

Audited Schedules (Revised) of Employer Allocations and Pension
Amounts By Employer

State Teachers Retirement System

Administered by

The West Virginia Consolidated Public Retirement Board

As of and for the Years Ended June 30, 2014

State Teachers Retirement System
Audited Schedules (Revised) of Employer Allocations and Pension Amounts By Employer
As of and for the Year Ended June 30, 2014

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INDEPENDENT AUDITOR'S REPORT

To the Members of the
West Virginia Consolidated Public
Retirement Board
Charleston, West Virginia

Report on the Schedules

We have audited the accompanying schedules (revised) of employer allocations of the State Teachers Retirement System (TRS), administered by the West Virginia Consolidated Public Retirement Board, as of and for the year ended June 30, 2014, and the related notes. We have also audited the total (revised) for all entities of the columns titled net pension liability, total deferred outflows of resources, total deferred inflows of resources, and total pension expense excluding that attributable to employer-paid member contributions (specified column totals) included in the accompanying schedule of pension amounts by employer of the TRS as of and for the year ended June 30, 2014, and the related notes.

Management's Responsibility for the Schedules

Management is responsible for the preparation and fair presentation of these schedules in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the schedules that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the schedules of employer allocations and the specified column totals included in the schedules of pension amounts by employer based on our audits. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the schedules of employer allocations and specified column totals included in the schedules of pension amounts by employer are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the schedules of employer allocations and specified column totals included in the schedules of pension amounts by employer. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the schedules of employer allocations and specified column totals included in the schedules of pension amounts by employer, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the schedules of employer allocations and specified column totals included in the schedules of pension amounts by employer in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the schedules of employer allocations and specified column totals included in the schedules of pension amounts by employer.



We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the schedules referred to above present fairly, in all material respects, the employer allocations and net pension liability, total deferred outflows of resources, total deferred inflows of resources, and total pension expense excluding that attributable to employer-paid member contributions for the total of all participating entities for the State Teachers Retirement System, as of and for the year ended June 30, 2014, in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As explained in Note 2 to the schedules (revised) of employer allocations and pension amounts by employer, the schedule of employer allocations and pension amounts by employer have been restated to correct a misstatement in reported contributions and pension expense. Our opinion is not modified with respect to this matter.

Other Matter

We have audited, in accordance with auditing standards generally accepted in the United States of America, the financial statements of the West Virginia Consolidated Public Retirement Board as of and for the year ended June 30, 2014, and our report thereon dated February 23, 2015, expressed an unmodified opinion on those financial statements.

Restrictions on Use

Our report is intended solely for the information and use of the West Virginia Consolidated Public Retirement Board, the State Teachers Retirement System's participating employers and their auditors and is not intended to be used by anyone other than these specified parties.

Charleston, West Virginia
November 16, 2015, except for
Note 2, as to which the date is
December 16, 2016

SCHEDULE (REVISED) OF EMPLOYER ALLOCATIONS

STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2014

Employer	Employer Contributions	State Payment Made "On Behalf" of Employers	Total Employer Contributions	Employer Allocation Percentage
Barbour County Board of Education	88,673	4,672	93,345	0.018152%
Berkeley County Board of Education	1,870,116	98,526	1,968,642	0.382820%
Boone County Board of Education	695,987	36,668	732,655	0.142471%
Braxton County Board of Education	87,585	4,614	92,199	0.017929%
Brooke County Board of Education	301,428	15,881	317,309	0.061703%
Cabell County Board of Education	888,033	46,786	934,819	0.181784%
Calhoun County Board of Education	67,962	3,581	71,543	0.013912%
Clay County Board of Education	119,814	6,312	126,126	0.024526%
Doddridge County Board of Education	181,388	9,556	190,944	0.037131%
Fayette County Board of Education	559,689	29,487	589,176	0.114570%
Gilmer County Board of Education	57,894	3,050	60,944	0.011851%
Grant County Board of Education	69,440	3,659	73,099	0.014215%
Greenbrier County Board of Education	547,197	28,829	576,026	0.112013%
Hampshire County Board of Education	57,449	3,027	60,476	0.011760%
Hancock County Board of Education	423,624	22,318	445,942	0.086717%
Hardy County Board of Education	8,661	456	9,117	0.001773%
Harrison County Board of Education	1,387,918	73,122	1,461,040	0.284112%
Jackson County Board of Education	490,941	25,865	516,806	0.100497%
Jefferson County Board of Education	693,053	36,513	729,566	0.141870%
Kanawha County Board of Education	1,467,502	77,315	1,544,817	0.300403%
Lewis County Board of Education	195,135	10,281	205,416	0.039945%
Lincoln County Board of Education	229,760	12,105	241,865	0.047033%
Logan County Board of Education	282,631	14,890	297,521	0.057856%
Marion County Board of Education	522,951	27,551	550,502	0.107050%
Marshall County Board of Education	689,753	36,339	726,092	0.141195%
Mason County Board of Education	319,679	16,842	336,521	0.065439%
McDowell County Board of Education	360,147	18,974	379,121	0.073723%

