from fraudulent activity; carrying out the immigration laws of the United States; and representing the American people in all legal matters involving the U.S. Government. Under the direction of the Attorney General, these responsibilities are discharged by the components of the Department.

For purposes of these consolidated/combined financial statements, the following components comprise the Department's reporting entity:

- Assets Forfeiture Fund and Seized Asset Deposit Fund (AFF/SADF)
- Bureau of Alcohol, Tobacco, Firearms and Explosives (ATF)
- Federal Bureau of Prisons (BOP)
- Drug Enforcement Administration (DEA)
- Federal Bureau of Investigation (FBI)
- Federal Prison Industries, Inc. (FPI)
- Offices, Boards and Divisions (OBDs)
- Office of Justice Programs (OJP)
- U.S. Marshals Service (USMS)

B. Basis of Presentation

These financial statements have been prepared from the books and records of the Department in accordance with United States generally accepted accounting principles issued by the FASAB and presentation guidelines in the *OMB A-136*. These financial statements are different from the financial reports prepared pursuant to OMB directives which are used to monitor and control the use of the Department's budgetary resources. The accompanying financial statements include the accounts of all funds under the Department's control. To ensure that the Department financial statements are meaningful at the entity level and to enhance reporting consistency within the Department, Other Liabilities, as defined by *OMB A-136*, have been disaggregated on the Consolidated Balance Sheets. These include Custodial Liabilities; Accrued Grant Liabilities; Seized Cash and Monetary Instruments; Radiation Exposure Compensation Act Liabilities (RECA); September 11th Victim Compensation Fund Liabilities; USVSSTF Liabilities; and Lessee Lease Liabilities. Additionally, Inventory and Related Property, Net have been disaggregated on the Consolidated Balance Sheets to identify Forfeited Property, Net, and Inventory and Related Property, Net.

Note 1. Summary of Significant Accounting Policies (continued)

C. Basis of Consolidation

The consolidated/combined financial statements of the Department include the accounts of the AFF/SADF, ATF, BOP, DEA, FBI, FPI, OBDs, OJP, and USMS. All significant proprietary intra-departmental transactions and balances have been eliminated in consolidation. The Statements of Budgetary Resources and Statements of Custodial Activity are combined statements for FYs 2024 and 2023, and as such, intra-departmental transactions have not been eliminated.

D. Basis of Accounting

Transactions are recorded on the accrual and budgetary bases of accounting. Under the accrual basis, revenues are recorded when earned and expenses are recorded when incurred, regardless of when cash is exchanged. Under the budgetary basis, however, funds availability is recorded based upon legal considerations and constraints. As a result, certain line items on the proprietary financial statements may not equal similar line items on the budgetary financial statements. FPI is non-appropriated and is self-sustaining. While FPI performs budgetary accounting in preparing its financial statements, FPI does not record budgetary information at the transaction level. Additionally, FPI's revenues are primarily derived from the sale of products and services to other federal departments, agencies, and government institutions that purchase products listed on FPI's Schedule of Products.

Custodial activity reported on the Combined Statements of Custodial Activity, reports revenue from cash collections separately from receivable accruals, and cash disbursements are reported separately from payable accruals. Civil and Criminal Debt Collections are recorded when the Department receives payment from debtors. The accrual adjustment recorded on the Statements of Custodial Activity recognizes custodial accounts receivable, adjusts cash collections, and refund disbursements with the net increase or decrease of accrued non-entity accounts receivables, net of uncollectible amounts, and refunds payable at year-end.

Proprietary and budgetary accounting are complementary; however, both the types of information presented, and the timing of their recognition are sometimes different. Information is therefore needed about the differences between proprietary and budgetary accounting, which is accomplished in part by presenting a Reconciliation of Net Cost to Net Outlays, Note 23. This reconciliation helps explain and clarify how proprietary basis of accounting Net Cost of Operations (cash and non-cash transactions) for the fiscal year relates to budgetary basis of accounting Outlays/Disbursements, Net (cash transactions) for the fiscal year and the reconciling items between the two.

The financial statements should be read with the realization that they are for a component of the U.S. Government, a sovereign entity. One implication of this is that liabilities cannot be liquidated without legislation that provides resources and legal authority to do so.

Note 1. Summary of Significant Accounting Policies (continued)

E. Non-Entity Assets

Non-entity assets are not available for use by the Department and consist primarily of restricted undisbursed civil and criminal debt collections, seized cash, investments of seized cash, accounts receivable, and other monetary assets.

F. Fund Balance with Treasury and Cash and Other Monetary Assets

Funds with the Department of the Treasury (Treasury) represent primarily appropriated, revolving, and trust funds available to pay current liabilities and finance future authorized purchases. The Treasury, as directed by authorized certifying officers, processes cash receipts and disbursements. The Department does not, for the most part, maintain cash in commercial bank accounts. Certain receipts, however, are processed by commercial banks for deposit into individual accounts maintained at the Treasury. The Department's cash and other monetary assets consist of undeposited collections, imprest funds, cash used in undercover operations, cash held as evidence, and seized cash.

G. Investments

Investments are market-based Treasury securities issued by the Bureau of Fiscal Service. When securities are purchased, the investment is recorded at face value (the value at maturity). The Department's intent is to hold investments to maturity unless the invested funds are needed to sustain operations. No provision is made for unrealized gains or losses on these securities because, in the majority of cases, they are held to maturity. The market value of the investments is the current market value at the end of the reporting period. It is calculated by using the "End of Day" price listed in The FedInvest Price File, which can be found on the Bureau of Fiscal Service website. Investments are reported on the Consolidated Balance Sheets at their net value, the face value plus or minus any unamortized premium or discount. Most premiums or discounts are amortized over the term of the investment using the effective rate method. The interest method is used for the amortization of premium and discount of the majority of Treasury notes, and straight-line method is used for Treasury bills and remaining notes.

The AFF, the U.S. Trustee System Fund, the USVSSTF, and the Federal Prison Commissary Fund are four Funds from Dedicated Collections that invest in Treasury securities. The Treasury does not set aside assets to pay future expenditures associated with funds from dedicated collections. Instead, the cash generated from Funds from Dedicated Collections is used by the Treasury for general government purposes. When these funds redeem their Treasury securities to make expenditures, the Treasury will finance the expenditures in the same manner that it finances all other expenditures.

Treasury securities are issued to the funds as evidence of fund receipts and provide the funds with the authority to draw upon the U.S. Treasury for future authorized expenditures. Treasury securities held by funds from dedicated collections are an asset of the fund and a liability of

Note 1. Summary of Significant Accounting Policies (continued)

G. Investments (continued)

the Treasury, so they are eliminated in consolidation for the U.S. Government-wide financial statements.

The *United States Victims of State Sponsored Terrorism Act*, codified at 34 U.S.C. § 20144, states that the USVSSTF shall be invested in the same manner as a trust fund and authorizes the Treasury to manage the investment of the USVSSTF. The DOJ notifies the Treasury promptly of amounts deposited to the USVSSTF in order to ensure that Treasury may invest such receipts in the account. Treasury, in its administrative discretion, determines how the USVSSTF will be invested, to ensure that the securities purchased for the USVSSTF will have maturities suitable to the needs of the USVSSTF. Interest revenue on investments will be reported on an accrual basis.

H. Accounts Receivable

Net accounts receivable includes reimbursement and refund receivables due from intragovernmental entities and other than intragovernmental entities, less the allowance for doubtful accounts. Intragovernmental accounts receivable primarily represent amounts due from other federal agencies for reimbursable work performed pursuant to the *Economy Act* and other statutory authority. Claims with other federal agencies are resolved in accordance with the business rules published in *Appendix 10 of Treasury Financial Manual (TFM), Volume I, Part 2, Chapter 4700*. In this regard, most intragovernmental accounts receivable are considered fully collectible, certain custodial activities being an exception. Other than intragovernmental accounts receivable primarily represent claims or damages owed to others, related to violations of laws or regulations, which DOJ is considered the collecting or custodial entity. The allowance for doubtful accounts for other than intragovernmental receivables, including custodial activities, is estimated based on past collection experience and analysis of outstanding receivable balances at year-end.

For Custodial Accounts Receivable, DOJ applies the accounting provisions of the *Statement of Federal Financial Accounting Standards (SFFAS) No. 7, Accounting for Revenue and Other Financing Sources and Concepts for Reconciling Budgetary and Financial Accounting, as amended*, and *SFFAS No. 1, Accounting for Selected Assets and Liabilities*. *SFFAS No. 7* requires that “nonexchange revenue should be measured by the collecting entities, but should be recognized by the entities legally entitled to the revenue (the recipient entities).” Further, *SFFAS No. 1*, relating to accounts receivable, defines “measurement” as the “process of expressing an asset or liability in monetary units.” The accrual adjustment consists of accounts receivable, the allowance for uncollectible amounts, and liability for refunds. Additional details regarding the Department’s custodial non-exchange activities are provided in Note 22, Custodial Revenues.

Note 1. Summary of Significant Accounting Policies (continued)

I. Inventory and Related Property

Inventory is primarily for the manufacture of goods for sale to customers. This inventory is composed of three categories: Raw Materials, Work-in-Process, and Finished Goods. These categories are generally defined as follows: Raw Materials consist of materials that have been acquired and are available for the production cycle, Work-in-Process is composed of materials that have moved into the production process and have some measurable amount of labor and overhead added, and Finished Goods are materials with added labor and overhead that have completed the production cycle and are awaiting sale to customers.

Raw material inventory is valued at moving average costs. Inventories are valued at the lower cost or net realizable value (LCNRV) and include materials, labor, and manufacturing overhead. Net realizable value is calculated on the basis of the contractual or anticipated selling price, less allowance for administrative expenses. The Department values its finished goods and sub-assembly items at a standard cost that is periodically adjusted to approximate actual cost. The Department has established inventory allowances to account for LCNRV adjustments and excess, obsolete, or unserviceable inventory items that may not be utilized in future periods.

Additional inventories consist of new and rehabilitated office furniture, equipment and supplies used for the repair of airplanes, administrative supplies and materials, commissary sales to inmates (sundry items), metals, plastics, electronics, graphics, and optics.

J. Property, Plant and Equipment

Capitalization of property, plant and equipment (PP&E) occurs when the initial cost of acquiring an asset meets the minimum threshold and the asset has an estimated useful life of two or more years. Land is always capitalized regardless of the acquisition costs. For projects funded by an appropriation, the Department established standard capitalization thresholds as shown below:

Type of Property	Capitalization Threshold
Real Property	\$1,000
Personal Property	\$100
Aircraft	\$750
Internal Use Software	\$5,000
Leases	\$500

An exception to the Department's standard capitalization thresholds provides Revolving, Working Capital, and Trust Fund entities the option to establish its own capitalization thresholds for PP&E and Internal Use Software. If this option is exercised, the thresholds must not conflict with the standard capitalization thresholds, but may be more restrictive, at the discretion of the entity. Federal Prison Industries, Inc., a revolving fund, exercised this option and established a threshold to capitalize personal property acquisition costs exceeding \$10. Financial Management Information Bulletin 2024-04, *Update to Program Statement 1404.04*,

Note 1. Summary of Significant Accounting Policies (continued)

J. Property, Plant and Equipment (continued)

Capitalization of Capital Improvements allows DOJ components to adapt thresholds less than \$1 million for real property capital improvements that is supported by an analysis of their real property portfolio.

Depreciation or amortization of PP&E, based on historical cost, is calculated using the straight-line method over the estimated useful life of the asset. Land is never depreciated.

K. Leases

A lease is a contract or agreement where the lessor conveys the right to control the use of property, plant, and equipment to the lessee for a specified period of time. The right to control the use of underlying assets gives the lessee the right to obtain economic benefits or services from the use of the underlying asset, and the right to control access to the economic benefits or services of the underlying asset.

In FY 2024, the DOJ adopted *SFFAS No. 54, Leases*, and related amendments. *SFFAS No. 54, Leases*, requires federal lessees recognize a lease liability and a lease asset at the commencement of the lease term, unless it is immaterial or meets the definition of a non-intragovernmental short-term lease, contract or agreement that transfers ownership, or intragovernmental lease. Lessors, recognize a lease receivable and unearned revenue, unless it is immaterial or meets the definition of a non-intragovernmental short-term lease, contract or agreement that transfers ownership, or intragovernmental lease.

DOJ Policy Memorandum 2024-01, requires the Department and its components to review their lease portfolios annually for new lease activity, terminations, or modifications that would result in remeasurement. Additionally, in accordance with *Technical Release 22, Leases Implementation Guidance Updates*, for leases on international soil the U.S. Department of State (DOS) acts as an agent on DOJ's behalf. There is not an exchange of funds between the DOJ and DOS, as such DOS provides DOJ leasing information necessary to record right-to-use lease assets and liabilities quarterly.

Pursuant to *SFFAS No. 62, Transitional Amendment to SFFAS No. 54*, lease contracts containing both lease and non-lease components may be treated as non-lease and expensed through the transitional period. These contracts, often referred to as embedded leases, must be primarily non-lease in nature based on management's assessment. DOJ has elected to adopt *SFFAS No. 62* through the end of the accommodation period September 30, 2026. Further details regarding lease assets, liabilities, and other types of leases are disclosed in Note 9, Property, Plant, Equipment, Net, and Note 13, Leases.

Note 1. Summary of Significant Accounting Policies (continued)

L. Advances and Prepayments

Advances and prepayments, classified as assets on the Consolidated Balance Sheets, consist primarily of funds disbursed to finance operations that exceed the total expenditures incurred. Payments in advance of the receipt of goods and services are recorded as prepaid charges at the time of payment and are recognized as expenses when the goods and services are received.

M. Forfeited and Seized Property

Forfeited property is property for which the title has passed to the U.S. Government. The property is recorded at the estimated market value at the time of forfeiture and is adjusted at the time of disposal, or as needed by management. The value of the property is reduced by the estimated liens of record. The amount ultimately realized from the forfeiture and disposition of these assets could differ from the amounts initially reported. The proceeds from the sale of forfeited property are deposited in the AFF.

Market value of seized and forfeited property is determined by the following:

Asset Type	Valuation Documentation
Cash/Currency, Monetary Instruments	Copy of Check, cash management company (e.g., Brinks) receipt, EFT, wire confirmation, in accordance with DOJ policy
Financial Instruments	Web-based valuation tools, financial market, account statement, other sources in accordance with DOJ policy
Digital Assets	Web-based valuation tools (e.g., CoinMarketCap.com) and other sources in accordance with DOJ policy
Vehicles	National Automobile Dealers Association (NADA) or Kelley Blue Book value in accordance with DOJ policy
Real Property	Real Property Appraisal/Broker's Price Opinion (BPO)
Other Valued Assets	Professional appraisal, web-based valuation tools (e.g., Usedprice.com), other source in accordance with DOJ policy

Seized property is property that the government has taken possession of, in consequence of an alleged violation of public law. Seized property can include cash and monetary instruments, digital assets, real property, and tangible personal property of others in the actual or constructive possession of the custodial agency.

Most seized property is held by the USMS from the point of seizure until its disposition. In certain cases, the investigative agency will keep seized property in its custody if the intention is to place the property into official use after forfeiture or to use the property as evidence in a court proceeding. This property is valued at fair market value upon seizure, or, as soon as reasonably possible when market value could not be readily determined. Seized cash and monetary instruments are presented as assets with offsetting liabilities on the Consolidated Balance Sheets. Seized property other than cash and monetary instruments are only presented in the notes to the financial statements.

Note 1. Summary of Significant Accounting Policies (continued)

N. Digital Assets

Only central bank digital currencies are considered monetary instruments. All other digital assets are non-monetary assets and refer to cryptocurrencies, stablecoins, and Non-Fungible Tokens (NFT). DOJ primarily encounters digital assets through seizure and forfeitures activities of the law enforcement components (ATF, DEA, FBI) and the Asset Forfeiture Program (AFP). DOJ records digital assets at market value at the point of seizure and records the seized value in Note 8, Forfeited and Seized Property, Net. Once an order of forfeiture is obtained and prior to liquidation, forfeited values would be included on the Balance Sheet as assets with offsetting liabilities. Once digital assets are liquidated, proceeds from the sale are recorded as forfeiture revenue and are presented on the Statement of Changes in Net Position as Donations and Forfeitures of Property.

The Department may hold seized digital assets for evidence, not for forfeiture or for use in limited law enforcement operations. In addition, DOJ may obtain digital assets for limited law enforcement operations to secure information and or evidence. These operations are assessed annually, and the value of cryptocurrencies used is determined to be immaterial.

O. Liabilities

Liabilities represent the monies or other resources that are likely to be paid by the Department as the result of a transaction or event that has already occurred. However, no liability can be paid by the Department absent proper budget authority. Liabilities that are not funded by the current year appropriation are classified as Liabilities not Covered by Budgetary Resources, Note 11. Accrued payroll and benefits are accrued based on the number of days in a pay period earned but not paid to employees at the end of the fiscal year.

Accounts payable recorded under liabilities are amounts owed by DOJ for goods and services received. When DOJ accepts title to goods, whether the goods are delivered or in transit, or incurs costs for services received, DOJ recognizes a liability for the unpaid amount of the goods and services. If invoices for those goods and services are not available when the financial statements are prepared, the amounts owed are estimated. Intragovernmental accounts payable consists of amounts owed to other Federal Government agencies for goods and services received. The remaining accounts payable consist of amounts due to the public.

P. Accrued Grant Liabilities

Disbursements of grant funds are recognized as expenses at the time of disbursement. However, some grant recipients incur expenditures prior to initiating a request for disbursement based on the nature of the expenditures. The OBDs and OJP accrue a liability for expenditures incurred by grantees prior to receiving grant funds for expenditures. The amount to be accrued is determined through an analysis of historic grant expenditures. These estimates are based on the most current information available at the time the financial statements are prepared.

Note 1. Summary of Significant Accounting Policies (continued)

P. Accrued Grant Liabilities (continued)

Estimates for the grant accrual contain assumptions that have an impact on the Consolidated financial statements. The key assumptions used in the grant accrual are: grantees have consistent spending patterns throughout the life of the grant, grantees will drawdown throughout the life of the grant, and the grant has a determined end date. The primary elements of these assumptions include, but are not limited to, type of grant that has been awarded, grant period, accounting basis used by the grantees, and the grant expenditure rate.

Q. Commitments and Contingencies

The Department is involved in various administrative proceedings, legal actions, and claims. Legal actions where management and the Chief Counsel consider adverse decisions “probable” or “reasonably possible” and the amounts are reasonably estimable are disclosed in Commitments and Contingencies, Note 17. However, there are cases where amounts have not been accrued or disclosed because the amounts of the potential loss cannot be estimated, or the likelihood of an unfavorable outcome is considered “remote”. Where adverse decisions are considered “probable,” the Department considers those liabilities current as claims are generally paid shortly after settlement.

R. Annual, Sick, and Other Leave

Annual and compensatory unfunded leave is expensed with an offsetting liability as it is earned, and the liability is reduced as leave is taken. Each year, the balance in the accrued annual leave liability account is adjusted to reflect current pay rates. To the extent current or prior year appropriations are not available to fund annual and compensatory unfunded leave earned but not taken, funding will be obtained from future financing sources. Sick leave and other types of nonvested leave are expensed as taken.

S. Interest on Late Payments

Pursuant to the *Prompt Payment Act*, 31 U.S.C. § 3901-3907, the Department pays interest on payments for goods or services made to business concerns after the due date. The due date is generally 30 days after receipt of a proper invoice or acceptance of the goods or services, whichever is later.

Note 1. Summary of Significant Accounting Policies (continued)

T. Retirement Plan

With few exceptions, employees of the Department are covered by one of the following retirement programs:

- 1) Employees hired before January 1, 1984, are covered by the Civil Service Retirement System (CSRS). The Department contributes 7% of the gross pay for regular employees and 7.5% for law enforcement officers.
- 2) Employees hired January 1, 1984 or later, are covered by the Federal Employees Retirement System (FERS):
 - a. Employees hired January 1, 1984 through December 31, 2012, are covered by the FERS. The Department contributes 18.4% of the gross pay for regular employees and 38.2% for law enforcement officers.
 - b. Employees hired January 1, 2013 through December 31, 2013, are covered by the Federal Employees Retirement System-Revised Annuity Employees (FERS-RAE). The Department contributes 16.5% of the gross pay for regular employees and 36.4% for law enforcement officers.
 - c. Employees hired January 1, 2014 or later are covered by the Federal Employees System-Further Revised Annuity Employees (FERS-FRAE). The Department contributes 16.5% of the gross pay for regular employees and 36.4% for law enforcement officers.

All employees are eligible to contribute to the Federal Thrift Savings Plan (TSP). For those employees covered by the FERS, FERS-RAE and FERS-FRAE, a TSP account is automatically established to which the Department is required to contribute an additional 1% of gross pay and match employee contributions up to 4%. No government contributions are made to the TSP accounts established by the CSRS employees.

The Department does not report CSRS or FERS assets, accumulated plan benefits, or unfunded liabilities, if any, which may be applicable to its employees. Such reporting is the responsibility of the Office of Personnel Management (OPM). *SFFAS No. 5, Accounting for Liabilities of the Federal Government*, requires employing agencies to recognize the cost of pensions and other retirement benefits during their employees' active years of service. Refer to Note 20, Imputed Financing, for additional details.

U. Federal Employee Compensation Benefits

The FECA provides income and medical cost protection to covered federal civilian employees injured on the job, employees who have incurred a work-related occupational disease, and beneficiaries of employees whose death is attributed to a job-related injury or occupational disease. The total FECA liability consists of an actuarial and an accrued portion as discussed below.

Note 1. Summary of Significant Accounting Policies (continued)

U. Federal Employee Compensation Benefits (continued)

Actuarial Liability: The Department of Labor (DOL) calculates the liability of the federal government for future compensation benefits, which includes the expected liability for death, disability, medical, and other approved costs. This method utilizes historical benefit payment patterns related to a specific incurred period to predict the ultimate payments related to that period. The projected annual benefit payments are discounted to present value. The resulting federal government liability is then distributed by agency. The Department's portion of this liability includes the estimated future cost of death benefits, workers' compensation, medical, and miscellaneous cost for approved compensation cases for the Department employees. The Department liability is further allocated to component reporting entities on the basis of actual payments made to the FECA Special Benefits Fund (SBF) for the three prior years as compared to the total Department payments made over the same period. The FECA actuarial liability is recorded for reporting purposes only. This liability constitutes an extended future estimate of cost, which will not be obligated against budgetary resources until the fiscal year in which the cost is actually billed to the Department. The cost associated with this liability cannot be met by the Department without further appropriation action.

Accrued Liability: The accrued FECA liability is the amount owed to the DOL for the benefits paid from the FECA SBF directly to Department employees.

V. Intragovernmental Activity

Intragovernmental costs and exchange revenue represent transactions made between two reporting entities within the federal government. Costs and earned revenues with other than intragovernmental represent exchange transactions made between the reporting entity and a non-federal entity. With the exception of certain accruals, the classification of revenue or cost as "intragovernmental" or "other than intragovernmental" is defined on a transaction-by-transaction basis. The purpose of this classification is to enable the federal government to prepare consolidated financial statements, not to match other than intragovernmental and intragovernmental revenue with the cost incurred to produce other than intragovernmental and intragovernmental revenue.

W. Revenues and Other Financing Sources

The Department receives the majority of funding needed to support its programs through Congressional appropriations. The Department receives annual, multi-year, and no-year appropriations that may be used, within statutory limits, for operating and capital expenditures.

Additional funding is obtained through exchange revenues, nonexchange revenues, and transfers-in. Appropriations Used are recognized as budgetary financing sources at the time the related program or administrative expenses are incurred. Exchange revenues are recognized when earned, for example, when goods have been delivered or services rendered.

Note 1. Summary of Significant Accounting Policies (continued)

W. Revenues and Other Financing Sources (continued)

Nonexchange revenues are resources that the Government demands or receives, for example, forfeiture revenue and fines and penalties.

The Department's exchange revenue consists of the following activities: licensing fees to manufacture and distribute controlled substances; services rendered for legal activities; space management; data processing services; sale of merchandise and telephone services to inmates; sale of manufactured goods and services to other federal agencies; fees for providing fingerprint-based and name-based Criminal History Record Information checks and other identification; and other services. Fees are set by law and are periodically evaluated in accordance with OMB guidance.

The Department's nonexchange revenue consists of forfeiture income resulting from the sale of forfeited property, penalties in lieu of forfeiture, recovery of returned asset management cost, judgment collections, and other miscellaneous income. Other nonexchange revenue includes the OJP Crime Victims Fund receipts attributable to the collections of fines, penalty assessments, and bond forfeitures from defendants convicted of federal crimes, and AFF/SADF interest on investments with the Treasury. Refer to Note 18, Funds from Dedicated Collections for further details.

The Department's deferred revenue includes licenses issued by DEA that are valid for multiple years. These monies are recorded as liabilities in the financial statements. Deferred revenue also includes forfeited property held for sale. When the property is sold, deferred revenue is reversed and forfeiture revenue in the amount of the gross proceeds of the sale is recorded.

X. Funds from Dedicated Collections

SFFAS No. 43, Funds from Dedicated Collections: Amending SFFAS No. 27, Identifying and Reporting Earmarked Funds, defines Funds from Dedicated Collections as being financed by specifically identified revenues, provided to the government by non-federal sources, often supplemented by other financing sources, which remain available over time. These specifically identified revenues and other financing sources are required by statute to be used for designated activities, benefits or purposes, and must be accounted for separately from the Government's general revenues. The three required criteria for a fund from dedicated collections are:

- 1) A statute committing the federal government to use specifically identified revenues and/or other financing sources that are originally provided to the federal government by a non-federal source only for designated activities, benefits or purposes;
- 2) Explicit authority for the funds to retain revenues and/or other financing sources not used in the current period for future use to finance the designated activities, benefits, or purposes; and

Note 1. Summary of Significant Accounting Policies (continued)

X. Funds from Dedicated Collections (continued)

- 3) A requirement to account for and report on the receipt, use, and retention of the revenues and other financing sources that distinguishes the fund from the federal government's general revenues.

The following funds meet the definition of a fund from dedicated collections: Assets Forfeiture Fund, U.S. Trustee System Fund, Antitrust Division, U.S. Victims of State Sponsored Terrorism Fund, Crime Victims Fund (CVF), Domestic Trafficking Victims Fund, Diversion Control Fee Account, and Federal Prison Commissary Fund.

Y. Allocation Transfer of Appropriation

The Department is a party to allocation transfers with other federal agencies as a transferring (parent) entity and/or a receiving (child) entity. Allocation transfers are legal delegations by one department of its authority to obligate budget authority and outlay funds to another department. Generally, all financial activity related to these allocation transfers (e.g., budget authority, obligations, outlays) is reported in the financial statements of the parent entity, from which the underlying legislative authority, appropriations, and budget apportionments are derived.

Two exceptions to this general rule affecting the Department include the funds transferred from the Judicial Branch to the USMS, and funds transferred from the Executive Office of the President to OJP. Per *OMB A-136*, USMS and OJP report all activity relative to these allocation transfers in the respective financial statements. The activity related to these transfers, included as part of these financial statements, is highlighted below:

OJP, as the parent, transfers funds from the CVF to the Department of Health and Human Services (HHS). This transfer is required by *42 U.S.C. §10603a {Sec. 14-4A}* for Child Abuse Prevention and Treatment Grants. Amounts made available by section *§10601(d) (2)* of this title, for the purposes of this section, are to be obligated and expended by the Secretary of HHS for grants under section *§5106c* of this title.

OJP receives, as a child entity, allocation transfers of appropriations from the Executive Office of the President. This transfer is authorized by *Consolidated Appropriations Act, 2010 (Public Law 111-117)*, and *Consolidated Appropriations Act, 2012 (Public Law 112-74)*. Per *Office of Management and Budget Circular A-11 (OMB A-11), Preparation, Submission, and Execution of the Budget* guidance, OJP reports all budgetary and proprietary activity for *Do Right by Youth Pilot* transferred from the Executive Office of the President to OJP.

The Department also allocates funds from BOP, as the parent, to the Public Health Service (PHS), a primary division of the HHS. PHS provides a portion of medical treatment for federal inmates. The money is designated and expended for current year obligations of PHS staff salaries, benefits, and applicable relocation expenses.

Note 1. Summary of Significant Accounting Policies (continued)

Y. Allocation Transfer of Appropriation (continued)

USMS, as the child, receives allocation transfers of appropriation from the Administrative Office of the U.S. Courts (AOUSC). The allocation transfers are used for costs associated with protective guard services - Court Security Officers at United States courthouses and other facilities housing federal court operations. These costs include their salaries (paid through contracts), equipment, and supplies. This transfer is performed on a periodic basis.

Per OMB guidance, the USMS reports all budgetary and proprietary activity transferred from the Administrative Office of the U.S. Courts to the USMS.

Z. Tax Exempt Status

As an agency of the federal government, the Department is exempt from all income taxes imposed by any governing body whether it is a federal, state, commonwealth, local, or foreign government.

AA. Use of Estimates

The preparation of financial statements requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

AB. Reclassifications

The FY 2023 financial statements were reclassified to conform to the FY 2024 Departmental financial statement presentation requirements. Specifically, accrued funded payroll and leave previously shown in Other than Intragovernmental Other Liabilities was reclassified to balance sheet line Federal Employee Salary, Leave, and Benefits. In addition, actuarial FECA liability was reclassified to Post-Employment Benefits. These reclassifications have no material effect on total assets, liabilities, net cost, net position, change in net position, budgetary resources, or custodial activity as previously reported.

