VRA Virginia Resources Authority

October 30, 2026

The Honorable Abigail D. Spanberger
Governor of Virginia
Patrick Henry Building, 3rd Floor
Richmond, Virginia 23219

The General Assembly of Virginia
Commonwealth of Virginia
201 North 9th Street
Richmond, Virginia 23219

Dear Governor Spanberger and Members of the General Assembly:

I am pleased to present the annual report of the Virginia Resources Authority ("VRA" or "Authority"). This report and its accompanying Annual Comprehensive Financial Report ("ACFR") for the year ended June 30, 2026, is submitted pursuant to the requirements set forth in §62.1-222 of the Code of Virginia, as amended.

VRA's attached 2026 ACFR provides the Authority's complete operating and financial statements during the fiscal year. As required, an independent certified public accountant has performed an audit of the books and accounts of the Authority and has issued an unmodified opinion with no audit findings. The ACFR also includes supplemental information relating to the Water Facilities (§62.1-227), Water Supply (§62.1-236), Airports (§5.1-30.9), Dam Safety (§10.1-603.23), Brownfields Restoration and Economic Redevelopment Assistance (§10.1-1237), Tobacco Region (§3.2-3120), Community Flood Preparedness (§10.1-603.27), and Resilient Virginia (§10.1-603.31) revolving funds.

Representing the highest annual financing volume in VRA's history, VRA provided 353 loans and grants to 246 different entities in fiscal year 2026, supporting approximately $879 million in capital improvement investments across Virginia communities. A list of the financial assistance recipients is included as Exhibit A in this submittal. VRA continues to deliver value to local governments to support essential infrastructure that improves the health, safety, and general welfare of communities in the Commonwealth.

Sincerely,

Shawn B. Crumlish
Executive Director

Exhibit A

Closing Date	Borrower/ Grantee	Committed Funding
Clean Water Revolving Loan Fund "Water Facilities"		
FY2026	Agricultural Best Management Practices (71 Agreements)	13,556,875
8/27/2025	Marion, Town of	952,887
8/29/2025	Sussex Service Authority	3,950,000
9/19/2025	Lynchburg, City of	54,100,000
9/26/2025	Tazewell, Town of	19,010,616
10/31/2025	Chilhowie, Town of	2,281,678
11/25/2025	Lee County Public Service Authority	637,903
12/5/2025	BVU Authority	7,294,000
12/12/2025	Richmond, City of	30,000,000
12/18/2025	Smyth County	500,600
2/19/2026	Stafford County	42,061,000
2/25/2026	Petersburg, City of	21,462,462
3/20/2026	Buchanan County Public Service Authority	6,134,422
3/24/2026	Saltville, Town of	584,300
4/2/2026	Wise County Public Service Authority	1,224,824
4/30/2026	Chesapeake, City of	17,928,123
4/30/2026	Hampton Roads Sanitation District	60,000,000
4/30/2026	Prince William County Service Authority	80,000,000
5/28/2026	Hampton Roads Sanitation District	15,031,209
6/24/2026	Richlands, Town of	10,567,704
		$ 387,278,603
Community Flood Preparedness Fund		
10/1/2025	Accomack County	55,600
10/1/2025	Botetourt County	60,000
10/1/2025	Bristol, City of	180,000
10/1/2025	Buchanan County	103,500
10/1/2025	Lovills Creek Dam	48,500
10/1/2025	Central Shenandoah Planning District Commission	270,000
10/1/2025	Charlottesville, City of	360,000
10/1/2025	Colonial Beach, Town of	800,000
10/1/2025	Craigsville, Town of	210,000
10/1/2025	Damascus, Town of	55,000
10/1/2025	Damascus, Town of	55,000
10/1/2025	Emporia, City of	108,000
10/1/2025	Essex County	241,888
10/1/2025	Fairfax County	725,746
10/1/2025	Fairfax County	90,000
10/1/2025	Fairfax, City of	99,675
10/1/2025	Fairfax, City of	224,933
10/1/2025	Fairfax, City of	22,581
10/1/2025	Franklin County	95,000
10/1/2025	Galax, City of	55,000
10/1/2025	Giles County	59,400
10/1/2025	Hampton Roads Planning District Commission	235,391
10/1/2025	Hampton Roads Sanitation District	6,265,669
10/1/2025	Hampton Roads Sanitation District	374,400
10/1/2025	Wellesley Dam	562,085
10/1/2025	Herndon, Town of	66,490
10/1/2025	Herndon, Town of	241,428
10/1/2025	Western Pond Dam	218,250
10/1/2025	Kilmarnock, Town of	50,000
10/1/2025	Lancaster County	1,623,383
10/1/2025	Manassas, City of	92,698