(Continued)

SCHEDULE (REVISED) OF EMPLOYER ALLOCATIONS

STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2014

Employer	Employer Contributions	State Payment Made "On Behalf" of Employers	Total Employer Contributions	Employer Allocation Percentage
Mercer County Board of Education	761,406	40,114	801,520	0.155863%
Mineral County Board of Education	411,602	21,685	433,287	0.084256%
Mingo County Board of Education	373,624	19,684	393,308	0.076482%
Monongalia County Board of Education	1,298,966	68,435	1,367,401	0.265903%
Monroe County Board of Education	74,145	3,906	78,051	0.015178%
Morgan County Board of Education	139,850	7,368	147,218	0.028628%
Nicholas County Board of Education	208,639	10,992	219,631	0.042709%
Ohio County Board of Education	627,972	33,084	661,056	0.128548%
Pendleton County Board of Education	33,566	1,768	35,334	0.006871%
Pleasants County Board of Education	225,307	11,870	237,177	0.046121%
Pocahontas County Board of Education	21,896	1,154	23,050	0.004482%
Preston County Board of Education	153,028	8,062	161,090	0.031325%
Putnam County Board of Education	858,391	45,224	903,615	0.175716%
Raleigh County Board of Education	837,420	44,119	881,539	0.171423%
Randolph County Board of Education	258,503	13,619	272,122	0.052916%
Ritchie County Board of Education	173,765	9,155	182,920	0.035570%
Roane County Board of Education	122,966	6,479	129,445	0.025172%
Summers County Board of Education	101,871	5,367	107,238	0.020853%
Taylor County Board of Education	91,018	4,795	95,813	0.018632%
Tucker County Board of Education	26,659	1,404	28,063	0.005457%
Tyler County Board of Education	147,066	7,748	154,814	0.030105%
Upshur County Board of Education	237,266	12,500	249,766	0.048569%
Wayne County Board of Education	289,040	15,228	304,268	0.059168%
Webster County Board of Education	113,471	5,978	119,449	0.023228%
Wetzel County Board of Education	248,375	13,085	261,460	0.050843%
Wirt County Board of Education	52,268	2,754	55,022	0.010700%
Wood County Board of Education	1,065,065	56,113	1,121,178	0.218023%

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SCHEDULE (REVISED) OF EMPLOYER ALLOCATIONS

STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2014

Employer	Employer Contributions	State Payment Made "On Behalf" of Employers	Total Employer Contributions	Employer Allocation Percentage
Wyoming County Board of Education	368,822	19,431	388,253	0.075499%
Bluefield State College	73,656	3,881	77,537	0.015078%
River Valley Child Development Services	21,334	1,124	22,458	0.004367%
Concord University	180,153	9,491	189,644	0.036878%
Fairmont State University	184,515	9,721	194,236	0.037771%
Glenville State College	241,922	12,745	254,667	0.049522%
Marshall University Research Corp	23,312	1,228	24,540	0.004772%
Marshall University	529,696	27,907	557,603	0.108431%
Shepherd University	59,998	3,161	63,159	0.012282%
West Liberty University	85,090	4,483	89,573	0.017418%
West Virginia School for the Deaf and Blind	652,955	34,401	687,356	0.133662%
West Virginia State University	159,964	8,428	168,392	0.032745%
West Virginia University	1,504,344	79,256	1,583,600	0.307945%
Southern West Virginia Community & Technical College	117,492	6,190	123,682	0.024051%
West Virginia Northern Community College	51,426	2,709	54,135	0.010527%
West Virginia Network	21,582	1,137	22,719	0.004418%
Blue Ridge Community and Technical College	10,134	534	10,668	0.002074%
Bridgemont Community & Technical College	58,074	3,060	61,134	0.011888%
Pierpont Community & Technical College	7,397	390	7,787	0.001514%
Mountwest Community and Technical College	26,511	1,397	27,908	0.005427%
New River Community and Technical College	46,807	2,466	49,273	0.009582%
West Virginia University at Parkersburg	18,081	953	19,034	0.003701%
West Virginia Council for Community & Technical College Education	16,009	843	16,852	0.003277%
Kanawha Valley Technical College	450	24	474	0.000092%
West Virginia Higher Education Policy Commission	45,597	2,402	47,999	0.009334%
State of WV - WV Department of Education	2,460,098	129,609	2,589,707	0.503591%
State of WV Special Funding - SAF	112,749,951	5,940,185	118,690,136	23.080330%
State of WV Special Funding - ARC Contribution	347,178,075	18,290,935	365,469,010	71.068633%
	488,511,000	25,737,000	514,248,000	100.000000%

