

Audited Schedules 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 Year Ended June 30, 2015

State Teachers Retirement System  
Audited Schedules of Employer Allocations and Pension Amounts By Employer  
As of and for the Year Ended June 30, 2015

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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 schedule 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, 2015, and the related notes. We have also audited the total 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, 2015, 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 schedule of employer allocations and the specified column totals included in the schedule of pension amounts by employer based on our audit. 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 schedule of employer allocations and specified column totals included in the schedule 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 schedule of employer allocations and specified column totals included in the schedule 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 schedule of employer allocations and specified column totals included in the schedule 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 schedule of employer allocations and specified column totals included in the schedule 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 schedule of employer allocations and specified column totals included in the schedule 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, 2015, in accordance with accounting principles generally accepted in the United States of America.

### **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, 2015, and our report thereon dated March 30, 2016, 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  
December 16, 2016

## SCHEDULE OF EMPLOYER ALLOCATIONS

## STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2015

Employer	State Payment Made		Total Employer Contributions	Employer Allocation Percentage
	Employer Contributions	"On Behalf" of Employers		
Barbour County Board of Education	72,951	5,762	78,713	0.016043%
Berkeley County Board of Education	1,783,435	140,876	1,924,311	0.392204%
Boone County Board of Education	659,694	52,110	711,804	0.145077%
Braxton County Board of Education	70,962	5,606	76,568	0.015606%
Brooke County Board of Education	352,159	27,817	379,976	0.077445%
Cabell County Board of Education	1,022,376	80,759	1,103,135	0.224836%
Calhoun County Board of Education	75,551	5,968	81,519	0.016615%
Clay County Board of Education	129,973	10,267	140,240	0.028583%
Doddridge County Board of Education	243,417	19,228	262,645	0.053531%
Fayette County Board of Education	634,696	50,135	684,831	0.139579%
Gilmer County Board of Education	80,874	6,388	87,262	0.017785%
Grant County Board of Education	66,550	5,257	71,807	0.014635%
Greenbrier County Board of Education	400,447	31,632	432,079	0.088064%
Hampshire County Board of Education	196,048	15,486	211,534	0.043114%
Hancock County Board of Education	458,098	36,186	494,284	0.100743%
Hardy County Board of Education	41,192	3,254	44,446	0.009059%
Harrison County Board of Education	1,352,473	106,834	1,459,307	0.297429%
Jackson County Board of Education	503,546	39,776	543,322	0.110737%
Jefferson County Board of Education	1,024,564	80,932	1,105,496	0.225317%
Kanawha County Board of Education	1,837,706	145,163	1,982,869	0.404139%
Lewis County Board of Education	167,516	13,232	180,748	0.036839%
Lincoln County Board of Education	247,929	19,584	267,513	0.054523%
Logan County Board of Education	456,258	36,040	492,298	0.100338%
Marion County Board of Education	639,563	50,520	690,083	0.140650%
Marshall County Board of Education	690,182	54,518	744,700	0.151781%
Mason County Board of Education	299,203	23,634	322,837	0.065799%

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## SCHEDULE OF EMPLOYER ALLOCATIONS

## STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2015

Employer	State Payment Made		Total Employer Contributions	Employer Allocation Percentage
	Employer Contributions	"On Behalf" of Employers		
McDowell County Board of Education	461,646	36,466	498,112	0.101523%
Mercer County Board of Education	764,534	60,392	824,926	0.168133%
Mineral County Board of Education	395,816	31,266	427,082	0.087046%
Mingo County Board of Education	285,140	22,524	307,664	0.062707%
Monongalia County Board of Education	1,308,604	103,368	1,411,972	0.287782%
Monroe County Board of Education	125,414	9,906	135,320	0.027580%
Morgan County Board of Education	128,245	10,130	138,375	0.028203%
Nicholas County Board of Education	279,542	22,081	301,623	0.061475%
Ohio County Board of Education	580,235	45,833	626,068	0.127602%
Pendleton County Board of Education	45,161	3,567	48,728	0.009932%
Pleasants County Board of Education	191,654	15,139	206,793	0.042148%
Pocahontas County Board of Education	49,077	3,877	52,954	0.010793%
Preston County Board of Education	58,950	4,657	63,607	0.012964%
Putnam County Board of Education	877,560	69,320	946,880	0.192989%
Raleigh County Board of Education	957,315	75,620	1,032,935	0.210528%
Randolph County Board of Education	222,314	17,561	239,875	0.048890%
Ritchie County Board of Education	143,796	11,359	155,155	0.031623%
Roane County Board of Education	99,342	7,847	107,189	0.021847%
Summers County Board of Education	132,010	10,428	142,438	0.029031%
Taylor County Board of Education	72,581	5,733	78,314	0.015962%
Tucker County Board of Education	25,365	2,004	27,369	0.005578%
Tyler County Board of Education	196,125	15,492	211,617	0.043131%
Upshur County Board of Education	250,146	19,759	269,905	0.055011%
Wayne County Board of Education	312,201	24,661	336,862	0.068658%
Webster County Board of Education	64,865	5,124	69,989	0.014265%
Wetzel County Board of Education	364,870	28,821	393,691	0.080240%