Closing Date	Borrower/ Grantee	Committed Funding
10/1/2025	Middle Peninsula Planning District Commission	1,271,974
10/1/2025	Middle Peninsula Planning District Commission	2,436,750
10/1/2025	Middle Peninsula Planning District Commission	255,000
10/1/2025	Newport News, City of	929,080
10/1/2025	Norfolk, City of	4,317,660
10/1/2025	Northampton County	1,373,998
10/1/2025	Northern Virginia Regional Commission	90,000
10/1/2025	Northern Virginia Regional Commission	15,469
10/1/2025	Pamplin City, Town of	55,000
10/1/2025	Petersburg, City of	4,600,000
10/1/2025	Petersburg, City of	2,000,000
10/1/2025	Petersburg, City of	250,000
10/1/2025	Petersburg, City of	650,000
10/1/2025	PlanRVA (Richmond Regional Planning District Commission)	180,000
10/1/2025	Richmond, City of	1,706,904
10/1/2025	Roanoke, City of	4,299,275
10/1/2025	Roanoke, City of	1,390,800
10/1/2025	Roanoke, City of	990,000
10/1/2025	Spotsylvania County	86,250
10/1/2025	Tazewell County	193,146
10/1/2025	Tazewell County	266,664
10/1/2025	Virginia Beach, City of	7,000,000
10/1/2025	Wachapreague, Town of	50,000
10/1/2025	Warrenton, Town of	420,508
10/1/2025	Waynesboro, City of	172,160
10/1/2025	Wise County	274,749
10/1/2025	Wise County	157,109
10/1/2025	Wise, Town of	30,000
10/1/2025	Wytheville, Town of	450,000
4/1/2026	Abingdon, Town of	225,000
4/1/2026	Alexandria, City of	3,090,000
4/1/2026	Alexandria, City of	1,994,100
4/1/2026	Amelia County	466,657
4/1/2026	Arlington County	1,017,000
4/1/2026	Arlington County	325,991
4/1/2026	Blacksburg, Town of	39,617
4/1/2026	Blacksburg, Town of	411,394
4/1/2026	Buena Vista, City of	117,000
4/1/2026	Carroll County	112,050
4/1/2026	Chesapeake, City of	1,275,000
4/1/2026	Chilhowie, Town of	450,000
4/1/2026	Covington, City of	6,345,555
4/1/2026	Crewe, Town of	195,600
4/1/2026	Emporia, City of	910,000
4/1/2026	Fairfax, City of	94,181
4/1/2026	Fairfax, City of	178,039
4/1/2026	Falls Church, City of	369,701
4/1/2026	Franklin, City of	302,400
4/1/2026	Galax, City of	513,000
4/1/2026	Gloucester County	253,643
4/1/2026	Greene County	93,750
4/1/2026	Hampton Roads Planning District Commission	550,083
4/1/2026	Hampton Roads Planning District Commission	198,460
4/1/2026	Hampton, City of	558,000