The accompanying notes are an integral part of this schedule.

SCHEDULE (REVISED) OF PENSION AMOUNTS BY EMPLOYER

STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2014

Employer	Deferred Outflows of Resources			Deferred Inflows of Resources			Pension Expense Excluding That Attributable to Employer-Paid Member Contributions		
	Net Pension Liability	Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions		Net Difference Between Projected and Actual Investment Earnings on Pension Plan	Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions		Proportionate Share of Allocable Pension Expense	Net Amortization of Deferred Amounts from Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	Total Employer Pension Expense Excluding That Attributable to Employer-Paid Member Contributions
		Total Deferred Outflows of Resources	Investment Earnings		Total Deferred Inflows of Resources				
Barbour County Board of Education	626,261	205,825	205,825	82,779	-	82,779	43,724	41,920	85,644
Berkeley County Board of Education	13,207,646	1,990,616	1,990,616	1,745,794	-	1,745,794	922,122	405,422	1,327,544
Boone County Board of Education	4,915,382	-	-	649,718	1,070,722	1,720,440	343,178	(218,070)	125,108
Braxton County Board of Education	618,567	-	-	81,762	564,665	646,427	43,187	(115,004)	(71,817)
Brooke County Board of Education	2,128,811	-	-	281,387	544,041	825,428	148,628	(110,803)	37,825
Cabell County Board of Education	6,271,717	121,801	121,801	828,999	-	828,999	437,874	24,807	462,681
Calhoun County Board of Education	479,977	277,420	277,420	63,444	-	63,444	33,511	56,501	90,012
Clay County Board of Education	846,170	-	-	111,847	618,309	730,156	59,077	(125,929)	(66,852)
Doddridge County Board of Education	1,281,054	158,257	158,257	169,330	-	169,330	89,440	32,232	121,672
Fayette County Board of Education	3,952,772	-	-	522,479	702,889	1,225,368	275,972	(143,155)	132,817
Gilmer County Board of Education	408,871	411,477	411,477	54,045	-	54,045	28,546	83,804	112,350
Grant County Board of Education	490,431	114,440	114,440	64,826	-	64,826	34,241	23,308	57,549
Greenbrier County Board of Education	3,864,553	371,617	371,617	510,818	-	510,818	269,812	75,686	345,498
Hampshire County Board of Education	405,731	-	-	53,630	263,809	317,439	28,327	(53,729)	(25,402)
Hancock County Board of Education	2,991,817	-	-	395,460	78,503	473,963	208,880	(15,989)	192,891
Hardy County Board of Education	61,170	56,525	56,525	8,086	-	8,086	4,271	11,513	15,784
Harrison County Board of Education	9,802,128	-	-	1,295,650	639,697	1,935,347	684,358	(130,285)	554,073
Jackson County Board of Education	3,467,240	-	-	458,302	12,048	470,350	242,073	(2,454)	239,619
Jefferson County Board of Education	4,894,647	-	-	646,977	815,558	1,462,535	341,731	(166,102)	175,629
Kanawha County Board of Education	10,364,183	-	-	1,369,943	1,965,167	3,335,110	723,599	(400,238)	323,361
Lewis County Board of Education	1,378,140	22,291	22,291	182,163	-	182,163	96,218	4,540	100,758
Lincoln County Board of Education	1,622,682	-	-	214,487	22,256	236,743	113,291	(4,533)	108,758
Logan County Board of Education	1,996,086	-	-	263,844	517,931	781,775	139,361	(105,485)	33,876
Marion County Board of Education	3,693,325	-	-	488,186	3,051,653	3,539,839	257,858	(621,518)	(363,660)
Marshall County Board of Education	4,871,359	-	-	643,899	631,850	1,275,749	340,105	(128,687)	211,418
Mason County Board of Education	2,257,706	267,107	267,107	298,425	-	298,425	157,627	54,401	212,028
McDowell County Board of Education	2,543,512	-	-	336,203	1,638,721	1,974,924	177,581	(333,752)	(156,171)
Mercer County Board of Education	5,377,418	-	-	710,790	1,484,977	2,195,767	375,437	(302,440)	72,997
Mineral County Board of Education	2,906,910	-	-	384,237	619,489	1,003,726	202,952	(126,170)	76,782
Mingo County Board of Education	2,638,700	-	-	348,785	1,210,126	1,558,911	184,227	(246,462)	(62,235)
Monongalia County Board of Education	9,173,901	-	-	1,212,611	462,343	1,674,954	640,497	(94,164)	546,333
Monroe County Board of Education	523,655	-	-	69,217	187,075	256,292	36,560	(38,102)	(1,542)
Morgan County Board of Education	987,693	-	-	130,554	372,555	503,109	68,958	(75,877)	(6,919)
Nicholas County Board of Education	1,473,500	-	-	194,768	697,715	892,483	102,876	(142,102)	(39,226)
Ohio County Board of Education	4,435,026	-	-	586,224	62,532	648,756	309,641	(12,736)	296,905
Pendleton County Board of Education	237,056	-	-	31,334	291,412	322,746	16,551	(59,351)	(42,800)
Pleasants County Board of Education	1,591,217	160,375	160,375	210,328	-	210,328	111,094	32,664	143,758