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## SCHEDULE OF EMPLOYER ALLOCATIONS

## STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2015

Employer	State Payment Made		Total Employer Contributions	Employer Allocation Percentage
	Employer Contributions	"On Behalf" of Employers		
Wirt County Board of Education	51,549	4,072	55,621	0.011336%
Wood County Board of Education	1,285,853	101,571	1,387,424	0.282778%
Wyoming County Board of Education	398,159	31,451	429,610	0.087561%
Bluefield State College	74,936	5,919	80,855	0.016479%
River Valley Child Development Services	21,610	1,707	23,317	0.004752%
Concord University	150,289	11,872	162,161	0.033051%
Fairmont State University	148,605	11,738	160,343	0.032680%
Glenville State College	195,785	15,465	211,250	0.043056%
Marshall University Research Corp	17,628	1,393	19,021	0.003877%
Marshall University	495,861	39,169	535,030	0.109047%
Shepherd University	42,953	3,393	46,346	0.009446%
West Liberty University	86,018	6,795	92,813	0.018917%
West Virginia School for the Deaf and Blind	635,221	50,177	685,398	0.139695%
West Virginia State University	135,463	10,700	146,163	0.029790%
West Virginia University	1,361,972	107,584	1,469,556	0.299518%
Southern West Virginia Community & Technical College	98,203	7,757	105,960	0.021596%
West Virginia Northern Community College	38,870	3,070	41,940	0.008548%
West Virginia Network	19,599	1,548	21,147	0.004310%
Blue Ridge Community and Technical College	10,429	824	11,253	0.002294%
Pierpont Community & Technical College	7,477	591	8,068	0.001644%
Mountwest Community and Technical College	27,053	2,137	29,190	0.005949%
New River Community and Technical College	39,374	3,110	42,484	0.008659%
West Virginia University at Parkersburg	18,838	1,488	20,326	0.004143%
West Virginia Council for Community & Technical College Education	10,699	845	11,544	0.002353%
West Virginia Department of Education	2,446,102	193,221	2,639,323	0.537935%
Bridge Valley Community & Technical College	60,479	4,777	65,256	0.013300%

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## SCHEDULE OF EMPLOYER ALLOCATIONS

## STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2015

<b>Employer</b>	<b>State Payment Made</b>		<b>Total Employer Contributions</b>	<b>Employer Allocation Percentage</b>
	<b>Employer Contributions</b>	<b>"On Behalf" of Employers</b>		
West Virginia Higher Education Policy Commission	52,653	4,159	56,812	0.011579%
West Virginia - SAF	108,729,623	8,588,694	117,318,317	23.911283%
West Virginia - ARC	316,159,828	24,973,874	341,133,702	69.528312%
	<b>454,721,000</b>	<b>35,919,000</b>	<b>490,640,000</b>	<b>100.000000%</b>

The accompanying notes are in integral part of this schedule.