Closing Date	Borrower/ Grantee	Committed Funding
4/1/2026	Hampton, City of	1,935,000
4/1/2026	Herndon, Town of	83,843
4/1/2026	James City County	427,250
4/1/2026	Jarratt, Town of	100,000
4/1/2026	King And Queen County	352,980
4/1/2026	King William County	362,900
4/1/2026	Loudoun County	3,741,363
4/1/2026	Loudoun County	860,662
4/1/2026	Manassas, City of	99,375
4/1/2026	Manassas, City of	99,187
4/1/2026	Montgomery County	95,400
4/1/2026	Norfolk, City of	24,986,500
4/1/2026	Pennington Gap, Town of	561,483
4/1/2026	Petersburg, City of	750,000
4/1/2026	Radford, City of	112,500
4/1/2026	Richlands, Town of	657,500
4/1/2026	Richmond, City of	1,793,958
4/1/2026	Richmond, City of	5,706,042
4/1/2026	Roanoke, City of	2,191,320
4/1/2026	Russell County	369,847
4/1/2026	Smyth County	334,200
4/1/2026	South Hill, Town of	215,000
4/1/2026	Tappahannock, Town of	5,461,088
4/1/2026	Tazewell County	648,179
4/1/2026	Warrenton, Town of	539,831
4/1/2026	Waverly, Town of	500,000
4/1/2026	West Piedmont Planning District Commission	321,570
4/1/2026	Wise County	71,559
4/1/2026	Wise County	373,850
4/1/2026	York County	62,250
		$ 123,462,970
Dam Safety, Flood Prevention and Protection Assistance Fund		
7/1/2025	Ashburn Dam	65,047
7/1/2025	Barrington Dam	6,600
7/1/2025	Barrington Dam	18,628
7/1/2025	Barrington Dam	1,250
7/1/2025	Celanese Acetate Pond A	12,500
7/1/2025	Charter Lake	80,000
7/1/2025	Crab Orchard Creek Dam	5,000
7/1/2025	Crosspointe Lake Dam	7,500
7/1/2025	Diascund Creek Dam	287,764
7/1/2025	Dovershire Dam	13,448
7/1/2025	DT Wade Dam	17,500
7/1/2025	Earley Dam	14,000
7/1/2025	Elliotts Dam	18,500
7/1/2025	Ford Colony Dam #2	53,265
7/1/2025	Greens Dam	44,060
7/1/2025	Henleys Dam	36,000
7/1/2025	Hidden Valley Estates Dam	3,500
7/1/2025	Hydaway Dam	6,336
7/1/2025	Ida104 Dam	12,500
7/1/2025	Ida104 Dam	5,000
7/1/2025	Ida104 Dam	2,500
7/1/2025	Katherine Owens Dam	750

