

POPULAR ANNUAL FINANCIAL REPORT

as of June 30, 2017

A summary of VRS financial, investment and statistical information for our stakeholders



A Message From the VRS Director

Patricia S. Bishop

Dear Members, Retirees and Employers:

At VRS, we conduct our day-to-day business with four ethical principles in mind: integrity, accountability, confidentiality and inclusivity. The VRS Code of Ethics provides the foundation for our culture and establishes our approach to engaging with customers, each other and our business partners. The principles are built on our mission to deliver retirement and other benefits to Virginia's public employees through sound financial stewardship and superior customer service.

The PAFR is designed to provide a concise look into our organization by summarizing VRS services, along with financial results, investment information and accomplishments in 2017.

During this fiscal year, we're pleased to report that the trust fund reached a historic high, with a return of 12.1 percent. VRS investment staff continued to generate strong performance, adding real dollars to the fund amid a strong market environment. Through its oversight of the entire portfolio, the VRS investment team has provided an average annual added value of \$227 million per year

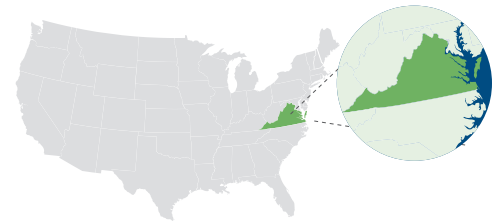
This *Popular Annual Financial Report* (PAFR) is a summary of VRS' audited financial statements and other information contained in VRS' *Comprehensive Annual Financial Report* (CAFR). The complete audited financial statements and pertinent notes can be found in VRS' 2017 CAFR. The PAFR provides summary financial information and does not conform to Generally Accepted Accounting Principles (GAAP); the CAFR conforms to GAAP and provides a comprehensive overview of the System's financial and operating results. VRS' CAFR is available at www.varetire.org in the Publications section or at the VRS office.

above the VRS Board policy benchmark, resulting in about \$2.3 billion in excess dollars over the past 10 years. In addition, VRS saves approximately \$41 million per year in external management fees by directly managing about one-third of the plan assets in-house. Considering that two-thirds of retirement benefits are funded through investment earnings, the investment team's efforts help ensure that those we serve will enjoy benefits for years to come.

As members take an even more active role in planning for retirement during their working years, we're focused on retirement readiness by providing online self-service features in myVRS like the new Retirement Planner and Benefit Estimator, along with online purchase of prior service. We want to provide a tailored experience, meeting our customers where they are in their life and career journey.

VRS has personalized and customized resources available to members, retirees and employers. I encourage you to take a look at our website to find newsletters, education and counseling resources, schedules for upcoming onsite seminars and access to myVRS. Our newest addition, myVRS Financial Wellness, adds a more holistic view of retirement planning and provides access to money-management tips and tools. Remember to also like us on Facebook.

Each and every day, we invite members' feedback as we work to continuously enhance services.



VRS is the **20th Largest** public or private pension system in the U.S., based on assets



And the **44th Largest** public or private pension system in the world, based on assets



With more than **687,000** members, retirees and beneficiaries

* What does it mean?

As you read the PAFR, you may encounter unfamiliar financial terms. VRS has included brief definitions of key terms. Watch for the green boxes with the asterisks!

MEMBERSHIP *membership*

Fiscal Year 2017 Highlights

- **687,818** VRS total membership
Up 1.41% from fiscal year 2016
- **341,200** active members
Down 0.14% from fiscal year 2016
- **199,388** retirees and beneficiaries
Up 3.63% from fiscal year 2016
- **147,230** inactive/deferred members
Up 2.11% from fiscal year 2016
- **\$4,519** million paid in retirement benefits
Up from \$4,357 million in fiscal year 2016
- **77,622** member accounts in the Commonwealth of Virginia 457 Deferred Compensation Plan
 - *Of these, 70,200 received a cash match through the Virginia Cash Match Plan*
- **86,861** accounts in the Hybrid 401(a) Cash Match Plan
- **55,540** hybrid plan members in the Hybrid 457 Deferred Compensation Plan
 - **75.42%** are making voluntary contributions
 - **20.53%** have an "Active Election" above the 0.5% auto-escalation

What does it mean?

Active Member: A member working in a covered position with an employer that participates in VRS or who is covered under an optional retirement plan administered by VRS.