AC. Subsequent Events

Subsequent events and transactions occurring after September 30, 2024 through the date of the auditors' opinion have been evaluated for potential recognition or disclosure in the financial statements. The date of the auditors' opinion also represents the date that the financial statements were available to be issued.

Note 1. Summary of Significant Accounting Policies (continued)

AD. Classified Activities

Accounting standards require all reporting entities to disclose that accounting standards allow certain presentations and disclosures to be modified, if needed, to prevent the disclosure of classified information.

AE. Public-Private Partnerships

SFFAS No. 49, Public-Private Partnerships: Disclosure Requirements establishes principles to ensure that disclosures about public-private partnerships (P3) are presented in the reporting entity's general purpose Federal financial reports (GPFFR). The principles guide financial reporting by establishing a P3 definition and identifying risk-based characteristics that need to exist before considering the P3 arrangement or transaction for disclosure. *SFFAS No. 49* exempts certain arrangements or transactions from the P3 disclosure requirements. Such exempt arrangements or transactions are subject to existing disclosure requirements in other FASAB standards applicable to such arrangements or transactions. For FYs 2024 and 2023, the Department identified P3 relationships that met the *SFFAS No. 49* disclosure requirements. Additional details regarding the P3 arrangements are provided in Note 24, Public-Private Partnerships.

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Note 2. Non-Entity Assets

As of September 30, 2024 and 2023

	2024	2023
Intragovernmental		
Fund Balance with Treasury	\$ 576,505	\$ 439,985
Investments, Net	1,580,000	1,580,000
Accounts Receivable, Net	60	60
Other Assets	5,420	14,660
Total Intragovernmental	<u>\$ 2,161,985</u>	<u>\$ 2,034,705</u>
Other than Intragovernmental		
Cash and Other Monetary Assets	\$ 3,358,800	\$ 3,224,387
Accounts Receivable, Net	366,847	1,068,900
Total Other than Intragovernmental	<u>3,725,647</u>	<u>4,293,287</u>
Total Non-Entity Assets	5,887,632	6,327,992
Total Entity Assets	52,501,167	51,073,531
Total Assets	<u><u>\$58,388,799</u></u>	<u><u>\$57,401,523</u></u>

Note 3. Fund Balance with Treasury

The Fund Balance with Treasury represent the unexpended balances on the Department's books for the entire Department's Treasury Account Symbols.

As of September 30, 2024 and 2023

	2024	2023
Status of Fund Balances With Treasury		
Unobligated Balance - Available	\$13,466,544	\$12,335,534
Unobligated Balance - Unavailable	1,744,845	1,363,591
Obligated Balance Not Yet Disbursed	23,863,560	26,111,727
Non-Budgetary Fund Balance with Treasury	3,036,607	1,655,695
Budgetary Resources from Invested Balances	(4,735,430)	(4,616,921)
Total Status of Fund Balances with Treasury	<u><u>\$37,376,126</u></u>	<u><u>\$36,849,626</u></u>

Annual and multi-year budget authority expires at the end of its period of availability. During the first through the fifth expired years, the unobligated balance is unavailable and may only be used to adjust obligations and disbursements that were recorded before the budgetary authority expired or to meet a legitimate or bona fide need arising in the fiscal year for which the appropriation was made. The unobligated balance for no-year budget authority may be used to incur obligations indefinitely for the purpose specified by the appropriation act. No-year budget authority unobligated balances are still subject to the annual apportionment and allotment process.

Note 3. Fund Balance with Treasury (continued)

Unobligated Balance – Available includes amounts restricted for use in future fiscal years (apportioned as Category C), and available for obligation in subsequent periods. For the fiscal years ended September 30, 2024 and 2023, the amounts restricted for future use are \$116,988 and \$161,576, respectively.

Unobligated Balance - Unavailable includes amounts appropriated in prior fiscal years that are no longer available to fund new obligations but can be used for upward adjustments for existing obligations. Other restricted funds include the collections of fees in excess of amounts budgeted for administering the Diversion Control Program. These collections may not be used until authorized by Congress.

Non-Budgetary Fund Balance with Treasury is primarily comprised of unavailable receipt accounts and clearing accounts that do not have budget authority and non-budgetary Fund Balance with Treasury recognized on the Balance Sheet such as non-fiduciary deposit funds.

As of September 30, 2024 and 2023, the respective immaterial variances of \$7,424 and \$4,047 between Fund Balance with Treasury line item on the Balance Sheet and Total Status of Fund Balances on the note represent sequestered BOP balances, respectively.

Note 4. Cash and Other Monetary Assets

As of September 30, 2024 and 2023

	2024	2023
Cash		
Undeposited Collections	\$ 287	\$ 7
Imprest Funds	59,400	57,185
Seized Cash Deposited	3,219,521	3,086,171
Other	58,671	46,699
Total Cash	<u>3,337,879</u>	<u>3,190,062</u>
Other Monetary Assets		
Seized Monetary Instruments	80,621	91,511
Total Other Monetary Assets	<u>80,621</u>	<u>91,511</u>
Total Cash and Other Monetary Assets	<u><u>\$ 3,418,500</u></u>	<u><u>\$ 3,281,573</u></u>

The majority of Other Cash consists of project-generated proceeds from undercover operations.

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Note 5. Investments, Net

	Cost/ Acquisition Value	Amortization Method	Amortized (Premium) Discount	Interest Receivable	Investments, Net	Market Value
As of September 30, 2024						
Intragovernmental Securities and Investments:						
Non-Marketable: Market Based	\$ 6,452,136	Straight-Line	\$ 44,784	\$ —	\$ 6,496,920	\$ 6,504,053
As of September 30, 2023						
Intragovernmental Securities and Investments:						
Non-Marketable: Market Based	\$ 6,386,207	Straight-Line	\$ 65,113	\$ 104	\$ 6,451,424	\$ 6,434,615

Note 6. Accounts Receivable, Net

As of September 30, 2024 and 2023

	2024	2023
Intragovernmental		
Accounts Receivable	\$ 606,361	\$ 656,923
Total Intragovernmental	\$ 606,361	\$ 656,923
Other than Intragovernmental		
Accounts Receivable	\$ 5,193,575	\$ 8,818,791
Allowance for Uncollectible Accounts	(4,667,457)	(7,367,658)
Total Other than Intragovernmental	526,118	1,451,133
Total Accounts Receivable, Net	\$ 1,132,479	\$ 2,108,056

Intragovernmental accounts receivable consists mainly of amounts due under reimbursable agreements with federal entities for services and goods provided.

The accounts receivable other than intragovernmental primarily consists of custodial receivables, OBDs U.S. Trustee Chapter 11 quarterly fees, FBI Non-Federal User Fee Program, and FBI National Name Check Program.

Accounts receivable related to criminal restitution orders the Department monitors is not included in this note, as the Department is not the ultimate recipient of the collections. Additionally, in many cases, the potential collections are not specifically identifiable, and the amount cannot be reasonably estimated.

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Note 7. Other Inventory and Related Property, Net

As of September 30, 2024 and 2023

	2024	2023
Inventory		
Raw Materials	\$ 55,843	\$ 53,082
Work in Process	15,290	13,868
Finished Goods	15,606	15,769
Inventory Purchased for Resale	25,845	28,112
Excess, Obsolete, and Unserviceable	3,644	1,193
Inventory Allowance	(9,819)	(5,864)
Operating Materials and Supplies		
Held for Current Use	20,352	22,055
Total Inventory and Related Property, Net	<u>\$ 126,761</u>	<u>\$ 128,215</u>

Note 8. Forfeited and Seized Property, Net

Analysis of Change in Forfeited Property:

The number of items represents quantities calculated using many different units of measure. If necessary, the adjustments column includes property status, asset group changes, and valuation changes that occurred during the current year for assets that were already on hand at the start of the year.

Method of Disposition of Forfeited Property:

For the fiscal years ended September 30, 2024 and 2023, \$407,214 and \$155,218 of forfeited property were sold, \$395 and \$35,169 were destroyed or donated, \$3,631 and \$1,777 were returned to owners, \$114,500 and \$66,225 were converted to cash, and \$2,556 and \$4,181 were disposed of by other means. Other means of disposition include property transferred to other federal agencies for official use or equitable sharing, or property distributed to a state or local agency.

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Note 8. Forfeited and Seized Property, Net (continued)

As of September 30, 2024

Forfeited Property Category		Beginning Balance	Adjustments (1)	Forfeitures	Disposals	Ending Balance	Liens and Claims	Ending Balance, Net of Liens
Financial Instruments	Number	231	354	755	(1,117)	223	—	223
	Value	\$ 913	\$ 1,730	\$ 127,720	\$ (116,239)	\$ 14,124	\$ —	\$ 14,124
Digital Assets	Number	136	75	269	(255)	225	—	225
	Value	\$ 6,701	\$ (2,302)	\$ 460,996	\$ (280,662)	\$ 184,733	\$ (10)	\$ 184,723
Real Property	Number	106	(3)	166	(184)	85	—	85
	Value	\$ 59,567	\$ (9,965)	\$ 121,178	\$ (88,012)	\$ 82,768	\$ (469)	\$ 82,299
Personal Property	Number	4,487	(421)	3,188	(2,594)	4,660	—	4,660
	Value	\$ 40,940	\$ (10,638)	\$ 64,546	\$ (43,383)	\$ 51,465	\$ (569)	\$ 50,896
Non-Valued Firearms	Number	58,476	182	27,431	(21,045)	65,044	—	65,044
Total	Number	63,436	187	31,809	(25,195)	70,237	—	70,237
	Value	\$ 108,121	\$ (21,175)	\$ 774,440	\$ (528,296)	\$ 333,090	\$ (1,048)	\$ 332,042

(1) Adjustments include property status, asset group, and valuation changes that occurred during the current year for assets that were already on hand at the start of the year. Property status changes include appealed forfeitures and other actions that change the status of an asset between seized and forfeited classifications. Asset group changes occur primarily when cash is substituted for a different asset category. Valuation changes occur primarily due to changes in appraisals.

As of September 30, 2023

Forfeited Property Category		Beginning Balance	Adjustments (1)	Forfeitures	Disposals	Ending Balance	Liens and Claims	Ending Balance, Net of Liens
Financial Instruments	Number	215	461	651	(1,096)	231	—	231
	Value	\$ 1,783	\$ 2,065	\$ 101,799	\$ (104,734)	\$ 913	\$ —	\$ 913
Digital Assets	Number	58	(9)	212	(125)	136	—	136
	Value	\$ 8,127	\$ 1,528	\$ 25,370	\$ (28,324)	\$ 6,701	\$ —	\$ 6,701
Real Property	Number	113	3	178	(188)	106	—	106
	Value	\$ 50,545	\$ (2,675)	\$ 97,450	\$ (85,753)	\$ 59,567	\$ (1,888)	\$ 57,679
Personal Property	Number	4,035	157	3,003	(2,708)	4,487	—	4,487
	Value	\$ 36,571	\$ (6,761)	\$ 54,889	\$ (43,759)	\$ 40,940	\$ (237)	\$ 40,703
Non-Valued Firearms	Number	56,058	(511)	23,482	(20,553)	58,476	—	58,476
Total	Number	60,479	101	27,526	(24,670)	63,436	—	63,436
	Value	\$ 97,026	\$ (5,843)	\$ 279,508	\$ (262,570)	\$ 108,121	\$ (2,125)	\$ 105,996

(1) Adjustments include property status, asset group, and valuation changes that occurred during the current year for assets that were already on hand at the start of the year. Property status changes include appealed forfeitures and other actions that change the status of an asset between seized and forfeited classifications. Asset group changes occur primarily when cash is substituted for a different asset category. Valuation changes occur primarily due to changes in appraisals.

Note 8. Forfeited and Seized Property, Net (continued)

Analysis of Change in Seized Property:

A seizure is the act of taking possession of goods in consequence of a violation of public law. Seized property consists of seized cash, monetary instruments, digital assets, real property and tangible personal property in the actual or constructive possession of the seizing and the custodial agencies. The Department, until judicially or administratively forfeited, does not legally own such property. Seized evidence includes cash, financial instruments, non-monetary valuables, digital assets, firearms, and drugs. The AFF/SADF reports property seized for forfeiture and the FBI, DEA, and ATF report property seized for evidence.

Property seized for any purpose other than forfeiture and held by the seizing agency or a custodial agency should be disclosed by the seizing agency. All property seized for forfeiture, including property with evidentiary value, will be reported by the AFF/SADF. The Department has established a reporting threshold of \$1 or more for Personal Property seized for evidentiary purposes.

Adjustments include property status, asset group changes, and valuation changes that occurred during the current year for assets that were already on hand at the start of the year.

The DEA, FBI, and ATF have custody of drugs taken as evidence for legal proceedings. In accordance with *FASAB TR No. 4, Reporting on Non-Valued Seized and Forfeited Property*, the Department reports the total amount of seized drugs by quantity only, as drugs have no value and are destroyed upon resolution of legal proceedings.

Analyzed drug evidence includes cocaine, heroin, marijuana and methamphetamine and represents actual laboratory tested classification and weight in kilograms (KG). Since enforcing the controlled substances laws and regulations of the United States is a primary mission of the DEA, the DEA reports all analyzed drug evidence regardless of seizure weight. However, the enforcement of these laws and regulations is incidental to the missions of the FBI and ATF and therefore they only report those individual seizures exceeding 1 KG in weight.

“Other” primarily consists of substances, both controlled and non-controlled as defined per the *Controlled Substances Act*, other than those discussed above. “Bulk Drug Evidence” is comprised of controlled substances housed by the DEA in secured storage facilities of which only a sample is taken for laboratory analysis. The actual bulk drug weight may vary from seizure weight due to changes in moisture content over time.

Unanalyzed drug evidence is qualitatively different from analyzed and bulk drug evidence because unanalyzed drug evidence includes the weight of packaging and drug categories are based on the determination of Special Agents instead of laboratory chemists. For these reasons, unanalyzed drug evidence is not reported by the Department. Seized drug evidence must be analyzed and confirmed through laboratory testing to be placed in one of the five categories of drug above. “Disposals” occur when seized property is forfeited, returned to parties with a bona fide interest, or destroyed in accordance with federal guidelines.

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Note 8. Forfeited and Seized Property, Net (continued)

Method of Disposition of Seized Property:

For the fiscal years ended September 30, 2024 and 2023, \$1,980,731 and \$2,124,047 of seized property were forfeited, \$314,171 and \$190,079 were returned to parties with a bona fide interest, and \$16,621 and \$11,408 were either released to a designated party or transferred to the appropriate federal entity under forfeiture or abandonment procedures, respectively. Non-valued property was primarily disposed of through destruction.

As of September 30, 2024

Seized Property Category		Beginning Balance	Adjustments (1)	Seizures	Disposals	Ending Balance	Liens and Claims	Ending Balance, Net of Liens
Seized for Forfeiture								
Seized Cash & Monetary Instruments	Number	20,549	485	9,843	(9,398)	21,479	—	21,479
	Value	\$ 4,685,697	\$ 225,548	\$ 1,528,603	\$ (1,619,069)	\$ 4,820,779	\$ (1,276,719)	\$ 3,544,060
Financial Instruments	Number	535	(87)	670	(537)	581	—	581
	Value	\$ 246,774	\$ (133,948)	\$ 242,088	\$ (52,382)	\$ 302,532	\$ (43,895)	\$ 258,637
Digital Assets	Number	1,220	22	421	(316)	1,347	—	1,347
	Value	\$ 1,185,540	\$ 64,772	\$ 400,212	\$ (479,960)	\$ 1,170,564	\$ (297,175)	\$ 873,389
Real Property	Number	32	2	38	(27)	45	—	45
	Value	\$ 81,468	\$ (6,697)	\$ 43,974	\$ (54,110)	\$ 64,635	\$ (32,202)	\$ 32,433
Personal Property	Number	8,028	327	3,580	(3,990)	7,945	—	7,945
	Value	\$ 454,688	\$ (8,083)	\$ 161,621	\$ (85,575)	\$ 522,651	\$ (317,309)	\$ 205,342
Non-Valued Firearms	Number	46,465	7,324	20,301	(29,918)	44,172	—	44,172
Total	Number	76,829	8,073	34,853	(44,186)	75,569	—	75,569
	Value	\$ 6,654,167	\$ 141,592	\$ 2,376,498	\$ (2,291,096)	\$ 6,881,161	\$ (1,967,300)	\$ 4,913,861

(1) Adjustments include property status, asset group, and valuation changes that occurred during the current year for assets that were already on hand at the start of the year. Property status changes include appealed forfeitures and other actions that change the status of an asset between seized and forfeited classifications. Asset group changes occur primarily when cash is substituted for a different asset category.

As of September 30, 2023

Seized Property Category		Beginning Balance	Adjustments (1)	Seizures	Disposals	Ending Balance	Liens and Claims	Ending Balance, Net of Liens
Seized for Forfeiture								
Seized Cash & Monetary Instruments	Number	21,578	571	8,214	(9,814)	20,549	—	20,549
	Value	\$ 2,825,248	\$ (1,317)	\$ 4,018,237	\$ (2,156,471)	\$ 4,685,697	\$ (415,551)	\$ 4,270,146
Financial Instruments	Number	479	(66)	551	(429)	535	—	535
	Value	\$ 233,655	\$ (12,418)	\$ 51,896	\$ (26,359)	\$ 246,774	\$ (43,535)	\$ 203,239
Digital Assets	Number	753	82	620	(235)	1,220	—	1,220
	Value	\$ 287,907	\$ 12,754	\$ 912,738	\$ (27,859)	\$ 1,185,540	\$ (16,674)	\$ 1,168,866
Real Property	Number	47	(2)	28	(41)	32	—	32
	Value	\$ 48,324	\$ (10,974)	\$ 65,137	\$ (21,019)	\$ 81,468	\$ (72,549)	\$ 8,919
Personal Property	Number	8,328	(28)	3,343	(3,615)	8,028	—	8,028
	Value	\$ 438,059	\$ (24,110)	\$ 114,837	\$ (74,098)	\$ 454,688	\$ (56,022)	\$ 398,666
Non-Valued Firearms	Number	40,706	6,796	24,886	(25,923)	46,465	—	46,465
Total	Number	71,891	7,353	37,642	(40,057)	76,829	—	76,829
	Value	\$ 3,833,193	\$ (36,065)	\$ 5,162,845	\$ (2,305,806)	\$ 6,654,167	\$ (604,331)	\$ 6,049,836

(1) Adjustments include property status, asset group, and valuation changes that occurred during the current year for assets that were already on hand at the start of the year. Property status changes include appealed forfeitures and other actions that change the status of an asset between seized and forfeited classifications. Asset group changes occur primarily when cash is substituted for a different asset category.

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Note 8. Forfeited and Seized Property, Net (continued)

As of September 30, 2024

Seized Property Category		Beginning Balance	Adjustments (1)	Seizures	Disposals	Ending Balance
Seized for Evidence						
Seized Monetary Instruments	Value	\$ 71,985	\$ (14,727)	\$ 20,227	\$ (18,122)	\$ 59,363
Digital Assets	Number	118	(41)	168	(6)	239
	Value	\$ 179,534	\$ (38,707)	\$ 176,079	\$ (415)	\$ 316,491
Personal Property	Number	293	(16)	62	(53)	286
	Value	\$ 4,504	\$ (367)	\$ 973	\$ (1,890)	\$ 3,220
Non-Valued Firearms	Number	83,312	(3,530)	19,071	(11,653)	87,200
Drug Evidence						
Cocaine	KG	173,090	965	96,017	(101,085)	168,987
Heroin	KG	8,374	(55)	745	(1,276)	7,788
Marijuana	KG	6,891	65	858	(1,060)	6,754
Bulk Drug Evidence	KG	94,987	(248)	40,746	(58,695)	76,790
Methamphetamine	KG	78,094	572	28,192	(20,623)	86,235
Other	KG	25,376	390	7,486	(4,119)	29,133
Total Drug Evidence	KG	386,812	1,689	174,044	(186,858)	375,687

(1) Adjustments include property status, asset group, and valuation changes that occurred during the current year for assets that were already on hand at the start of the year. Asset group changes occur primarily when cash is substituted for a different asset category.

As of September 30, 2023

Seized Property Category		Beginning Balance	Adjustments (1)	Seizures	Disposals	Ending Balance
Seized for Evidence						
Seized Monetary Instruments	Value	\$ 61,030	\$ (6,348)	\$ 25,679	\$ (8,376)	\$ 71,985
Digital Assets	Number	61	(10)	79	(12)	118
	Value	\$ 441,131	\$ (413,021)	\$ 160,542	\$ (9,118)	\$ 179,534
Personal Property	Number	386	(65)	41	(69)	293
	Value	\$ 6,368	\$ (880)	\$ 1,250	\$ (2,234)	\$ 4,504
Non-Valued Firearms	Number	78,832	(4,141)	21,694	(13,073)	83,312
Drug Evidence						
Cocaine	KG	137,806	637	105,798	(71,151)	173,090
Heroin	KG	8,835	(24)	914	(1,351)	8,374
Marijuana	KG	7,366	29	243	(747)	6,891
Bulk Drug Evidence	KG	110,794	425	57,076	(73,308)	94,987
Methamphetamine	KG	72,644	(2,092)	29,510	(21,968)	78,094
Other	KG	18,206	306	9,785	(2,921)	25,376
Total Drug Evidence	KG	355,651	(719)	203,326	(171,446)	386,812

(1) Adjustments include property status, asset group, and valuation changes that occurred during the current year for assets that were already on hand at the start of the year. Asset group changes occur primarily when cash is substituted for a different asset category.

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Note 9. Property, Plant and Equipment, Net

As of September 30, 2024

	Acquisition Cost	Accumulated Depreciation	Net Book Value	Useful Life
Land and Land Rights	\$ 185,739	\$ —	\$ 185,739	N/A
Construction in Progress	1,297,592	—	1,297,592	N/A
Buildings, Improvements and Renovations	12,237,261	(8,036,874)	4,200,387	2-50 yrs
Other Structures and Facilities	1,060,893	(655,184)	405,709	10-50 yrs
Equipment & Vehicles ¹	2,342,274	(1,484,420)	857,854	5-30 yrs
Leasehold Improvements	2,264,152	(1,540,674)	723,478	2-20 yrs
Internal Use Software	2,789,637	(2,400,754)	388,883	2-10 yrs
Internal Use Software in Development	49,532	—	49,532	N/A
Other Property, Plant and Equipment	1,484	(380)	1,104	10-20 yrs
Lessee Right-to-Use Lease Asset	477,728	(68,215)	409,513	2-30 yrs
Total	<u>\$ 22,706,292</u>	<u>\$(14,186,501)</u>	<u>\$ 8,519,791</u>	

As of September 30, 2023

	Acquisition Cost	Accumulated Depreciation	Net Book Value	Useful Life
Land and Land Rights	\$ 185,834	\$ —	\$ 185,834	N/A
Construction in Progress	800,081	—	800,081	N/A
Buildings, Improvements and Renovations	12,036,496	(7,678,200)	4,358,296	2-50 yrs
Other Structures and Facilities	1,035,068	(617,842)	417,226	10-50 yrs
Equipment & Vehicles	2,283,688	(1,432,044)	851,644	5-30 yrs
Assets Under Capital Lease	443	(335)	108	2-30 yrs
Leasehold Improvements	2,005,745	(1,383,189)	622,556	2-20 yrs
Internal Use Software	2,715,775	(2,300,525)	415,250	2-10 yrs
Internal Use Software in Development	114,945	—	114,945	N/A
Other Property, Plant and Equipment	854	(5)	849	10-20 yrs
Total	<u>\$ 21,178,929</u>	<u>\$(13,412,140)</u>	<u>\$ 7,766,789</u>	

Information concerning deferred maintenance and repairs and estimated land acreage is discussed in unaudited required supplementary information.

¹ Vehicles and equipment include passenger vehicles, boats, aircraft, and general equipment

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Note 9. Property, Plant and Equipment, Net (continued)

As of September 30, 2024 and 2023

	2024	2023
Balance Beginning of Year	\$ 7,766,789	\$ 8,265,779
Effects of SFFAS 54 Implementation	395,593	—
Balance Beginning of Year, adjusted	8,162,382	—
Capitalized Acquisitions	1,236,003	662,344
Right-to-Use Lease Assets, CY activity	82,222	—
Amortization of Right-to-Use Lease Assets	(68,673)	—
Disposition	(28,454)	(346,940)
Transfers in/out without Reimbursements	15,769	(1,790)
Revaluations	(3,484)	(5,530)
Depreciation Expense	(876,825)	(807,182)
Other	851	108
	<u>\$ 8,519,791</u>	<u>\$ 7,766,789</u>

The Effects of *SFFAS No. 54* Implementation represents right-to-use lease assets that existed as of October 1, 2023 whereas Right-to-Use Lease Assets, CY activity represents lease asset activity after October 1, 2023. The presentation above, is in accordance with OMB Circular A-136. However, DOJ did not record an adjustment to beginning balances per the implementation guidance contained in *SFFAS No. 54*. For lease liability information, refer to Note 13, Leases.

Note 10. Other Assets

As of September 30, 2024 and 2023

	2024	2023
Intragovernmental		
Other Assets Intragovernmental	\$ 48,689	\$ 55,914
Total Intragovernmental	<u>\$ 48,689</u>	<u>\$ 55,914</u>
Other than Intragovernmental		
Other Assets Other than Intragovernmental	\$ 253	\$ 337
Total Other Assets	<u>\$ 48,942</u>	<u>\$ 56,251</u>

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Note 11. Liabilities not Covered by Budgetary Resources

As of September 30, 2024 and 2023

	2024	2023
Intragovernmental		
Other Liabilities		
Accrued FECA Liabilities	\$ 330,850	\$ 295,613
Other Unfunded Employment Related Liabilities	1,579	2,313
Other	8,008	2,744
Total Intragovernmental	<u>\$ 340,437</u>	<u>\$ 300,670</u>
Other than Intragovernmental		
Unfunded Leave and Other Employment Related Liabilities	\$ 1,114,803	1,074,578
Actuarial FECA	1,715,715	1,647,072
Environmental and Disposal Liabilities (Note 12)	88,204	86,017
Advances from Others and Deferred Revenue	886,202	861,916
Other Liabilities		
Contingent Liabilities (Note 17)	330,555	161,905
Unfunded Lessee Lease Liability	381,677	—
Radiation Exposure Compensation Act Liabilities (Note 26)	33,474	48,779
September 11 th Victim Compensation Fund Liabilities (Note 26)	2,753,703	2,981,356
Other	413,660	362,450
Total Other than Intragovernmental	<u>\$ 7,717,993</u>	<u>\$ 7,224,073</u>
Total Liabilities Not Covered by Budgetary Resources	<u>\$ 8,058,430</u>	<u>\$ 7,524,743</u>
Total Liabilities Covered by Budgetary Resources	9,333,771	8,911,514
Total Liabilities Not Requiring Budgetary Resources	6,101,842	6,291,744
Total Liabilities	<u><u>\$ 23,494,043</u></u>	<u><u>\$ 22,728,001</u></u>

Generally, liabilities not covered by budgetary resources are liabilities for which Congressional action is needed before budgetary resources can be provided. The Department expects that liabilities not covered by budgetary resources will be funded from future budgetary resources when required. These amounts are detailed above. Liabilities covered by budgetary resources are liabilities that do not require appropriations and can be liquidated by the assets of the entities holding these liabilities. Liabilities not requiring budgetary resources are liabilities that have not in the past required and will not in the future require the use of budgetary resources, such as liabilities for clearing accounts, non-fiduciary deposit funds, custodial collections, and unearned revenue.

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Note 12. Environmental and Disposal Liabilities

As of September 30, 2024 and 2023

	2024	2023
Firing Ranges		
Beginning Balance, Brought Forward	\$ 34,674	\$ 34,338
Inflation Adjustment	334	336
Total Firing Range Liability	<u>\$ 35,008</u>	<u>\$ 34,674</u>
Asbestos		
Beginning Balance, Brought Forward	\$ 51,343	\$ 49,052
New Asbestos	190	—
Abatements	—	(42)
Inflation Adjustment	1,615	2,285
Future Funded Expenses	48	48
Total Asbestos Liability	<u>\$ 53,196</u>	<u>\$ 51,343</u>
Total Environmental and Disposal Liabilities	<u><u>\$ 88,204</u></u>	<u><u>\$ 86,017</u></u>

Per *SFFAS No. 5, Accounting for Liabilities of the Federal Government*; *SFFAS No. 6, Accounting for Property, Plant, and Equipment*; *FASAB Technical Release (TR) No. 2, Determining Probable and Reasonably Estimable for Environmental Liabilities in the Federal Government*; *TR No. 10, Implementation Guidance on Asbestos Cleanup Costs Associated with Facilities and Installed Equipment*; and *TR No. 11, Implementation Guidance on Cleanup Costs Associated with Equipment*, federal agencies are required to recognize liabilities for environmental clean-up costs when the future outflow or sacrifice of resources is probable and reasonably estimable.

