

**GASB 75 Reconciliation and Sample Journal Entries for Virginia Sickness and Disability (VSDP)
For the Measurement Date of June 30, 2020.**

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, 2020)

Reconciliation of Entries Necessary to Record June 30, 2020, Net OPEB Asset

	All Employers		Employer 30100	
	Debit	Credit	Debit	Credit
Net OPEB Asset - July 1, 2019		\$ 196,195,272 p 228		\$ 257,997 p 224
FY 2019 Deferred Inflows of Resources	32,819,884	FY 2019	\$ 35,043	FY 2019
FY 2020 Employer OPEB Expense	20,684,310	p 218	27,714	p 214
FY 2020 Deferred Outflows of Resources	46,159,718	p 218	56,409	p 214
FY 2020 Employer Contributions		26,994,128 (A)		36,528 (A)
FY 2019 Deferred Outflows of Resources		34,852,531 FY 2019		42,596 FY 2019
FY 2020 Deferred Inflows of Resources		62,310,266 p 218		80,680 p 214
Net OPEB Asset - June 30, 2020	220,688,285	p 228	298,635	p 224
	<u>\$ 320,352,197</u>	<u>\$ 320,352,197</u>	<u>\$ 417,801</u>	<u>\$ 417,801</u>

A - The employer contributions are the proportionate share of the total regular employer contributions to the VSDP OPEB Plan in FY 2020 and not the agency's actual employer contributions.

Refer to MD 6-30-2020- Analysis of FY 2020 Changes in Net OPEB Liability - VSDP under GASB Audit Opinions and Disclosure Guidance on the VRS website.

1. To set up July 1, 2019, Net OPEB Asset and Reverse FY 2019 Deferred Inflows and Outflows.

	All Employers			Employer 30100		
	Debit	Credit		Debit	Credit	
Net OPEB Asset - July 1, 2019		\$ 196,195,272	p 228		\$ 257,997	p 224
FY 2019 Deferred Inflows of Resources	\$ 32,819,884		FY 2019	35,043		FY 2019
FY 2019 Deferred Outflows of Resources		34,852,531	FY 2019		42,596	FY 2019
Adjusted Net OPEB Asset - July 1, 2019	198,227,919		Calculated	265,550		Calculated
	\$ 231,047,803	\$ 231,047,803		\$ 300,593	\$ 300,593	

This entry establishes the adjusted Net OPEB Asset at July 1, 2019, exclusive of beginning Deferred Inflows and Outflows of Resources.

2. To Reverse FY 2019 Reclassification of the FY 2020 Employer Contributions as Deferred Outflows of Resources.

	All Employers		Employer 30100	
	Debit	Credit	Debit	Credit
FY 2020 Employer Contributions	\$ —		\$ —	
FY 2019 Deferred Outflows of Resources		\$ —		\$ —
	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

This is the employer's FY 2020 Employer Contributions for the VSDP. Since the Measurement Date for the prior year was June 30, 2019, employer contributions made after that date were reclassified as Deferred Outflows of Resources in the FY 2020 Financial Statements.

3. To set up June 30, 2020, Deferred Inflows and Outflows and Record FY 2020 OPEB Expense.

	All Employers			Employer 30100	
	Debit	Credit		Debit	Credit
FY 2020 Employer OPEB Expense	\$ 20,684,310		p 218	\$ 27,714	p 214
FY 2020 Deferred Outflows of Resources	46,159,718		p 218	56,409	p 214
Net OPEB Asset - June 30, 2020	22,460,366		Calculated	33,085	Calculated
FY 2020 Employer Contributions		26,994,128	(A)		36,528 (A)
FY 2020 Deferred Inflows of Resources		62,310,266	p 218		80,680 p 214
	<u>\$ 89,304,394</u>	<u>\$ 89,304,394</u>		<u>\$ 117,208</u>	<u>\$ 117,208</u>

This entry records the FY 2020 Employer OPEB Expense and the related Deferred Inflows and Outflows at June 30, 2020.

A - The employer contributions are the proportionate share of the total regular employer contributions to the VSDP OPEB Plan in FY 2020 and not the agency's actual employer contributions.

Refer to MD 6-30-2020 - Analysis of FY 2020 Changes in Net OPEB Liability - VSDP under GASB Audit Opinions and Disclosure Guidance on the VRS website.

4. To Reclassify the FY 2021 Employer Contributions as Deferred Outflows of Resources.

	All Employers		Employer 30100	
	Debit	Credit	Debit	Credit
FY 2020 Deferred Outflows of Resources	\$ —		\$ —	
FY 2021 Employer Contributions		\$ —		\$ —
	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

This is the employer's FY 2021 Employer Contributions for the VSDP OPEB. Since the Measurement Date is June 30, 2020, 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 2022 Financial Statements.