Deferred Member: A member who has left covered employment but has not withdrawn funds and has service credit in VRS or an account balance in a Virginia optional retirement plan.

Retiree: A retiree is no longer employed in a covered position and receives a retirement benefit from VRS.

VRS Membership AS OF JUNE 30, 2017

	Plan 1	Plan 2	Hybrid	Total
Teachers	82,403	34,375	29,312	146,090
Political Subdivisions	52,938	31,830	21,756	106,524
State Employees	43,075	17,706	16,836	77,617
State Police Officers' Retirement System (SPORS)	1,286	591	–	1,877
Virginia Law Officers' Retirement System (VaLORS)	4,045	4,628	–	8,673
Judicial Retirement System (JRS)	266	48	105	419
Total Active Members	184,013	89,178	68,009	341,200

Total Active Members	Retirees/Beneficiaries	Inactive/Deferred Members	VRS Total Population
341,200	199,388	147,230	687,818

DISTRIBUTION OF RETIREES BY YEARS OF SERVICE

ALL RETIREES AT JUNE 30, 2017

	1-10 Years	11-20 Years	21-30 Years	Over 30 Years	Total
VRS	11.36%	24.52%	29.35%	34.77%	100.00%
SPORS	2.44%	3.74%	23.06%	70.76%	100.00%
VaLORS	7.70%	21.17%	52.58%	18.55%	100.00%
JRS	0.67%	2.83%	7.32%	89.18%	100.00%
All Plans	11.20%	24.25%	29.74%	34.81%	100.00%

DISTRIBUTION OF RETIREES BY AGE AT RETIREMENT

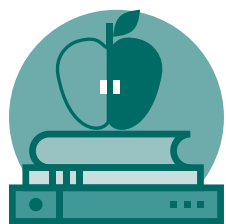
ALL RETIREES AT JUNE 30, 2017

	Under 55	55-59	60-65	Over Age 65	Total
VRS	15.80%	25.11%	45.99%	13.10%	100.00%
SPORS	47.79%	32.97%	16.46%	2.78%	100.00%
VaLORS	42.68%	25.18%	27.18%	4.96%	100.00%
JRS	1.26%	11.58%	41.28%	45.88%	100.00%
All Plans	16.41%	25.13%	45.48%	12.98%	100.00%

MEMBERSHIP *membership*

DISTRIBUTION OF RETIREES AND BENEFICIARIES

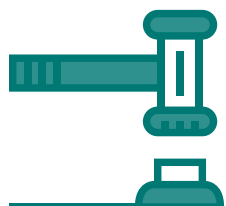
AT JUNE 30, 2017



Teachers (VRS)
86,652
43.4% of total



State Employees (VRS)
55,427
27.7% of total



Political Subdivision Employees (VRS)
51,147
25.7% of total



Virginia Law Officers (VaLORS)
4,355
2.2% of total



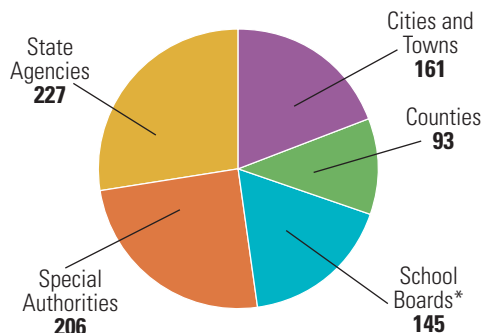
State Police Officers (SPORS)
1,300
0.7% of total



Judges (JRS)
507
0.3% of total

DISTRIBUTION OF EMPLOYERS

AT JUNE 30, 2017



* Of the 145 school boards, 133 also provide for coverage for non-professional employees and are treated as political subdivisions. A list of VRS-participating employers and additional employer information is presented in the Statistical Section of the CAFR.