Firing Ranges

The BOP operates firing ranges on 66 of the sites where its institutions are located. Use of these firing ranges generates waste consisting primarily of lead shot and spent rounds from rifles, shotguns, pistols, and automatic weapons. At operational firing ranges, lead-containing bullets are fired and eventually fall to the ground at or near the range. As of September 30, 2024 and 2023, BOP Management determined their estimated clean-up liability to be \$32,705 and \$32,371, respectively.

The FBI-owned ranges in Quantico, VA and El Toro, CA that contain possible contamination issues based on the Federal Financial Accounting and Auditing *TR No. 2, Determining Probable and Reasonably Estimable for Environmental Liabilities in the Federal Government*, and *EPA-902-B-01-001, Best Management Practices for Lead at Outdoor Shooting Ranges*. The FBI completed a remedial investigation/feasibility study (RI/FS) for the Quantico ranges in March 2015 which is used to estimate the cost of cleanup for the Quantico ranges. The FBI has not conducted a RI/FS for the El Toro ranges. *TR No. 2* then requires the agency to recognize the anticipated cost of conducting a future study, plus any other identifiable costs, as a future environmental and disposal liability. The FBI has estimated the cost of the RI/FS for El Toro based on the cost of the Quantico study, adjusted for range size. The estimated total firing range liability is based on the estimated costs for contamination remediation. As of September 30, 2024 and 2023, the FBI reported the estimated firing range cleanup liability of \$2,303 and \$2,303, respectively.

Note 12. Environmental and Disposal Liabilities (continued)

Asbestos

BOP conducted a review of 46 institutions that were built prior to 1980; the review provided an estimate of the extent of friable and non-friable asbestos containing materials remaining in each of the institutions as of October 30, 2009. In FY 2024, BOP Management increased clean-up liability in the amount of \$1,804 by the U.S. inflation rate of 3.3 percent as determined by Treasury. As of September 30, 2024 and 2023, BOP Management recorded a clean-up liability in the amount of \$50,524 and \$48,720, respectively.

The FBI has identified FBI-owned facilities in Quantico, VA that contain hazardous friable and non-friable asbestos. The facilities have a useful life of 70 years. The total estimated asbestos liability of is based on an environmental survey of the facilities that may be contaminated. The current estimated asbestos cleanup liability is the total estimated asbestos liability divided by the useful life and multiplied by the number of years in service, less any current year abatements, and adjusted for inflation. The estimated asbestos cleanup liability is adjusted each quarter by recording future funded expenses for the asbestos cleanup costs. As of September 30, 2024 and 2023, the FBI reported the estimated asbestos cleanup liability of \$2,672 and \$2,623, respectively.

Note 13. Leases

In accordance with *SFFAS No. 54* effective FY 2024, the Department reviewed current lease agreements with underlying assets, excluding those having terms of 24 months or less as of October 1, 2023, lease arrangements that transfer ownership of the underlying assets and intragovernmental leases. Other than Intragovernmental Lessee Agreements include leases for buildings, office space, other facilities, machinery, vehicles, and equipment to support the operations of the Department. The majority of Other than Intragovernmental Lessee Agreements for machinery, vehicles, and aircrafts have terms between 5 to 10 years. Terms Other than Intragovernmental Lease Agreements for office space and other real property typically range from 10 to 20 years. In instances where the contract or agreement does not stipulate a discount rate, DOJ utilizes the Treasury Par Yield Curve to calculate discount rates based on the day and month a contract or agreement was executed.

Approximately half of the principal total for land, buildings, and operational space is attributed to international lease housing arrangements. Acting as an agent in these arrangements, DOS provides federal agencies quarterly analysis of their respective housing pools which can vary from quarter to quarter as they can increase or decrease due to quarterly acquisitions and disposals. Housing lease terms can vary, but the majority of terms currently range from 2-20 years. As of September 30, 2024, DOJ reported approximately \$223,087 in lessee right-to-use lease assets and approximately \$196,309 in lessee lease liability related to DOS housing pool and dedicated leases. Consistent with DOJ's implementation, DOS utilized Treasury's discount rate ranging from 4.1 to 5.2 percent to calculate net present value, when the contract or agreement did not stipulate a discount rate. See Note 9 for more information on Lessee Right-to-Use Lease Assets.

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Note 13. Leases (continued)

As of September 30, 2024

Other than Intragovernmental Lessee Agreements

Land, Building, and Operational Space:

Fiscal Year	Principal	Interest	Total
2025	\$ 55,409	\$ 16,632	\$ 72,041
2026	54,753	13,801	68,554
2027	50,200	11,306	61,506
2028	39,065	9,215	48,280
2029	33,736	7,518	41,254
2030-2034	89,822	21,274	111,096
2035-2039	26,586	9,328	35,914
2040-2044	19,842	3,498	23,340
2045+	6,791	1,269	8,060
Subtotal: Land, Buildings and Operational Space	\$ 376,204	\$ 93,841	\$ 470,045

Machinery, Equipment, and Vehicles:

Fiscal Year	Principal	Interest	Total
2025	\$ 11,849	\$ 1,834	\$ 13,683
2026	11,000	1,257	12,257
2027	6,432	865	7,297
2028	5,007	631	5,638
2029	4,920	397	5,317
2030-2034	3,714	680	4,394
2035-2039	1,793	648	2,441
2040-2044	—	—	—
2045+	—	—	—
Subtotal: Machinery and Equipment	\$ 44,715	\$ 6,312	\$ 51,027
Total	\$ 420,919	\$ 100,153	\$ 521,072

Intragovernmental lease agreements are typically through the General Service Administration (GSA), and predominantly include buildings or office space with typical terms of 5 to 15 years.

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Note 13. Leases (continued)

Intragovernmental Lease Expense

As of September 30, 2024

Buildings	\$ 1,963,268
Equipment and Vehicles	59,657
Other	6,310
Total	<u><u>\$ 2,029,235</u></u>

Note 14. Seized Cash and Monetary Instruments

The Seized Cash and Monetary Instruments represent liabilities for seized assets held by the Department pending disposition.

As of September 30, 2024 and 2023

	2024	2023
Investments, Net	\$ 1,580,000	\$ 1,580,000
Seized Cash Deposited	3,219,521	3,086,171
Seized Monetary Instruments	80,621	91,511
Cash in Transit to (AFF)/SADF	(11,297)	(5,581)
Total Seized Cash and Monetary Instruments	<u><u>\$ 4,868,845</u></u>	<u><u>\$ 4,752,101</u></u>

Note 15. Federal Employee Benefits

Employee benefits include employer portion of payroll taxes, retirement contributions, estimated salaries, wages, leave that has been earned but unpaid and post-employment benefits. The entirety of post-employment benefits reported from the balance sheet relates to the Federal Employees' Compensation Act (FECA) actuarial liability. This liability constitutes an extended future estimate of cost, and will not be obligated against budgetary resources until the fiscal year in which the cost is billed to the Department. Federal employee benefits related to current and former employees of the Department are summarized below.

As of September 30, 2024 and 2023

	2024	2023
Federal Employee Salary, Leave, and Benefits		
Accrued Funded Payroll and Leave	\$ 291,737	\$ 818,773
Employer Contributions and Payroll Taxes	15,532	35,616
Unfunded Leave	1,119,213	1,066,989
Total Federal Employee Salary, Leave, and Benefits	<u><u>\$ 1,426,482</u></u>	<u><u>\$ 1,921,378</u></u>
Post-Employment Benefits		
Actuarial FECA	\$ 1,715,715	\$ 1,650,154
Total	<u><u>\$ 3,142,197</u></u>	<u><u>\$ 3,571,532</u></u>

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Note 16. Other Liabilities

As of September 30, 2024 and 2023

	2024	2023
Intragovernmental:		
Benefit Program Contributions Payable	\$ 452,269	\$ 571,710
Employer Contributions and Payroll Taxes Payable	25,304	59,938
Liability for Nonfiduciary Deposit Funds and Undeposited Collections	—	536
Liability for Clearing Accounts	33	5
Liability for Non-Entity Assets Not Reported on the Statement of Custodial Activity	13,414	16,790
Other Liabilities	15,114	3,617
Total Intragovernmental	<u>\$ 506,134</u>	<u>\$ 652,596</u>
Other than Intragovernmental		
Other Liabilities without Related Budgetary Obligations	\$ 472,309	\$ 409,150
Other Liabilities with Related Budgetary Obligations	36,634	46,113
Liability for Nonfiduciary Deposit Funds and Undeposited Collections	96,405	111,075
Liability for Clearing Accounts	1,126	1,120
Custodial Liabilities	37,450	19,260
Contingent Liabilities (Note 17)	330,555	161,905
Other Liabilities	5,603	6,257
Total Other than Intragovernmental	<u>\$ 980,082</u>	<u>\$ 754,880</u>
Total Other Liabilities	<u><u>\$ 1,486,216</u></u>	<u><u>\$ 1,407,476</u></u>

The Liability for Non-Entity Assets Not Reported on the Statement of Custodial Activity consists of non-entity assets held in a General Fund Receipt Account or other Department of the Treasury account symbol for transfer to other Federal entities.

The majority of Intragovernmental Other Liabilities are composed of employer contributions payables, payroll taxes payables, other liabilities without related budgetary obligations, tenant allowances leases, monies received from prisoner funds, and certain receipts of cash that are in suspense, clearing, deposit, or general fund accounts that are owed to the Treasury.

Most of the Other Liabilities other than intragovernmental are composed of future funded energy savings performance contracts and utilities. In addition, Other Liabilities other than intragovernmental consists of project-generated proceeds from undercover operations. The proceeds not subject to forfeiture will be returned to the Department of Treasury General Fund at the conclusion of the project. The majority of Total Other Liabilities are current, the only exception is Other Liabilities without related Budgetary Obligations associated with future funded energy saving performance contracts.

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Note 17. Commitments and Contingencies

As of September 30, 2024	Accrued Liabilities	Estimated Range of Loss	
		Lower	Upper
Legal Contingencies:			
Probable	\$ 330,555	\$ 330,555	\$ 570,913
Reasonably Possible		\$ 182,924	\$ 1,611,038
As of September 30, 2023	Accrued Liabilities	Estimated Range of Loss	
		Lower	Upper
Legal Contingencies:			
Probable	\$ 161,905	\$ 161,905	\$ 835,777
Reasonably Possible		\$ 63,238	\$ 235,943

Note 18. Funds from Dedicated Collections

Funds from Dedicated Collections are financed by specifically identified revenues and are required by statute to be used for designated activities or purposes and must be accounted for separately from the Government's general revenues. See *SFFAS No. 27 Identifying and Reporting Funds from Dedicated Collections* for the required criteria for funds from dedicated collections.

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Note 18. Funds from Dedicated Collections (continued)

As of September 30, 2024	Assets Forfeiture Fund (AFF)	Federal Prison Commissary Account (BOP)	Diversion Control Fee Account (DEA)	Antitrust Division (OBD)	U.S. Trustee System Fund (OBD)	U.S. VSST (OBD)	Crime Victims Fund (OJP)	Domestic Trafficking Victims Fund (OJP)	Eliminations Between Dedicated Funds	Total Funds from Dedicated Collections (Consolidated)
Balance Sheet										
Assets										
Intragovernmental Assets:										
Fund Balance with Treasury	\$ 2,895,849	\$ 245,196	\$ 343,284	\$ 147,953	\$ 300,803	\$1,049,002	\$6,518,914	\$ 6,108	\$ —	\$ 11,507,109
Investments, Net	1,054,314	—	—	—	40,593	3,475,414	—	—	—	4,570,321
Accounts Receivable, Net	9,955	—	—	171	—	—	—	—	—	10,126
Advances and Prepayments	881	—	—	—	445	—	60,917	—	—	62,243
Total Intragovernmental Assets	<u>\$ 3,960,999</u>	<u>\$ 245,196</u>	<u>\$ 343,284</u>	<u>\$ 148,124</u>	<u>\$ 341,841</u>	<u>\$4,524,416</u>	<u>\$6,579,831</u>	<u>\$ 6,108</u>	<u>\$ —</u>	<u>\$ 16,149,799</u>
Other than Intragovernmental Assets:										
Accounts Receivable, Net	\$ 46	\$ 595	\$ —	\$ 37	\$ 77,832	\$ 482	\$ —	\$ —	\$ —	\$ 78,992
Inventory and Related Property, Net	332,042	25,845	—	—	—	—	—	—	—	357,887
Property, Plant, and Equipment, Net	848	2,175	14,691	81	7,730	—	—	—	—	25,525
Advances and Prepayments	1,957	19	—	—	—	—	497	—	—	2,473
Other Assets	2	—	—	—	10	—	—	—	—	12
Total Other than Intragovernmental Assets	<u>\$ 334,895</u>	<u>\$ 28,634</u>	<u>\$ 14,691</u>	<u>\$ 118</u>	<u>\$ 85,572</u>	<u>\$ 482</u>	<u>\$ 497</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 464,889</u>
Total Assets	<u>\$ 4,295,894</u>	<u>\$ 273,830</u>	<u>\$ 357,975</u>	<u>\$ 148,242</u>	<u>\$ 427,413</u>	<u>\$4,524,898</u>	<u>\$6,580,328</u>	<u>\$ 6,108</u>	<u>\$ —</u>	<u>\$ 16,614,688</u>
Liabilities										
Intragovernmental Liabilities										
Accounts Payable	\$ 46,626	\$ 1,329	\$ 8,802	\$ 3,653	\$ 6,983	\$ 249	\$ 109,587	\$ —	\$ —	\$ 177,229
Other Liabilities	822	4,007	2,314	7,231	1,075	7	—	—	—	15,456
Total Intragovernmental Liabilities	<u>\$ 47,448</u>	<u>\$ 5,336</u>	<u>\$ 11,116</u>	<u>\$ 10,884</u>	<u>\$ 8,058</u>	<u>\$ 256</u>	<u>\$ 109,587</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 192,685</u>
Other than Intragovernmental Liabilities:										
Accounts Payable	\$ 596,104	\$ 36,368	\$ 12,398	\$ 684	\$ 746	\$ 323	\$ 4,249	\$ —	\$ —	\$ 650,872
Federal Employee Salary, Leave and Benefits	6,400	5,851	26,734	2,791	15,068	56	—	—	—	56,900
Advances from Others and Deferred Revenue	332,042	—	882,547	—	—	—	—	—	—	1,214,589
Other Liabilities	(11,297)	91	360	—	9	4,556,817	209,878	15	—	4,755,873
Total Other than Intragovernmental Liabilities	<u>\$ 923,249</u>	<u>\$ 42,310</u>	<u>\$ 922,039</u>	<u>\$ 3,475</u>	<u>\$ 15,823</u>	<u>\$4,557,196</u>	<u>\$ 214,127</u>	<u>\$ 15</u>	<u>\$ —</u>	<u>\$ 6,678,234</u>
Total Liabilities	<u>\$ 970,697</u>	<u>\$ 47,646</u>	<u>\$ 933,155</u>	<u>\$ 14,359</u>	<u>\$ 23,881</u>	<u>\$4,557,452</u>	<u>\$ 323,714</u>	<u>\$ 15</u>	<u>\$ —</u>	<u>\$ 6,870,919</u>
Net Position										
Unexpended Appropriations	\$ —	\$ —	\$ —	\$ 19,300	\$ (264)	\$3,038,140	\$ —	\$ —	\$ —	\$ 3,057,176
Cumulative Results of Operations	3,325,197	226,184	(575,180)	114,583	403,796	(3,070,694)	6,256,614	6,093	—	6,686,593
Total Net Position	<u>\$ 3,325,197</u>	<u>\$ 226,184</u>	<u>\$ (575,180)</u>	<u>\$ 133,883</u>	<u>\$ 403,532</u>	<u>\$ (32,554)</u>	<u>\$6,256,614</u>	<u>\$ 6,093</u>	<u>\$ —</u>	<u>\$ 9,743,769</u>
Total Liabilities and Net Position	<u>\$ 4,295,894</u>	<u>\$ 273,830</u>	<u>\$ 357,975</u>	<u>\$ 148,242</u>	<u>\$ 427,413</u>	<u>\$4,524,898</u>	<u>\$6,580,328</u>	<u>\$ 6,108</u>	<u>\$ —</u>	<u>\$ 16,614,688</u>

These notes are an integral part of the financial statements.

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Note 18. Funds from Dedicated Collections (continued)

For the Fiscal Year Ended September 30, 2024	Assets Forfeiture Fund (AFF)	Federal Prison Commissary Account (BOP)	Diversion Control Fee Account (DEA)	Antitrust Division (OBD)	U.S. Trustee System Fund (OBD)	U.S. VSST (OBD)	Crime Victims Fund (OJP)	Domestic Trafficking Victims Fund (OJP)	Eliminations Between Dedicated Funds	Total Funds from Dedicated Collections (Consolidated)
Statement of Net Cost										
Gross Cost of Operations	\$ 1,567,430	\$ 344,459	\$ 599,923	\$ 239,831	\$ 305,491	\$ 1,238,130	\$ 2,152,998	\$ 927	\$ —	\$ 6,449,189
Less: Earned Revenues	15,774	350,334	578,844	245,169	267,445	—	—	—	—	1,457,566
Net Program Costs	<u>\$ 1,551,656</u>	<u>\$ (5,875)</u>	<u>\$ 21,079</u>	<u>\$ (5,338)</u>	<u>\$ 38,046</u>	<u>\$ 1,238,130</u>	<u>\$ 2,152,998</u>	<u>\$ 927</u>	<u>\$ —</u>	<u>\$ 4,991,623</u>
For the Fiscal Year Ended September 30, 2024	Assets Forfeiture Fund (AFF)	Federal Prison Commissary Account (BOP)	Diversion Control Fee Account (DEA)	Antitrust Division (OBD)	U.S. Trustee System Fund (OBD)	U.S. VSST (OBD)	Crime Victims Fund (OJP)	Domestic Trafficking Victims Fund (OJP)	Eliminations Between Dedicated Funds	Total Funds from Dedicated Collections (Consolidated)
Statement of Changes in Net Position										
Unexpended Appropriations										
Beginning Balance	\$ —	\$ —	\$ —	\$ (821)	\$ (263)	\$ 3,038,138	\$ —	\$ —	\$ —	\$ 3,037,054
Appropriations Transferred in/out	—	—	—	19,300	—	—	—	—	—	19,300
Other Adjustments	—	—	—	—	—	(1)	—	—	—	(1)
Appropriations Used	—	—	—	821	(1)	3	—	—	—	823
Total Unexpended Appropriations	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 19,300</u>	<u>\$ (264)</u>	<u>\$ 3,038,140</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 3,057,176</u>
Cumulative Results of Operations										
Beginning Balance	\$ 2,928,974	\$ 207,081	\$ (589,637)	\$ 110,065	\$ 394,154	\$ (3,036,389)	\$ 6,185,715	\$ 5,037	\$ —	\$ 6,205,000
Appropriations Used	—	—	—	(821)	—	(2)	—	—	—	(823)
Other than Intragovernmental Non-exchange revenue										
Miscellaneous Receipts: Fines and Fees	—	—	—	—	172	—	2,313,897	1,983	—	2,316,052
Intragovernmental Non-exchange revenue	442,879	—	—	—	—	200,432	—	—	—	643,311
Donations and forfeitures of cash and property	2,002,136	—	—	—	—	1,003,396	—	—	—	3,005,532
Transfers in/out without reimbursements	(3,394)	—	—	—	—	—	(90,000)	—	—	(93,394)
Imputed Financing	6,258	13,228	35,536	—	47,504	—	—	—	—	102,526
Other	(500,000)	—	—	1	12	(1)	—	—	—	(499,988)
Net Costs of Operations	<u>(1,551,656)</u>	<u>5,875</u>	<u>(21,079)</u>	<u>5,338</u>	<u>(38,046)</u>	<u>(1,238,130)</u>	<u>(2,152,998)</u>	<u>(927)</u>	<u>—</u>	<u>(4,991,623)</u>
Net Change and Cumulative Results of Operations	<u>396,223</u>	<u>19,103</u>	<u>14,457</u>	<u>4,518</u>	<u>9,642</u>	<u>(34,305)</u>	<u>70,899</u>	<u>1,056</u>	<u>—</u>	<u>481,593</u>
Total Cumulative Results of Operation	<u>\$ 3,325,197</u>	<u>\$ 226,184</u>	<u>\$ (575,180)</u>	<u>\$ 114,583</u>	<u>\$ 403,796</u>	<u>\$ (3,070,694)</u>	<u>\$ 6,256,614</u>	<u>\$ 6,093</u>	<u>\$ —</u>	<u>\$ 6,686,593</u>
Net Position, End of Period	<u>\$ 3,325,197</u>	<u>\$ 226,184</u>	<u>\$ (575,180)</u>	<u>\$ 133,883</u>	<u>\$ 403,532</u>	<u>\$ (32,554)</u>	<u>\$ 6,256,614</u>	<u>\$ 6,093</u>	<u>\$ —</u>	<u>\$ 9,743,769</u>

These notes are an integral part of the financial statements.

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Note 18. Funds from Dedicated Collections (continued)

As of September 30, 2023	Assets Forfeiture Fund (AFF)	Federal Prison Commissary Account (BOP)	Diversion Control Fee Account (DEA)	Antitrust Division (OBD)	U.S. Trustee System Fund (OBD)	U.S. VSST (OBD)	Crime Victims Fund (OJP)	Domestic Trafficking Victims Fund (OJP)	Eliminations Between Dedicated Funds	Total Funds from Dedicated Collections (Consolidated)
Balance Sheet										
Assets										
Intragovernmental Assets:										
Fund Balance with Treasury	\$ 2,647,870	\$ 208,760	\$ 303,255	\$ 121,025	\$ 143,215	\$ 32,656	\$6,183,342	\$ 5,418	\$ —	\$ 9,645,541
Investments, Net	1,055,482	—	—	—	200,670	3,291,328	—	—	—	4,547,480
Accounts Receivable, Net	11,929	—	—	792	4	—	—	—	—	12,725
Advances and Prepayments	2,713	—	171	—	281	—	(39,694)	—	—	(36,529)
Total Intragovernmental Assets	<u>\$ 3,717,994</u>	<u>\$ 208,760</u>	<u>\$ 303,426</u>	<u>\$ 121,817</u>	<u>\$ 344,170</u>	<u>\$3,323,984</u>	<u>\$6,143,648</u>	<u>\$ 5,418</u>	<u>\$ —</u>	<u>\$ 14,169,217</u>
Other than Intragovernmental Assets:										
Cash and Other Monetary Assets	\$ —	\$ —	\$ —	\$ (758)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (758)
Accounts Receivable, Net	48	8,536	59	—	76,171	—	224,328	—	—	309,142
Inventory and Related Property, Net	105,996	28,112	—	—	—	—	—	—	—	134,108
Property, Plant, and Equipment, Net	973	2,297	17,828	124	7,466	—	—	—	—	28,688
Advances and Prepayments	—	142	—	—	—	—	632	—	—	774
Other Assets	143	—	—	10	10	—	—	—	—	163
Total Other than Intragovernmental Assets	<u>107,160</u>	<u>39,087</u>	<u>17,887</u>	<u>(624)</u>	<u>83,647</u>	<u>—</u>	<u>224,960</u>	<u>—</u>	<u>—</u>	<u>472,117</u>
Total Assets	<u><u>\$ 3,825,154</u></u>	<u><u>\$ 247,847</u></u>	<u><u>\$ 321,313</u></u>	<u><u>\$ 121,193</u></u>	<u><u>\$ 427,817</u></u>	<u><u>\$3,323,984</u></u>	<u><u>\$6,368,608</u></u>	<u><u>\$ 5,418</u></u>	<u><u>\$ —</u></u>	<u><u>\$ 14,641,334</u></u>
Liabilities										
Intragovernmental Liabilities:										
Accounts Payable	\$ 41,970	\$ 1,262	\$ 7,624	\$ 2,803	\$ 10,603	\$ —	\$ 3,901	\$ —	\$ —	\$ 68,163
Other Liabilities	1,536	4,614	5,559	1,916	2,632	14	—	—	—	16,271
Total Intragovernmental Liabilities	<u>\$ 43,506</u>	<u>\$ 5,876</u>	<u>\$ 13,183</u>	<u>\$ 4,719</u>	<u>\$ 13,235</u>	<u>\$ 14</u>	<u>\$ 3,901</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 84,434</u>
Other than Intragovernmental Liabilities:										
Accounts Payable	\$ 744,619	\$ 24,341	\$ 10,077	\$ 463	\$ 1,620	\$ 788	\$ 4,265	\$ —	\$ —	\$ 786,173
Federal Employee Salary, Leave and Benefits	7,574	7,296	20,641	6,767	19,071	86	—	—	—	61,435
Advances from Others and Deferred Revenue	105,996	—	856,284	—	—	—	—	—	—	962,280
Other Liabilities	(5,515)	3,253	10,765	—	—	3,321,347	174,727	381	—	3,504,958
Total Other than Intragovernmental Liabilities	<u>852,674</u>	<u>34,890</u>	<u>897,767</u>	<u>7,230</u>	<u>20,691</u>	<u>3,322,221</u>	<u>178,992</u>	<u>381</u>	<u>—</u>	<u>5,314,846</u>
Total Liabilities	<u><u>\$ 896,180</u></u>	<u><u>\$ 40,766</u></u>	<u><u>\$ 910,950</u></u>	<u><u>\$ 11,949</u></u>	<u><u>\$ 33,926</u></u>	<u><u>\$3,322,235</u></u>	<u><u>\$ 182,893</u></u>	<u><u>\$ 381</u></u>	<u><u>\$ —</u></u>	<u><u>\$ 5,399,280</u></u>
Net Position										
Unexpended Appropriations	\$ —	\$ —	\$ —	\$ (821)	\$ (263)	\$3,038,138	\$ —	\$ —	\$ —	\$ 3,037,054
Cumulative Results of Operations	2,928,974	207,081	(589,637)	110,065	394,154	(3,036,389)	6,185,715	5,037	—	6,205,000
Total Net Position	<u>2,928,974</u>	<u>207,081</u>	<u>(589,637)</u>	<u>109,244</u>	<u>393,891</u>	<u>1,749</u>	<u>6,185,715</u>	<u>5,037</u>	<u>—</u>	<u>9,242,054</u>
Total Liabilities and Net Position	<u><u>\$ 3,825,154</u></u>	<u><u>\$ 247,847</u></u>	<u><u>\$ 321,313</u></u>	<u><u>\$ 121,193</u></u>	<u><u>\$ 427,817</u></u>	<u><u>\$3,323,984</u></u>	<u><u>\$6,368,608</u></u>	<u><u>\$ 5,418</u></u>	<u><u>\$ —</u></u>	<u><u>\$ 14,641,334</u></u>

These notes are an integral part of the financial statements.

U.S. Department of Justice Annual Financial Statements
Notes to the Principal Financial Statements
(Dollars in Thousands, Except as Noted)

Note 18. Funds from Dedicated Collections (continued)

For the Fiscal Year Ended September 30, 2023	Assets Forfeiture Fund (AFF)	Federal Prison Commissary Account (BOP)	Diversion Control Fee Account (DEA)	Antitrust Division (OBD)	U.S. Trustee System Fund (OBD)	United States VSST (OBD)	Crime Victims Fund (OJP)	Domestic Trafficking Victims Fund (OJP)	Eliminations Between Dedicated Funds	Total Funds from Dedicated Collections (Consolidated)
Statement of Net Cost										
Gross Cost of Operations	\$ 1,613,032	\$ 338,865	\$ 546,085	\$ 214,057	\$ 266,156	\$5,834,553	\$ 2,176,584	\$ 1,405	\$ —	\$ 10,990,737
Less: Earned Revenues	15,220	365,741	544,551	171,814	236,980	—	—	—	—	1,334,306
Net Cost of Operations	<u>\$ 1,597,812</u>	<u>\$ (26,876)</u>	<u>\$ 1,534</u>	<u>\$ 42,243</u>	<u>\$ 29,176</u>	<u>\$5,834,553</u>	<u>\$ 2,176,584</u>	<u>\$ 1,405</u>	<u>\$ —</u>	<u>\$ 9,656,431</u>

For the Fiscal Year Ended September 30, 2023	Assets Forfeiture Fund (AFF)	Federal Prison Commissary Account (BOP)	Diversion Control Fee Account (DEA)	Antitrust Division (OBD)	U.S. Trustee System Fund (OBD)	United States VSST (OBD)	Crime Victims Fund (OJP)	Domestic Trafficking Victims Fund (OJP)	Eliminations Between Dedicated Funds	Total Funds from Dedicated Collections (Consolidated)
Statement of Changes in Net Position										
Unexpended Appropriations										
Beginning Balance	\$ —	\$ —	\$ —	\$ (1,444)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (1,444)
Appropriations Received	—	—	—	53,186	—	5,654,410	—	—	—	5,707,596
Appropriations Transferred in/out	—	—	—	—	—	—	—	—	—	—
Other Adjustments	—	—	—	(143)	(263)	—	—	—	—	(406)
Appropriations Used	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (52,420)</u>	<u>\$ —</u>	<u>\$ (2,616,272)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (2,668,692)</u>
Total Unexpended Appropriations	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (821)</u>	<u>\$ (263)</u>	<u>\$ 3,038,138</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 3,037,054</u>
Cumulative Results of Operations										
Beginning Balance	\$ 1,570,492	\$ 170,082	\$ (615,501)	\$ 99,887	\$ 401,812	\$ 41,796	\$6,765,804	\$ 4,521	\$ —	\$ 8,438,893
Appropriations Used	—	—	—	52,420	—	2,616,272	—	—	—	2,668,692
Other than Intragovernmental Non-exchange revenue										
Miscellaneous Receipts: Fines and Fees	—	—	—	—	—	—	1,610,850	1,921	—	1,612,771
Intragovernmental Non-exchange revenue	276,467	—	—	—	67	93,413	—	—	—	369,947
Donations and forfeitures of cash and property	3,184,871	—	—	—	—	46,683	—	—	—	3,231,554
Transfers in/out without reimbursements	(9,696)	—	—	—	—	—	(14,355)	—	—	(24,051)
Imputed Financing	4,652	10,123	27,398	—	21,451	—	—	—	—	63,624
Other	(500,000)	—	—	1	—	—	—	—	—	(499,999)
Net Costs of Operations	<u>(1,597,812)</u>	<u>26,876</u>	<u>(1,534)</u>	<u>(42,243)</u>	<u>(29,176)</u>	<u>(5,834,553)</u>	<u>(2,176,584)</u>	<u>(1,405)</u>	<u>—</u>	<u>(9,656,431)</u>
Net Change and Cumulative Results of Operations	<u>1,358,482</u>	<u>36,999</u>	<u>25,864</u>	<u>10,178</u>	<u>(7,658)</u>	<u>(3,078,185)</u>	<u>(580,089)</u>	<u>516</u>	<u>—</u>	<u>(2,233,893)</u>
Total Cumulative Results of Operation	<u>\$ 2,928,974</u>	<u>\$ 207,081</u>	<u>\$ (589,637)</u>	<u>\$ 110,065</u>	<u>\$ 394,154</u>	<u>\$ (3,036,389)</u>	<u>\$6,185,715</u>	<u>\$ 5,037</u>	<u>\$ —</u>	<u>\$ 6,205,000</u>
Net Position, End of Period	<u>\$ 2,928,974</u>	<u>\$ 207,081</u>	<u>\$ (589,637)</u>	<u>\$ 109,244</u>	<u>\$ 393,891</u>	<u>\$ 1,749</u>	<u>\$6,185,715</u>	<u>\$ 5,037</u>	<u>\$ —</u>	<u>\$ 9,242,054</u>

These notes are an integral part of the financial statements.