## SCHEDULE OF PENSION AMOUNTS BY EMPLOYER

## STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2015

Employer	Deferred Outflows of Resources				Deferred Inflows of Resources				Pension Expense Excluding That Attributable to Employer-Paid Member Contributions		
	Net Pension Liability	Net Difference Between Projected and Actual	Changes in Proportion and Differences Between Employer Contributions and Proportionate Share of Contributions	Total Deferred Outflows of Resources	Net Difference Between Projected and Actual	Changes in Proportion and Differences Between Expected and Actual Experience	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
		Investments	Investment Earnings on Pension Plan	Employer Contributions and Proportionate Share of Contributions	Investment Earnings on Pension Plan	Investment Earnings on Pension Plan	Between Expected and Actual Experience	Employer Contributions and Proportionate Share of Contributions	Employer Contributions and Proportionate Share of Contributions	Employer Contributions and Proportionate Share of Contributions	Employer Contributions and Proportionate Share of Contributions
Barbour County Board of Education	555,931	31,408	163,905	195,313	54,871	4,814	68,649	128,334	36,261	28,189	64,450
Berkeley County Board of Education	13,590,865	767,822	1,890,653	2,658,475	1,341,440	117,677	-	1,459,117	886,479	466,514	1,352,993
Boone County Board of Education	5,027,287	284,019	84,828	368,847	496,201	43,529	852,652	1,392,382	327,910	(201,104)	126,806
Braxton County Board of Education	540,788	30,552	-	30,552	53,377	4,682	525,276	583,335	35,273	(130,128)	(94,855)
Brooke County Board of Education	2,683,666	151,615	512,419	664,034	264,882	23,237	433,238	721,357	175,045	(8,319)	166,726
Cabell County Board of Education	7,791,138	440,164	1,498,382	1,938,546	768,998	67,460	-	836,458	508,186	305,085	813,271
Calhoun County Board of Education	575,752	32,527	308,904	341,431	56,828	4,985	-	61,813	37,554	74,099	111,653
Clay County Board of Education	990,474	55,957	132,060	188,017	97,761	8,576	492,380	598,717	64,605	(99,517)	(34,912)
Doddridge County Board of Education	1,854,985	104,798	659,862	764,660	183,090	16,061	-	199,151	120,993	139,000	259,993
Fayette County Board of Education	4,836,767	273,255	814,070	1,087,325	477,397	41,879	559,734	1,079,010	315,483	19,659	335,142
Gilmer County Board of Education	616,295	34,818	520,831	555,649	60,829	5,336	-	66,166	40,199	122,436	162,635
Grant County Board of Education	507,140	28,651	104,803	133,454	50,056	4,391	-	54,447	33,079	26,043	59,122
Greenbrier County Board of Education	3,051,641	172,404	295,931	468,335	301,202	26,423	779,565	1,107,190	199,047	(80,228)	118,819
Hampshire County Board of Education	1,494,010	84,405	1,020,605	1,105,010	147,461	12,936	210,080	370,477	97,448	150,393	247,841
Hancock County Board of Education	3,491,001	197,226	456,561	653,787	344,567	30,227	62,514	437,308	227,704	75,324	303,028
Hardy County Board of Education	313,917	17,735	282,179	299,914	30,984	2,718	-	33,702	20,476	58,947	79,423
Harrison County Board of Education	10,306,670	582,280	433,482	1,015,762	1,017,285	89,241	509,412	1,615,938	672,264	(43,588)	628,676
Jackson County Board of Education	3,837,318	216,791	333,323	550,114	378,750	33,226	9,594	421,569	250,293	64,211	314,504