(Continued)

SCHEDULE (REVISED) OF PENSION AMOUNTS BY EMPLOYER

STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2014

Employer	Deferred Outflows of Resources		Deferred Inflows of Resources			Pension Expense Excluding That Attributable to Employer-Paid			
	Net Pension Liability	Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	Total Deferred Outflows of Resources	Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	Total Deferred Inflows of Resources	Proportionate Share of Allocable Pension Expense	Net Amortization of Deferred Amounts from Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	Total Employer Pension Expense Excluding That Attributable to Employer-Paid Member Contributions
Pocahontas County Board of Education	154,633	-	-	20,439	114,995	135,434	10,796	(23,421)	(12,625)
Preston County Board of Education	1,080,742	-	-	142,853	269,468	412,321	75,454	(54,882)	20,572
Putnam County Board of Education	6,062,365	-	-	801,327	1,333,350	2,134,677	423,258	(271,559)	151,699
Raleigh County Board of Education	5,914,253	-	-	781,750	1,439,041	2,220,791	412,917	(293,084)	119,833
Randolph County Board of Education	1,825,651	-	-	241,315	1,071,278	1,312,593	127,462	(218,183)	(90,721)
Ritchie County Board of Education	1,227,198	-	-	162,212	29,685	191,897	85,680	(6,047)	79,633
Roane County Board of Education	868,457	-	-	114,793	36,908	151,701	60,633	(7,517)	53,116
Summers County Board of Education	719,448	-	-	95,097	304,051	399,148	50,230	(61,925)	(11,695)
Taylor County Board of Education	642,821	-	-	84,969	557,721	642,690	44,880	(113,589)	(68,709)
Tucker County Board of Education	188,272	94,128	94,128	24,886	-	24,886	13,145	19,171	32,316
Tyler County Board of Education	1,038,650	-	-	137,290	505,570	642,860	72,516	(102,968)	(30,452)
Upshur County Board of Education	1,675,676	-	-	221,492	87,427	308,919	116,991	(17,806)	99,185
Wayne County Board of Education	2,041,351	-	-	269,827	664,453	934,280	142,522	(135,327)	7,195
Webster County Board of Education	801,388	-	-	105,928	270,441	376,369	55,951	(55,080)	871
Wetzel County Board of Education	1,754,131	235,060	235,060	231,862	-	231,862	122,469	47,874	170,343
Wirt County Board of Education	369,160	-	-	48,796	94,961	143,757	25,774	(19,341)	6,433
Wood County Board of Education	7,521,996	-	-	994,262	2,048,913	3,043,175	525,165	(417,295)	107,870
Wyoming County Board of Education	2,604,786	-	-	344,302	1,284,082	1,628,384	181,859	(261,524)	(79,665)
Bluefield State College	520,205	-	-	68,761	187,214	255,975	36,319	(38,130)	(1,811)
River Valley Child Development Services	150,666	-	-	19,915	43,817	63,732	10,519	(8,925)	1,594
Concord University	1,272,325	-	-	168,177	66,247	234,424	88,830	(13,493)	75,337
Fairmont State University	1,303,135	-	-	172,249	168,604	340,853	90,981	(34,340)	56,641
Glenville State College	1,708,555	-	-	225,838	110,586	336,424	119,287	(22,523)	96,764
Marshall University Research Corp	164,638	-	-	21,762	8,576	30,338	11,495	(1,747)	9,748
Marshall University	3,740,970	-	-	494,483	545,604	1,040,087	261,184	(111,121)	150,063
Shepherd University	423,740	-	-	56,010	200,929	256,939	29,584	(40,923)	(11,339)
West Liberty University	600,937	-	-	79,432	124,370	203,802	41,956	(25,330)	16,626
West Virginia School for the Deaf and Blind	4,611,463	-	-	609,546	522,305	1,131,851	321,960	(106,377)	215,583