Note 18. Funds from Dedicated Collections (continued)

The Comprehensive Crime Control Act of 1984 (Public Law 98-473) established the AFF to receive the proceeds of forfeiture and to pay the costs associated with such forfeitures, including the costs of managing and disposing of property, satisfying valid liens, mortgages, and other innocent owner claims, victim payments, equitable sharing and costs associated with accomplishing the legal forfeiture of the property. Authorities of the fund have been amended by various public laws enacted since 1984. Under current law, authority to use the fund for certain investigative expenses shall be specified in annual appropriation acts. Expenses necessary to seize, detain, inventory, safeguard, maintain, advertise or sell property under seizure are funded through a permanent, indefinite appropriation. In addition, beginning in FY 1993, other general expenses of managing and operating the Asset Forfeiture Program are paid from the permanent, indefinite portion of the fund. Once all expenses are covered, the balance is maintained to meet ongoing expenses of the program. Excess unobligated balances may also be allocated by the Attorney General in accordance with 28 U.S.C. §524(c)(8)(E).

The United States Trustees (UST) supervises the administration of bankruptcy cases and private trustees in the Federal Bankruptcy Courts. The Bankruptcy Judges, UST, and *Family Farmer Bankruptcy Act of 1986 (Public Law 99-554)* expanded the pilot trustee program to a 21 region, nationwide program encompassing 88 judicial districts. The UST System Fund collects user fees assessed against debtors, which offset the annual appropriation.

The Antitrust Division (ATR) administers and enforces antitrust and related statutes. This program primarily involves the investigation of suspected violations of the antitrust laws, the conduct of civil and criminal proceedings in the federal courts, and the maintenance of competitive conditions. Antitrust Division collects filing fees for pre-merger notifications and retains these fees for expenditure in support of its programs.

In FY 2023, Justice Department's Antitrust Division submitted a project proposal to the GSA Technology Modernization Fund (TMF) and was subsequently awarded \$45.5 million, with a total repayment amount of \$11.4 million over five years to significantly improve its outdated case management and interoffice communications tools. Specifically, the award will be devoted to the acquisition of updated review platforms, improvements to internal IT service management, enhancements to case management systems, and a simplified public complaints process. The ATR has committed to repaying the entire amount solely from ATR funds and will not request any additional funding from the Department for repayment. As of September 30, 2024, \$25.7 million of the GSA award has been made available as budgetary resources for the ATR. The related repayment amount is \$6.4 million.

The *Victims of State Sponsored Terrorism Act (USVSST Act)* provides for the establishment and administration of the USVSSTF to provide compensation to certain U.S. persons who were injured in acts of international state sponsored terrorism. On February 23, 2024, the United States District Court for the Western District of Washington entered a judgment in a criminal case against Binance Holdings Limited d/b/a Binance.com (Binance) for conspiracy to operate an unlicensed money transmitting business and to violate the Bank Secrecy Act (BSA), conducting an unlicensed money transmitting business, and violating the International Emergency Economic Powers Act (IEEPA) in

Note 18. Funds from Dedicated Collections (continued)

connection with a scheme to profit from the U.S. market without implementing controls required by U.S. law. Specifically, in connection with the IEEPA violation, Binance violated sanctions against Iran. The court ordered Binance to pay, among other penalties, a \$898.6 million criminal forfeiture money judgment reflecting the proceeds Binance obtained from its commission of the IEEPA violation involving Iran. On March 21, 2024, Binance satisfied the \$898.6 million IEEPA portion of its forfeiture money judgment in full for deposit into the USVSSTF.

In FY 2023, the USVSSTF received an additional \$5.6 billion in appropriated funds as lump sum catch-up payments for eligible 9/11 related claimants, the 1983 Beirut barracks bombing victims, and the 1996 Khobar Towers bombing victims. Although for FYs 2023 and 2024, the predominant funding source of the USVSSTF program is appropriated funds, the long-term expectation of the USVSSTF program is that it will continue to be financed by non-federal sources.

Therefore, in accordance with *SFFAS No. 43 Funds from Dedicated Collections: Amending Statement of Federal Financial Accounting Standards 27, Identifying and Reporting Earmarked Funds*, which states, “Funds that are financed by specifically identified revenues, provided to the government by non-federal sources, which remain available over time, are considered funds from dedicated collections”, the Department reported the USVSSTF activity as Funds from Dedicated Collections.

The Crime Victims Fund (CVF) is financed by collections of fines, penalty assessments, and bond forfeitures from defendants convicted of federal crimes. This fund supports victim assistance and compensation programs around the country and advocates, through policy development, for the fair treatment of crime victims. The Office for Victims of Crime administers formula and discretionary grants for programs designed to benefit victims, provide training for diverse professionals who work with victims, develop projects to enhance victims’ rights and services, and undertake public education and awareness activities on behalf of crime victims.

The Domestic Trafficking Victims Fund is funded through an annual transfer of funds from the Department of Health and Human Services (HHS) and collections from assessments of \$5 imposed on individuals or entities convicted of sexual abuse or exploitation, human smuggling, or human trafficking. The Fund will award grants to states and localities to combat trafficking, provide protection and assistance for victims, develop and implement child abuse prevention programs, and provide services to victims of child pornography.

The Diversion Control Fee Account is established in the Treasury General Fund as a separate account. Fees charged by the DEA under the Diversion Control Program are set at a level that ensures the recovery of the full costs of operating this program. The program’s purpose is to prevent, detect, and investigate the diversion of controlled substances from legitimate channels, while ensuring an adequate and uninterrupted supply of controlled substances required to meet legitimate needs.

The Federal Prison Commissary Fund was created in the early 1930s to allow inmates to purchase additional products and services above the necessities provided by appropriated federal funds, e.g., personal grooming products, snacks, postage stamps, and telephone services. The Trust Fund is a self-sustaining trust revolving fund account that is funded through sales of goods and services to inmates.

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(Dollars in Thousands, Except as Noted)

Note 19. Suborganization Program Costs

For the fiscal year ended September 30, 2024

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Eliminations	Consolidated
Major Program 1: Law Enforcement											
Gross Cost	\$ 1,567,430	\$ 1,894,475	\$ —	\$ 3,443,206	\$13,096,699	\$ —	\$ 538,381	\$ —	\$ 2,606,222	\$ (745,102)	\$ 22,401,311
Less: Earned Revenues	\$ 15,774	\$ 39,990	\$ —	\$ 607,084	\$ 1,190,516	\$ —	\$ 858	\$ —	\$ 54,078	\$ (355,222)	\$ 1,553,078
Net Cost of Operations	\$ 1,551,656	\$ 1,854,485	\$ —	\$ 2,836,122	\$11,906,183	\$ —	\$ 537,523	\$ —	\$ 2,552,144	\$ (389,880)	\$ 20,848,233
Major Program 2: Litigation and Compensation											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 8,712,927	\$ —	\$ —	\$ (49,532)	\$ 8,663,395
Less: Earned Revenues	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 545,240	\$ —	\$ —	\$ (48,650)	\$ 496,590
Net Cost of Operations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 8,167,687	\$ —	\$ —	\$ (882)	\$ 8,166,805
Major Program 3: Prisons and Detention											
Gross Cost	\$ —	\$ —	\$10,078,135	\$ —	\$ —	\$ 605,963	\$ 7,587	\$ —	\$ 2,160,816	\$ (305,182)	\$ 12,547,319
Less: Earned Revenues	\$ —	\$ —	\$ 381,419	\$ —	\$ —	\$ 589,644	\$ —	\$ —	\$ 381	\$ (81,098)	\$ 890,346
Net Cost of Operations	\$ —	\$ —	\$ 9,696,716	\$ —	\$ —	\$ 16,319	\$ 7,587	\$ —	\$ 2,160,435	\$ (224,084)	\$ 11,656,973
Major Program 4: Grants											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 989,218	\$ 5,016,283	\$ —	\$ (107,893)	\$ 5,897,608
Less: Earned Revenues	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,130	\$ 25,979	\$ —	\$ (13,330)	\$ 13,779
Net Cost of Operations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 988,088	\$ 4,990,304	\$ —	\$ (94,563)	\$ 5,883,829
Major Program 5: Executive Oversight and Enterprise Technology											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 2,742,118	\$ —	\$ —	\$ (19,367)	\$ 2,722,751
Less: Earned Revenues	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,228,963	\$ —	\$ —	\$ (711,898)	\$ 517,065
Net Cost of Operations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,513,155	\$ —	\$ —	\$ 692,531	\$ 2,205,686
Net Cost of Operations	\$ 1,551,656	\$ 1,854,485	\$ 9,696,716	\$ 2,836,122	\$11,906,183	\$ 16,319	\$11,214,040	\$ 4,990,304	\$ 4,712,579	\$ (16,878)	\$ 48,761,526

These notes are an integral part of the financial statements.

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Notes to the Principal Financial Statements
(Dollars in Thousands, Except as Noted)

Note 19. Suborganization Program Costs (continued)

For the fiscal year ended September 30, 2023

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Eliminations	Consolidated
Major Program 1: Law Enforcement											
Gross Cost	\$ 1,613,032	\$ 1,721,096	\$ —	\$ 3,267,444	\$ 12,534,515	\$ —	\$ 541,939	\$ —	\$ 2,449,373	\$ (797,171)	\$ 21,330,228
Less: Earned Revenues	\$ 15,220	\$ 48,924	\$ —	\$ 573,658	\$ 1,125,236	\$ —	\$ (13,837)	\$ —	\$ 57,805	\$ (360,274)	\$ 1,446,732
Net Cost of Operations	\$ 1,597,812	\$ 1,672,172	\$ —	\$ 2,693,786	\$ 11,409,279	\$ —	\$ 555,776	\$ —	\$ 2,391,568	\$ (436,897)	\$ 19,883,496
Major Program 2: Litigation and Compensation											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 11,813,658	\$ —	\$ —	\$ (27,162)	\$ 11,786,496
Less: Earned Revenues	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 457,129	\$ —	\$ —	\$ (45,098)	\$ 412,031
Net Cost of Operations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 11,356,529	\$ —	\$ —	\$ 17,936	\$ 11,374,465
Major Program 3: Prisons and Detention											
Gross Cost	\$ —	\$ —	\$ 9,943,664	\$ —	\$ —	\$ 708,192	\$ 10,567	\$ —	\$ 2,194,267	\$ (322,329)	\$ 12,534,361
Less: Earned Revenues	\$ —	\$ —	\$ 376,769	\$ —	\$ —	\$ 677,536	\$ —	\$ —	\$ 305	\$ (107,090)	\$ 947,520
Net Cost of Operations	\$ —	\$ —	\$ 9,566,895	\$ —	\$ —	\$ 30,656	\$ 10,567	\$ —	\$ 2,193,962	\$ (215,239)	\$ 11,586,841
Major Program 4: Grants											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 865,606	\$ 5,051,382	\$ —	\$ (106,079)	\$ 5,810,909
Less: Earned Revenue	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 4,434	\$ 38,599	\$ —	\$ (21,885)	\$ 21,148
Net Cost of Operations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 861,172	\$ 5,012,783	\$ —	\$ (84,194)	\$ 5,789,761
Major Program 5: Executive Oversight and Enterprise Technology											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 2,639,190	\$ —	\$ —	\$ (38,203)	\$ 2,600,987
Less: Earned Revenues	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,224,007	\$ —	\$ —	\$ (740,082)	\$ 483,925
Net Cost of Operations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,415,183	\$ —	\$ —	\$ 701,879	\$ 2,117,062
Net Cost of Operations	\$ 1,597,812	\$ 1,672,172	\$ 9,566,895	\$ 2,693,786	\$ 11,409,279	\$ 30,656	\$ 14,199,227	\$ 5,012,783	\$ 4,585,530	\$ (16,515)	\$ 50,751,625

These notes are an integral part of the financial statements.

Note 20. Imputed Financing

Imputed Inter-Departmental Financing Sources are the unreimbursed (i.e., non-reimbursed and under-reimbursed) portion of the full costs of goods and services received by the Department from a providing entity that is not part of the Department. In accordance with *SFFAS No. 4, Managerial Cost Accounting Standards and Concepts*, *FASAB Interpretation No. 6, Accounting for Imputed Intra-Departmental Costs: An Interpretation of SFFAS No. 4* and *SFFAS No. 55, Amending Inter-Entity Cost Provisions*, the material imputed inter-departmental financing sources currently recognized by the Department include business-type activities, the cost of benefits for the Federal Employees Health Benefits Program (FEHB), the Federal Employees' Group Life Insurance Program (FEGLI), and the Federal Pension plans that are paid by other federal entities, and any unreimbursed payments made from the Treasury Judgment Fund on behalf of the Department.

Business-type activities are significantly self-sustaining activities that finance their accounting cycle of operations through collections of exchange revenues. The Treasury Judgment Fund was established by the Congress and funded at *31 U.S.C. §1304* to pay in whole or in part the court judgments and settlement agreements negotiated by the Department on behalf of agencies, as well as certain types of administrative awards. *Federal Financial Accounting Standards Interpretation No. 2, Accounting for Treasury Judgment Fund Transactions: An Interpretation of SFFAS No. 4 and SFFAS No. 5*, requires agencies to recognize liabilities and expenses when unfavorable litigation outcomes are probable, and the amount can be estimated and will be paid by the Treasury Judgment Fund.

SFFAS No. 5, Accounting for Liabilities of the Federal Government, requires that employing agencies recognize the cost of pensions and other retirement benefits during their employees' active years of service. *SFFAS No. 5* requires OPM to provide cost factors necessary to calculate the cost. OPM actuaries calculate the value of pension benefits expected to be paid in the future, and then determine the total funds to be contributed by and for covered employees, such that the amount calculated would be sufficient to fund the projected pension benefits. The cost factors are as follows:

	Category	Cost Factor (%)
Civil Service Retirement System (CSRS)	Regular Employees	56.5
	Regular Employees Offset	40.7
	Law Enforcement Officers	95.3
	Law Enforcement Officers Offset	79.7
Federal Employees Retirement System (FERS)	Regular Employees	24.7
	Regular Employees - Revised Annuity Employees (RAE)	25.2
	Regular Employees - Further Revised Annuity Employees (FRAE)	25.5
	Law Enforcement Officers	52.7
	Law Enforcement Officers - RAE	53.5
	Law Enforcement Officers - FRAE	53.9

The cost to be paid by other agencies is the total calculated future costs, less employee and employer contributions. In addition, other retirement benefits, which include health and life insurance that are paid by other federal entities, must also be recorded.

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(Dollars in Thousands, Except as Noted)

Note 20. Imputed Financing (continued)

For the fiscal years ended September 30, 2024 and 2023

	2024	2023
Imputed Inter-Departmental Financing		
U.S. Treasury Judgment Fund	\$ 199,441	\$ 32,668
Health Insurance	950,853	962,325
Life Insurance	2,730	2,542
Pension	1,239,598	714,678
Total Imputed Inter-Departmental	<u>\$ 2,392,622</u>	<u>\$ 1,712,213</u>

Imputed Intra-Departmental Financing Sources as defined in *SFFAS No. 4, Managerial Cost Accounting Standards and Concepts*, are the unreimbursed portion of the full costs of goods and services received by a Department component from a providing entity that is part of the Department. Recognition is required for those transactions determined to be material to the receiving entity. The determination of whether the cost is material requires considerable judgment based on the specific facts and circumstances of each type of good or service provided. *SFFAS No. 4* also states that costs for broad and general support need not be recognized by the receiving entity unless such services form a vital and integral part of the operations or output of the receiving entity. Costs are considered broad and general if they are provided to many, if not all, reporting components and not specifically related to the receiving entity's output. The FPI's imputed costs relates to OPM employee benefits and unreimbursed costs for BOP warehouse space used in the production of goods by the FPI and for managerial and operational services BOP provided to FPI. These imputed costs have been eliminated from the consolidated financial statements. For the fiscal years ended September 30, 2024 and 2023, the FPI imputed costs were \$16,878 and \$16,515, respectively.

Note 21. Information Related to the Statement of Budgetary Resources

Net Adjustments to Unobligated Balance, Brought Forward, October 1:

Net adjustments to the Unobligated Balance, Brought Forward, October 1 primarily includes activity relating to Downward Adjustments of Prior-Year Undelivered and Delivered Orders, Transfers of Prior-Year Balances, and other changes in obligated balances. There were no material corrections of errors relating to the Net Adjustments to Unobligated Balance, Brought Forward, October 1.

As of September 30, 2024 and 2023

	2024	2023
Unobligated balance brought forward from prior year	\$ 13,699,125	\$ 9,790,365
Adjustment to Budgetary Resources made during current year		
Downward Adjustments of prior year undelivered	1,637,171	1,448,168
Downward Adjustments of prior year delivered	241,806	120,219
Other Adjustments	404,713	607,025
Total Adjustments	<u>2,283,690</u>	<u>2,175,412</u>
Unobligated balance brought forward from Prior Year	<u>\$ 15,982,815</u>	<u>\$ 11,965,777</u>

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Note 21. Information Related to the Statement of Budgetary Resources (continued)

Status of Undelivered Orders:

Undelivered Orders (UDO) represents the amount of goods and/or services ordered, which have not been actually or constructively received. This amount includes any orders which may have been prepaid or advanced but for which delivery or performance has not yet occurred.

As of September 30, 2024 and 2023

	2024	2023
Intragovernmental:		
UDO Obligations Unpaid	\$ 1,954,894	\$ 2,278,157
UDO Obligations Prepaid/Advanced	447,979	282,947
Total Intragovernmental UDO	<u>\$ 2,402,873</u>	<u>\$ 2,561,104</u>
Other than Intragovernmental:		
UDO Obligations Unpaid	\$ 18,949,808	\$ 19,859,291
UDO Obligations Prepaid/Advanced	549,441	515,308
Total Other than Intragovernmental UDO	<u>19,499,249</u>	<u>20,374,599</u>
Total UDO	<u><u>\$ 21,902,122</u></u>	<u><u>\$ 22,935,703</u></u>

Permanent Indefinite Appropriations:

A permanent indefinite appropriation is open-ended as to both its period of availability (amount of time the agency has to spend the funds) and its amount. Following are the Department's permanent indefinite appropriations:

- 28 U.S.C. §524(c)(4) authorized the Attorney General to retain AFF receipts to pay operations expenses, equitable sharing to state and local law enforcement agencies who assist in forfeiture cases, and lien holders.
- On October 5, 1990, Congress passed the *Radiation Exposure Compensation Act (RECA, Public Law 101-426)*, providing for compassionate payments to individuals who contracted certain cancers and other serious diseases as a result of their exposure to radiation released during above-ground nuclear weapons tests or as a result of their exposure to radiation during employment in underground uranium mines. Implementing regulations were issued by the DOJ and published in the *Federal Register* on April 10, 1992. These regulations established procedures to resolve claims in a reliable, objective, and non-adversarial manner, with little administrative cost to the United States or to the person filing the claim. Revisions to the regulations, published in the *Federal Register* on March 22, 1999, served to greater assist claimants in establishing entitlement to an award. On July 10, 2000, the *RECA Amendments of 2000 (the 2000 Amendments, Public Law 106-245)* were passed. On November 2, 2002, the President signed the *21st Century Department of Justice Appropriation Authorization Act (Public Law 107-273)*. Contained in the law were several provisions relating to RECA. While most of these amendments were technical in nature, some affected eligibility criteria and revised claims adjudication procedures. The *Consolidated Appropriations Act, 2005* provides a permanent indefinite appropriation for the OBDs' RECA program beginning FY 2006. The *RECA Extension Act of 2022, (Public Law 117-139)* extends the RECA Trust Fund and the filing deadline for new claims for two years from its date of enactment (June 7, 2022).

Note 21. Information Related to the Statement of Budgetary Resources (continued)

- Congress established the Federal Prison Commissary Fund (Trust Fund) in 1932 to allow inmates a means to purchase additional products and services above the necessities provided by appropriated Federal funds. The Trust Fund is a self-sustaining trust revolving fund account that is funded through sales of goods and services, rather than annual or no-year appropriations.
- The *Public Safety Officers' Benefits Act of 1976 (PSOB Act, 42 U.S.C §46 Subchapter XII)*.

OJP's PSOB appropriation supports one mandatory and two discretionary programs that provide benefits to public safety officers who are severely injured in the line of duty and to the families and survivors of public safety officers mortally injured in the line of duty. The PSOB Program offers three types of benefits:

- Death Benefits, a one-time financial benefit to survivors of public safety officers whose deaths resulted from injuries sustained in the line of duty. Under the *Hometown Heroes Survivors Benefit Act of 2003 (Public Law 108-182)*, survivors of public safety officers who die of a heart attack or stroke within 24 hours of stressful, non-routine public safety activities may also qualify for death benefits.
 - Disability Benefits, a one-time financial benefit to public safety officers permanently disabled by catastrophic injuries sustained in the line of duty.
 - Education Benefits, which provide financial support for higher education expenses (such as tuition and fees, books, supplies, and room and board) to the eligible spouses and children of public safety officers killed or permanently disabled in the line of duty.
- *Public Law 100-202, §101 (a) [title II], 101 Statute 1329, 1329-9*, as amended by *Public Law 111-68, Division A, title I, §1501(d), 123 Statute 2041*, provided that a permanent indefinite appropriation is established within the Department of Justice to pay all necessary expenses of investigations and prosecutions by independent counsel appointed pursuant to provisions of *28 U.S.C. § 591*.
 - On July 29, 2019, the President signed into law the *Never Forget the Heroes: James Zadroga, Ray Pfeifer, and Luis Alvarez Permanent Authorization of the September 11th Victim Compensation Fund Act (VCF Permanent Authorization Act, Public Law 116-34)*. The *VCF Permanent Authorization Act* extends the VCF's claim filing deadline to October 1, 2090 and appropriates such funds as may be necessary to pay all approved claims in each fiscal year from fiscal year 2019 through fiscal year 2092.

Note 21. Information Related to the Statement of Budgetary Resources (continued)

Legal Arrangements Affecting Use of Unobligated Balances:

Unobligated balances represent the cumulative amount of budget authority that is not obligated and that remains available for obligation under law, unless otherwise restricted or apportioned under Category C. The use of unobligated balances is restricted based on annual legislation requirements and other enabling authorities. Funds are appropriated on an annual, multi-year, no-year, and subsequent year basis. Appropriated funds shall expire on the last day of availability and are no longer available for new obligations. Unobligated balances in unexpired fund symbols are available in the next fiscal year for new obligations unless some restrictions had been placed on those funds by law. Amounts in expired fund symbols are unavailable for new obligations but may be used to adjust previously established obligations.

Statement of Budgetary Resources vs. Budget of the United States Government:

The reconciliation as of September 30, 2023 is presented below. The reconciliation as of September 30, 2024 is not presented because the submission of the *Budget of the United States (Budget)* for FY 2026, which presents the execution of the FY 2024 Budget, occurs after publication of these financial statements. The *DOJ Budget Appendix* can be found on the OMB website and will be published at a later date in 2025.

For the Fiscal Year Ended September 30, 2023

(Dollars in Millions)

	Total Budgetary Resources	New Obligations and Upward Adjustments	Distributed Offsetting Receipts	Agency Outlays, Net
Statement of Budgetary Resources (SBR)	\$ 69,954	\$ 56,255	\$ 1,194	\$ 44,952
Funds not Reported in the Budget				
Expired Funds: ATF, BOP, DEA, FBI, OBDs, & USMS	(1,590)	(548)	(1)	1
USMS Court Security Funds	(739)	(670)	—	(614)
Distributed Offsetting Receipts	—	—	(12)	250
Special and Trust Fund Receipts	—	—	—	943
Other	(1)	3	(2)	2
Budget of the United States Government	<u>\$ 67,624</u>	<u>\$ 55,040</u>	<u>\$ 1,179</u>	<u>\$ 45,534</u>

Other differences represent financial statement adjustments, timing differences and other immaterial differences between amounts reported in the Department SBR and the Budget of the United States Government.

Note 22. Custodial Revenues

The Department collects for Federal debts, fines, penalties and restitution; fees and licenses, and other non-exchange miscellaneous collections. Accrual adjustments may be necessary to adjust cash collections and refund disbursements. For example, collections are refunded to the applicants who withdraw from the process or are rejected by the Licensing Center. If payments are not processed before the quarter end, an accrual is established. These activities are recognized as non-exchange custodial revenue and reported on the Statement of Custodial Activity (SCA). The Department is aware of settlements and judgements where the respective Court has not formally accepted the settlement, or the judgments are pending on appeal. The Department is also aware of formally accepted court settlements that do not meet the standards for collectability based on management's determination. The sources of custodial revenue as presented on the SCA are described below.

OBDs' Office of Debt Collection Management (DCM) is the primary source of collections for the Department, and civil litigated matters (e.g., student loan defaults, financial and health care fraud). The DCM also processes certain payments on criminal debts as an accommodation for the BOP and the Clerks of the U.S. District Courts. The BOP aggregates collections of inmate criminal debt by correction facility, and the DCM sorts the collections by judicial district and disburses payments to the respective Clerks of the U.S. Court. The DCM may accept wire transfers or other payments on a criminal debt, in rare cases, if a Clerk of the U.S. Court is unable to do so. In addition, other custodial collections on behalf of the General Fund of the U.S. Government occur for interest, fines, and penalties.

DEA collects fees for the Diversion Control Program and civil monetary penalties related to violations of the *Controlled Substances Act* that are incidental to DEA's mission.

ATF collects fees from firearms and explosives industries, as well as import, permit and license fees as an agent of the federal government and as authorized by *26 U.S.C. § 6301*, Special Occupational Taxes are collected from certain firearms businesses. Miscellaneous collections include project-generated proceeds.

FBI collects restitution payments, seized abandoned cash, and project-generated proceeds. These collections were incidental to the FBI's mission.

BOP collects fines and penalties, confiscated funds, found money on institution grounds, and inmate's funds whose whereabouts are unknown. These collections were incidental to the BOP's mission.

USMS custodial revenue comprises miscellaneous collections that have to be transferred to Treasury by regulation at fiscal year-end. The items that generally make up these miscellaneous collections are jury duty fees, insurance settlements, restitution payments and in some instances, collections linked to cancelled year appropriations.

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Note 22. Custodial Revenues (continued)

For the above-related activities, funds for which the Department has no authority to use are transmitted to the Treasury General Fund at the end of the fiscal year. As of September 30, 2024 and 2023, the Department reported total custodial revenue on the SCA in the amounts of \$6,973,011 and \$5,842,262, respectively. The custodial revenue represented \$7,675,194 and \$6,866,226 in custodial collections and (\$702,183) and (\$1,023,964) in accrual adjustments. The custodial collections that have yet to be disbursed are included in the assets and liabilities sections on the balance sheet. As of September 30, 2024 and 2023, the assets and liabilities related to custodial activities were \$845,294 and \$1,386,492, respectively. As of September 30, 2024 and 2023, the total funds returned to the Treasury General Fund were (\$531,696) and (\$1,796,590), respectively.

The table below shows collection activity by revenue type.