Jefferson County Board of Education	7,807,806	441,105	2,716,289	3,157,394	770,643	67,604	649,456	1,487,703	509,273	377,156	886,429
Kanawha County Board of Education	14,004,443	791,187	3,376,717	4,167,904	1,382,261	121,258	1,564,929	3,068,448	913,455	275,106	1,188,561
Lewis County Board of Education	1,276,565	72,120	17,751	89,871	125,999	11,053	101,103	238,155	83,265	(15,681)	67,581
Lincoln County Board of Education	1,889,360	106,740	243,807	350,547	186,483	16,359	17,723	220,565	123,236	44,229	167,465
Logan County Board of Education	3,476,967	196,433	1,382,834	1,579,267	343,182	30,105	412,446	785,734	226,789	171,082	397,871
Marion County Board of Education	4,873,880	275,352	1,093,715	1,369,067	481,060	42,201	2,430,135	2,953,395	317,904	(402,774)	(84,870)
Marshall County Board of Education	5,259,597	297,143	344,585	641,728	519,131	45,540	503,163	1,067,834	343,063	(59,769)	283,294
Mason County Board of Education	2,280,102	128,815	224,424	353,239	225,050	19,742	-	244,792	148,722	56,745	205,467
McDowell County Board of Education	3,518,030	198,753	904,920	1,103,673	347,235	30,461	1,304,969	1,682,665	229,467	(152,768)	76,699
Mercer County Board of Education	5,826,236	329,156	399,401	728,557	575,059	50,447	1,182,537	1,808,043	380,023	(222,559)	157,464
Mineral County Board of Education	3,016,365	170,411	90,817	261,228	297,720	26,117	493,319	817,156	196,746	(108,006)	88,740
Mingo County Board of Education	2,172,957	122,762	-	122,762	214,474	18,815	1,412,054	1,645,343	141,733	(336,141)	(194,408)
Monongalia County Board of Education	9,972,377	563,394	712,185	1,275,579	984,290	86,346	368,179	1,438,815	650,459	48,273	698,732
Monroe County Board of Education	955,717	53,994	403,698	457,692	94,331	8,275	148,973	251,579	62,338	42,638	104,976
Morgan County Board of Education	977,306	55,213	-	55,213	96,462	8,462	310,512	415,436	63,746	(78,644)	(14,898)
Nicholas County Board of Education	2,130,265	120,350	610,853	731,203	210,261	18,445	555,613	784,319	138,949	(119,918)	(119,918)
Ohio County Board of Education	4,421,733	249,808	-	249,808	436,432	38,286	80,589	555,307	288,412	(18,895)	269,517
Pendleton County Board of Education	344,169	19,444	99,639	119,083	33,970	2,980	232,061	269,011	22,449	(39,423)	(16,974)
Pleasants County Board of Education	1,460,535	82,514	127,711	210,225	144,157	12,646	129,324	286,127	95,265	6,798	102,063
Pocahontas County Board of Education	374,005	21,130	205,430	226,560	36,915	3,238	91,574	131,727	24,395	17,665	42,060
Preston County Board of Education	449,236	-	25,380	25,380	44,340	3,890	812,255	860,485	29,302	(174,417)	(145,115)
Putnam County Board of Education	6,687,559	377,816	562,255	940,071	660,073	57,904	1,061,791	1,779,768	436,203	(159,108)	277,095
Raleigh County Board of Education	7,295,330	412,153	1,272,909	1,685,062	720,061	63,167	1,145,957	1,929,185	475,846	(38,502)	437,344
Randolph County Board of Education	1,694,163	95,712	-	95,712	167,217	14,669	984,145	1,166,031	110,504	(244,394)	(133,890)
Ritchie County Board of Education	1,095,817	61,909	-	61,909	108,159	9,488	152,117	269,764	71,476	(31,743)	39,733
Roane County Board of Education	757,054	42,770	-	42,770	74,722	6,555	137,623	218,900	49,380	(29,164)	20,216
Summers County Board of Education	1,005,998	56,834	266,202	323,036	99,294	8,710	242,126	350,130	65,617	(8,684)	56,933

