

**GASB 75 Reconciliation and Sample Journal Entries for Virginia Sickness and Disability (VSDP)
For the Measurement Date of June 30, 2021.**

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, 2021)

Reconciliation of Entries Necessary to Record June 30, 2021, Net OPEB Asset

	All Employers		Employer 30100	
	Debit	Credit	Debit	Credit
Net OPEB Asset - July 1, 2020		\$ 220,688,285 p 227		\$ 298,635 p 223
FY 2020 Deferred Inflows of Resources	62,310,266	FY 2020	\$ 80,680	FY 2020
FY 2021 Employer OPEB Expense		3,784,788 p 217		6,403 p 213
FY 2021 Deferred Outflows of Resources	27,533,912	p 217	29,028	p 213
FY 2021 Employer Contributions		26,542,079 (A)		36,676 (A)
FY 2020 Deferred Outflows of Resources		46,159,718 FY 2020		56,409 FY 2020
FY 2021 Deferred Inflows of Resources		137,389,692 p 217		187,920 p 213
Net OPEB Asset - June 30, 2021	344,720,384	p 227	476,335	p 223
	<u>\$ 434,564,562</u>	<u>\$ 434,564,562</u>	<u>\$ 586,043</u>	<u>\$ 586,043</u>

A - The employer contributions are the proportionate share of the total regular employer contributions to the VSDP OPEB Plan in FY 2021 and not the agency's actual employer contributions.

Refer to MD 6-30-2021- Analysis of FY 2021 Changes in Net OPEB Liability - VSDP under GASB Audit Opinions and Disclosure Guidance on the VRS website.

1. To set up July 1, 2020, Net OPEB Asset and Reverse FY 2020 Deferred Inflows and Outflows.

	All Employers			Employer 30100		
	Debit	Credit		Debit	Credit	
Net OPEB Asset - July 1, 2020		\$ 220,688,285	p 227		\$ 298,635	p 223
FY 2020 Deferred Inflows of Resources	\$ 62,310,266		FY 2020	80,680		FY 2020
FY 2020 Deferred Outflows of Resources		46,159,718	FY 2020		56,409	FY 2020
Adjusted Net OPEB Asset - July 1, 2020	204,537,737		Calculated	274,364		Calculated
	\$ 266,848,003	\$ 266,848,003		\$ 355,044	\$ 355,044	

This entry establishes the adjusted Net OPEB Asset at July 1, 2020, exclusive of beginning Deferred Inflows and Outflows of Resources.

2. To Reverse FY 2020 Reclassification of the FY 2021 Employer Contributions as Deferred Outflows of Resources.

	All Employers		Employer 30100	
	Debit	Credit	Debit	Credit
FY 2021 Employer Contributions	\$ —		\$ —	
FY 2020 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, 2020, employer contributions made after that date were reclassified as Deferred Outflows of Resources in the FY 2021 Financial Statements.

3. To set up June 30, 2021, Deferred Inflows and Outflows and Record FY 2021 OPEB Expense.

	All Employers			Employer 30100		
	Debit	Credit		Debit	Credit	
FY 2021 Employer OPEB Expense		\$ 3,784,788	p 217		\$ 6,403	p 213
FY 2021 Deferred Outflows of Resources	27,533,912		p 217	29,028		p 213
Net OPEB Asset - June 30, 2021	140,182,647		Calculated	201,971		Calculated
FY 2021 Employer Contributions		26,542,079	(A)		36,676	(A)
FY 2021 Deferred Inflows of Resources		137,389,692	p 217		187,920	p 213
	\$ 167,716,559	\$ 167,716,559		\$ 230,999	\$ 230,999	

This entry records the FY 2021 Employer OPEB Expense and the related Deferred Inflows and Outflows at June 30, 2021.

A - The employer contributions are the proportionate share of the total regular employer contributions to the VSDP OPEB Plan in FY 2021 and not the agency's actual employer contributions.

Refer to MD 6-30-2021 - Analysis of FY 2021 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 2021 Deferred Outflows of Resources	\$	—	\$	—
FY 2022 Employer Contributions		\$		\$
	\$	—	\$	—

This is the employer's FY 2022 Employer Contributions for the VSDP OPEB. Since the Measurement Date is June 30, 2021, 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 2023 Financial Statements.