For the year ended September 30, 2024 and 2023

	2024 Collections	2023 Collections
Non-Exchange Revenue		
Excise Taxes	\$ 161,015	\$ 111,371
Fines, penalties, interest and other revenue	7,514,179	6,754,855
Less: amounts collected for non-Federal entities	422,095	630,973
Total amount of federal revenues collected	<u>\$ 7,253,099</u>	<u>\$ 6,235,253</u>
Refund/Payments		
Excise Taxes	\$ 8,183	\$ 8,296
Total amount of federal revenues collected	<u>\$ 8,183</u>	<u>\$ 8,296</u>

Note 23. Reconciliation of Net Cost to Net Outlays

Budgetary and financial accounting information differ. Budgetary accounting is used for planning and control purposes and relates to both the receipt and use of cash, as well as reporting the federal deficit. Financial accounting is intended to provide a picture of the government's financial operations and financial position, so it presents information on an accrual basis. The accrual basis includes information about costs arising from the consumption of assets and the incurring of liabilities. The reconciliation of net outlays, presented on a budgetary basis, and the net cost, presented on an accrual basis, provides an explanation of the relationship between budgetary and financial accounting information. The reconciliation serves not only to identify costs paid for in the past and those that will be paid in the future, but also to assure integrity between budgetary and financial accounting.

The reconciliation explains the relationship between the net cost of operations and net outlays by presenting (1) components of net cost that are not part of net outlays (e.g. depreciation and amortization expenses of assets previously capitalized, change in assets/liabilities); (2) components of net outlays that are not part of net cost (e.g. acquisition of capital assets); and (3) other temporary timing difference (e.g. prior period adjustments due to correction of error). The analysis below illustrates this reconciliation by listing the key differences between net cost and net outlays.

Other components of net operating cost not part of the budgetary outlays includes primarily cost capitalization offset, advances and prepayments, contingent liabilities, and other liabilities with/without related budgetary obligations.

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Note 23. Reconciliation of Net Cost to Net Outlays (continued)

For the year ended September 30, 2024

	Intra- governmental	Other than Intra- governmental	Total
NET COST	\$ 11,331,242	\$ 37,430,284	\$ 48,761,526
Components of Net Cost That Are Not Part of the Budgetary Outlays:			
Property, Plant, and Equipment Depreciation Expense	\$ 1	\$ (871,346)	\$ (871,345)
Property, Plant, and Equipment Disposal and Revaluation	—	2,958	2,958
Lessee Lease Amortization	—	(68,751)	(68,751)
Gain/Losses on lease cancellations	—	(623)	(623)
Costs of Goods Sold	—	(222,650)	(222,650)
Applied Overhead /Costs Capitalization Offset	—	(61,771)	(61,771)
Other	—	(34,584)	(34,584)
Increase/(Decrease) in Assets			
Accounts Receivable, Net	(130,503)	1,140	(129,363)
Securities and Investments	3,094	—	3,094
Other Assets	145,925	125,932	271,857
(Increase)/Decrease in Liabilities			
Accounts Payable	133,532	184,369	317,901
Lessee Lease Liability	(5,167)	2,328	(2,839)
Environmental and Disposal Liabilities	—	(2,187)	(2,187)
Federal Employee Salary, Leave and Benefits	—	492,486	492,486
Post-Employment Benefits	—	(65,561)	(65,561)
Other Liabilities	100,366	(1,313,756)	(1,213,390)
Financing Sources			
Imputed Costs	(2,392,622)	—	(2,392,622)
Total Components of Net Costs That Are Not Part of the Budgetary Outlays:	<u>\$ (2,145,374)</u>	<u>\$ (1,832,016)</u>	<u>\$ (3,977,390)</u>
Component of Budgetary Outlays That Are Not Part of Net Operating Costs:			
Acquisition of Capital assets	\$ 56,374	\$ 990,546	\$ 1,046,920
Acquisition of Inventory	11	223,140	223,151
Acquisition of Other Assets	23,453	170,561	194,014
Financing Sources			
Transfers out (in) without Reimbursements	(570,389)	—	(570,389)
Total Components of Budgetary Outlays That Are Not Part of Net Operating Costs:	<u>\$ (490,551)</u>	<u>\$ 1,384,247</u>	<u>\$ 893,696</u>
Misc Items			
Distributed Offsetting Receipts	\$ (742,393)	\$ 603,741	\$ (138,652)
Recognition of Right-to-Use Lease Assets	—	31,796	31,796
Custodial/Non-Exchange Revenue	(192)	(10,648)	(10,840)
Non-Entity Activity	206,572	—	206,572
Other Temporary Timing Differences	1,003	92,938	93,941
Appropriated Receipts for Trust/Special Funds	—	(605,170)	(605,170)
Total Other Reconciling Items	<u>\$ (535,010)</u>	<u>\$ 112,657</u>	<u>\$ (422,353)</u>
Total Net Outlays	<u>\$ 8,160,307</u>	<u>\$ 37,095,172</u>	<u>\$ 45,255,479</u>
Budgetary Agency Outlays, net (SBR 4210)			
Budgetary Agency Outlays, Net			<u>\$ 45,255,479</u>

These notes are an integral part of the financial statements.

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Note 23. Reconciliation of Net Cost to Net Outlays (continued)

For the year ended September 30, 2023

	Intra- governmental	Other than Intra- governmental	Total
NET COST	\$ 9,648,719	\$ 41,102,906	\$ 50,751,625
Components of Net Cost That Are Not Part of the Budgetary Outlays:			
Property, Plant, and Equipment Depreciation Expense	\$ —	\$ (807,182)	\$ (807,182)
Property, Plant, and Equipment Disposal and Revaluation	—	(359,512)	(359,512)
Cost of Goods Sold	—	(232,599)	(232,599)
Applied Overhead/Costs Capitalization Offset	—	9,044	9,044
Other	—	(22,749)	(22,749)
Increase/(Decrease) in Assets			
Accounts Receivable, Net	22,472	22,988	45,460
Securities and Investments	(2,279)	—	(2,279)
Other Assets	(16,358)	23,744	7,386
(Increase)/Decrease in Liabilities			
Accounts Payable	(81,317)	(105,000)	(186,317)
Environmental and Disposal Liabilities	—	(2,627)	(2,627)
Federal Employee Salary, Leave and Benefits	—	(72,892)	(72,892)
Post-Employment Benefits	—	(43,517)	(43,517)
Other Liabilities	(54,329)	(2,563,076)	(2,617,405)
Financing Sources			
Imputed Costs	(1,712,213)	—	(1,712,213)
Total Components of Net Costs That Are Not Part of the Budgetary Outlays:	<u>\$ (1,844,024)</u>	<u>\$ (4,153,378)</u>	<u>\$ (5,997,402)</u>
Component of Budgetary Outlays That Are Not Part of Net Operating Costs:			
Acquisition of Capital Assets	\$ 47,550	\$ 473,855	\$ 521,405
Acquisition of Inventory	9	238,910	238,919
Acquisition of Other Assets	1,232	144,738	145,970
Financing Sources			
Donated Revenue	—	(681)	(681)
Transfers out (in) without Reimbursements	(320,469)	—	(320,469)
Total Components of Budgetary Outlays That Are Not Part of Net Operating Costs:	<u>\$ (271,678)</u>	<u>\$ 856,822</u>	<u>\$ 585,144</u>
Misc Items			
Distributed Offsetting Receipts	\$ (292,776)	\$ 480,913	\$ 188,137
Custodial/Non-Exchange Revenue	(6,981)	12,724	5,743
Other Temporary Timing Differences	2,170	(583,185)	(581,015)
Total Other Reconciling Items	<u>\$ (297,587)</u>	<u>\$ (89,548)</u>	<u>\$ (387,135)</u>
Total Net Outlays	<u><u>\$ 7,235,430</u></u>	<u><u>\$ 37,716,802</u></u>	<u><u>\$ 44,952,232</u></u>
Budgetary Agency Outlays, net (SBR 4210)			
Budgetary Agency Outlays, Net			<u><u>\$ 44,952,232</u></u>

These notes are an integral part of the financial statements.

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Note 24. Public-Private Partnerships

In accordance with *SFFAS No. 49, Public-Private Partnerships: Disclosure Requirements*, the BOP maintains public-private partnerships with energy service companies through energy savings performance contracts (ESPC). An ESPC allows federal agencies to procure energy savings and facility improvements with no up-front capital costs or special appropriations from Congress. An ESPC is a partnership between an agency and an energy service company (ESCO), with authority provided by 42 U.S.C. § 8287(b)(1)(A); 10 C.F.R. § 436.30(a).

The average length of an ESPC is 17 years but may not exceed 25 years. Term length depends on the scope of work performed by the ESCO and the nature of energy upgrades required by the institution. Annual payments made to the ESCO are tied to the energy savings guaranteed for the project and validated by the ESCO through the annual measurement and verification activity plan. Unless otherwise stipulated in the payment schedules or amended by a procurement action, payments are applied to principal, interest expense, and operational expense. By contrast, Note 16 Other Liabilities includes only liabilities related to principal payments.

As with all property acquisitions, the BOP assumes the inherent risk of maintaining the asset through its expected useful life. There may be additional risks of costs associated with asset ownership or control should those assets require maintenance beyond traditional wear and tear and outside the contractual scope of work. Likewise, private partners may assume added risk given the length of the contracts and incur all financing liabilities in the delivery of performance measures. In addition, the BOP may elect to terminate individual contracts with a lump sum payment predetermined within the contract and as approved by the ESCO.

The schedule of actual and estimated payments is presented in the following table.

As of September 30, 2024 and 2023

		FY 2024	
		Actual Amount Paid in FY	Estimated Amount to be Paid over Expected Life
ESPC	\$	36,939	\$ 509,027
Estimated Total	\$	36,939	\$ 509,027

		FY 2023	
		Actual Amount Paid in FY	Estimated Amount to be Paid over Expected Life
ESPC	\$	35,196	\$ 545,529
Estimated Total	\$	35,196	\$ 545,529

**Note 25. Reclassification of Financial Statement Line Items for Financial Report
Compilation Process**

To prepare the *Financial Report of the U.S. Government* (FR), the Department of the Treasury requires agencies to submit an adjusted trial balance, which is a listing of amounts by USSGL account that appear in the financial statements. Treasury uses the trial balance information reported in the Government-wide Treasury Account Symbol Adjusted Trial Balance System (GTAS) to develop a Reclassified Statement of Net Cost and a Reclassified Statement of Changes in Net Position for each agency. Treasury eliminates all intragovernmental balances from the reclassified statements and aggregates lines with the same title to develop the FR statements. This note shows the DOJ financial statements and the DOJ reclassified statements prior to elimination of intragovernmental balances and prior to aggregation of repeated FR line items.

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Note 25. Reclassification of Financial Statement Line Items for Financial Report Compilation Process (continued)

For the Year Ended September 30, 2024

FY 2024 Department of Justice Statement of Net Cost		Line Items Used to Prepare FY 2024 Government-Wide Statement of Net Cost			
Financial Statement Line	Amounts	Dedicated Collections Consolidated	Other than Dedicated Collections (with Eliminations)	Total	Reclassified Financial Statement Line
Gross Costs					<i>Non-Federal Costs</i>
	\$ 39,490,338	\$ 5,565,392	\$ 33,924,946	\$ 39,490,338	Non-federal Gross Costs
	\$ 39,490,338	\$ 5,565,392	\$ 33,924,946	\$ 39,490,338	Total Non-federal Costs
	12,742,046				Intragovernmental Costs
		193,072	5,162,588	5,355,660	Benefit Program Costs
		102,526	2,290,095	2,392,621	Imputed Costs
		568,051	3,636,751	4,204,802	Buy/Sell Costs
		11	79,828	79,839	Purchase of Assets
		—	143	143	Borrowing and Other Interest Expense
		20,148	768,672	788,820	Other Expenses (w/o Reciprocals)
		(11)	(79,828)	(79,839)	Purchase of Assets Offset
	\$ 12,742,046	\$ 883,797	\$ 11,858,249	\$ 12,742,046	Total Intragovernmental Costs
<i>Total Gross Costs</i>	52,232,384	6,449,189	45,783,195	52,232,384	<i>Total Reclassified Gross Costs</i>
Earned Revenue	2,060,054	1,508,117	551,937	2,060,054	Non-federal Earned Revenue
	1,410,804				Intragovernmental Revenue
		(62,180)	1,443,682	1,381,502	Buy/Sell Revenue
		11,629	17,673	29,302	Federal Securities Interest Revenue Including Associated Gains/Losses (Exchange)
	\$ 1,410,804	\$ (50,551)	\$ 1,461,355	\$ 1,410,804	Total Intragovernmental Earned Revenue
<i>Total Earned Revenue</i>	\$ 3,470,858	\$ 1,457,566	\$ 2,013,292	\$ 3,470,858	<i>Total Reclassified Earned Revenue</i>
Net Cost	\$ 48,761,526	\$ 4,991,623	\$ 43,769,903	\$ 48,761,526	Net Cost
Exchange Statement of Custodial Activity					
Exchange Custodial Collections from SCA	15,000	—	15,000	15,000	Non-Federal Earned Revenue
<i>Total Exchange Custodial Collections</i>	15,000	—	15,000	15,000	<i>Total Reclassified Exchange Custodial Collections</i>
					Intragovernmental Earned Revenue
Disposition of Exchange Custodial Collections from SCA	(15,000)	—	(15,000)	(15,000)	Collections for others transferred to the General Fund of the U.S. Government
					Total Intragovernmental Earned Revenue
<i>Total Disposition of Exchange Custodial Collections</i>	(15,000)	—	(15,000)	(15,000)	<i>Total Reclassified Disposition of Custodial Collections</i>

These notes are an integral part of the financial statements.

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Note 25. Reclassification of Financial Statement Line Items for Financial Report Compilation Process (continued)

For the Year Ended September 30, 2024

FY 2024 Department of Justice Statement of Changes in Net Position		Line Items Used to Prepare FY 2024 Government-Wide Statement of Changes in Net Position			
Financial Statement Line	Amounts	Dedicated Collections Consolidated	Other than Dedicated Collections (with Eliminations)	Total	Reclassified Financial Statement Line
Unexpended Appropriations					
Unexpended Appropriations, Beginning Balance	\$ 25,081,513	\$ 3,037,054	\$ 22,044,459	\$ 25,081,513	Unexpended Appropriations, Beginning Balance
Appropriations Received	40,444,565	—	40,444,565	40,444,565	Appropriations Received
Other Adjustments	(298,501)	(1)	(298,500)	(298,501)	Other Adjustments
Appropriations Transferred In/Out	654,691	19,300	635,391	654,691	Non-Expenditure Transfers-In/Out of Unexpended Appropriations & Financing Sources (Federal)
Appropriations Used	(41,245,596)	823	(41,246,419)	(41,245,596)	Appropriations Used
Total Unexpended Appropriations	\$ 24,636,672	\$ 3,057,176	\$ 21,579,496	\$ 24,636,672	Total Unexpended Appropriations
Cumulative Results of Operations					
Cumulative Results, Beginning Balance	\$ 9,592,009	\$ 6,205,000	\$ 3,387,009	\$ 9,592,009	Cumulative Results, Beginning Balance, as adjusted
Other Adjustments	(706,816)	(500,000)	(206,816)	(706,816)	Other Adjustments
Appropriations Used	41,245,596	(823)	41,246,419	41,245,596	Appropriations Used
Non-Exchange Revenue	2,985,615				Non-federal Non-Exchange Revenues
		2,316,052	26,252	2,342,304	Other Taxes and Receipts
		\$ 2,316,052	\$ 26,252	\$ 2,342,304	Total Non-Federal Non-Exchange Revenues
					Federal Non-Exchange Revenue
		643,311	—	643,311	Federal Securities Interest Revenue including Associated Gains and Losses
		\$ 643,311	\$ —	\$ 643,311	Total Federal Non-Exchange Revenue
Total Non-Exchange Revenues	\$ 2,985,615	\$ 2,959,363	\$ 26,252	\$ 2,985,615	Total Non-Exchange Revenues
Donations and Forfeitures of Property	525,581	525,581	—	525,581	Financing Sources
Transfers In/Out w/o Reimbursement - Budgetary	526,009	(93,394)	619,403	526,009	
Other	(20,962)	12	(20,974)	(20,962)	
Donations and Forfeitures of Cash and Equivalents	2,479,956	2,479,951	5	2,479,956	
Imputed Financing	2,392,622	102,526	2,290,096	2,392,622	
Total Donations, Transfers, & Imputed	\$ 5,903,206	\$ 3,014,676	\$ 2,888,530	\$ 5,903,206	Total Financing Sources
Net Cost of Operations	(48,761,526)	(4,991,623)	(43,769,903)	(48,761,526)	Net Cost of Operations
Ending Balance - Cumulative Results of Operations	\$ 10,258,084	\$ 6,686,593	\$ 3,571,491	\$ 10,258,084	Cumulative Results of Operations
Total Net Position	\$ 34,894,756	\$ 9,743,769	\$ 25,150,987	\$ 34,894,756	Net Position
Non-Exchange Custodial Collections from the SCA	6,958,011	—	7,660,194	7,660,194	Other Taxes and Receipts
Total Non-Exchange Custodial Collections	\$ 6,958,011	\$ —	\$ 7,660,194	\$ 7,660,194	Accrual Adjustments
Disposition of Non-Exchange Custodial Collections from the SCA	(6,958,011)	—	(422,095)	(422,095)	Net Custodial Revenue
		—	(6,365,460)	(6,365,460)	Other Taxes and Receipts
		—	(516,696)	(516,696)	Collections Transferred to a TAS Other Than the General Fund of the U.S. Government
		—	540,960	540,960	Collections for Others Transferred to the General Fund of the U.S. Government
		—	(194,720)	(194,720)	Non-Cash Accrual Adjustment
Total Disposition of Non-Exchange Custodial Collections	\$ (6,958,011)	\$ —	\$ (6,958,011)	\$ (6,958,011)	Retained by Reporting Entity
	—	—	—	—	Total Distribution of Collections
					Net Custodial Activity

These notes are an integral part of the financial statements.

Note 26. Compensation Funds

The Department's Compensation Funds are classified as Other Liabilities, however *OMB A-136* allows agencies to disaggregate a required line title into two or more entity-specific line titles. DOJ elected to present the below compensation funds as separate line items on the balance sheet. In doing so, compensation funds are not presented in Note 16 - Other Liabilities. To comply with *SFFAS No. 1, Accounting for Selected Assets and Liabilities*, DOJ considers compensation fund liabilities as current liabilities.

Radiation Exposure Compensation Act

On October 15, 1990, Congress passed the *RECA (the Act, Public Law 101-426)*, providing for compassionate payments to individuals who contracted certain cancers and other serious diseases as a result of their exposure to radiation released during above-ground nuclear weapons tests or as a result of their exposure to radiation during employment in underground uranium mines. Implementing regulations were issued by the Department and published in the *Federal Register* on April 10, 1992, establishing procedures to resolve claims in a reliable, objective, and non-adversarial manner, with little administrative cost to the United States or to the person filing the claim. Revisions to the regulations, published in the *Federal Register* on March 22, 1999, served to greater assist claimants in establishing entitlement to an award.

On July 10, 2000, the *RECA Amendments of 2000 (Public Law 106-245)* was enacted. Some of the widespread changes include new claimant populations, additional compensable diseases, lower radiation exposure thresholds, modified medical documentation requirements, and removal of certain disease restrictions. Pursuant to the *RECA Amendments of 2000*, the Department was directed to issue implementing regulations. The Department published two related rule-makings in the *Federal Register* to implement the legislation.

Subsequent action by Congress required modification to those rule-makings. Therefore, the Department published a "final" rule in the *Federal Register* on March 23, 2004, which went into effect on April 22, 2004.

There are now five categories of claimants: uranium miners, uranium millers, ore transporters, downwinders, and onsite participants. Each category requires similar eligibility criteria: if claimants can demonstrate that they contracted a compensable disease after working or residing in a designated location for a specified period of time, they qualify for compensation.

The enactment of two pieces of legislation changed the funding sources for RECA claimants. The *National Defense Authorization Act (NDAA)* for FY 2005 requires that RECA Section 5 claimants (uranium miners, millers, and ore transporters) be paid out of the Department of Labor's (Labor) Energy Employees Occupational Illness Compensation Fund. The RECA Section 5 liability of \$316,993 as of March 30, 2004, was transferred to Labor during FY 2005. The RECA Fund began exclusively paying RECA Section 4 claimants (downwinders and on-site participants) in FY 2005. The *Consolidated Appropriations Act* for 2005, contains language that made funding for the RECA Trust Fund mandatory and indefinite beginning in FY 2006.

Note 26. Compensation Funds (continued)

The OBDs recognized liabilities of \$33,474 and \$48,779 for estimated future benefits payable by the Department as of September 30, 2024 and 2023 respectively. The estimated liability is based on activity between FYs 2007-2011 and FYs 2015-2024. Key factors in determining future liability include trends in the number of claims filed, trends in the percentage of claims adjudicated, and trends in the percentage of claims approved.

The *RECA Extension Act* of 2022 (*Public Law 117-139*), extends the RECA Trust Fund and the filing deadline for new claims for two years from its date of enactment (June 2022). Therefore, the Department estimates that final payments will be made in FY 2025. *H.R. 5338: Radiation Exposure Compensation Act Amendments of 2021*, to expand and extend the program for another 19 years to 2040 was introduced on December 8, 2021, in a previous session of Congress, but it did not receive a vote.

September 11th Victim Compensation Fund

On December 18, 2015, the *James Zadroga 9/11 Health and Compensation Act* of 2010 was reauthorized (*Reauthorized Zadroga Act, Public Law 114-113*), extending the September 11th Victim Compensation Fund (VCF) for 5 years. The *Reauthorized Zadroga Act* made changes to the method in which the fund calculates awards for claimants receiving award determination letters dated on or after December 17, 2015. This included limiting the amount of non-economic loss that could be awarded, eliminating claims for future out-of-pocket medical expenses, and capping the gross annual income level that can be used when calculating future economic loss.

On July 29, 2019, the President signed into law *The Never Forget the Heroes: James Zadroga, Ray Pfeifer, and Luis Alvarez Permanent Authorization of the September 11th Victim Compensation Fund*. The *VCF Permanent Authorization Act* extends the VCF's claim filing deadline from December 18, 2020, to October 1, 2090, and appropriates such funds as may be necessary to pay all approved claims.

The VCF meets the criteria of a government-acknowledged event as defined by *SFFAS No. 5, Accounting for Liabilities of the Federal Government*. The OBDs recognized liabilities of \$2.8 billion and \$3.0 billion for estimated future benefits payable by the Department as of September 30, 2024 and 2023 respectively. In accordance with *SFFAS No. 5*, the September 30, 2024 liability for non-exchange transactions is based on unreported amounts due or estimated amount of claimants that will meet the eligibility criteria submitted by September 30, 2024. The VCF records an obligation and disburses the claim, only when both the claimant and the special master have final agreement of the claim settlement amount.

Note 26. Compensation Funds (continued)

The Department recognizes there are uncertainties that will influence future claims submitted beyond those submitted by September 30, 2024 including:

- Determining the ultimate number of individuals impacted by the events of September 11, 2001, and the number that will seek treatment and file a claim seeking compensation for injury or death.
- Determining the number of individuals who will die as a result of a September 11th related illness.
- Determining the future cancer incidence rates in the affected population.
- Future conditions approved by The World Trade Center (WTC) Health program: the WTC Health Program conducts ongoing research into conditions that may be presumptively tied to an individual's exposure. Should new conditions be added to the WTC Health Program's list of conditions, these same conditions will be added to the VCF's list of conditions eligible for compensation. The WTC Health Program is currently conducting research in several areas, including autoimmune disorders and cardiac disease. The addition of one or more new conditions could open the VCF to claims from an entirely new population of individuals or amendments from current claimants suffering from a new condition or a loss tied to a new condition.
- Ability to amend a claim at any point until October 1, 2090: the VCF allows a claimant to amend a claim at any time if the individual is certified for a new condition, suffers a new loss (such as a new disability), or dies of an eligible condition after previously being compensated on a personal injury claim.

United States Victims of State Sponsored Terrorism Fund

The *USVSST Act* established the USVSSTF to provide compensation to individuals harmed as a result of an international act of terrorism by a state sponsor of terrorism. The USVSSTF awards compensation to victims who have final judgments issued under the *Foreign Sovereign Immunities Act* by U.S. district courts against a state sponsor of terrorism, as well as to hostages held at the U.S. Embassy in Tehran, Iran from November 4, 1979 through January 20, 1981, and their spouses and children.

The *USVSST Act* mandates that certain forfeiture proceeds, penalties, and fines be deposited into the USVSSTF if forfeited or paid to the United States after the date of the Act's enactment, December 18, 2015. The forfeiture proceeds, penalties, and fines qualify for deposit in the USVSSTF if they result from criminal and civil cases and administrative actions involving prohibited transactions with state sponsors of terrorism or related conspiracies or federal offenses.

On February 23, 2024, the United States District Court for the Western District of Washington entered a judgment in a criminal case against Binance Holdings Limited d/b/a Binance.com (Binance) for conspiracy to operate an unlicensed money transmitting business and to violate the Bank Secrecy Act (BSA), conducting an unlicensed money transmitting business, and violating the International

Note 26. Compensation Funds (continued)

Emergency Economic Powers Act (IEEPA) in connection with a scheme to profit from the U.S. market without implementing controls required by U.S. law. The court ordered Binance to pay, among other penalties, a \$898.6 million criminal forfeiture money judgment reflecting the proceeds Binance obtained from its commission of the IEEPA. On March 21, 2024, Binance satisfied the \$898.6 million IEEPA portion of its forfeiture money judgment in full for deposit into the USVSSTF.

The *Fairness for 9/11 Families Act*, enacted by Congress on December 29, 2022 *Fairness Act, Public Law 117-328* required the Comptroller General of the United States to conduct an audit to determine proposed lump sum catch-up payments to certain 1983 Beirut Barracks bombing victims and certain 1996 Khobar Towers bombing victims. The *Fairness Act* also established a “lump sum catch-up payment reserve fund” within the USVSSTF, and appropriated \$3.0 billion to that reserve fund to make these catch-up payments. The Comptroller General must submit a report to Congress and the Special Master that includes determinations of the amount of the payments. The Special Master shall authorize the lump sum catch-up payments specific to Beirut and Khobar Towers victims, with payments to begin 90 days after the Comptroller General’s report is issued. On July 9, 2024, the Comptroller General published a notice in the Federal Register related to the estimated lump sum catch-up payments to eligible 1983 Beirut Barracks Bombing Victims and 1996 Khobar Towers Bombing Victims and planned methodology; request for comment.

The Comptroller General’s final report was issued in November 2024. However, not earlier than 90 days and not later than 1 year after submission of the report that is to follow this notice, the Special Master is to authorize lump sum catch-up payments from the reserve fund in amounts equal to those estimated by the Comptroller General. The earliest lump sum catch-up payments can be authorized is late January 2025.

The statute explicitly states “(bb) Remaining amounts: All amounts remaining in the lump sum catch-up payment reserve fund in excess of the amounts described in subclauses (i) and (ii) of clause (iii) shall be deposited into the Fund under this section.” As of September 30, 2024, there are unpaid eligible claims that exceed the \$3.0 billion in funding received through the Fairness Act.

As of September 30, 2024 and 2023, the USVSSTF recognized liabilities for future claims amounted to \$4.6 billion and \$3.3 billion, respectively.

Note 27. Subsequent Events

TD Bank N.A. (TDBNA), the tenth largest bank in the United States and its parent company TD Bank Holding Company (TDBUSH) pleaded guilty October 10, 2024 and agreed to pay over \$1.8 billion in penalties to resolve the Justice Department’s Investigation into violations of the Bank Secrecy Act and money laundering. TD bank will pay a criminal fine of approximately \$1.4 billion to U.S. Courts no later than 10 business days after the court’s final judgement. OJP’s Crime Victims Fund expects to receive the funds in December 2024.

U.S. DEPARTMENT OF JUSTICE

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)



Deferred Maintenance and Repairs

In accordance with *SFFAS No. 42, Deferred Maintenance and Repairs: Amending Statements of Federal Financial Accounting Standards 6, 14, 29 and 32*, Deferred Maintenance and Repairs: Amending Statements of Federal Financial Accounting Standards 6, 14, 29 and 32, the Department is required to measure and report Deferred Maintenance and Repairs (DM&R). Maintenance and repairs are activities directed toward keeping fixed assets in an acceptable condition. General maintenance activities include preventive maintenance; replacement of parts, systems, or components; and other activities needed to preserve or maintain the asset to an acceptable level.

The Department and its components primarily utilize condition assessment surveys from industry professionals to measure maintenance and repairs necessary to keep fixed assets operating at acceptable levels. Also, computerized systems are used to report and monitor maintenance and repair needs as well as importance. Mission critical assets and non-capitalized property are those having significant impact to the health and safety of DOJ involved individuals, or assets and non-capitalized property critical to performing the mission of DOJ. Such items undergo routine assessments and maintenance schedules. Generally, necessary maintenance and repairs are not deferred for critical items. Due to the varying degrees *SFFAS No. 42* applies to components, DOJ allows for components to independently rank, prioritize, and determine acceptable condition standards based on impact to mission, location, importance, and type. When considering DM&R, DOJ and its components only consider capitalized PP&E regardless of the depreciation status.