Pursuant to Title 51.1 of the *Code of Virginia*, the Board administers and is trustee of the following funds:

- Virginia Retirement System Trust, including Plan 1, Plan 2, the defined benefit component of the Hybrid Retirement Plan, and Plan 1 and Plan 2 hazardous duty benefits for political subdivision employees
- State Police Officers' Retirement System Trust, including Plan 1 and Plan 2
- Virginia Law Officers' Retirement System Trust, including Plan 1 and Plan 2
- Judicial Retirement System Trust, including Plan 1 and Plan 2, and the defined benefit component of the Hybrid Retirement Plan for judges
- Virginia Sickness and Disability Program (VSDP) Trust for state employees, including VSDP long-term care
- Virginia Local Disability Program (VLDP) Trust for eligible school division and political subdivision employees, including VLDP long-term care
- A disability retirement option for certain members not covered under VSDP or VLDP
- Hybrid 457 Deferred Compensation Plan

- Hybrid 401(a) Cash Match Plan
- Optional Retirement Plan for Higher Education (ORPHE)
- Optional Retirement Plan for Political Appointees (ORPPA)
- Optional Retirement Plan for School Superintendents (ORPSS)
- Commonwealth of Virginia 457 Deferred Compensation Plan
- Virginia Cash Match Plan
- Virginia Supplemental Retirement Plan
- Group Life Insurance Program
- Retiree Health Insurance Credit Program
- Line of Duty Death and Health Benefits Trust Fund

In addition, pursuant to Title 51.1, the Board administers or has substantial oversight responsibilities for the Benefit Restoration Plan, the Commonwealth of Virginia Voluntary Group Long-Term Care Program, and the Volunteer Firefighters' and Rescue Squad Workers' Service Award Fund Program, as well as benefit eligibility determinations under the Line of Duty Act in Title 9.1.

* What does it mean?

Defined Benefit Plan: The retirement plan under VRS is a defined benefit plan for Plan 1 and Plan 2 members. This plan provides a monthly benefit during retirement based on age, total service credit and average final compensation.

Defined Contribution Plan: The benefit under a defined contribution plan is based on contributions and net investment earnings on these contributions. The defined contribution plans administered or authorized by VRS include the Commonwealth of Virginia 457 Deferred Compensation and Cash Match Plans, optional retirement plans for selected employees and a supplemental plan for certain school employees.

Hybrid Retirement Plan: A hybrid retirement plan is a combination of two types of plans: defined benefit and defined contribution.

The defined benefit component provides the foundation of the member's future retirement benefit. VRS manages the investments and related risk for this component. The defined contribution component provides a retirement benefit based on member and employer contributions and any net investment returns on contributions. Members manage the investments and related risk for this component.

Deferred Compensation: A portion of an employee's compensation that is set aside to be paid at a later date. In most cases, taxes on this income are deferred until it is paid out.

Other Post-Employment Benefits (OPEB): Benefits that an employee will begin to receive at the start of retirement. This does not include pension benefits paid to the retired employee.

For more detailed information about VRS plans, visit www.varetire.org.

Fiscal Year 2017 Highlights

- **\$75.1 billion** combined total net position of trust fund
Up 10% from fiscal year 2016
- **12.1% rate of return** on investments
An increase over the 1.9% return in fiscal year 2016

Plan fiduciary net position as a percentage of total pension liability:

- VRS State Plan: **75.33%**
- VRS Teacher Plan: **72.92%**
- VRS Political Subdivision Plans (Aggregate Total): **89.27%**
- SPORS: **76.00%**
- VaLORS: **67.22%**
- JRS: **79.34%**

Plan fiduciary net position as a percentage of total OPEB liability:

- Group Life Insurance Fund: **48.86%**
- State Employee Health Insurance Credit: **8.03%**
- Teacher Employee Health Insurance Credit: **7.04%**
- VRS Political Subdivision Plans Health Insurance Credit (Aggregate Total): **56.63%**
- State-funded Health Insurance Credit for constitutional officers: **8.61%**
- State-funded Health Insurance Credit for social services employees: **7.90%**
- State-funded Health Insurance Credit for registrars: **6.54%**
- Disability Insurance Program: **186.63%**
- Teacher Employee segment, Virginia Local Disability Program: **31.96%**
- Political Subdivision segment, Virginia Local Disability Program: **38.40%**
- Line of Duty Act Program: **1.30%**

SUMMARY OF FIDUCIARY NET POSITION

AT JUNE 30

(EXPRESSED IN MILLIONS)

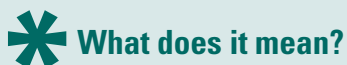
	2017	Increase (Decrease)	2016
Assets:			
Cash, Receivables and Capital Assets	\$ 1,953.7	\$ (314.7)	\$ 2,268.4
Investments	76,797.7	7,871.1	68,926.6
Security Lending Collateral	4,796.9	(226.1)	5,023.0
Total Assets	\$83,548.3	\$ 7,330.3	\$ 76,218.0
Liabilities:			
Accounts Payable	\$ 352.4	\$ (499.1)	\$ 851.5
Investment Purchases Payable	3,313.4	1,217.9	2,095.5
Obligations Under Securities Lending	4,796.9	(226.1)	5,023.0
Total Liabilities	\$ 8,462.7	\$ 492.7	\$ 7,970.0
Total Net Position – Restricted for Benefits	\$75,056.6	\$ 6,837.6	\$ 68,248.0

