

State Teachers Retirement System of Ohio GASB 75 Example Journal Entries for Fiscal Year 2024

Amounts listed are for the STRS Ohio total plan level for fiscal year 2023

Note: The amounts in the employer journal entry should be computed using the employer's proportionate share percentage per the Schedule of Employer Allocations and the STRS Ohio plan level amounts in the journal entries below. The amortization template for deferred outflows and inflows may be used to calculate and support the values used in these entries and the resulting balances on the employer's financial statements including any deferred outflow or deferred inflow resulting from a change in proportionate share.

Journal Entry 1

June 30, 2024 (or other fiscal year beginning in 2023)

		<u>Debit</u>			<u>Credit</u>
Deferred Outflows of Resources	(A)	\$232,711,000	(B)		\$65,953,000
Deferred Inflows of Resources	(C)	\$645,124,000	(D)		\$66,654,000
Net OPEB Asset			(E)		\$644,472,000
OPEB Expense (Income)			(F)		\$100,756,000

Entry to record OPEB expense, deferred outflows, deferred inflows and change in NOL for current reporting year.

NOL Reconciliation:

Beginning NOL (Asset)					(\$2,589,333,000)
OPEB Expense (Income) Before Amortization of Deferred Inflows and Outflows		\$478,415,000			
FY 2023 Deferred Outflows — Demographic Difference		\$3,465,000	(A)		
FY 2023 Deferred Outflows — Change in Assumptions		\$229,246,000	(A)		
FY 2023 Deferred Inflows — Investment Difference		(\$66,654,000)	(D)		
FY 2023 Employer Contributions (No Allocation of Employer Contributions in FY 2023)		\$0			
Net Change in NOL					\$644,472,000 (E)
Ending NOL (Asset)					(\$1,944,861,000)

OPEB Expense Reconciliation:

Service Cost		\$26,796,000			
Interest		\$134,747,000			
Projected Earnings		(\$314,046,000)			
Member Contributions		\$0			
Change in Benefit Terms		\$628,670,000			
Administrative Expense		\$2,248,000			
Total OPEB Expense Before Amortization of Deferred Inflows and Outflows		\$478,415,000			
Amortization of Deferred Outflows — Demographic Difference		\$37,969,000	(B)		
Amortization of Deferred Inflows — Demographic Difference		(\$92,229,000)	(C)		
Amortization of Deferred Outflows — Changes in Actuarial Assumptions		\$53,036,000	(B)		
Amortization of Deferred Inflows — Changes in Actuarial Assumptions		(\$552,895,000)	(C)		
Amortization of Deferred Inflows — Investment Earnings		(\$25,052,000)	(C)		
Total Amortization of Deferred Inflows and Outflows		(\$579,171,000)			
Net OPEB Expense (Income)					(\$100,756,000) (F)

Deferred Outflow and Inflow Reconciliation

	Deferred Outflows	Deferred Inflows	
Beginning Deferred Balances 2022	\$192,907,000	\$2,224,954,000	
Deferred Outflows and Inflows Recognized 2023	\$166,057,000	\$0	
Amount recognized in Expense	(\$91,005,000)	(\$670,176,000)	
Reclass of Prior Year Net Deferred Investment			
Outflows and Inflows (see note below)	\$25,052,000	\$25,052,000	(B) (C)
Ending Deferred Balances 2023	\$293,011,000	\$1,579,830,000	

Note that the Deferred Outflows and Deferred Inflows for the **Difference between Projected and Actual Investment Earnings** are to be reported as a net amount per GASB statement 75 para 86. b. (page 35 of the stmt)