VIRGINIA RETIREMENT SYSTEM

REPORT ON MANAGEMENT'S ASSERTIONS RELATED TO CENSUS DATA FOR THE YEAR ENDED JUNE 30, 2013

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Auditor of Public Accounts

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P.O. Box 1295
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October 1, 2015

Board of Trustees
Virginia Retirement System
1200 E. Main Street
Richmond, VA 23219

Independent Accountant's Report

We have examined management's assertion and criteria, included in the accompanying letter, regarding the completeness and accuracy of the census data sent to the actuary of the Virginia Retirement System (the System) for the year ended June 30, 2013. Management is responsible for the assertion regarding the System's compliance with those requirements. Our responsibility is to express an opinion on management's assertion about the System's compliance based on our examination.

Our examination was conducted in accordance attestation standards established by the American Institute of Certified Public Accountants, and accordingly, included examining, on a test basis, evidence supporting management's assertion about the System's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, management's assertion that the Virginia Retirement System complied with the aforementioned requirements based on the criteria set forth in the accompanying letter from management, is fairly stated, in all material respects.

Our report is intended solely for the information and use of the Virginia Retirement management, the Virginia Retirement Board of Trustees, the Commonwealth Joint Legislative Audit and Review Commission, and the Virginia Retirement System employers and their auditors and is not intended to be and should not be used by anyone other than these specified parties.

AUDITOR OF PUBLIC ACCOUNTS

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Virginia Retirement System

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October 1, 2015

Ms. Martha S Mavredes
Auditor of Public Accounts
PO Box 1295
Richmond, VA 23218

We are providing this assertion in connection with the census data submitted to the actuary of the Virginia Retirement System. The census data provided by the Virginia Retirement System to the Plans' actuary, Cavanaugh and Macdonald Consulting, LLC, and used to prepare the actuarial valuations as of June 30, 2013 is complete and accurate based on the accumulation of census data reported by participating employers for the period from July 1, 2012 to June 30, 2013. The liabilities associated with the June 30, 2013 census data were rolled forward to June 30, 2014, in accordance with Governmental Accounting Standards Board Statement No. 68 (GASB 68) and were used in the GASB 68 Accounting Valuation reports as of June 30, 2014. The relevant census data elements as set forth in Title 51.1, Chapters 1, 2, 2.1, 3, and 4 of the *Code of Virginia* (1950), as amended include the following:

- Active Member File (for active and deferred members):
  - Member status with current and prior employers
  - Current and previous employer code and employer type
  - Join date and eligibility date
  - Date of birth
  - Gender
  - Months of service with current employer and previous employers, months of total service
  - Current and previous annual salary
  - Contributions with current employer and previous employers, and total contributions
  - Retirement plan code
  - Special coverage codes
  - Termination date and reason
- Retirees:
  - Retirement date and current retirement status
  - Annuitant type
  - Date of birth
  - Date of death
  - Gender
  - Retirement plan code
  - Retirement type and option
  - Average final compensation
  - Total service used in benefit calculation and by type

- Current and previous employer code, employer type and career percentage for each
- Special coverage codes
- Current and previous special coverage employer code, employer type and career percentage for each
- Basic benefit and components of monthly benefit
- Total member contributions and interest
- Contingent date of birth
- Contingent gender
- Survivor option percentage

- The census data provided by the Virginia Retirement System to the Plans' actuary, Cavanaugh and Macdonald Consulting, LLC, on June 30, 2013 properly reflects current benefit provisions in effect through the measurement period ended June 30, 2014 included in Title 51.1, Chapters 1, 2, 2.1, 3, and 4 of the *Code of Virginia* (1950), as amended.
- The census data provided by the Virginia Retirement System to the Plans' actuary, Cavanaugh and Macdonald Consulting, LLC, as of June 30, 2013 properly excludes the service and dollars associated with deceased members. The Virginia Retirement System has contracted with Life Status 360, LLC, also known as Small World Solutions, to validate the existence of inactive and retired members by cross-matching social security numbers of inactive and retired members using the Social Security Administration death match service and other information.

Sincerely,

Patricia Bishop, Director

Barry C. Faison, Chief Financial Officer

Kathryn Quiriconi, Controller

Rory Badura, Senior Staff Actuary