

**GASB 75 Reconciliation and Sample Journal Entries for Virginia Sickness and Disability (VSDP)
For the Measurement Date of June 30, 2022.**

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, 2022)

Reconciliation of Entries Necessary to Record June 30, 2022, Net OPEB Asset

	All Employers		Employer 30100	
	Debit	Credit	Debit	Credit
Net OPEB Asset - July 1, 2021		\$ 344,720,384 p 235		\$ 476,335 p 235
FY 2021 Deferred Inflows of Resources	137,389,692	FY 2021	\$ 187,920	FY 2021
FY 2022 Employer OPEB Expense	2,557,067	p 224	4,312	p 224
FY 2022 Deferred Outflows of Resources	62,703,347	p 224	58,154	p 224
FY 2022 Employer Contributions		28,077,270 (A)		36,790 (A)
FY 2021 Deferred Outflows of Resources		27,533,912 FY 2021		29,028 FY 2021
FY 2022 Deferred Inflows of Resources		97,470,818 p 224		94,971 p 224
Net OPEB Asset - June 30, 2022	295,152,278	p 235	386,738	p 235
	<u>\$ 497,802,384</u>	<u>\$ 497,802,384</u>	<u>\$ 637,124</u>	<u>\$ 637,124</u>

A - The employer contributions are the proportionate share of the total regular employer contributions to the VSDP OPEB Plan in FY 2022 and not the agency's actual employer contributions.

Refer to MD 6-30-2022- Analysis of FY 2022 Changes in Net OPEB Liability - VSDP under GASB Audit Opinions and Disclosure Guidance on the VRS website.

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

	All Employers			Employer 30100		
	Debit	Credit		Debit	Credit	
Net OPEB Asset - July 1, 2021		\$ 344,720,384	p 235		\$ 476,335	p 235
FY 2021 Deferred Inflows of Resources	\$ 137,389,692		FY 2021	187,920		FY 2021
FY 2021 Deferred Outflows of Resources		27,533,912	FY 2021		29,028	FY 2021
Adjusted Net OPEB Asset - July 1, 2021	234,864,604		Calculated	317,443		Calculated
	\$ 372,254,296	\$ 372,254,296		\$ 505,363	\$ 505,363	

This entry establishes the adjusted Net OPEB Asset at July 1, 2021, exclusive of beginning Deferred Inflows and Outflows of Resources.

2. To Reverse FY 2021 Reclassification of the FY 2022 Employer Contributions as Deferred Outflows of Resources.

	All Employers		Employer 30100	
	Debit	Credit	Debit	Credit
FY 2022 Employer Contributions	\$ —		\$ —	
FY 2021 Deferred Outflows of Resources		\$ —		\$ —
	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>

This is the employer's FY 2021 Employer Contributions for the VSDP. Since the Measurement Date for the prior year was June 30, 2021, employer contributions made after that date were reclassified as Deferred Outflows of Resources in the FY 2022 Financial Statements.

3. To set up June 30, 2022, Deferred Inflows and Outflows and Record FY 2022 OPEB Expense.

	All Employers			Employer 30100	
	Debit	Credit		Debit	Credit
FY 2022 Employer OPEB Expense	\$ 2,557,067		p 224	\$ 4,312	p 224
FY 2022 Deferred Outflows of Resources	62,703,347		p 224	58,154	p 224
Net OPEB Asset - June 30, 2022	60,287,674		Calculated	69,295	Calculated
FY 2022 Employer Contributions		28,077,270	(A)		36,790 (A)
FY 2022 Deferred Inflows of Resources		97,470,818	p 224		94,971 p 224
	<u>\$ 125,548,088</u>	<u>\$ 125,548,088</u>		<u>\$ 131,761</u>	<u>\$ 131,761</u>

This entry records the FY 2022 Employer OPEB Expense and the related Deferred Inflows and Outflows at June 30, 2022.

A - The employer contributions are the proportionate share of the total regular employer contributions to the VSDP OPEB Plan in FY 2022 and not the agency's actual employer contributions.

Refer to MD 6-30-2022 - Analysis of FY 2022 Changes in Net OPEB Liability - VSDP under GASB Audit Opinions and Disclosure Guidance on the VRS website.

4. To Reclassify the FY 2022 Employer Contributions as Deferred Outflows of Resources.

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

This is the employer's FY 2023 Employer Contributions for the VSDP OPEB. Since the Measurement Date is June 30, 2022, 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 2024 Financial Statements.