However, certain asset types are specifically excluded from the DM&R assessment such as land, construction in progress (CIP), leasehold improvements, and internal use software (IUS). Land is acquired for operational purposes, predominately to construct physical assets and for training. Land does not have a useful life, nor does it depreciate. Beyond general care necessary for the operational purpose for which it was acquired, land does not require maintenance and repairs as defined by *SFFAS No. 42* and therefore is excluded from the DM&R assessment. CIP refers to on-going construction where any maintenance and repairs is remediated through the construction process; and therefore, is excluded from the DM&R assessments. Leasehold improvements are improvements to non-DOJ owned assets and are amortized over the lease term. Leasehold improvements occur when modifications to leased spaces are required to accommodate operational activities in achievement of mission objectives. If additional modifications are necessary, it is either a capital improvement, which is specifically omitted from *SFFAS No. 42*, or expensed and therefore excluded from the DM&R assessment. IUS refers to purchased software that has been internally developed to meet critical operational needs. IUS is serviced through help desk initiatives and undergoes routine scheduled assessments. Maintenance and repairs are not deferred and therefore IUS is excluded from the DM&R assessment.

In FY 2024, the Department issued a data call to components to assess the department-wide DM&R. Based on the PP&E portfolio of the DOJ, other than BOP, the remaining components do not have a PP&E portfolio with significant DM&R.

With over 120 owned institutions, totaling over 66 million square feet, encompassing 46 thousand acres, the BOP is unlike other DOJ components. The BOP is solely responsible for managing and maintaining their aging infrastructure. Over 53 percent of BOP's prison facilities are over 30 years

Deferred Maintenance and Repairs (continued)

old, with approximately 30 percent over 50 years old. Prison facilities are subject to greater than normal wear and tear as they are continuously operated. Older facilities tend to require repairs to infrastructure systems pertaining to water, sewer, electrical, HVAC, alarm systems, fences, roofs, etc. These older facilities present potentially higher needs for repair and renovation than newer facilities and consume a large portion of the BOP's maintenance and repair (M&R) resources to maintain facilities in an acceptable condition. BOP expects capital improvements are necessary in the near term to keep their aging facilities operational. In late FY 2024, the BOP received the initial results of a comprehensive survey of its building and facilities inventory. The survey results identified a significant number of repairs and improvements to be made across BOP's facilities portfolio. BOP is currently in the process of evaluating the survey results to determine the portion associated with DM&R vs. capital improvements. While BOP acknowledges the existence of DM&R, an estimate based on the survey was not available at the time of this report.

U.S. Department of Justice
Combining Statement of Budgetary Resources
For the Fiscal Year Ended September 30, 2024

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Combined
Budgetary Resources										
Unobligated Balance from Prior Year Budget Authority, Net (discretionary and mandatory) (Note 21)	\$ 2,582,347	\$ 285,631	\$ 1,995,734	\$ 427,727	\$ 3,605,702	\$ 172,549	\$ 5,636,135	\$ 987,217	\$ 289,773	\$ 15,982,815
Appropriations (discretionary and mandatory)	1,974,266	1,625,335	8,545,160	3,222,374	10,338,038	—	11,199,747	4,485,931	4,559,088	45,949,939
Spending Authority from Offsetting Collections (discretionary and mandatory)	28,169	47,910	471,721	31,335	1,324,125	671,760	2,926,019	366,970	85,430	5,953,439
Total Budgetary Resources	\$ 4,584,782	\$ 1,958,876	\$11,012,615	\$ 3,681,436	\$15,267,865	\$ 844,309	\$19,761,901	\$ 5,840,118	\$ 4,934,291	\$ 67,886,193
Status of Budgetary Resources										
New Obligations and Upward Adjustments (Total)	\$ 1,600,123	\$ 1,825,880	\$ 9,634,996	\$ 3,313,275	\$12,862,438	\$ 652,158	\$13,566,667	\$ 4,469,167	\$ 4,750,100	\$ 52,674,804
Unobligated Balance, End of Year:										
Apportioned, Unexpired Accounts	2,846,822	101,770	766,138	286,212	2,002,844	—	5,620,040	1,330,997	133,322	13,088,145
Exempt from Apportionment, Unexpired Accounts	—	—	186,248	—	—	192,151	—	—	—	378,399
Unapportioned, Unexpired Accounts	137,837	8,350	8,000	1,414	14,250	—	281,051	39,824	955	491,681
Unexpired, Unobligated Balance, End of Year	2,984,659	110,120	960,386	287,626	2,017,094	192,151	5,901,091	1,370,821	134,277	13,958,225
Expired Unobligated Balance, End of Year	—	22,876	417,233	80,535	388,333	—	294,143	130	49,914	1,253,164
Unobligated Balance - End of Year (Total)	2,984,659	132,996	1,377,619	368,161	2,405,427	192,151	6,195,234	1,370,951	184,191	15,211,389
Total Status of Budgetary Resources	\$ 4,584,782	\$ 1,958,876	\$11,012,615	\$ 3,681,436	\$15,267,865	\$ 844,309	\$19,761,901	\$ 5,840,118	\$ 4,934,291	\$ 67,886,193
Outlays, Net										
Outlays, Net (Total) (discretionary and mandatory)	\$ 1,659,652	\$ 1,751,314	\$ 9,120,940	\$ 3,239,776	\$11,414,462	\$ (64,827)	\$10,068,270	\$ 5,016,043	\$ 4,663,034	\$ 46,868,664
Less: Distributed Offsetting Receipts	461,352	138	1,307	605,170	105	—	544,607	—	506	1,613,185
Agency Outlays, Net (discretionary and mandatory)	\$ 1,198,300	\$ 1,751,176	\$ 9,119,633	\$ 2,634,606	\$11,414,357	\$ (64,827)	\$ 9,523,663	\$ 5,016,043	\$ 4,662,528	\$ 45,255,479

U.S. Department of Justice
Combining Statement of Budgetary Resources
For the Fiscal Year Ended September 30, 2023

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Combined
Budgetary Resources										
Unobligated Balance from Prior Year Budget Authority, Net (discretionary and mandatory) (Note 20)	\$ 1,372,811	\$ 213,425	\$ 2,109,083	\$ 379,061	\$ 3,167,866	\$ 162,965	\$ 2,980,802	\$ 1,277,806	\$ 301,958	\$ 11,965,777
Appropriations (discretionary and mandatory)	2,742,379	1,747,264	8,672,588	3,169,232	11,357,768	—	15,330,721	5,276,760	4,549,727	52,846,439
Spending Authority from Offsetting Collections (discretionary and mandatory)	17,455	48,795	463,486	27,839	1,266,839	721,482	2,134,615	359,468	101,652	5,141,631
Total Budgetary Resources	\$ 4,132,645	\$ 2,009,484	\$11,245,157	\$ 3,576,132	\$15,792,473	\$ 884,447	\$20,446,138	\$ 6,914,034	\$ 4,953,337	\$ 69,953,847
Status of Budgetary Resources										
New Obligations and Upward Adjustments (Total)	\$ 1,622,470	\$ 1,764,360	\$ 9,770,630	\$ 3,258,289	\$12,748,200	\$ 711,898	\$15,479,722	\$ 6,157,792	\$ 4,741,361	\$ 56,254,722
Unobligated Balance, End of Year:										
Apportioned, Unexpired Accounts	2,416,464	215,641	921,196	262,907	2,724,976	—	4,593,368	712,198	148,097	11,994,847
Exempt from Apportionment, Unexpired Accounts	—	—	168,138	—	—	172,549	—	—	—	340,687
Unapportioned, Unexpired Accounts	93,711	5,717	8,802	7,116	5,500	—	112,490	43,914	—	277,250
Unexpired, Unobligated Balance, End of Year	2,510,175	221,358	1,098,136	270,023	2,730,476	172,549	4,705,858	756,112	148,097	12,612,784
Expired Unobligated Balance, End of Year	—	23,766	376,391	47,820	313,797	—	260,558	130	63,879	1,086,341
Unobligated Balance - End of Year (Total)	2,510,175	245,124	1,474,527	317,843	3,044,273	172,549	4,966,416	756,242	211,976	13,699,125
Total Status of Budgetary Resources	\$ 4,132,645	\$ 2,009,484	\$11,245,157	\$ 3,576,132	\$15,792,473	\$ 884,447	\$20,446,138	\$ 6,914,034	\$ 4,953,337	\$ 69,953,847
Outlays, Net										
Outlays, Net (Total) (discretionary and mandatory)	\$ 1,466,582	\$ 1,586,568	\$ 8,421,714	\$ 3,061,295	\$10,736,500	\$ (45,477)	\$11,517,563	\$ 4,858,430	\$ 4,543,374	\$ 46,146,549
Less: Distributed Offsetting Receipts	237,751	291	1,643	583,117	596	—	366,549	—	4,370	1,194,317
Agency Outlays, Net (discretionary and mandatory)	\$ 1,228,831	\$ 1,586,277	\$ 8,420,071	\$ 2,478,178	\$10,735,904	\$ (45,477)	\$11,151,014	\$ 4,858,430	\$ 4,539,004	\$ 44,952,232

**U.S. Department of Justice
Land Acreage
As of September 30, 2024**

Estimated Land Acreage

Pursuant to *SFFAS No. 59, Accounting and Reporting of Government Land*, federal reporting entities are required to report estimated land acres to increase transparency, comparability, consistency, and reliability of land information. As such, components of the DOJ own and maintain land for operational purposes in accordance with their individual missions. As of September 30, 2024, estimated land acres by component is presented in the following table:

As of September 30, 2024	ATF	BOP	DEA	FBI	Total
PP&E Land					
Start of Prior Year	35	46,204	12	1,976	48,227
Start of Current Year	35	45,283	12	1,976	47,306
End of Current Year	35	44,110	12	1,975	46,132

Per *DOJ Policy Statement 1400.06, Accounting for General Property, Plant, and Equipment and Internal Use Software*, land is recognized at historical cost, categorized as real property, always capitalized, and never depreciated.

The ATF owns and operates the National Laboratory Center located in Ammendale, Maryland. It is the main hub of the ATF's scientific research that includes the Fire Research Laboratory (FRL), National Firearms Examiner Academy (NFEA), and one of three forensic science laboratories. Throughout its history and pursuant to its mission, the BOP has acquired 122 correctional facilities across the United States and the land those facilities reside upon. The DEA owns land for its Aviation Division in Ft. Worth, Texas. The FBI owns land for the purpose of constructing buildings, ranges, and other structures.

All DOJ reported land acres is considered operational by predominate use, as it is used for mission related activities. DOJ does not have any land considered as commercial by predominate use.

U.S. DEPARTMENT OF JUSTICE

OTHER INFORMATION
(UNAUDITED)



**U.S. Department of Justice
Consolidating Balance Sheet
As of September 30, 2024**

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Eliminations	Consolidated
Assets (Note 2)											
Intragovernmental Assets:											
Fund Balance with Treasury (Note 3)	\$ 2,895,849	\$ 560,925	\$ 2,921,072	\$ 1,180,310	\$ 5,866,086	\$ 61,442	\$ 8,142,530	\$ 14,636,460	\$ 1,118,876	\$ —	\$ 37,383,550
Investments (Note 5)	2,634,314	—	—	—	—	346,600	3,516,006	—	—	—	6,496,920
Accounts Receivable, Net (Note 6)	9,955	16,342	2,677	3,629	358,752	38,786	411,186	5,395	9,564	(249,925)	606,361
Advances and Prepayments	881	1,715	118,548	34,480	28,760	—	20,459	100,117	—	(2,531)	302,429
Other Assets (Note 10)	—	351	—	—	—	48,347	(9)	—	—	—	48,689
Total Intragovernmental Assets	\$ 5,540,999	\$ 579,333	\$ 3,042,297	\$ 1,218,419	\$ 6,253,598	\$ 495,175	\$ 12,090,172	\$ 14,741,972	\$ 1,128,440	\$ (252,456)	\$ 44,837,949
Other than Intragovernmental Assets:											
Cash and Other Monetary Assets (Note 4)	\$ 3,240,779	\$ 13,507	\$ 475	\$ 18,644	\$ 145,015	\$ —	\$ 80	\$ —	\$ —	\$ —	\$ 3,418,500
Accounts Receivable, Net (Note 6)	46	458	20,464	3,045	50,223	4,442	445,781	1,051	608	—	526,118
Inventory and Related Property, Net:											
Forfeited Property, Net (Note 8)	332,042	—	—	—	—	—	—	—	—	—	332,042
Other Inventory and Related Property, Net (Note 7)	—	—	25,845	13,362	—	80,564	—	—	6,990	—	126,761
Property, Plant and Equipment, Net (Note 9)	848	186,546	3,584,571	387,103	3,418,685	72,443	176,482	59,764	633,349	—	8,519,791
Advances and Prepayments	1,957	2,754	22,705	808	212,314	876	79,668	306,303	—	—	627,385
Other Assets (Note 10)	2	—	—	—	67	—	—	—	184	—	253
Total Other than Intragovernmental Assets	\$ 3,575,674	\$ 203,265	\$ 3,654,060	\$ 422,962	\$ 3,826,304	\$ 158,325	\$ 702,011	\$ 367,118	\$ 641,131	\$ —	\$ 13,550,850
Total Assets	\$ 9,116,673	\$ 782,598	\$ 6,696,357	\$ 1,641,381	\$ 10,079,902	\$ 653,500	\$ 12,792,183	\$ 15,109,090	\$ 1,769,571	\$ (252,456)	\$ 58,388,799
Liabilities (Note 11)											
Intragovernmental Liabilities:											
Accounts Payable	\$ 46,626	\$ 21,266	\$ 82,805	\$ 111,274	\$ 94,040	\$ 2,833	\$ 156,092	\$ 35,819	\$ 56,894	\$ (249,925)	\$ 357,724
Advances from Others and Deferred Revenue	—	—	—	—	40,695	195,640	21,485	10,148	—	(2,531)	265,437
Other Liabilities:											
Custodial Liabilities (Note 22)	—	—	611	2,756	2,663	—	801,800	—	14	—	807,844
Other (Note 16)	822	32,245	253,676	37,453	98,805	3,232	48,031	891	30,979	—	506,134
Total Intragovernmental Liabilities	\$ 47,448	\$ 53,511	\$ 337,092	\$ 151,483	\$ 236,203	\$ 201,705	\$ 1,027,408	\$ 46,858	\$ 87,887	\$ (252,456)	\$ 1,937,139
Other than Intragovernmental Liabilities:											
Accounts Payable	\$ 596,104	\$ 35,367	\$ 459,954	\$ 79,668	\$ 398,011	\$ 43,793	\$ 449,613	\$ 92,027	\$ 424,489	\$ —	\$ 2,579,026
Federal Employee Salary, Leave and Benefits (Note 15)	6,400	87,477	314,905	156,878	504,352	8,742	263,729	14,698	69,301	—	1,426,482
Post-Employment Benefits (Note 15)	—	126,143	1,053,422	123,569	231,176	15,773	49,100	—	116,532	—	1,715,715
Environmental and Disposal Liabilities (Note 12)	—	—	83,229	—	4,975	—	—	—	—	—	88,204
Advances from Others and Deferred Revenue	332,042	—	391	882,559	3,643	—	—	—	—	—	1,218,635
Other Liabilities:											
Accrued Grant Liabilities	—	—	—	—	—	—	264,233	650,769	—	—	915,002
Seized Cash and Monetary Instruments (Note 14)	4,809,482	4,746	—	589	54,028	—	—	—	—	—	4,868,845
Radiation Exposure Compensation Act Liabilities (Note 26)	—	—	—	—	—	—	33,474	—	—	—	33,474
September 11th Victim Compensation Fund Liabilities (Note 26)	—	—	—	—	—	—	2,753,703	—	—	—	2,753,703
United States Victims of State Sponsored Terrorism Act Liabilities (Note 26)	—	—	—	—	—	—	4,556,817	—	—	—	4,556,817
Lessee Lease Liability (Note 13)	—	18,941	6,812	118,172	203,103	410	43,859	—	29,622	—	420,919
Other (Note 16)	—	1,701	695,503	34,123	90,629	26	130,406	—	27,694	—	980,082
Total Other than Intragovernmental Liabilities	\$ 5,744,028	\$ 274,375	\$ 2,614,216	\$ 1,395,558	\$ 1,489,917	\$ 68,744	\$ 8,544,934	\$ 757,494	\$ 667,638	\$ —	\$ 21,556,904
Total Liabilities	\$ 5,791,476	\$ 327,886	\$ 2,951,308	\$ 1,547,041	\$ 1,726,120	\$ 270,449	\$ 9,572,342	\$ 804,352	\$ 755,525	\$ (252,456)	\$ 23,494,043
Commitments and Contingencies (Note 17)											
NET POSITION											
Unexpended Appropriations - Funds from Dedicated Collections (Note 18)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 3,057,176	\$ —	\$ —	\$ —	\$ 3,057,176
Unexpended Appropriations - Funds from other than Dedicated Collections	—	396,105	2,084,459	615,771	4,897,877	—	5,037,330	7,960,930	587,024	—	21,579,496
Total Unexpended Appropriations	\$ —	\$ 396,105	\$ 2,084,459	\$ 615,771	\$ 4,897,877	\$ —	\$ 8,094,506	\$ 7,960,930	\$ 587,024	\$ —	\$ 24,636,672
Cumulative Results of Operations - Funds from Dedicated Collections (Note 18)	3,325,197	—	226,184	(575,180)	—	—	(2,552,315)	6,262,707	—	—	6,686,593
Cumulative Results of Operations - Funds from other than Dedicated Collections	—	58,607	1,434,406	53,749	3,455,905	383,051	(2,322,350)	81,101	427,022	—	3,571,491
Total Cumulative Results of Operations	\$ 3,325,197	\$ 58,607	\$ 1,660,590	\$ (521,431)	\$ 3,455,905	\$ 383,051	\$ (4,874,665)	\$ 6,343,808	\$ 427,022	\$ —	\$ 10,258,084
Total Net Position	\$ 3,325,197	\$ 454,712	\$ 3,745,049	\$ 94,340	\$ 8,353,782	\$ 383,051	\$ 3,219,841	\$ 14,304,738	\$ 1,014,046	\$ —	\$ 34,894,756
Total Liabilities and Net Position	\$ 9,116,673	\$ 782,598	\$ 6,696,357	\$ 1,641,381	\$ 10,079,902	\$ 653,500	\$ 12,792,183	\$ 15,109,090	\$ 1,769,571	\$ (252,456)	\$ 58,388,799

**U.S. Department of Justice
Consolidating Balance Sheet
As of September 30, 2023**

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Eliminations	Consolidated
Assets (Note 2)											
Intragovernmental Assets:											
Fund Balance with Treasury (Note 3)	\$ 2,647,870	\$ 686,660	\$ 3,568,627	\$ 1,196,987	\$ 6,603,222	\$ 19,966	\$ 6,960,912	\$ 13,948,629	\$ 1,220,800	\$ —	\$ 36,853,673
Investments (Note 5)	2,635,482	—	—	—	—	323,944	3,491,998	—	—	—	6,451,424
Accounts Receivable, Net (Note 6)	11,929	10,952	2,132	4,427	361,488	31,235	548,604	5,582	10,505	(329,931)	656,923
Advances and Prepayments	2,713	905	6,654	46,850	19,736	—	19,360	54,650	—	(2,771)	148,097
Other Assets (Note 10)	—	143	—	—	—	55,729	42	—	—	—	55,914
Total Intragovernmental Assets	\$ 5,297,994	\$ 698,660	\$ 3,577,413	\$ 1,248,264	\$ 6,984,446	\$ 430,874	\$ 11,020,916	\$ 14,008,861	\$ 1,231,305	\$ (332,702)	\$ 44,166,031
Other than Intragovernmental Assets:											
Cash and Other Monetary Assets (Note 4)	\$ 3,105,697	\$ 15,084	\$ 473	\$ 18,861	\$ 141,407	\$ —	\$ 51	\$ —	\$ —	\$ —	\$ 3,281,573
Accounts Receivable, Net (Note 6)	48	122	25,347	3,603	45,843	5,243	1,145,421	225,346	160	—	1,451,133
Inventory and Related Property, Net:											
Forfeited Property, Net (Note 8)	105,996	—	—	—	—	—	—	—	—	—	105,996
Other Inventory and Related Property, Net (Note 7)	—	—	28,112	14,779	—	78,048	—	—	7,276	—	128,215
Property, Plant and Equipment, Net (Note 9)	973	180,772	3,445,127	254,761	3,043,060	70,760	192,424	65,137	513,775	—	7,766,789
Advances and Prepayments	—	1,368	15,711	801	167,184	482	53	315,850	—	—	501,449
Other Assets (Note 10)	143	—	—	—	2	8	—	—	184	—	337
Total Other than Intragovernmental Assets	\$ 3,212,857	\$ 197,346	\$ 3,514,770	\$ 292,805	\$ 3,397,496	\$ 154,541	\$ 1,337,949	\$ 606,333	\$ 521,395	\$ —	\$ 13,235,492
Total Assets	\$ 8,510,851	\$ 896,006	\$ 7,092,183	\$ 1,541,069	\$ 10,381,942	\$ 585,415	\$ 12,358,865	\$ 14,615,194	\$ 1,752,700	\$ (332,702)	\$ 57,401,523
Liabilities (Note 11)											
Intragovernmental Liabilities:											
Accounts Payable	\$ 41,970	\$ 20,350	\$ 141,367	\$ 89,309	\$ 160,311	\$ 3,663	\$ 167,432	\$ 57,564	\$ 59,213	\$ (329,931)	\$ 411,248
Advances from Others and Deferred Revenue	—	—	—	—	49,313	132,572	39,130	6,215	—	(2,771)	224,459
Other Liabilities:											
Custodial Liabilities (Note 22)	—	—	518	3,367	2,453	—	1,360,884	—	10	—	1,367,232
Other (Note 16)	1,536	39,149	281,944	50,736	151,918	4,272	80,775	1,916	40,350	—	652,596
Total Intragovernmental Liabilities	\$ 43,506	\$ 59,499	\$ 423,829	\$ 143,412	\$ 363,995	\$ 140,507	\$ 1,648,221	\$ 65,695	\$ 99,573	\$ (332,702)	\$ 2,655,535
Other than Intragovernmental Liabilities:											
Accounts Payable	\$ 744,619	\$ 35,771	\$ 412,627	\$ 70,879	\$ 424,631	\$ 50,258	\$ 490,042	\$ 142,094	\$ 392,353	\$ —	\$ 2,763,274
Federal Employee Salary, Leave, and Benefits (Note 15)	7,574	108,328	419,187	198,235	644,644	11,713	409,828	16,796	105,073	—	1,921,378
Pensions, Post-Employment Benefits (Note 15)	—	115,346	1,023,260	118,976	216,005	14,567	49,129	—	112,871	—	1,650,154
Environmental and Disposal Liabilities (Note 12)	—	—	81,091	—	4,926	—	—	—	—	—	86,017
Advances from Others and Deferred Revenue	105,996	—	466	856,986	4,930	—	—	—	—	—	968,378
Other Liabilities:											
Accrued Grant Liabilities	—	—	—	—	—	—	212,164	613,264	—	—	825,428
Seized Cash and Monetary Instruments (Note 14)	4,680,116	6,210	—	653	65,122	—	—	—	—	—	4,752,101
Radiation Exposure Compensation Act Liabilities (Note 26)	—	—	—	—	—	—	48,779	—	—	—	48,779
September 11th Victim Compensation Fund Liabilities (Note 26)	—	—	—	—	—	—	2,981,356	—	—	—	2,981,356
United States Victims of State Sponsored Terrorism Act Liabilities (Note 26)	—	—	—	—	—	—	3,320,721	—	—	—	3,320,721
Lessee Lease Liability (Note 13)	—	—	—	—	—	—	—	—	—	—	—
Other (Note 16)	66	1,656	484,225	31,855	92,081	117	120,512	—	24,368	—	754,880
Total Other than Intragovernmental Liabilities	\$ 5,538,371	\$ 267,311	\$ 2,420,856	\$ 1,277,584	\$ 1,452,339	\$ 76,655	\$ 7,632,531	\$ 772,154	\$ 634,665	\$ —	\$ 20,072,466
Total Liabilities	\$ 5,581,877	\$ 326,810	\$ 2,844,685	\$ 1,420,996	\$ 1,816,334	\$ 217,162	\$ 9,280,752	\$ 837,849	\$ 734,238	\$ (332,702)	\$ 22,728,001
Commitment and Contingencies (Note 17)											
NET POSITION											
Unexpended Appropriations - Funds from Dedicated Collections (Note 18)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 3,037,054	\$ —	\$ —	\$ —	\$ 3,037,054
Unexpended Appropriations - Funds from other than Dedicated Collections	—	472,419	2,453,506	653,791	5,326,313	—	4,982,726	7,528,290	627,414	—	22,044,459
Total Unexpended Appropriations	\$ —	\$ 472,419	\$ 2,453,506	\$ 653,791	\$ 5,326,313	\$ —	\$ 8,019,780	\$ 7,528,290	\$ 627,414	\$ —	\$ 25,081,513
Cumulative Results of Operations - Funds from Dedicated Collections (Note 18)	\$ 2,928,974	\$ —	\$ 207,081	\$ (589,637)	\$ —	\$ —	\$ (2,532,170)	\$ 6,190,752	\$ —	\$ —	\$ 6,205,000
Cumulative Results of Operations - Funds from other than Dedicated Collections	—	96,777	1,586,911	55,919	3,239,295	368,253	(2,409,497)	58,303	391,048	—	3,387,009
Total Cumulative Results of Operations	\$ 2,928,974	\$ 96,777	\$ 1,793,992	\$ (533,718)	\$ 3,239,295	\$ 368,253	\$ (4,941,667)	\$ 6,249,055	\$ 391,048	\$ —	\$ 9,592,009
Total Net Position	\$ 2,928,974	\$ 569,196	\$ 4,247,498	\$ 120,073	\$ 8,565,608	\$ 368,253	\$ 3,078,113	\$ 13,777,345	\$ 1,018,462	\$ —	\$ 34,673,522
Total Liabilities and Net Position	\$ 8,510,851	\$ 896,006	\$ 7,092,183	\$ 1,541,069	\$ 10,381,942	\$ 585,415	\$ 12,358,865	\$ 14,615,194	\$ 1,752,700	\$ (332,702)	\$ 57,401,523

U.S. Department of Justice
Consolidating Statement of Net Cost
For the Fiscal Year Ended September 30, 2024

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Eliminations	Consolidated (Note 19)
Major Program 1: Law Enforcement											
Gross Cost	\$ 1,567,430	\$ 1,894,475	\$ —	\$ 3,443,206	\$ 13,096,699	\$ —	\$ 538,381	\$ —	\$ 2,606,222	\$ (745,102)	\$ 22,401,311
Less: Earned Revenues	15,774	39,990	—	607,084	1,190,516	—	858	—	54,078	(355,222)	1,553,078
Subtotal Net Cost of Operations (Note 19)	\$ 1,551,656	\$ 1,854,485	\$ —	\$ 2,836,122	\$ 11,906,183	\$ —	\$ 537,523	\$ —	\$ 2,552,144	\$ (389,880)	\$ 20,848,233
Major Program 2: Litigation and Compensation											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 8,712,927	\$ —	\$ —	\$ (49,532)	\$ 8,663,395
Less: Earned Revenues	—	—	—	—	—	—	545,240	—	—	(48,650)	496,590
Subtotal Net Cost of Operations (Note 19)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 8,167,687	\$ —	\$ —	\$ (882)	\$ 8,166,805
Major Program 3: Prisons and Detention											
Gross Cost	\$ —	\$ —	\$ 10,078,135	\$ —	\$ —	\$ 605,963	\$ 7,587	\$ —	\$ 2,160,816	\$ (305,182)	\$ 12,547,319
Less: Earned Revenues	—	—	381,419	—	—	589,644	—	—	381	(81,098)	890,346
Subtotal Net Cost of Operations (Note 19)	\$ —	\$ —	\$ 9,696,716	\$ —	\$ —	\$ 16,319	\$ 7,587	\$ —	\$ 2,160,435	\$ (224,084)	\$ 11,656,973
Major Program 4: Grants											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 989,218	\$ 5,016,283	\$ —	\$ (107,893)	\$ 5,897,608
Less: Earned Revenues	—	—	—	—	—	—	1,130	25,979	—	(13,330)	13,779
Subtotal Net Cost of Operations (Note 19)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 988,088	\$ 4,990,304	\$ —	\$ (94,563)	\$ 5,883,829
Major Program 5: Executive Oversight and Enterprise Technology											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 2,742,118	\$ —	\$ —	\$ (19,367)	\$ 2,722,751
Less: Earned Revenues	—	—	—	—	—	—	1,228,963	—	—	(711,898)	517,065
Subtotal Net Cost of Operations (Note 19)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,513,155	\$ —	\$ —	\$ 692,531	\$ 2,205,686
Net Cost of Operations	\$ 1,551,656	\$ 1,854,485	\$ 9,696,716	\$ 2,836,122	\$ 11,906,183	\$ 16,319	\$ 11,214,040	\$ 4,990,304	\$ 4,712,579	\$ (16,878)	\$ 48,761,526

U.S Department of Justice
Consolidating Statement of Net Cost
For the Fiscal Year Ended September 30, 2023