SUMMARY OF CHANGES IN FIDUCIARY NET POSITION

AT JUNE 30

(EXPRESSED IN MILLIONS)

	2017	Increase (Decrease)	2016
Additions:			
Member Contributions	\$ 1,060.4	\$ 90.4	\$ 970.0
Member Contributions Paid by Employer	2.3	(23.5)	25.8
Employer Contributions	2,624.5	(157.6)	2,782.1
Net Investment Income	8,241.3	7,071.5	1,169.8
Miscellaneous Revenue & Transfers	3.7	1.2	2.5
Total Additions	\$11,932.2	\$ 6,982.0	\$ 4,950.2
Deductions:			
Retirement Benefits	4,518.9	161.9	4,357.0
Refunds of Member Contributions	119.7	15.1	104.6
Insurance Premiums and Claims	184.1	10.3	173.8
Retiree Health Insurance Credit Reimbursements	159.0	5.1	153.9
Disability Insurance Benefits	38.9	(0.4)	39.3
Line of Duty Act Reimbursements	10.3	1.8	8.5
Administrative and Other Expenses	63.7	16.5	47.2
Total Deductions	\$ 5,094.6	\$ 210.3	\$ 4,884.3
Net Increase (Decrease) in Net Position	\$ 6,837.6	\$ 6,771.7	\$ 65.9
Net Position – Beginning of Year	68,248.0	65.9	68,182.1
Net Position – End of Year	\$75,085.6	\$ 6,837.6	\$ 68,248.0



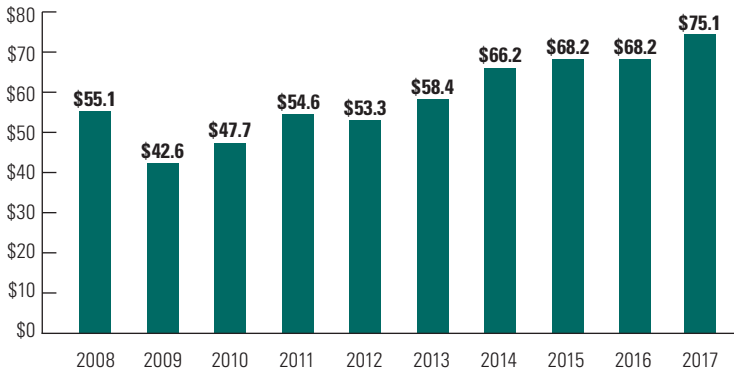
Fiduciary Net Position: This Statement reflects the balance of the resources available to pay benefits to members, retirees and beneficiaries at the end of the fiscal year.

Changes in Fiduciary Net Position: This Statement reflects the changes in the resources available to pay benefits to members, retirees and beneficiaries during the fiscal year.

PLAN NET POSITION RESTRICTED FOR BENEFITS

AT JUNE 30, 2017

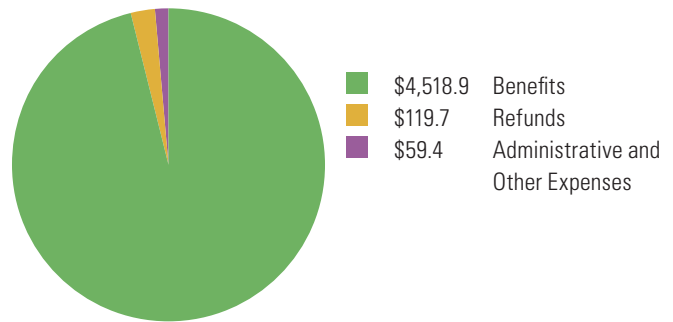
(EXPRESSED IN BILLIONS)



PENSION PLAN ACTIVITY

FISCAL YEAR 2017

(EXPRESSED IN MILLIONS)



NET POSITION RESTRICTED FOR BENEFITS

AT JUNE 30, 2017

(EXPRESSED IN THOUSANDS)