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## SCHEDULE OF PENSION AMOUNTS BY EMPLOYER

## STATE TEACHERS RETIREMENT SYSTEM

As of and for the Year Ended June 30, 2015

Employer	Deferred Outflows of Resources				Deferred Inflows of Resources				Pension Expense Excluding That Attributable to Employer-Paid		
	Net Pension Liability	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 Outflows of Resources	Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	Expected and Actual Experience	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
Taylor County Board of Education	553,124	31,249	-	31,249	54,594	4,789	531,043	590,426	36,078	(130,972)	(94,894)
Tucker County Board of Education	193,292	10,920	78,895	89,815	19,078	1,674	-	20,752	12,608	19,959	32,567
Tyler County Board of Education	1,494,599	84,438	424,009	508,447	147,519	12,941	402,602	563,062	97,487	(18,165)	79,322
Upshur County Board of Education	1,906,271	107,696	209,694	317,390	188,152	16,506	69,621	274,279	124,339	24,133	148,472
Wayne County Board of Education	2,379,174	134,412	308,910	443,322	234,828	20,600	529,126	784,554	155,184	(73,545)	81,639
Webster County Board of Education	494,318	27,927	-	27,927	48,790	4,280	507,115	560,185	32,242	(113,432)	(81,190)
Wetzel County Board of Education	2,780,520	157,087	1,144,090	1,301,177	274,442	24,075	-	298,517	181,362	239,255	420,617
Wirt County Board of Education	392,821	22,193	20,702	42,895	38,772	3,401	75,620	117,793	25,622	(15,200)	10,422
Wood County Board of Education	9,798,976	553,597	2,107,844	2,661,441	967,175	84,845	1,631,618	2,683,638	639,149	4,274	643,423
Wyoming County Board of Education	3,034,211	171,419	392,630	564,049	299,482	26,272	1,022,558	1,348,311	197,910	(182,997)	14,913
Bluefield State College	571,039	32,261	45,604	77,865	56,362	4,944	149,084	210,391	37,247	(29,009)	8,238
River Valley Child Development Services	164,669	9,303	12,532	21,835	16,253	1,426	34,892	52,571	10,741	(6,418)	4,323
Concord University	1,145,301	64,704	-	64,704	113,043	9,917	177,327	300,287	74,704	(38,408)	36,296
Fairmont State University	1,132,445	63,978	-	63,978	111,774	9,805	299,981	421,560	73,865	(67,484)	6,381
Glenville State College	1,492,000	84,291	-	84,291	147,263	12,919	298,537	458,718	97,317	(64,619)	32,698
Marshall University Research Corp	134,348	7,590	-	7,590	13,260	1,163	35,962	50,386	8,763	(7,574)	1,189
Marshall University	3,778,756	213,482	20,051	233,533	372,969	32,718	434,483	840,171	246,473	(107,110)	139,363
Shepherd University	327,328	18,493	-	18,493	32,308	2,834	252,321	287,463	21,350	(59,386)	(38,036)
West Liberty University	655,522	37,034	48,794	85,828	64,701	5,676	99,040	169,417	42,757	(15,571)	27,186
West Virginia School for the Deaf and Blind	4,840,787	273,482	196,380	469,862	477,794	41,914	415,928	935,636	315,746	(67,100)	248,646
West Virginia State University	1,032,299	58,320	-	58,320	101,890	8,938	201,035	311,863	67,333	(46,053)	21,280
West Virginia University	10,379,059	586,369	-	586,369	1,024,430	89,867	1,902,747	3,017,044	676,986	(471,343)	205,643
Southern West Virginia Community & Technical College	748,356	42,279	-	42,279	73,864	6,480	273,843	354,187	48,812	(65,583)	(16,771)
West Virginia Northern Community College	296,210	16,735	-	16,735	29,236	2,565	209,548	241,349	19,321	(50,003)	(30,682)
West Virginia Network	149,352	8,438	-	8,438	14,741	1,293	11,698	27,733	9,742	(2,798)	6,944
Blue Ridge Community and Technical College	79,493	4,491	7,160	11,651	7,846	688	5,417	13,951	5,185	46	5,231
Pierpont Community & Technical College	56,969	3,218	4,231	7,449	5,623	493	2,626	8,742	3,716	175	3,891
Mountwest Community and Technical College	206,148	11,646	16,991	28,637	20,347	1,785	56,377	78,509	13,446	(11,020)	2,426
New River Community and Technical College	300,056	16,952	-	16,952	29,616	2,598	55,510	87,724	19,572	(12,522)	7,050
West Virginia University at Parkersburg	143,565	8,111	14,387	22,498	14,170	1,243	6,166	21,579	9,364	1,301	10,665
West Virginia Council for Community & Technical College Educatio	81,537	4,606	-	4,606	8,048	706	60,159	68,913	5,318	(13,710)	(8,392)
West Virginia Department of Education	18,640,814	1,053,121	1,117,934	2,171,055	1,839,879	161,402	2,492,042	4,493,323	1,215,868	(413,764)	802,104
Bridge Valley Community & Technical College	460,879	26,038	42,967	69,005	45,489	3,991	58,312	107,792	30,061	(6,320)	23,741
West Virginia Higher Education Policy Commission	401,242	22,668	138,521	161,189	39,603	3,474	-	43,077	26,171	31,355	57,526
State of WV Special Funding - SAF	828,586,691	46,811,358	27,048,407	73,859,765	81,782,853	7,174,341	67,733,547	156,690,742	54,045,477	(11,913,477)	42,132,000
State of WV Special Funding - ARC Contribution	2,409,332,612	136,116,272	93,233,073	229,349,345	237,804,843	20,861,275	50,139,094	308,805,211	157,151,368	13,816,980	170,968,348
	<b>3,465,254,000</b>	<b>195,771,000</b>	<b>151,202,746</b>	<b>346,973,746</b>	<b>342,026,000</b>	<b>30,004,000</b>	<b>151,202,746</b>	<b>523,232,746</b>	<b>226,025,000</b>	<b>-</b>	<b>226,025,000</b>

The accompanying notes are an integral part of this schedule.

STATE TEACHERS RETIREMENT SYSTEM  
NOTES TO SCHEDULES 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 (the 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 the Plan 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, 2015. 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 4, special funding situation, for additional discussion, and Note 5 for discussion of contributions that are 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 June 30, 2014 rolled forward to June 30, 2015, which is the measurement date.