West Virginia State University	1,129,733	-	-	149,329	131,662	280,991	78,875	(26,815)	52,060
West Virginia University	10,624,389	-	-	1,404,338	2,044,921	3,449,259	741,766	(416,481)	325,285
Southern West Virginia Community & Technical College	829,782	-	-	109,681	243,531	353,212	57,933	(49,600)	8,333
West Virginia Northern Community College	363,191	-	-	48,007	182,249	230,256	25,357	(37,119)	(11,762)
West Virginia Network	152,425	-	-	20,148	10,277	30,425	10,642	(2,094)	8,548
Blue Ridge Community and Technical College	71,555	-	-	9,458	6,804	16,262	4,996	(1,387)	3,609
Pierpont Community & Technical College	52,234	-	-	6,904	3,298	10,202	3,647	(672)	2,975
Mountwest Community and Technical College	187,237	-	-	24,749	70,796	95,545	13,072	(14,419)	(1,347)
New River Community and Technical College	330,588	-	-	43,698	31,978	75,676	23,081	(6,513)	16,568
West Virginia University at Parkersburg	127,688	-	-	16,878	7,743	24,621	8,915	(1,577)	7,338

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SCHEDULE (REVISED) OF PENSION AMOUNTS BY EMPLOYER

STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2014

Employer	Deferred Outflows of Resources		Deferred Inflows of Resources			Pension Expense Excluding That Attributable to Employer-Paid			
	Net Pension Liability	Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	Total Deferred Outflows of Resources	Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	Total Deferred Inflows of Resources	Proportionate Share of Allocable Pension Expense	Net Amortization of Deferred Amounts from Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	Total Employer Pension Expense Excluding That Attributable to Employer-Paid Member Contributions
West Virginia Council for Community & Technical College Educatio	113,060	-	-	14,944	37,776	52,720	7,894	(7,694)	200
West Virginia Department of Education	17,374,358	-	-	2,296,552	3,129,393	5,425,945	1,213,030	(637,351)	575,679
West Virginia Higher Education Policy Commission	322,032	82,183	82,183	42,566	-	42,566	22,483	16,739	39,222
State of WV Special Funding - SAF	796,292,850	-	-	105,254,429	85,056,706	190,311,135	55,594,976	(17,323,159)	38,271,817
State of WV Special Funding - ARC Contribution	2,451,933,931	117,077,877	117,077,877	324,097,982	-	324,097,982	171,187,274	23,844,807	195,032,081
Bridge Valley Community & Technical College	413,321	-	-	54,633	73,226	127,859	28,857	(14,914)	13,943
	3,450,093,000	121,646,999	121,646,999	456,035,200	121,646,999	577,682,199	240,876,000	-	240,876,000

The accompanying notes are an integral part of this schedule.

STATE TEACHERS RETIREMENT SYSTEM

NOTES TO SCHEDULES (REVISED) OF EMPLOYER ALLOCATIONS AND
PENSION AMOUNTS BY EMPLOYER**1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**Introduction

The Government Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions*, establishes financial reporting requirements for governments that provide employees with pension benefits. GASB 68 requires governmental employers to recognize a net pension liability and/or a net pension asset as employees earn pension benefits. Governments participating in the State Teachers Retirement System (TRS) will recognize their proportionate share of the collective pension amounts for all benefits provided through the plan.