Virginia Retirement System	\$ 70,342,933
State Police Officers' Retirement System	796,073
Virginia Law Officers' Retirement System	1,345,887
Judicial Retirement System	515,399
Group Life Insurance Advance Premium Deposit Reserve	1,437,586
Retiree Health Insurance Credit Reserve	201,315
Disability Insurance Trust Fund (VSDP)	442,334
Line of Duty Act Trust Fund	3,461
Disability Insurance Trust Fund (VLDP)	630
Total Pension and Other Employee Benefit Reserves	\$ 75,085,618

EQUITY INTERESTS

AT JUNE 30, 2017

Virginia Retirement System	93.59%
State Police Officers' Retirement System	1.07%
Virginia Law Officers' Retirement System	1.81%
Judicial Retirement System	0.69%
Group Life Insurance Fund	1.99%
Retiree Health Insurance Credit Fund	0.27%
Disability Insurance Trust Fund (VSDP)	0.58%
Line of Duty Act Trust Fund	0.00%
Virginia Local Disability Program	0.00%
Total Equity Interests	100.00%

FUNDS FLOW

YEAR ENDED JUNE 30, 2017

(EXPRESSED IN THOUSANDS)

Contributions	\$ 3,687,234
Net Investment Income	8,241,266
Miscellaneous Additions and Transfers	3,684
Total Additions	11,932,184
Total Deductions	5,094,582
Net Increase	6,837,602
Net Position – Beginning of Year	\$ 68,248,016
Net Position Restricted for Benefits – End of Year	\$ 75,085,618

INVESTMENT EXPENSES

YEAR ENDED JUNE 30, 2017

(EXPRESSED IN THOUSANDS)

Total Management Fees	\$ 383,132
Performance Fees	2,485
Miscellaneous Fees and Expenses	7,211
In-House Investment Management	31,430
Total Investment Expenses	\$ 424,258

FUNDING *funding*

FISCAL YEAR 2017 EMPLOYER CONTRIBUTION RATES*

State Employees	13.49%
Teachers	14.66%
State Police Officers' Retirement System	28.54%
Virginia Law Officers' Retirement System	21.05%
Judicial Retirement System	41.97%
Non-Professional School Board and Political Subdivision	Varies by Employer

* Rates are net of member contributions.

FISCAL YEAR 2017 OTHER POST-EMPLOYMENT BENEFIT (OPEB) CONTRIBUTION RATES

Group Life Insurance	
Employee	0.79%
Employer	0.52%
Total	1.31%
Health Insurance Credit	
State Employees	1.18%
Teachers	1.11%
Non-Professional School Board Members and Political Subdivision Employees	Varies by Employer
Virginia Sickness and Disability Program (VSDP)	
Covered Payroll	0.66%
Virginia Local Disability Program (VLDP)	
Teachers	0.31%
Political Subdivision Employees	0.60%

Impact of Pension Reform

A series of major pension reform initiatives was passed by the General Assembly to address retirement plan costs and liabilities:

At VRS, **plan design changes** were implemented with Plan 2, followed by the implementation of the Hybrid Retirement Plan, which introduced risk sharing for members through its defined contribution component. These changes lowered the future cost of benefits.

The Commonwealth focused on **reducing plan costs and liabilities** with a two-pronged approach:

- The Governor and General Assembly **accelerated repayment** of 2010-2012 deferred contributions for the state and teacher plans by infusing \$193 million to the teacher plan in 2015 and retiring the balance of the state plans in 2016 with a \$189 million infusion of funds.
 - Repaying the state deferred contributions early saved **\$26.5 million** in interest payments over the next six years.
 - Infusing the \$193 million into the teacher plan means that employers will contribute approximately **\$34 million** less over the next six years.
- The Governor and General Assembly also committed to **fully fund the actuarially required contribution rates** by the 2019-2020 biennium with a plan to reach 100% of the actuarially determined contribution rate.
 - In fact, they accelerated the commitment to fully fund rates for statewide retirement plans by moving to 100% of the required contribution rate for state plans in 2017 and for the teacher plan in 2018.
 - Paying the actuarially determined contribution rates avoids adding additional liabilities related to unfunded contributions, and is estimated to **reduce future contributions by \$232 million** over the next 20 years.



