

GASB 75 Reconciliation and Sample FY 2017 Journal Entries for Teacher HIC Employers

Information used in these sample entries is related to the Teacher Employee Health Insurance Credit Program and Employer 40100
(Page references are related to the GASB Statement No. 75 Report for the Virginia Retirement System prepared as of June 30, 2017)

1. To record Net Position, expenses, deferred outflows/inflows of resources, and Net HIC OPEB Liability

	All Teacher HIC Employers			Employer 40100		
	Debit	Credit		Debit	Credit	
Total Net Position - HIC OPEB	\$ 1,180,736,000		Note A	\$ 4,025,000		Note A
FY 2017 Employer HIC OPEB Expense	\$ 103,199,000		P 179	\$ 360,000		P 177
FY 2017 Deferred Outflows of Resources	\$ 9,737,000		P 179	\$ 34,000		P 177
FY 2017 Deferred Inflows of Resources		\$ 25,061,000	P 179		\$ 53,000	P 177
Net HIC OPEB Liability - June 30, 2017		\$ 1,268,611,000	P 185		\$ 4,366,000	P 183
	<u>\$ 1,293,672,000</u>	<u>\$ 1,293,672,000</u>		<u>\$ 4,419,000</u>	<u>\$ 4,419,000</u>	

Note A: The following is the calculation for the Net Position amount:

	All Teacher HIC Employers			Employer 40100		
	Debit	Credit		Debit	Credit	
Net HIC OPEB Liability - July 1, 2016	\$ 1,268,349,000		P 185	\$ 4,326,000		P 183
FY 2017 Employer Contributions		\$ 87,613,000	FY 2017		\$ 301,000	FY 2017
Total Net Position - HIC OPEB		\$ 1,180,736,000	Calculated		\$ 4,025,000	Calculated
	<u>\$ 1,268,349,000</u>	<u>\$ 1,268,349,000</u>		<u>\$ 4,326,000</u>	<u>\$ 4,326,000</u>	

The employer contributions are the proportionate share of the total Regular employer contributions to the Teacher Employee HIC OPEB Plan in FY 2017 and not the agency's actual employer contributions. Refer to "FY 2018 - Analysis of FY 2017 Changes in Net OPEB Liability - HIC - Teacher" under GASB Audit Opinions and Disclosure Guidance on the VRS website.

2. To Reclassify the FY 2018 Employer Contributions as Deferred Outflows Of Resources.

	All Teacher HIC Employers		Employer 40100	
	Debit	Credit	Debit	Credit
FY 2017 Deferred Outflows of Resources	\$ -		\$ -	
FY 2018 Employer Contributions		\$ -		\$ -
	\$ -	\$ -	\$ -	\$ -

This is the employer's FY 2018 Employer Contributions for the Teacher Employee HIC OPEB. Since the Measurement Date is June 30, 2017, employer contributions made after that date must be reclassified as Deferred Outflows of Resources. These contributions will be part of the school system's HIC OPEB Expense in the FY 2019 Financial Statements.