

**GASB 75 Reconciliation and Sample Journal Entries for Virginia Sickness and Disability (VSDP)  
For the Measurement Date of June 30, 2023.**

Information used in these sample entries is related to the VSDP Plan and Employer 30100.

(Page references are related to the GASB Statement No. 75 Report for the Virginia Retirement System prepared as of June 30, 2023)

**Reconciliation of Entries Necessary to Record June 30, 2023, Net OPEB Asset**

	All Employers		Employer 30100	
	Debit	Credit	Debit	Credit
Net OPEB Asset - July 1, 2022		295,152,278 p 240		386,738 p 236
FY 2022 Deferred Inflows of Resources	97,470,818	FY 2022	94,971	FY 2022
FY 2023 Employer OPEB Expense	7,489,732	p 230	12,697	p 225
FY 2023 Deferred Outflows of Resources	53,653,731	p 230	60,411	p 225
FY 2023 Employer Contributions		30,907,159 (A)		38,194 (A)
FY 2022 Deferred Outflows of Resources		62,703,347 FY 2022		58,154 FY 2022
FY 2023 Deferred Inflows of Resources		85,729,706 p 230		75,355 p 225
Net OPEB Asset - June 30, 2023	315,878,209	p 240	390,362	p 236
	<u>\$ 474,492,490</u>	<u>\$ 474,492,490</u>	<u>\$ 558,441</u>	<u>\$ 558,441</u>

A - The employer contributions are the proportionate share of the total regular employer contributions to the VSDP OPEB Plan in FY 2023 and not the agency's actual employer contributions.

Refer to MD 6-30-2023- Analysis of FY 2023 Changes in Net OPEB Liability - VSDP under GASB Audit Opinions and Disclosure Guidance on the VRS website.

**1. To set up July 1, 2022, Net OPEB Asset and Reverse FY 2021 Deferred Inflows and Outflows.**

	All Employers		Employer 30100	
	Debit	Credit	Debit	Credit
Net OPEB Asset - July 1, 2022		295,152,278 p 240		386,738 p 236
FY 2022 Deferred Inflows of Resources	97,470,818	FY 2022	94,971	FY 2022
FY 2022 Deferred Outflows of Resources		62,703,347 FY 2022	\$	58,154 FY 2022
Adjusted Net OPEB Asset - July 1, 2022	260,384,807	Calculated	349,921	Calculated
	<u>\$ 357,855,625</u>	<u>\$ 357,855,625</u>	<u>\$ 444,892</u>	<u>\$ 444,892</u>

This entry establishes the adjusted Net OPEB Asset at July 1, 2022, exclusive of beginning Deferred Inflows and Outflows of Resources.

**2. To Reverse FY 2022 Reclassification of the FY 2023 Employer Contributions as Deferred Outflows of Resources.**

	All Employers		Employer 30100	
	Debit	Credit	Debit	Credit
FY 2023 Employer Contributions	\$ —		\$ —	
FY 2022 Deferred Outflows of Resources		\$ —		\$ —
	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

This is the employer's FY 2023 Employer Contributions for the VSDP. Since the Measurement Date for the prior year was June 30, 2022, employer contributions made after that date were reclassified as Deferred Outflows of Resources in the FY 2023 Financial Statements.

**3. To set up June 30, 2023, Deferred Inflows and Outflows and Record FY 2023 OPEB Expense.**

	All Employers			Employer 30100	
	Debit	Credit		Debit	Credit
FY 2023 Employer OPEB Expense	\$ 7,489,732		p 230	\$ 12,697	p 225
FY 2023 Deferred Outflows of Resources	53,653,731		p 230	60,411	p 225
Net OPEB Asset - June 30, 2023	55,493,402		Calculated	40,441	Calculated
FY 2023 Employer Contributions		30,907,159 (A)		38,194 (A)	
FY 2023 Deferred Inflows of Resources		85,729,706 p 230		75,355 p 225	
	\$ 116,636,865	\$ 116,636,865		\$ 113,549	\$ 113,549

This entry records the FY 2023 Employer OPEB Expense and the related Deferred Inflows and Outflows at June 30, 2023.

A - The employer contributions are the proportionate share of the total regular employer contributions to the VSDP OPEB Plan in FY 2023 and not the agency's actual employer contributions.

Refer to MD 6-30-2023 - Analysis of FY 2023 Changes in Net OPEB Liability - VSDP under GASB Audit Opinions and Disclosure Guidance on the VRS website.

**4. To Reclassify the FY 2023 Employer Contributions as Deferred Outflows of Resources.**

	All Employers		Employer 30100	
	Debit	Credit	Debit	Credit
FY 2023 Deferred Outflows of Resources	\$	—	\$	—
FY 2024 Employer Contributions		\$		\$
	\$	—	\$	—

This is the employer's FY 2024 Employer Contributions for the VSDP OPEB. Since the Measurement Date is June 30, 2023, employer contributions made after that date must be reclassified as Deferred Outflows of Resources. These contributions will be part of the Total Employer OPEB Expense in the FY 2025 Financial Statements.