For fiscal year 2017, pension contributions were based on the June 30, 2015, actuarial valuation, adjusted to reflect the impact of the one-time payment of \$192,884,000, from the Literary Fund proceeds from unclaimed property, for teachers and the transfer of appropriations of general fund and unobligated non-general fund cash balances in June 2016 for state employees, SPORS, VaLORS and JRS, respectively, as an accelerated payback of the deferred contribution in the 2010-12 biennium.

✱ What does it mean?

Income for VRS plans comes from contributions and investment income.

Contributions to VRS plans are shared between employers and employees. Pension contributions are collected as a percentage of each covered payroll and regularly deposited into the pension trust fund.

The VRS Board of Trustees **sets the retirement plan funding policy and adopts contribution rates** for the plans based on recommendations from the plan actuary.

The Board also sets **investment policy** with the objective of maximizing returns while managing risk within an acceptable range. Member and employer contributions are deposited into

the pension trust fund and managed by VRS investment staff under the guidelines established by the Board.

Recommended **contribution rates** for the statewide retirement systems are communicated to the General Assembly and Governor.



From the CIO

Ronald D. Schmitz
Chief Investment
Officer

Fiscal year 2017 brought positive global economic growth, even as developed economies grew more slowly than their pre-crisis levels and continued to lag growth rates in emerging economies.

The VRS portfolio is positioned to provide diversification across a variety of asset classes in addition to global stocks. Four of five primary asset classes in the VRS portfolio posted double-digit returns for the year. All primary asset classes outperformed the Board-approved benchmarks for the year with the exception of Public Equity and the Strategic Opportunities Portfolio.

In general, private market assets have outperformed traditional allocations to stocks and bonds for longer-term periods.

Over the past year, there is a sense that momentum in the economy is starting to build. However, caution is still in the air.

Over the past year, there is a sense that momentum in the economy is starting to build. However, caution is still in the air.

The VRS investment staff continues to generate good performance and has added real dollars to the fund through its investment activity compared to passive alternatives. Consistent performance over the past 10 years has generated more than an additional \$2 billion for the plan.

I am particularly pleased that this favorable performance extends across the investment portfolio as all asset class teams have delivered added value over the long term.

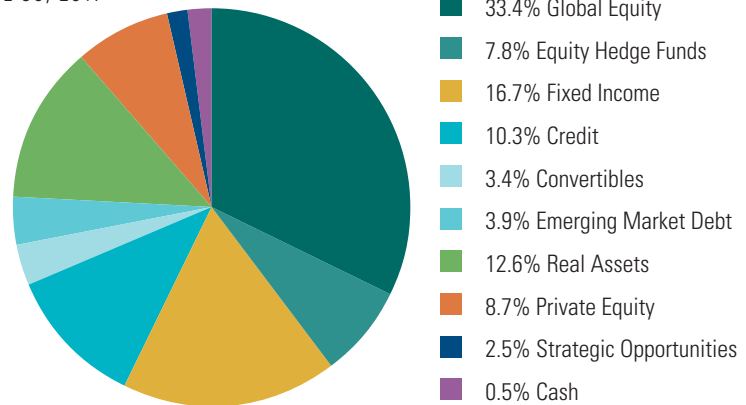
Annualized Return for Periods Ended June 30, 2017

	1 Year	3 Years	5 Years	10 Years	15 Years	20 Years	25 Years
VRS Total Fund	12.1%	6.2%	9.1%	4.9%	7.5%	7.0%	8.3%
Benchmark*	11.8%	5.7%	8.5%	4.5%	6.9%	6.4%	7.9%

* The VRS Total Fund Benchmark is a blend of the asset class benchmarks at policy weights. Benchmarks are selected with the help of a third-party investment consultant.

ASSET ALLOCATION MIX

AS OF JUNE 30, 2017



INVESTMENT SUMMARY: DEFINED BENEFIT PLANS

AS OF JUNE 30, 2017

(EXPRESSED IN THOUSANDS)

	2017 Fair Value	Percent of Total Value
Total Bonds and Mortgage Securities	21,960,682	28.66%
Common and Preferred Stocks	24,329,065	31.75%
Total Index and Pooled Funds	10,781,939	14.07%
Real Assets	8,279,144	10.81%
Private Equity	11,114,649	14.51%
Total Short-Term Investments	149,844	0.20%
Total Investments	\$ 76,615,323	100.00%

HYBRID PARTICIPANT ACCOUNT PLAN ASSETS

AS OF JUNE 30, 2017

	Hybrid 401(a)	Hybrid 457	Total
Total Plan Assets	\$132,769,096	\$49,598,463	\$182,367,559

What does it mean?

