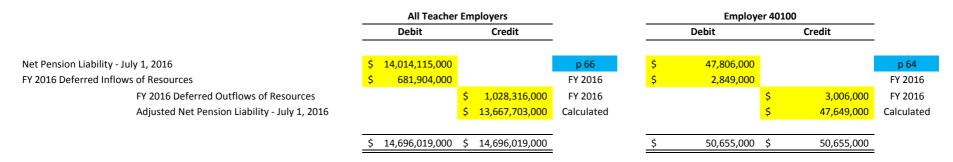
GASB 68 Reconciliation and Sample FY 2017 Journal Entries for Teacher Employers

Information used in these sample entries is related to the Total Teacher Plan and Employer 40100. (Page references are related to the GASB Statement No. 68 Report for the Virginia Retirement System prepared as of June 30, 2017)

Reconciliation of Entries Necessary to Record June 30, 2017 Net Pension Liability

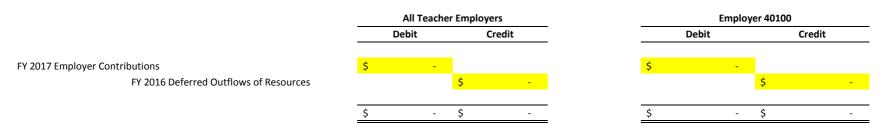
	All Teacher Employers									
	Debit		Credit			-	Debit		Credit	
Net Pension Liability - July 1, 2016	\$	14,014,115,000			p 66		\$	47,806,000		p 64
FY 2016 Deferred Inflows of Resources	\$	681,904,000			FY 2016		\$	2,849,000		FY 2016
FY 2017 Employer Pension Expense	\$	906,386,000			P 60		\$	2,946,000		p 57
FY 2017 Deferred Outflows of Resources	\$	435,367,000			P 60		\$	1,068,000		P 57
FY 2017 Employer Contributions			\$	1,137,976,000	(A)				\$ 3,910,000	(A)
FY 2016 Deferred Outflows of Resources			\$	1,028,316,000	FY 2016				\$ 3,006,000	FY 2016
FY 2017 Deferred inflows of Resources			\$	1,573,505,000	P 60				\$ 5,489,000	P 57
Net Pension Liability - June 30, 2017			\$	12,297,975,000	p 66				\$ 42,264,000	p 64
						_				
	\$	16,037,772,000	\$	16,037,772,000		=	\$	54,669,000	\$ 54,669,000	

A - The employer contributions are the proportionate share of the total Regular employer contributions to the Teacher Plan in FY 2017 and not the agency's actual employer contributions. Refer to FY 2018 - Analysis of FY 2017 Teacher Employer Change on Net Pension Liability under GASB Audit Opinions and Disclosure Guidance on the VRS website. 1. To set up July 1, 2016 Net Pension Liability and Reverse FY 2016 Deferred Inflows and Outflows.



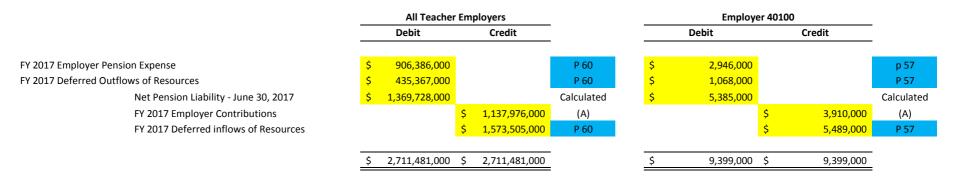
This entry establishes the adjusted Net Pension Liability at July 1, 2016 exclusive of beginning Deferred Inflows and Outflows of Resources.

2. To Reverse FY 2016 Reclassification the FY 2017 Employer Contributions as Deferred Outflows Of Resources.



This is the employer's FY 2017 Employer Contributions for Pensions. Since the Measurement Date for the prior year was June 30, 2016, employer contributions made after that date were reclassified as Deferred Outflows of Resources in the FY 2017 Financial Statements.

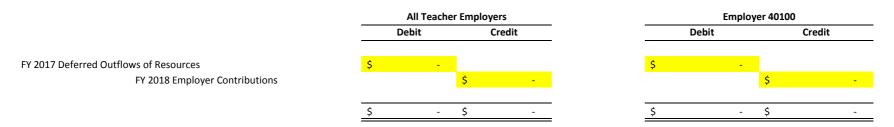
3. To set up June 30, 2017 Deferred Inflows and Outflows and Record FY 2017 Pension Expense.



This entry records the FY 2017 Employer Pension Expense and the related Deferred Inflows and Outflows at June 30, 2017.

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

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



This is the employer's FY 2018 Employer Contributions for Pensions. 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 Total Employer Pension Expense in the FY 2019 Financial Statements.