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Eliminations	Consolidated (Note 19)
Major Program 1: Law Enforcement											
Gross Cost	\$ 1,613,032	\$ 1,721,096	\$ —	\$ 3,267,444	\$ 12,534,515	\$ —	\$ 541,939	\$ —	\$ 2,449,373	\$ (797,171)	\$ 21,330,228
Less: Earned Revenues	15,220	48,924	—	573,658	1,125,236	—	(13,837)	—	57,805	(360,274)	1,446,732
Net Cost of Operations	\$ 1,597,812	\$ 1,672,172	\$ —	\$ 2,693,786	\$ 11,409,279	\$ —	\$ 555,776	\$ —	\$ 2,391,568	\$ (436,897)	\$ 19,883,496
Major Program 2: Litigation and Compensation											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 11,813,658	\$ —	\$ —	\$ (27,162)	\$ 11,786,496
Less: Earned Revenues	—	—	—	—	—	—	457,129	—	—	(45,098)	412,031
Net Cost of Operations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 11,356,529	\$ —	\$ —	\$ 17,936	\$ 11,374,465
Major Program 3: Prisons and Detention											
Gross Cost	\$ —	\$ —	\$ 9,943,664	\$ —	\$ —	\$ 708,192	\$ 10,567	\$ —	\$ 2,194,267	\$ (322,329)	\$ 12,534,361
Less: Earned Revenues	—	—	376,769	—	—	677,536	—	—	305	(107,090)	947,520
Net Cost of Operations	\$ —	\$ —	\$ 9,566,895	\$ —	\$ —	\$ 30,656	\$ 10,567	\$ —	\$ 2,193,962	\$ (215,239)	\$ 11,586,841
Major Program 4: Grants											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 865,606	\$ 5,051,382	\$ —	\$ (106,079)	\$ 5,810,909
Less: Earned Revenues	—	—	—	—	—	—	4,434	38,599	—	(21,885)	21,148
Net Cost of Operations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 861,172	\$ 5,012,783	\$ —	\$ (84,194)	\$ 5,789,761
Major Program 5: Executive Oversight and Enterprise Technology											
Gross Cost	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 2,639,190	\$ —	\$ —	\$ (38,203)	\$ 2,600,987
Less: Earned Revenues	—	—	—	—	—	—	1,224,007	—	—	(740,082)	483,925
Net Cost of Operations	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,415,183	\$ —	\$ —	\$ 701,879	\$ 2,117,062
Net Cost of Operations	\$ 1,597,812	\$ 1,672,172	\$ 9,566,895	\$ 2,693,786	\$ 11,409,279	\$ 30,656	\$ 14,199,227	\$ 5,012,783	\$ 4,585,530	\$ (16,515)	\$ 50,751,625

U.S. Department of Justice
Consolidating Statement of Changes in Net Position
For the Fiscal Year Ended September 30, 2024

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Eliminations	Consolidated
Unexpended Appropriations											
Beginning Balances											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 3,037,054	\$ —	\$ —	\$ —	\$ 3,037,054
Funds from other than Dedicated Collections	\$ —	\$ 472,419	\$ 2,453,506	\$ 653,791	\$ 5,326,313	\$ —	\$ 4,982,726	\$ 7,528,290	\$ 627,414	\$ —	\$ 22,044,459
Appropriations Received											
Funds from other than Dedicated Collections	\$ —	\$ 1,625,000	\$ 8,572,350	\$ 2,567,000	\$ 10,673,713	\$ —	\$ 9,677,641	\$ 3,521,861	\$ 3,807,000	\$ —	\$ 40,444,565
Appropriations Transferred-In/Out											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 19,300	\$ —	\$ —	\$ —	\$ 19,300
Funds from other than Dedicated Collections	\$ —	\$ 657	\$ (67,141)	\$ 16,059	\$ 1,049	\$ —	\$ (7,530)	\$ (56,534)	\$ 748,831	\$ —	\$ 635,391
Other Adjustments											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (1)	\$ —	\$ —	\$ —	\$ (1)
Funds from other than Dedicated Collections	\$ —	\$ (157)	\$ (19,000)	\$ (100)	\$ (306)	\$ —	\$ (67,239)	\$ (211,593)	\$ (105)	\$ —	\$ (298,500)
Appropriations Used											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 823	\$ —	\$ —	\$ —	\$ 823
Funds from other than Dedicated Collections	\$ —	\$ (1,701,814)	\$ (8,855,256)	\$ (2,620,979)	\$ (11,102,892)	\$ —	\$ (9,548,268)	\$ (2,821,094)	\$ (4,596,116)	\$ —	\$ (41,246,419)
Net Change in Unexpended Appropriations											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 20,122	\$ —	\$ —	\$ —	\$ 20,122
Funds from other than Dedicated Collections	\$ —	\$ (76,314)	\$ (369,047)	\$ (38,020)	\$ (428,436)	\$ —	\$ 54,604	\$ 432,640	\$ (40,390)	\$ —	\$ (464,963)
Total Unexpended Appropriations: Ending											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 3,057,176	\$ —	\$ —	\$ —	\$ 3,057,176
Funds from other than Dedicated Collections	\$ —	\$ 396,105	\$ 2,084,459	\$ 615,771	\$ 4,897,877	\$ —	\$ 5,037,330	\$ 7,960,930	\$ 587,024	\$ —	\$ 21,579,496
Total All Funds	\$ —	\$ 396,105	\$ 2,084,459	\$ 615,771	\$ 4,897,877	\$ —	\$ 8,094,506	\$ 7,960,930	\$ 587,024	\$ —	\$ 24,636,672

U.S. Department of Justice
Consolidating Statement of Changes in Net Position
For the Fiscal Year Ended September 30, 2024 (continued)

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Eliminations	Consolidated
Cumulative Results of Operations											
Beginning Balances											
Funds from Dedicated Collections	\$ 2,928,974	\$ —	\$ 207,081	\$ (589,637)	\$ —	\$ —	\$ (2,532,170)	\$ 6,190,752	\$ —	\$ —	\$ 6,205,000
Funds from other than Dedicated Collections	\$ —	\$ 96,777	\$ 1,586,911	\$ 55,919	\$ 3,239,295	\$ 368,253	\$ (2,409,497)	\$ 58,303	\$ 391,048	\$ —	\$ 3,387,009
Other Adjustments											
Funds from Dedicated Collections	\$ (500,000)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (500,000)
Funds from other than Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ (66)	\$ —	\$ (206,572)	\$ —	\$ (178)	\$ —	\$ (206,816)
Appropriations Used											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (823)	\$ —	\$ —	\$ —	\$ (823)
Funds from other than Dedicated Collections	\$ —	\$ 1,701,814	\$ 8,855,256	\$ 2,620,979	\$ 11,102,892	\$ —	\$ 9,548,268	\$ 2,821,094	\$ 4,596,116	\$ —	\$ 41,246,419
Nonexchange Revenues											
Funds from Dedicated Collections	\$ 442,879	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 200,604	\$ 2,315,880	\$ —	\$ —	\$ 2,959,363
Funds from other than Dedicated Collections	\$ —	\$ —	\$ 91	\$ —	\$ —	\$ —	\$ (4)	\$ 26,165	\$ —	\$ —	\$ 26,252
Donations and Forfeitures of Cash and Cash											
Funds from Dedicated Collections	\$ 1,476,555	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,003,396	\$ —	\$ —	\$ —	\$ 2,479,951
Funds from other than Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 5	\$ —	\$ —	\$ —	\$ 5
Transfers-In/Out Without Reimbursement											
Funds from Dedicated Collections	\$ (3,394)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (90,000)	\$ —	\$ —	\$ (93,394)
Funds from other than Dedicated Collections	\$ —	\$ 364	\$ —	\$ 38,547	\$ 182,703	\$ —	\$ 372,815	\$ —	\$ 24,974	\$ —	\$ 619,403
Donations and Forfeitures of Property											
Funds from Dedicated Collections	\$ 525,581	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 525,581
Imputed Financing (Note 20)											
Funds from Dedicated Collections	\$ 6,258	\$ —	\$ 13,228	\$ 35,536	\$ —	\$ —	\$ 47,504	\$ —	\$ —	\$ —	\$ 102,526
Funds from other than Dedicated Collections	\$ —	\$ 114,137	\$ 694,781	\$ 153,347	\$ 858,200	\$ 31,117	\$ 315,833	\$ 11,918	\$ 127,641	\$ (16,878)	\$ 2,290,096
Other											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 12	\$ —	\$ —	\$ —	\$ 12
Funds from other than Dedicated Collections	\$ —	\$ —	\$ (42)	\$ —	\$ (20,936)	\$ —	\$ 4	\$ —	\$ —	\$ —	\$ (20,974)
Net Cost of Operations											
Funds from Dedicated Collections	\$ (1,551,656)	\$ —	\$ 5,875	\$ (21,079)	\$ —	\$ —	\$ (1,270,838)	\$ (2,153,925)	\$ —	\$ —	\$ (4,991,623)
Funds from other than Dedicated Collections	\$ —	\$ (1,854,485)	\$ (9,702,591)	\$ (2,815,043)	\$ (11,906,183)	\$ (16,319)	\$ (9,943,202)	\$ (2,836,379)	\$ (4,712,579)	\$ 16,878	\$ (43,769,903)
Net Change in Cumulative Results of											
Funds from Dedicated Collections	\$ 396,223	\$ —	\$ 19,103	\$ 14,457	\$ —	\$ —	\$ (20,145)	\$ 71,955	\$ —	\$ —	\$ 481,593
Funds from other than Dedicated Collections	\$ —	\$ (38,170)	\$ (152,505)	\$ (2,170)	\$ 216,610	\$ 14,798	\$ 87,147	\$ 22,798	\$ 35,974	\$ —	\$ 184,482
Cumulative Results of Operations: Ending											
Funds from Dedicated Collections	\$ 3,325,197	\$ —	\$ 226,184	\$ (575,180)	\$ —	\$ —	\$ (2,552,315)	\$ 6,262,707	\$ —	\$ —	\$ 6,686,593
Funds from other than Dedicated Collections	\$ —	\$ 58,607	\$ 1,434,406	\$ 53,749	\$ 3,455,905	\$ 383,051	\$ (2,322,350)	\$ 81,101	\$ 427,022	\$ —	\$ 3,571,491
Total All Funds	\$ 3,325,197	\$ 58,607	\$ 1,660,590	\$ (521,431)	\$ 3,455,905	\$ 383,051	\$ (4,874,665)	\$ 6,343,808	\$ 427,022		\$ 10,258,084
Net Position											
Funds from Dedicated Collections	\$ 3,325,197	\$ —	\$ 226,184	\$ (575,180)	\$ —	\$ —	\$ 504,861	\$ 6,262,707	\$ —	\$ —	\$ 9,743,769
Funds from other than Dedicated Collections	\$ —	\$ 454,712	\$ 3,518,865	\$ 669,520	\$ 8,353,782	\$ 383,051	\$ 2,714,980	\$ 8,042,031	\$ 1,014,046	\$ —	\$ 25,150,987
Net Position - Total	\$ 3,325,197	\$ 454,712	\$ 3,745,049	\$ 94,340	\$ 8,353,782	\$ 383,051	\$ 3,219,841	\$ 14,304,738	\$ 1,014,046	\$ —	\$ 34,894,756

U.S. Department of Justice
Consolidating Statement of Changes in Net Position
For the Fiscal Year Ended September 30, 2023

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Eliminations	Consolidated
Unexpended Appropriations											
Beginning Balances											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (1,444)	\$ —	\$ —	\$ —	\$ (1,444)
Funds from other than Dedicated Collections	\$ —	\$ 313,325	\$ 2,373,249	\$ 575,032	\$ 4,840,987	\$ —	\$ 4,293,022	\$ 6,934,118	\$ 595,188	\$ —	\$ 19,924,921
Appropriations Received											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 5,707,596	\$ —	\$ —	\$ —	\$ 5,707,596
Funds from other than Dedicated Collections	\$ —	\$ 1,747,000	\$ 8,682,588	\$ 2,563,116	\$ 11,343,195	\$ —	\$ 9,537,566	\$ 3,450,605	\$ 3,852,789	\$ —	\$ 41,176,859
Appropriations Transferred-In/Out											
Funds from other than Dedicated Collections	\$ —	\$ (156)	\$ (185,212)	\$ 16,078	\$ (48,382)	\$ —	\$ (104,636)	\$ 58,225	\$ 697,776	\$ —	\$ 433,693
Other Adjustments											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (406)	\$ —	\$ —	\$ —	\$ (406)
Funds from other than Dedicated Collections	\$ —	\$ —	\$ (109)	\$ (5,172)	\$ (748)	\$ —	\$ (326,897)	\$ (81,307)	\$ (106)	\$ —	\$ (414,339)
Appropriations Used											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (2,668,692)	\$ —	\$ —	\$ —	\$ (2,668,692)
Funds from other than Dedicated Collections	\$ —	\$ (1,587,750)	\$ (8,417,010)	\$ (2,495,263)	\$ (10,808,739)	\$ —	\$ (8,416,329)	\$ (2,833,351)	\$ (4,518,233)	\$ —	\$ (39,076,675)
Net Change in Unexpended Appropriations											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 3,038,498	\$ —	\$ —	\$ —	\$ 3,038,498
Funds from other than Dedicated Collections	\$ —	\$ 159,094	\$ 80,257	\$ 78,759	\$ 485,326	\$ —	\$ 689,704	\$ 594,172	\$ 32,226	\$ —	\$ 2,119,538
Total Unexpended Appropriations: Ending											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 3,037,054	\$ —	\$ —	\$ —	\$ 3,037,054
Funds from other than Dedicated Collections	\$ —	\$ 472,419	\$ 2,453,506	\$ 653,791	\$ 5,326,313	\$ —	\$ 4,982,726	\$ 7,528,290	\$ 627,414	\$ —	\$ 22,044,459
Total All Funds	\$ —	\$ 472,419	\$ 2,453,506	\$ 653,791	\$ 5,326,313	\$ —	\$ 8,019,780	\$ 7,528,290	\$ 627,414	\$ —	\$ 25,081,513

U.S. Department of Justice
Consolidating Statement of Changes in Net Position
For the Fiscal Year Ended September 30, 2023 (continued)

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Eliminations	Consolidated
Cumulative Results of Operations											
Beginning Balances											
Funds from Dedicated Collections	\$ 1,570,492	\$ —	\$ 170,082	\$ (615,501)	\$ —	\$ —	\$ 543,495	\$ 6,770,325	\$ —	\$ —	\$ 8,438,893
Funds from other than Dedicated	\$ —	\$ 95,861	\$ 2,254,057	\$ 118,028	\$ 3,092,298	\$ 369,971	\$ (3,159,226)	\$ 50,653	\$ 354,985	\$ —	\$ 3,176,627
Other Adjustments											
Funds from Dedicated Collections	\$ (500,000)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (500,000)
Funds from other than Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (100,000)	\$ —	\$ (86)	\$ —	\$ (100,086)
Appropriations Used											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 2,668,692	\$ —	\$ —	\$ —	\$ 2,668,692
Funds from other than Dedicated Collections	\$ —	\$ 1,587,750	\$ 8,417,010	\$ 2,495,263	\$ 10,808,739	\$ —	\$ 8,416,329	\$ 2,833,351	\$ 4,518,233	\$ —	\$ 39,076,675
Nonexchange Revenues											
Funds from Dedicated Collections	\$ 276,467	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 93,480	\$ 1,612,771	\$ —	\$ —	\$ 1,982,718
Funds from other than Dedicated Collections	\$ —	\$ —	\$ 104	\$ —	\$ —	\$ —	\$ 35	\$ 421	\$ —	\$ —	\$ 560
Donations and Forfeitures of Cash and Cash											
Funds from Dedicated Collections	\$ 2,960,474	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 46,683	\$ —	\$ —	\$ —	\$ 3,007,157
Funds from other than Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 681	\$ —	\$ —	\$ —	\$ 681
Transfers-In/Out Without Reimbursement											
Funds from Dedicated Collections	\$ (9,696)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (14,355)	\$ —	\$ —	\$ (24,051)
Funds from other than Dedicated Collections	\$ —	\$ 1,056	\$ (108)	\$ 14,255	\$ 206,598	\$ —	\$ 462,733	\$ —	\$ 8,117	\$ —	\$ 692,651
Donations and Forfeitures of Property											
Funds from Dedicated Collections	\$ 224,397	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 224,397
Imputed Financing (Note 20)											
Funds from Dedicated Collections	\$ 4,652	\$ —	\$ 10,123	\$ 27,398	\$ —	\$ —	\$ 21,451	\$ —	\$ —	\$ —	\$ 63,624
Funds from other than Dedicated Collections	\$ —	\$ 84,282	\$ 509,627	\$ 120,625	\$ 554,386	\$ 28,938	\$ 263,245	\$ 8,672	\$ 95,329	\$ (16,515)	\$ 1,648,589
Other											
Funds from Dedicated Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1	\$ —	\$ —	\$ —	\$ 1
Funds from other than Dedicated Collections	\$ —	\$ —	\$ (8)	\$ —	\$ (13,447)	\$ —	\$ (39)	\$ —	\$ —	\$ —	\$ (13,494)
Net Cost of Operations											
Funds from Dedicated Collections	\$(1,597,812)	\$ —	\$ 26,876	\$ (1,534)	\$ —	\$ —	\$(5,905,972)	\$(2,177,989)	\$ —	\$ —	\$ (9,656,431)
Funds from other than Dedicated Collections	\$ —	\$(1,672,172)	\$(9,593,771)	\$(2,692,252)	\$(11,409,279)	\$ (30,656)	\$(8,293,255)	\$(2,834,794)	\$(4,585,530)	\$ 16,515	\$ (41,095,194)
Net Change in Cumulative Results of											
Funds from Dedicated Collections	\$ 1,358,482	\$ —	\$ 36,999	\$ 25,864	\$ —	\$ —	\$(3,075,665)	\$(579,573)	\$ —	\$ —	\$ (2,233,893)
Funds from other than Dedicated Collections	\$ —	\$ 916	\$(667,146)	\$(62,109)	\$ 146,997	\$ (1,718)	\$ 749,729	\$ 7,650	\$ 36,063	\$ —	\$ 210,382
Cumulative Results of Operations: Ending											
Funds from Dedicated Collections	\$ 2,928,974	\$ —	\$ 207,081	\$ (589,637)	\$ —	\$ —	\$ (2,532,170)	\$ 6,190,752	\$ —	\$ —	\$ 6,205,000
Funds from other than Dedicated Collections	\$ —	\$ 96,777	\$ 1,586,911	\$ 55,919	\$ 3,239,295	\$ 368,253	\$ (2,409,497)	\$ 58,303	\$ 391,048	\$ —	\$ 3,387,009
Total All Funds	\$ 2,928,974	\$ 96,777	\$ 1,793,992	\$ (533,718)	\$ 3,239,295	\$ 368,253	\$(4,941,667)	\$ 6,249,055	\$ 391,048	\$ —	\$ 9,592,009
Net Position											
Funds from Dedicated Collections	\$ 2,928,974	\$ —	\$ 207,081	\$ (589,637)	\$ —	\$ —	\$ 504,884	\$ 6,190,752	\$ —	\$ —	\$ 9,242,054
Funds from other than Dedicated Collections	\$ —	\$ 569,196	\$ 4,040,417	\$ 709,710	\$ 8,565,608	\$ 368,253	\$ 2,573,229	\$ 7,586,593	\$ 1,018,462	\$ —	\$ 25,431,468
Net Position - Total	\$ 2,928,974	\$ 569,196	\$ 4,247,498	\$ 120,073	\$ 8,565,608	\$ 368,253	\$ 3,078,113	\$13,777,345	\$ 1,018,462	\$ —	\$ 34,673,522

U.S. Department of Justice
Combining Statement of Custodial Activity
For the Fiscal Year Ended September 30, 2024

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Combined
Total Custodial Revenue										
Sources of Cash Collections										
Federal Debts, Fines, Penalties and Restitution	\$ —	\$ 1,213	\$ —	\$ 11,265	\$ 1,498	\$ —	\$ 7,484,053	\$ —	\$ —	\$ 7,498,029
Fees and Licenses	—	161,015	—	15,000	—	—	—	—	—	176,015
Miscellaneous	—	138	506	—	—	—	—	—	506	1,150
Total Cash Collections	\$ —	\$ 162,366	\$ 506	\$ 26,265	\$ 1,498	\$ —	\$ 7,484,053	\$ —	\$ 506	\$ 7,675,194
Accrual Adjustments		(208)	93	(611)	210	—	(701,671)	—	4	(702,183)
Total Custodial Revenue (Note 22)	\$ —	\$ 162,158	\$ 599	\$ 25,654	\$ 1,708	\$ —	\$ 6,782,382	\$ —	\$ 510	\$ 6,973,011
Disposition of Collections										
Transferred to Federal Agencies										
Government Printing Office	—	—	—	—	—	—	(4)	—	—	(4)
The Judiciary	—	—	—	—	—	—	(85,520)	—	—	(85,520)
U.S. Department of Agriculture	—	—	—	—	—	—	(100,143)	—	—	(100,143)
U.S. Department of Commerce	—	—	—	—	—	—	(1,622)	—	—	(1,622)
U.S. Department of the Interior	—	—	—	—	—	—	(612,424)	—	—	(612,424)
U.S. Department of Justice	—	—	—	—	—	—	(447,466)	—	—	(447,466)
U.S. Department of Labor	—	—	—	—	—	—	(3,819)	—	—	(3,819)
U.S. Postal Service	—	—	—	—	—	—	(7,192)	—	—	(7,192)
U.S. Department of State	—	—	—	—	—	—	(11,215)	—	—	(11,215)
U.S. Department of the Treasury	—	—	—	—	—	—	(1,438,548)	—	—	(1,438,548)
Office of Personnel Management	—	—	—	—	—	—	(2,403)	—	—	(2,403)
Federal Communications Commission	—	—	—	—	—	—	(147)	—	—	(147)
Social Security Administration	—	—	—	—	—	—	(441)	—	—	(441)
Federal Trade Commission	—	—	—	—	—	—	(17,270)	—	—	(17,270)
U.S. Department of Veterans Affairs	—	—	—	—	—	—	(17,968)	—	—	(17,968)
Equal Employment Opportunity Commission	—	—	—	—	—	—	(2)	—	—	(2)
General Services Administration	—	—	—	—	—	—	(4,464)	—	—	(4,464)
National Science Foundation	—	—	—	—	—	—	(1,172)	—	—	(1,172)
Securities and Exchange Commission	—	—	—	—	—	—	(219)	—	—	(219)
Federal Deposit Insurance Corporation	—	—	—	—	—	—	(22)	—	—	(22)
Railroad Retirement Board	—	—	—	—	—	—	(155)	—	—	(155)
Tennessee Valley Authority	—	—	—	—	—	—	(50)	—	—	(50)
Environmental Protection Agency	—	—	—	—	—	—	(1,737,683)	—	—	(1,737,683)
U.S. Department of Transportation	—	—	—	—	—	—	(7,780)	—	—	(7,780)
U.S. Department of Homeland Security	—	—	—	—	—	—	(489,709)	—	—	(489,709)
Small Business Administration	—	—	—	—	—	—	(49,782)	—	—	(49,782)
U.S. Department of Health and Human Services	—	—	—	—	—	—	(1,190,043)	—	—	(1,190,043)
United States Intl Development Finance Corporation	—	—	—	—	—	—	(25)	—	—	(25)
National Aeronautics and Space Administration	—	—	—	—	—	—	(547)	—	—	(547)
Export-Import Bank of the United States	—	—	—	—	—	—	(818)	—	—	(818)
U.S. Department of Housing and Urban Development	—	—	—	—	—	—	(33,291)	—	—	(33,291)
U.S. Department of Energy	—	—	—	—	—	—	(16,936)	—	—	(16,936)
U.S. Department of Education	—	—	—	—	—	—	(8,546)	—	—	(8,546)
Commodities Futures Trading Commission	—	—	—	—	—	—	(2,615)	—	—	(2,615)
Corporation of National & Community Services	—	—	—	—	—	—	(60)	—	—	(60)
Federal Reserve Board	—	—	—	—	—	—	(961)	—	—	(961)
Treasury General Fund	—	(153,975)	(506)	(26,265)	(1,498)	—	(348,946)	—	(506)	(531,696)
U.S. Department of Defense	—	—	—	—	—	—	(74,398)	—	—	(74,398)
Transferred to the Public	—	—	—	—	—	—	(422,095)	—	—	(422,095)
(Increase)/Decrease in Amounts Yet to be Transferred	—	—	(93)	611	(210)	—	548,839	—	(4)	549,143
(Increase)/Decrease in Refunds Payable and Other Liabilities	—	(8,183)	—	—	—	—	—	—	—	(8,183)
Retained by the Reporting Entity	—	—	—	—	—	—	(194,720)	—	—	(194,720)
Total Disposition Of Collections	\$ —	\$ (162,158)	\$ (599)	\$ (25,654)	\$ (1,708)	\$ —	\$ (6,782,382)	\$ —	\$ (510)	\$ (6,973,011)
Custodial Revenue Less Disposition of Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —

U.S. Department of Justice
Combining Statement of Custodial Activity
For the Fiscal Year Ended September 30, 2023

Dollars in Thousands	AFF/SADF	ATF	BOP	DEA	FBI	FPI	OBDs	OJP	USMS	Combined
Total Custodial Revenue										
Sources of Cash Collections										
Federal Debts, Fines, Penalties and Restitution	\$ —	\$ 36	\$ —	\$ 10,770	\$ 1,616	\$ —	\$ 6,722,240	\$ —	\$ —	\$ 6,734,662
Fees and Licenses	—	111,371	—	15,000	—	—	—	—	—	126,371
Miscellaneous	—	305	518	—	—	—	—	—	4,370	5,193
Total Cash Collections	\$ —	\$ 111,712	\$ 518	\$ 25,770	\$ 1,616	\$ —	\$ 6,722,240	\$ —	\$ 4,370	\$ 6,866,226
Accrual Adjustments	—	224	—	26	(948)	—	(1,023,276)	—	10	(1,023,964)
Total Custodial Revenue (Note 22)	\$ —	\$ 111,936	\$ 518	\$ 25,796	\$ 668	\$ —	\$ 5,698,964	\$ —	\$ 4,380	\$ 5,842,262
Disposition of Collections										
Transferred to Federal Agencies										
Government Printing Office	—	—	—	—	—	—	(5)	—	—	(5)
The Judiciary	—	—	—	—	—	—	(84,738)	—	—	(84,738)
U.S. Department of Agriculture	—	—	—	—	—	—	(169,756)	—	—	(169,756)
U.S. Department of Commerce	—	—	—	—	—	—	(17,047)	—	—	(17,047)
U.S. Department of the Interior	—	—	—	—	—	—	(550,361)	—	—	(550,361)
U.S. Department of Justice	—	—	—	—	—	—	(273,757)	—	—	(273,757)
U.S. Department of Labor	—	—	—	—	—	—	(10,747)	—	—	(10,747)
U.S. Postal Service	—	—	—	—	—	—	(2,940)	—	—	(2,940)
U.S. Department of State	—	—	—	—	—	—	(367)	—	—	(367)
U.S. Department of the Treasury	—	—	—	—	—	—	(585,251)	—	—	(585,251)
Office of Personnel Management	—	—	—	—	—	—	(2,931)	—	—	(2,931)
Federal Communications Commission	—	—	—	—	—	—	(1,258)	—	—	(1,258)
Social Security Administration	—	—	—	—	—	—	(316)	—	—	(316)
Federal Trade Commission	—	—	—	—	—	—	(318,566)	—	—	(318,566)
International Trade Commission	—	—	—	—	—	—	(5,147)	—	—	(5,147)
U.S. Department of Veterans Affairs	—	—	—	—	—	—	(25,314)	—	—	(25,314)
Equal Employment Opportunity Commission	—	—	—	—	—	—	(1)	—	—	(1)
General Services Administration	—	—	—	—	—	—	(2,628)	—	—	(2,628)
National Science Foundation	—	—	—	—	—	—	(62)	—	—	(62)
Federal Deposit Insurance Corporation	—	—	—	—	—	—	(125)	—	—	(125)
National Endowment For the Humanities	—	—	—	—	—	—	(34)	—	—	(34)
Railroad Retirement Board	—	—	—	—	—	—	(172)	—	—	(172)
Tennessee Valley Authority	—	—	—	—	—	—	(937)	—	—	(937)
Environmental Protection Agency	—	—	—	—	—	—	(182,519)	—	—	(182,519)
U.S. Department of Transportation	—	—	—	—	—	—	(18,457)	—	—	(18,457)
U.S. Department of Homeland Security	—	—	—	—	—	—	(163,867)	—	—	(163,867)
Small Business Administration	—	—	—	—	—	—	(8,770)	—	—	(8,770)
U.S. Department of Health and Human Services	—	—	—	—	—	—	(1,647,589)	—	—	(1,647,589)
United States Intl Development Finance Corporation	—	—	—	—	—	—	(33)	—	—	(33)
National Aeronautics and Space Administration	—	—	—	—	—	—	(5,386)	—	—	(5,386)
Export-Import Bank of the United States	—	—	—	—	—	—	(1,074)	—	—	(1,074)
U.S. Department of Housing and Urban Development	—	—	—	—	—	—	(36,161)	—	—	(36,161)
U.S. Department of Energy	—	—	—	—	—	—	(1,530)	—	—	(1,530)
U.S. Department of Education	—	—	—	—	—	—	(2,857)	—	—	(2,857)
Commodities Futures Trading Commission	—	—	—	—	—	—	(115)	—	—	(115)
Corporation of National & Community Services	—	—	—	—	—	—	(316)	—	—	(316)
Federal Reserve Board	—	—	—	—	—	—	(3)	—	—	(3)
Treasury General Fund	—	(103,640)	—	(25,770)	(1,616)	—	(1,661,194)	—	(4,370)	(1,796,590)
U.S. Department of Defense	—	—	—	—	—	—	(373,067)	—	—	(373,067)
Transferred to the Public	—	—	—	—	—	—	(630,973)	—	—	(630,973)
(Increase)/Decrease in Amounts Yet to be Transferred	—	—	(518)	(26)	948	—	1,278,601	—	(10)	1,278,995
(Increase)/Decrease in Refunds Payable and Other Liabilities	—	(8,296)	—	—	—	—	—	—	—	(8,296)
Retained by the Reporting Entity	—	—	—	—	—	—	(191,194)	—	—	(191,194)
Total Disposition Of Collections	\$ —	\$ (111,936)	\$ (518)	\$ (25,796)	\$ (668)	\$ —	\$ (5,698,964)	\$ —	\$ (4,380)	\$ (5,842,262)
Custodial Revenue Less Disposition of Collections	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —

Payment Integrity Information Act Reporting

The *Payment Integrity Information Act of 2019* requires agencies to annually report certain information on improper payments in their Agency Financial Report (AFR), such as actions taken to address recovery auditor recommendations. In recent years, OMB has been collecting improper payments data not required to be reported in the AFR, such as data on recovery activities, fraud, and risk assessment, through an annual data call and publishing the data on *PaymentAccuracy.gov*. Annually, DOJ performs a risk assessment of the susceptibility of improper payments for all five major programs. If the risk assessment indicates that a program is susceptible to significant improper payments, the program will move to phase 2 in the following year and would be required to produce a statistically valid improper payment rate in accordance with OMB Memorandum M-21-19. Based on DOJ's most recent risk assessment, no major programs were determined to be susceptible to significant improper payments. The Department's FY 2024 data can be found on [DOJ Payment Integrity](https://paymentaccuracy.gov).¹

¹ <https://paymentaccuracy.gov>

Civil Monetary Penalty Adjustment for Inflation

As required by the *Federal Civil Penalties Inflation Adjustment Act Improvements Act of 2015*, the Department presents the most recent information available as of FY 2024.