Basis of Accounting

The schedule of pension amounts by employer of TRS has been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The GASB is the accepted standard setting body for establishing governmental accounting and financial reporting principles for governmental units.

Basis of Allocation

Pension amounts have been allocated to each participating employer and non-employer contributing entity based on their proportionate share of employer and non-employer contributions to the TRS for the fiscal year ended June 30, 2014. Employer contributions are recognized when due. Retroactive service, military service, out of state service, and back pay employer contributions have been excluded from the allocation. Employer contributions made by the non-employer contributing entity on behalf of participating employers have been allocated to the non-employer contributing entity in accordance with the special funding situation requirements of GASB 68. See Note 5, special funding situation, for additional discussion, and Note 6 for a discussion of contributions not in a special funding situation.

Accounting Estimates

The preparation of the schedules of employer allocations and pension amounts by employer in accordance with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of net pension liability, deferred inflows of resources, deferred outflows of resources, and pension expense as of the measurement date. Actual amounts could differ from those estimates.

Measurement Date

Net pension liability, deferred inflows of resources, deferred outflows of resources, and pension expense were determined by actuarial valuations as of July 1, 2013 rolled forward to June 30, 2014, which is the measurement date.

2 - RESTATEMENT

The schedule of employer allocations has been restated to include additional contributions budgeted by the West Virginia Legislature and paid by the State of West Virginia which were not reported in the previously issued schedules. Pension expense reported in the schedule of pension amounts by employer has been restated to reflect the treatment of these amounts as contributions.

STATE TEACHERS RETIREMENT SYSTEM

NOTES TO SCHEDULES (REVISED) OF EMPLOYER ALLOCATIONS AND
PENSION AMOUNTS BY EMPLOYER
(Continued)**3 - AMORTIZATION**

The net difference between projected and actual investment earnings on pension plan investments is amortized over a five year period. All other deferred outflows of resources and deferred inflows of resources relating to pension amounts reported in these schedules are amortized and included in pension expense over the average remaining service life of 5.91 years, rounded to 6 years.

The amortization of the deferred outflows and deferred inflows related to changes in the proportionate share of contributions from year to year for each entity is available from the West Virginia Public Retirement Board.

4 - ACTUARIAL REVISIONS

Subsequent to the issuance of the West Virginia Consolidated Public Retirement Board's June 30, 2014 Comprehensive Annual Financial Report, certain actuarial amounts from the actuarial valuation as of July 1, 2013 rolled forward to June 30, 2014 were revised. The amounts revised as of June 30, 2014 were used to prepare these schedules and are described below:

Total pension liability		\$ 10,132,186,000	
Plan fiduciary net position		<u>(6,682,093,000)</u>	
Net pension liability		<u>\$ 3,450,093,000</u>	
Plan fiduciary net position as a percentage of the total pension liability		65.95%	
		Current	
	1% Decrease	Discount Rate	1% Increase
<u>Sensitivity of Discount Rate</u>	<u>(6.5%)</u>	<u>(7.5%)</u>	<u>(8.5%)</u>
Total net pension liability	\$ 4,474,369,000	\$ 3,450,093,000	\$ 2,570,728,000

5 - SPECIAL FUNDING SITUATION

The State of West Virginia (State) is a non-employer contributing entity that provides funding through the School Aid Formula (SAF) to subsidize employer contributions of county boards of education and to fund the unfunded liability of TRS for all participating employers. These amounts qualify as a special funding situation in accordance with GASB 68. The State assumes a share of the net pension liability on behalf of the various county boards of education for contributions related to the SAF. The State also assumes a share of the net pension liability on behalf of all participating employers for contributions related to funding of the unfunded liability.

6 - CONTRIBUTIONS BY NON-EMPLOYER CONTRIBUTING ENTITY NOT IN A SPECIAL FUNDING SITUATION

During the year ended June 30, 2014, the State contributed \$25,737,000 in excess of the amount the State is legally responsible to contribute to the TRS. This amount does not meet the requirements of a special funding situation and the amounts of the excess contributions allocated to each participating employer are reported in the schedule of employer allocations as on-behalf payments.