Asset Allocation: Investing assets in different asset classes according to financial goals, risk tolerance and investment time horizon.

Asset Class: A group of investments that typically behaves similarly. Three common asset classes are equities (stocks), fixed income (bonds) and cash equivalents.

Benchmark: A standard by which something can be measured or judged.

Diversification: Spreading money among different securities, sectors, industries and strategies within a number of asset classes.

Total Return: Return on an investment over a specific period of time, which includes income, appreciation and depreciation.

HIGHLIGHTS *highlights*

Fiscal year 2017 was a time of transition for myVRS, as VRS released a redesigned Retirement Planner and a refreshed Benefit Estimator. Other additions included a self-service purchase of prior service component; enhanced security, intuitive navigation and informational resources for retirees; and new plan comparison tools for college and university faculty members.

MEMBERS

- During fiscal year 2017, **34,290** first-time users and **84,994** returning users had registered for the new myVRS, first released in February 2016
- With the **21,007** users authenticated during fiscal year 2016, the total number of registered users as of June 30, 2017, was **140,291**
- Members created **273,070** estimates through the redesigned myVRS Benefit Estimator and **67,742** retire-

VRS OUTREACH & EDUCATION

MEMBER COUNSELING TEAM

- Engaged with **17,775** members across the state
- Assisted **4,316** members and retirees in person
- Responded to **7,353** emails
- Conducted **286** retirement education sessions, presentations, videoconferences, webinars and benefit fairs
- Participated in ICMA-RC Realize Retirement tour at **15** locations throughout the state

HYBRID COUNSELING TEAM

- Held **36** sessions and webinars attended by **464** Hybrid Retirement Plan members
- Responded to **301** myVRS online assistance requests

Contact VRS

Virginia Retirement System

1200 East Main Street • P.O. Box 2500 • Richmond, VA 23218-2500
www.varetire.org • 1-888-827-3847 • TDD: 804-289-5919



ment plans through the new myVRS Retirement Planner

RETIREES

- Since 2008, when myVRS was opened to retirees, there have been **90,665** retiree registrations
- Retirees completed more than **3,911** income tax transactions through the myVRS retiree tax tool during the fiscal year

EMPLOYERS

- More than **3,738** participating employer contacts were authorized to use myVRS Navigator
- During the fiscal year, employers created **70,984** estimates to help counsel employees getting ready to retire

- Answered **171** hybrid-related emails
- Participated in ICMA-RC Realize Retirement tour, reaching **925** Defined Contribution Plan and Hybrid Retirement Plan participants

EMPLOYER REPRESENTATIVES

- Conducted **30** employer site visits and **43** roundtables, with **956** participants

VRS WEBSITE

- **1,337,966** total page views, reflecting an increase of almost 3% over 1,301,837 page views in fiscal year 2016
- **myVRS**, the secure online system, led again as one of the top online destinations

VRS AWARDS & HONORS

COMMUNICATOR AWARD OF DISTINCTION

Hybrid 457 Deferred Compensation Plan Auto-Escalation Campaign

International Academy of Interactive and Visual Arts

Governor's Award for Innovation

Denise Rasmussen, deputy chief of technology and security officer
Governor's Awards for Public Service

Certificate of Achievement

(35th consecutive year)

Comprehensive Annual Financial Report

(FY 2016)

Government Finance Officers Association

Certificate of Achievement

Popular Annual Financial Report (FY 2016)

Government Finance Officers Association

Public Pension Standards Award

(13th consecutive year)

VRS Funding and Administration

Public Pension Coordinating Council

VRS BOARD OF TRUSTEES

Mitchell L. Nason, *Chairman*

Prince William County
Department of Fire and Rescue

Diana F. Cantor, *Vice Chairman*

Alternative Investment Management

The Hon. J. Brandon Bell II, *CRPC*

Brandon Bell Financial Partners

Wallace G. "Bo" Harris, *Ph.D.*

University of Richmond

W. Brett Hayes

Wells Fargo Advisors Financial Network

William H. Leighty

Virginia Tech

O'Kelly E. McWilliams III

Gordon & Rees, LLP

Joseph W. Montgomery

The Optimal Service Group,
Wells Fargo Advisors

Troilen Gainey Seward, *Ed.S.*

Dinwiddie County Public Schools