Bureau of Alcohol, Tobacco, Firearms, and Explosives

Bureau of Alcohol, Tobacco, Firearms and Explosives						
Statutory Authority (U.S.C. Citation)	Penalty (Name or Description)	Year Enacted	Latest year of adjustment (via statute or regulation)	Current Penalty Level (\$ Amount or Range)	Sub-Agency / Bureau / Unit	Location for Penalty Update Details
18 U.S.C. 922(t)(5)	Brady Law - Nat'l Instant Criminal Check System; PL 103-159, sec. 102(b)	1993	2024	\$10,557	Alcohol Tobacco, Firearms, and Explosives (ATF)	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
18 U.S.C. 924(p)	Child Safety Lock Act, PL 109-92, sec. 5(c)(2)(B) Secure gun storage or safety device, violation	2005	2024	\$3,861	Alcohol, Tobacco, Firearms, and Explosives (ATF)	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations

Civil Division

Civil Division						
Statutory Authority (U.S.C. Citation)	Penalty (Name or Description)	Year Enacted	Latest year of adjustment (via statute or regulation)	Current Penalty Level (\$ Amount or Range)	Sub-Agency / Bureau / Unit	Location for Penalty Update Details
12 U.S.C. 1833a(b)(1)	Financial Institutions Reform, Recovery, and Enforcement Act (FIRREA) Violation	1989	2024	\$2,449,575	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
12 U.S.C. 1833a(b)(2)	FIRREA Violation (continuing)	1989	2024	\$2,449,575	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
12 U.S.C. 1833a(b)(2)	FIRREA Violation (continuing)	1989	2024	\$12,247,886	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
22 U.S.C. 2399b(a)(3)(A)	Foreign Assistance Act Fraudulent Claim for Assistance	1968	2024	\$7,114	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
31 U.S.C. 3729(a)	False Claims Act Violations	1986	2024	Min: \$13,946 Max: \$27,894	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
31 U.S.C. 3802(a)(1)	Program Fraud Civil Remedies Act Violations Involving False Claim (per claim)	1986	2024	\$13,946	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
31 U.S.C. 3802(a)(2)	Program Fraud Civil Remedies Act Violation Involving False Statement (per statement)	1986	2024	\$13,946	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
40 U.S.C. 123(a)(1)(A)	Federal Property and Administrative Services Act Violation Involving Surplus Government Property	1949	2024	\$7,114	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
41 U.S.C. 8706(a)(1)(B)	Anti-Kickback Act Violation Involving Kickbacks (per occurrence)	1986	2024	\$27,894	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
18 U.S.C. 2723(b)	Driver's Privacy Protection Act of 1994; Prohibition on release and use of certain personal information from state motor	1994	2024	\$10,289	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
18 U.S.C. 216(b)	Ethics Reform Act of 1989 Penalties for Conflict of Interest Crimes	1989	2024	\$122,480	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
41 U.S.C. 2105(b)(1)	Office of Federal Procurement Policy Act Violation by an organization	1988	2024	\$127,983	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations

**U.S. Department of Justice
Other Information (Unaudited)**

Civil Division (continued)

Civil Division						
Statutory Authority (U.S.C. Citation)	Penalty (Name or Description)	Year Enacted	Latest year of adjustment (via statute or regulation)	Current Penalty Level (\$ Amount or Range)	Sub-Agency / Bureau / Unit	Location for Penalty Update Details
41 U.S.C. 2105(b)(2)	Office of Federal Procurement Policy Act	1988	2024	\$1,279,819	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
42 U.S.C. 5157(d)	Violation by an organization Disaster Relief Act Violation	1974	2024	\$16,170	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
18 U.S.C. 248(c)(2)(B)(i)	Freedom of Access to Clinic Entrances Act of 1994 Nonviolent physical obstruction, first order	1994	2024	\$20,516	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
18 U.S.C. 248(c)(2)(B)(ii)	Freedom of Access to Clinic Entrances Act of 1994 Nonviolent physical obstruction, subsequent order	1994	2024	\$30,868	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
18 U.S.C. 248(c)(2)(B)(i)	Freedom of Access to Clinic Entrances Act of 1994 Other violation, first order	1994	2024	\$30,868	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
18 U.S.C. 248(c)(2)(B)(ii)	Freedom of Access to Clinic Entrances Act of 1994 Other violation, subsequent order	1994	2024	\$51,449	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
42 U.S.C. 3614(d)(1)(C)(i)	Fair Housing Act of 1968, as amended in 1988. PL 100-430	1988	2024	\$127,983	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
42 U.S.C. 3614(d)(1)(C)(ii)	Fair Housing Act of 1968, as amended in 1988; PL 100-430	1988	2024	\$255,964	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
42 U.S.C. 12188(b)(C)(i)	Americans With Disabilities Act; PL 101-336 Public accommodations for	1990	2024	\$115,231	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
42 U.S.C. 12188(b)(C)(ii)	Americans With Disabilities Act; PL 101-336 Public accommodations for	1990	2024	\$230,464	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
50 U.S.C. App. 597(b)(3)	Service members Civil Relief Act First violation	2010	2024	\$77,370	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
50 U.S.C. App. 597(b)(3)	Service members Civil Relief Act Subsequent violation	2010	2024	\$154,741	Civil Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations

Criminal Division

Civil Division						
Statutory Authority (U.S.C. Citation)	Penalty (Name or Description)	Year Enacted	Latest year of adjustment (via statute or regulation)	Current Penalty Level (\$ Amount or Range)	Sub-Agency / Bureau / Unit	Location for Penalty Update Details
18 U.S.C. 983(h)H1	Civil Asset Forfeiture Reform Act of 2000; PL 106-105 Frivolous Assertion of Claim	2000	2024	Min: \$442 Max: \$8,842	Criminal Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
18 U.S.C. 1956(b)	Money Laundering Control Act of 1986; PL 99-570, Title I, Subtitle H	1986	2024	\$27,894	Criminal Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations

**U.S. Department of Justice
Other Information (Unaudited)**

Drug Enforcement Administration

Civil Division						
Statutory Authority (U.S.C. Citation)	Penalty (Name or Description)	Year Enacted	Latest year of adjustment (via statute or regulation)	Current Penalty Level (\$ Amount or Range)	Sub-Agency / Bureau / Unit	Location for Penalty Update Details
21 U.S.C. 844a(a)	Anti-Drug Abuse Act of 1988 Possession of small amounts of controlled substances	1988	2024	\$25,597	Drug Enforcement Administration	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
21 U.S.C. 961(1)	Controlled Substance Import Export Act Drug abuse, import or export	1970	2024	\$88,934	Drug Enforcement Administration	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
21 U.S.C. 842(c)(1)(A)	Controlled Substances Act, PL 90-513 Violations of 842(a) - other than (5), (10), (16), and (17) - Prohibited acts re: controlled substances (per violation)	1970	2024	\$80,850	Drug Enforcement Administration	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
21 U.S.C. 842(c)(1)(B)(i)	Controlled Substances Act, PL 90-513 Violations of 842(a)(5), (10), and (17) - Prohibited acts re: controlled substances	1998	2024	\$18,759	Drug Enforcement Administration	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
21 U.S.C. 842(c)(1)(B)(ii)	Support for Patients and Communities Act, PL 115-211 Violations of 842(b)(ii) - Failures re: opioids to report suspicious orders; maintain effective controls; review most recent information provided by Atty Gen.	2018	2024	\$121,664	Drug Enforcement Administration	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
21 U.S.C. 842(c)(1)(C)	Controlled Substances Act, PL 90-513 Violation of 825(e) by importer, exporter, manufacturer, or distributor - False labeling of anabolic steroids; PL 113-260	2014	2024	\$647,907	Drug Enforcement Administration	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
21 U.S.C. 842(c)(1)(D)	Controlled Substances Act, PL 90-513 Violation of 825(e) at the retail level - False labeling of anabolic steroids; PL 113-260	2014	2024	\$1,296	Drug Enforcement Administration	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
21 U.S.C. 842(c)(2)(C)	Controlled Substances Act, PL 90-513 Violation of 842(a)(11) by a business - Distribution of laboratory supply with reckless disregard; PL 104-237	1996	2024	\$485,893	Drug Enforcement Administration	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
21 U.S.C. 842(c)(2)(D)	Support for Patients and Communities Act, PL 115-211 Violations of 842(a)(5), (10) and (17) by a registered manufacturer or distributor of opioids. Failures re: opioids to report suspicious orders; maintain effective controls; review most recent information provided by Atty Gen.	2018	2024	\$608,319	Drug Enforcement Administration	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
21 U.S.C. 856(d)	Illicit Drug Anti-Proliferation Act of 2003 Maintaining drug-involved premises; PL 108-21	2003	2024	\$448,047	Drug Enforcement Administration	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations

**U.S. Department of Justice
Other Information (Unaudited)**

Executive Office for Immigration Review

Immigration-Related Penalties

Statutory Authority (U.S.C. Citation)	Penalty (Name or Description)	Year Enacted	Latest year of adjustment (via statute or regulation)	Current Penalty Level (\$ Amount or Range)	Sub-Agency / Bureau / Unit	Location for Penalty Update Details
8 U.S.C. 1324a(e)(4)(A)(i)	Immigration Reform and Control Act of 1986 Unlawful employment of aliens, first order	1986	2024	Min: \$698 Max: \$5,579	Executive Office for Immigration Review	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324a(e)(4)(A)(ii)	Immigration Reform and Control Act of 1986 Unlawful employment of aliens, second order	1986	2024	Min: \$5,579 Max: \$13,946	Executive Office for Immigration Review	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324a(e)(4)(A)(iii)	Immigration Reform and Control Act of 1986 Unlawful employment of aliens, subsequent order	1986	2024	Min: \$8,369 Max: \$27,894	Executive Office for Immigration Review	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324a(e)(5)	Immigration Reform and Control Act of 1986 Paperwork violation	1986	2024	Min: \$281 Max: \$2,789	Executive Office for Immigration Review	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324a (note)	Immigration Reform and Control Act of 1986; PL 104-208, sec. 403(a)(4)(C)(ii) Failure to notify DHS of employee's employment eligibility	1996	2024	Min: \$973 Max: \$1,942	Executive Office for Immigration Review	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324a(g)(2)	Immigration Reform and Control Act of 1986; PL 99-603 Violation/prohibition of indemnity bonds	1986	2024	\$2,789	Executive Office for Immigration Review	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324b(g)(2)(B)(iv)(I)	Immigration Reform and Control Act of 1986; PL 101-649, sec. 536(a) Unfair immigration-related employment practices, first order	1990	2024	Min: \$575 Max: \$4,610	Civil Rights Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324b(g)(2)(B)(iv)(II)	Immigration Reform and Control Act of 1986; PL 101-649, sec. 536(a) Unfair immigration-related employment practices, second order	1990	2024	Min: \$4,610 Max: \$11,524	Civil Rights Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324b(g)(2)(B)(iv)(III)	Immigration Reform and Control Act of 1986; PL 101-649, sec. 536(a) Unfair immigration-related employment practices	1990	2024	Min: \$6,913 Max: \$23,048	Civil Rights Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324b(g)(2)(B)(iv)(IV)	Immigration Reform and Control Act of 1986; PL 101-649, sec. 536(a) Unfair immigration-related employment practices, document abuse	1990	2024	Min: \$230 Max: \$2,304	Civil Rights Division	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324c(d)(3)(A)	Immigration Reform and Control Act of 1986; PL 101-649, sec. 536(a) Document fraud, first order -- for violations described in USC 1324c(a)(1)-(4)	1990	2024	Min: \$575 Max: \$4,610	Executive Office for Immigration Review	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324c(d)(3)(B)	Immigration Reform and Control Act of 1986; PL 101-649, sec. 536(a) Document fraud, subsequent order -- for violations described in USC 1324c(a)(1)-(4)	1990	2024	Min: \$4,610 Max: \$11,524	Executive Office for Immigration Review	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324c(d)(3)(A)	Immigration Reform and Control Act of 1986; PL 104-208, sec. 212(a)(5) Document fraud, first order -- for violations described in USC 1324c(a)(5)-(6)	1996	2024	Min: \$487 Max: \$3,887	Executive Office for Immigration Review	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations
8 U.S.C. 1324c(d)(3)(B)	Immigration Reform and Control Act of 1986; PL 104-208, sec. 212(a)(5) Document fraud, subsequent order -- for violations described in USC 1324c(a)(5)-(6)	1996	2024	Min: \$3,887 Max: \$9,718	Executive Office for Immigration Review	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations

U.S. Department of Justice
Other Information (Unaudited)

Federal Bureau of Investigation

Immigration-Related Penalties

Statutory Authority (U.S.C. Citation)	Penalty (Name or Description)	Year Enacted	Latest year of adjustment (via statute or regulation)	Current Penalty Level (\$ Amount or Range)	Sub-Agency / Bureau / Unit	Location for Penalty Update Details
49 U.S.C. 30505(a)	National Vehicle Title Identification System; PL 103-272(1)(e)	1994	2024	\$2,058	Federal Bureau of Investigation	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations

Office of Justice Programs

Immigration-Related Penalties

Statutory Authority (U.S.C. Citation)	Penalty (Name or Description)	Year Enacted	Latest year of adjustment (via statute or regulation)	Current Penalty Level (\$ Amount or Range)	Sub-Agency / Bureau / Unit	Location for Penalty Update Details
34 U.S.C 10231(d)	Omnibus Crime State and Local CHRI Systems - Right to Privacy Violation and Safe Streets Act State and Local CHRI Systems - Right to Privacy Violation	1979	2024	\$35,574	Office of Justice Programs	Federal Register / Vol. 88, No. 19 / Monday, January 30, 2023 / Rules and Regulations

Grants Programs

To promote the efficient administration of grants programs, *OMB A-136* requires agencies with Federal grants programs to submit a high-level summary of expired, but not closed, Federal grants and cooperative agreements (awards), including: 1) disclosure of the number of awards and balances for which closeout has not yet occurred, but for which the period of performance has elapsed by 2 years or more prior to September 30, 2024; and 2) a brief narrative of the progress made over the past year compared to the previous year's report, challenges preventing closeout of awards reported, and actions to be taken to close awards reported.

Three DOJ grant-making components report information under this guidance: Office of Justice Programs (OJP), Office of Community Oriented Policing Services (COPS), and Office on Violence Against Women (OVW).

- The table below summarizes the total number of grant and cooperative agreement awards and balances as of September 30, 2024 for which closeout has not yet occurred but for which the period of performance has elapsed by two years or more. (i.e., on or before September 30, 2022).

Age and Balances for Expired Awards not Closed
For the Fiscal Year Ended September 30, 2024 (Dollars in Thousands)

DOJ Component	Category	Period of Performance has Expired as of September 30, 2024		
		Closeout Lapse of 2-3 Years FYs 2021-2022	Closeout Lapse of 3-5 Years FYs 2020-2021	Closeout Lapse of More than 5 Years Before 2019
OJP	Number of Grants/Cooperative Agreements with Zero Dollar Balances	4	1	—
	Number of Grants/Cooperative Agreements with Undisbursed Balances	189	27	7
	OJP Total Amount of Undisbursed Balances	\$13,584	\$2,912	\$455
COPS	Number of Grants/Cooperative Agreements with Zero Dollar Balances	8	2	—
	Number of Grants/Cooperative Agreements with Undisbursed Balances	25	7	—
	COPS Total Amount of Undisbursed Balances	\$4,023	\$284	\$—
OVW	Number of Grants/Cooperative Agreements with Zero Dollar Balances	195	12	4
	Number of Grants/Cooperative Agreements with Undisbursed Balances	495	14	26
	OVW Total Amount of Undisbursed Balances	\$48,912	\$2,569	\$3,607
DOJ Total Amount of Undisbursed Balances		\$66,519	\$5,765	\$4,062

2. Closeout Challenges

OJP made significant progress of the past year closing more than half of the awards reported on the prior year's report and partially deobligating undisbursed funds for awards with a final Federal Financial Report. OJP continues to face challenges closing awards that are under review. OJP will continue to review expired awards and conduct outreach with grantees and program offices to close awards.

OVW made progress by increasing the number of awards closed during FY 2024 over the previous fiscal year. Various technical system issues (including closeout workflow, report errors, and display of award information) and unresolved monitoring reviews continue to create challenges closing awards in a timely manner. The number of awards in the 2–3-year category increased again this year as OVW continued with the policy of issuing new awards rather than adding funding/supplementing current awards because of challenges administering supplemental awards.

The COPS Office has made significant progress of closeouts in FY 2024, closing 550 awards. Additionally, since last year's report, the COPS Office has resolved 7 lapsed closeouts for a total of 42 compared to the previous report of 49. COPS has identified approximately 71% of the lapsed closeouts associated with missing or unsubmitted final progress report provided by the grantee, which is a compliance issue. Furthermore, 26% pertain to holds for OIG or monitoring restrictions thus cannot be closed. Since implementation of the bi-monthly closeout reviews beginning in February 2024, COPS has taken a more proactive approach to resolve closeouts timely. This has resulted in over 59 closeouts accomplished during this new process.

Undisbursed Balances in Expired Grant Awards

Section 524 of the Commerce, Justice, Science, and Related Agencies Appropriations Act, 2024 (Division C of the Consolidated Appropriations Act, 2024 (P.L 118-42)) requires certain departments, agencies, and instrumentalities of the United States Government receiving appropriations under *the Act* to track undisbursed balances in expired grant accounts for FY 2024. At DOJ, grantees typically have 120 days after the grant expires to complete final drawdowns and expenditures. The data reported are based on the following definitions:

- An expired grant is a grant award that has reached the grant end date and is eligible for closeout. For DOJ, this means grants with an expired period of performance, and closeout has not yet occurred, but for which the period of performance has elapsed by two years or more prior to September 30, 2024 (i.e., on or before September 30, 2022).
- Undisbursed balances in expired grant accounts include budget authority that is no longer available for new obligations but is still available for disbursement. According to *Section 20.4(c) of OMB A-11, Preparation, Submission, and Execution of the Budget*, the expired phase "lasts five years after the last unexpired year unless the expiration period has been lengthened by legislation. Specifically, one may not incur new obligations against expired budget authority, but you may liquidate existing obligations by making disbursements."

**U.S. Department of Justice
Other Information (Unaudited)**

For FY 2024, the below information is required to be reported in the Agency Annual Financial Reports with regard to undisbursed balances in expired grant accounts: (1) details on future action the department, agency, or instrumentality will take to resolve undisbursed balances in expired grant accounts; (2) the method that the department, agency, or instrumentality uses to track undisbursed balances in expired grant accounts; (3) identification of undisbursed balances in expired grant accounts that may be returned to the Treasury of the United States; and (4) in the preceding three fiscal years, details on the total number of expired grant accounts with undisbursed balances (on the first day of each fiscal year) for the department, agency, or instrumentality and the total finances that have not been obligated to a specific project remaining in the accounts. The data reported here reflects the amount of undisbursed balances in grant accounts that have reached their end date and are eligible for closeout and is provided in accordance with *Office of Management and Budget M-16-18, Financial and Performance Reporting on Undisbursed Balances in Expired Grant Accounts*.

The information provided here pertains to the DOJ's three grant making appropriation accounts: OJP, COPS, and OVW. Their responses are noted below:

1. In the preceding 3 fiscal years, the total number of expired grant awards (period of performance has elapsed by two years or more) with undisbursed balances (on the first day of each fiscal year) and the total finances that have not been obligated to a specific grant or project remaining in the accounts, are as follows (dollars in thousands):

**Status of Undisbursed Balances in Expired Grants
For the Fiscal Years Ended September 30, 2024 and 2023 (Dollars in Thousands)**

DOJ Component	Category	FY 2024 (as of 9/30/2024)	FY 2023 (as of 9/30/2023)
OJP	Number of expired grant awards	228	243
	Undisbursed balances prior to closeout	\$ 16,951	\$ 18,231
	Unobligated balances prior to closeout (based on the federal financial report submitted by grantee)	\$ 12,816	\$ 30,127
COPS	Number of expired grant awards	211	49
	Undisbursed balances prior to closeout	\$ 21,461	\$ 4,744
	Unobligated balances prior to closeout (based on the federal financial report submitted by grantee)	\$ 27,438	\$ 2,513
OVW	Number of expired grant awards	777	491
	Undisbursed balances prior to closeout	\$ 55,088	\$ 31,940
	Unobligated balances prior to closeout (based on the federal financial report submitted by grantee)	\$ 55,196	\$ 35,152

FY 2023 was the first year the Department reported this information. Previous reports captured expired grants in expired appropriations only. Since the Department did not have any expired grants in expired appropriation accounts, the reports reflected zero in all categories for FY 2022. Beginning in FY 2023, the Department is reporting all expired grants regardless of the type of appropriation. For reporting period FY 2022, some of the expired grants that were unclosed at that time have subsequently been closed. For that reason, we do not have the data to capture this information.

2. Details on future actions DOJ will be taken to resolve undisbursed balances in expired grant accounts:

OJP will continue to monitor the expired awards with an undisbursed balance, quarterly and conduct outreach with the grantees and program office to close awards and deobligate available funds. In Q4, OJP reviewed the awards with an undisbursed balance and partially de-obligated funds from awards, if the grantee filed a final Federal Financial Report (FFR).

OVW reviews the closeout report to identify awards with a complete financial reconciliation (i.e., Undisbursed balance in UFMS equals the Unobligated balance on the Final FFR) and an undisbursed balance in UFMS to prioritize processing of these closeouts and deobligating remaining balances. This fiscal year OVW plans to send email reminders as outreach to recipients during their 120-day closeout timeframe outlining the actions required to close out their awards in an attempt reduce delays.

For COPS, future action to resolve undisbursed balances include increased collaboration of with programmatic and financial teams for bi-monthly reviews of closeouts focused on lapsed two or more years for tangible progress. Additionally, COPS will continue to enforce compliance and monitoring issues.

3. The method that DOJ uses to track undisbursed balances in expired grant accounts:

OJP reviews a quarterly report for awards 120 days or more past the award end date to track the undisbursed balances for expired awards. The COPS Office has developed the quarterly financial report to monitor undisbursed balances of expired grants and identify focus areas. On the other hand, OVW reviews a closeout report to identify and track undisbursed balances on expired grants on a monthly basis.

4. Process for identification of undisbursed balances in expired grant accounts that may be returned to the Treasury:

Currently, the three DOJ grant-making components operates with “no year” appropriation funds. For that reason, funds from undisbursed balances are not returned to Treasury. Undisbursed balances are recovered in the program for the same appropriated purpose.

Climate Related Financial Risk

Consistent with Executive Order 14008 and 14057, the Department publishes Climate Adaptation and Sustainability Plans. The Department's progress is reviewed annually through OMB Federal Sustainability Scorecards. The most current and historical information related to plans and scorecards can be found on [Department of Justice Progress](https://www.sustainability.gov/doj.html)² website.

Funding made available through appropriations assists the Department in the implementation of programs and initiatives to combat climate related risks. Listed below are a few examples of such program and initiatives.

- FBI and BOP support their safety and preparedness training programs to reduce employee exposure to and harm caused by extreme heat.
- The Justice Continuity Program requires components to complete Continuity of Operations (COOP) plans, which consider climate hazards.
- ATF completed the DOE's 50001 Ready Energy Management System program for three of its facilities (Canine Training Center, Kennel, and National Laboratory Center) to improve energy and water use efficiency.
- DOJ annually prepares its Sustainability Strategic Plan (SSP) to prioritize efforts to decarbonize DOJ's real property portfolio and fleet and increase its purchase of carbon pollution-free electricity.
- JMD FASS collaborated with the Office of Chief Information Officer and developed a GIS-based tool to assess the exposure of current and future climate hazards to DOJ's real property assets. The tool has been deployed for internal use by DOJ components, and the system continues to evolve by adding additional data elements and refreshing existing data.

² <https://www.sustainability.gov/doj.html>

U.S. DEPARTMENT OF JUSTICE

APPENDIX (UNAUDITED)



APPENDIX: Office of the Inspector General Analysis and Summary of Actions Necessary to Close the Audit Report

The U.S. Department of Justice Office of the Inspector General (OIG) provided a draft of the Independent Auditors' Report to the Department of Justice (Department). The Department's response is incorporated in the Exhibit of the Independent Auditors' Report of this final report. In response to the Independent Auditors' Report, the Department concurred with the recommendations and discussed the actions it will implement in response to the finding. As a result, the status of the report is resolved. The following provides the OIG analysis of the response and summary of actions necessary to close the report.

Recommendations for the Department:

- 1. Continue to recruit and retain individuals with relevant financial management and/or accounting skills, train, as well as cross-train existing resources on financial management standards, concepts, policies, and procedures.**

Resolved. Management concurred with this recommendation. Management stated in its response that it has initiated actions based on implementation of the DOJ Strategic Plan, and that it will continue recruitment of individuals with accounting and financial management skills nationally and provide training to new and existing personnel.

This recommendation can be closed when subsequent annual financial statement audit testing verifies that sufficient training has occurred that results in effective control activities.

- 2. Assess reconciliation, review, and other monitoring controls to enhance the design of period end financial reporting controls, including the identification and investigation of significant variances for all financial statements.**

Closed. Management concurred with our recommendation. Because this is a repeat recommendation, we are closing this recommendation and tracking the status of corrective action through recommendation No. 4 of the Audit of the U.S. Department of Justice Annual Financial Statements Fiscal Year 2023 (OIG Report No. 24-020).

- 3. Enhance controls for the Department and the components to identify, analyze, and respond to risks and/or significant changes to operations and financial reporting processes.**

Resolved. Management concurred with this recommendation. Management stated in its response that it will assess and implement new processes to evaluate models used to calculate custodial and programmatic liabilities. Management also stated that it will conduct additional analysis on existing models to determine if accounting adjustments are warranted based on recent vs historical trends.

This recommendation can be closed when subsequent annual financial statement audit testing verifies that controls have been enhanced across the Department to identify, analyze, and response to risks and/or significant changes to operations and financial reporting processes.

- 4. Enhance controls for the Department and the components to monitor and evaluate the design and effectiveness of existing controls and enhance communication between the Department and components.**

Resolved. Management concurred with this recommendation. Management stated in its response that it will continue to work across the reporting components to enhance communication channels to support the dissemination of information.

This recommendation can be closed when subsequent annual financial statement audit testing verifies that controls have been enhanced across the Department to monitor and evaluate the design and effectiveness of existing controls and enhanced communication.

- 5. Enhance monitoring capabilities related to existing deficiencies to address existing design deficiencies and improve operating effectiveness of the related controls in a timely manner. Specifically, management should consider a baseline (current year) assessment and compare against management's design (future state) of the internal control system to address the objectives and risks of the Department.**

Resolved. Management concurred with this recommendation. Management stated in its response that they will continue to enhance its existing process to address previously identified internal control deficiencies.

This recommendation can be closed when subsequent annual financial statement audit testing verifies that management has enhanced its capabilities to monitor and remediate existing deficiencies in a timely manner.