STATE TEACHERS RETIREMENT SYSTEM  
NOTES TO SCHEDULES OF EMPLOYER ALLOCATIONS AND  
PENSION AMOUNTS  
(Continued)

**2 - 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 rounded average remaining service life of 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.

Information regarding the amortization of deferred outflows and deferred inflows of resources related to pension amounts follows:

Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments (in thousands):

Measurement Date 6/30	June 30, 2014	June 30, 2015	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Amount	\$ (570,044)	\$ 244,714			
Recognition period (years)	5.00	5.00			
Amount recognized in					
fiscal year					
2014	\$ (114,009)	\$ -	\$ -	\$ (114,009)	\$ (114,009)
2015	(114,009)	48,943	48,943	(114,009)	(65,066)
2016	(114,009)	48,943	48,943	(114,009)	(65,066)
2017	(114,009)	48,943	48,943	(114,009)	(65,066)
2018	(114,008)	48,943	48,943	(114,008)	(65,065)
2019	-	48,942	48,942	-	48,942
Balance as of June 30					
2014	\$ (456,035)	\$ -	\$ -	\$ (456,035)	\$ (456,035)
2015	(342,026)	195,771	195,771	(342,026)	(146,255)
2016	(228,017)	146,828	146,828	(228,017)	(81,189)
2017	(114,008)	97,885	97,885	(114,008)	(16,123)
2018	-	48,942	48,942	-	48,942

## STATE TEACHERS RETIREMENT SYSTEM

NOTES TO SCHEDULES OF EMPLOYER ALLOCATIONS AND  
PENSION AMOUNTS

(Continued)

**2 - AMORTIZATION (Continued)**Differences Between Expected and Actual Experience (in thousands):

Measurement Date 6/30	2014	2015	Deferred Outflows of Resources	Deferred Inflows of Resources	Total
Amount	\$ -	\$ (36,005)			
Recognition period (years)	-	6.00			
Amount recognized in fiscal year					
2014	\$ -	\$ -	\$ -	\$ -	\$ -
2015	-	(6,001)	-	(6,001)	(6,001)
2016	-	(6,001)	-	(6,001)	(6,001)
2017	-	(6,001)	-	(6,001)	(6,001)
2018	-	(6,001)	-	(6,001)	(6,001)
2019	-	(6,001)	-	(6,001)	(6,001)
2020	-	(6,000)	-	(6,000)	(6,000)
Balance as of June 30					
2014	\$ -	\$ -	\$ -	\$ -	\$ -
2015	-	(30,004)	-	(30,004)	(30,004)
2016	-	(24,003)	-	(24,003)	(24,003)
2017	-	(18,002)	-	(18,002)	(18,002)
2018	-	(12,001)	-	(12,001)	(12,001)
2019	-	(6,000)	-	(6,000)	(6,000)

**3 - ACTUARIAL REVISIONS**

Subsequent to the issuance of the West Virginia Consolidated Public Retirement Board's June 30, 2015 Comprehensive Annual Financial Report, certain actuarial amounts from the actuarial valuation as of June 30, 2014 rolled forward to June 30, 2015 were revised relating to the TRS. The amounts revised as of June 30, 2015 were used to prepare these schedules and are described below:

Total pension liability	\$ 10,268,596,000
Plan fiduciary net position	<u>(6,803,342,000)</u>
Net pension liability	<u>\$ 3,465,254,000</u>
Plan fiduciary net position as a percentage of the total pension liability	66.25%

<u>Sensitivity of Discount Rate</u>	<u>1% Decrease (6.5%)</u>	<u>Current Discount Rate (7.5%)</u>	<u>1% Increase (8.5%)</u>
Total net pension liability	\$ 4,492,414,000	\$ 3,465,254,000	\$ 2,583,276,000

STATE TEACHERS RETIREMENT SYSTEM  
NOTES TO SCHEDULES OF EMPLOYER ALLOCATIONS AND  
PENSION AMOUNTS  
(Continued)

**4 - 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 assumes a share of the net pension liability on behalf of all participating employers for contributions related to funding of the unfunded liability.

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

For the year ended June 30, 2015, the West Virginia Legislature appropriated and contributed funds to the TRS in excess of the Annual Required Contribution (ARC) in the amount of \$35,919,000. This contribution is not considered a special funding situation and the amounts of this contribution associated with each participating employer are reported in the "on-behalf payments" column reported in the accompanying schedule of employer allocations.