Closing Date	Borrower/ Grantee	Committed Funding
7/1/2025	Katherine Owens Dam	2,500
7/1/2025	Katherine Owens Dam	9,750
7/1/2025	Kings Dam	9,700
7/1/2025	Kings Dam	1,850
7/1/2025	Kings Dam	650
7/1/2025	Kings Dam	8,000
7/1/2025	Lake Anne Dam	25,000
7/1/2025	Lake Anne Dam	3,000
7/1/2025	Lake Isaac Dam	500
7/1/2025	Lake Isaac Dam	750
7/1/2025	Lake Jefferson Dam	588,507
7/1/2025	Lake Kilby Dam	334,118
7/1/2025	Lake Patrick Henry Dam	25,512
7/1/2025	Lake Salisbury Dam	12,850
7/1/2025	Lancaster County Dam #3	12,100
7/1/2025	Lancaster County Dam #3	350,000
7/1/2025	Lancaster County Dam #3	3,750
7/1/2025	Manassas, City of	18,254
7/1/2025	Manassas, City of	3,434
7/1/2025	Manassas, City of	3,658
7/1/2025	Mattawan Dam	250,000
7/1/2025	McGeorge Pond Dam	15,000
7/1/2025	Middle Mint Springs Dam	500,000
7/1/2025	Moores Creek Dam	86,142
7/1/2025	Murcielago Upper Dam	7,500
7/1/2025	Murcielago Upper Dam	5,000
7/1/2025	Murcielago Upper Dam	2,500
7/1/2025	Orchard Lake Dam	500,000
7/1/2025	Pavilion Dam	62,550
7/1/2025	Peacock Hill Dam	1,500
7/1/2025	Pine Lake Dam	16,000
7/1/2025	Ragged Mountain Dam	57,400
7/1/2025	Redford Dam	36,000
7/1/2025	Seven Lakes Dam	375,000
7/1/2025	Springfield Golf & Country Club Lower Dam	62,150
7/1/2025	Strasburg Dam	3,000
7/1/2025	Stumpy Lake Dam	218,830
7/1/2025	Summit Golf Dam	6,500
7/1/2025	Upper Byers Dam	2,381
7/1/2025	Whippoorwill Dam	19,000
7/1/2025	Whippoorwill Dam	1,500
	$	**4,353,483**
Drinking Water State Revolving Fund "Water Supply"		
7/28/2025	Rural Retreat, Town of	530,000
8/22/2025	Lynchburg, City of	10,025,194
9/3/2025	Wellesley Dam	750,000
10/8/2025	Pittsylvania County	905,000
10/28/2025	Fauquier County Water and Sanitation Authority	5,800,000
11/6/2025	Elkton, Town of	1,000,000
11/6/2025	Elkton, Town of	4,000,000
11/20/2025	Rivanna Water and Sewer Authority	7,240,000
12/18/2025	Wise County Public Service Authority	3,100,000
12/19/2025	Richmond, City of	5,000,000
12/23/2025	Marion, Town of	3,500,000

Closing Date	Borrower/ Grantee	Committed Funding
12/23/2025	New Market, Town of	4,976,453
12/23/2025	New Market, Town of	30,000
1/30/2026	Blackstone, Town of	1,351,431
2/9/2026	Wakefield, Town of	1,102,722
2/11/2026	Petersburg, City of	3,068,400
3/5/2026	Saltville, Town of	2,644,656
5/29/2026	Danville, City of	8,000,000
5/29/2026	Danville, City of	4,201,000
		$ 67,224,856
Resilient Virginia Revolving Fund		
1/1/2026	Cumberland Plateau Planning District Commission	2,650,000
1/1/2026	Lenowisco Planning District Commission	2,650,000
1/1/2026	Mount Rogers Planning District Commission	2,650,000
1/1/2026	New River Valley Regional Commission	2,650,000
		$ 10,600,000
Virginia Airports Revolving Fund		
12/12/2025	Tazewell County Airport Authority	500,000
		$ 500,000
Virginia Brownfields Restoration and Economic Redevelopment Assistance Fund		
7/7/2025	Pittsylvania County	50,000
7/15/2025	Boones Mill, Town of	50,000
7/15/2025	Chase City, Town of	35,700
7/22/2025	Buena Vista, City of	50,000
7/29/2025	Martinsville, City of	189,500
7/29/2025	Orange County Economic Development Authority	183,000
7/30/2025	Richmond City Economic Development Authority	50,000
8/13/2025	Albemarle County	50,000
8/13/2025	Spotsylvania County	50,000
8/19/2025	Clifton Forge, Town of	50,000
8/20/2025	Exmore, Town of	39,000
8/25/2025	Staunton River Regional Industrial Facility Authority	50,000
9/9/2025	Roanoke, City of	50,000
9/18/2025	Hillsville, Town of	50,000
9/18/2025	Northampton County	50,000
9/23/2025	Frederick County Economic Development Authority	50,000
10/20/2025	Roanoke County	208,862
12/18/2025	Dumfries, Town of	28,000
1/23/2026	Accomack-Northampton Planning District Commission	49,875
1/23/2026	Alleghany County	36,750
1/28/2026	Bluefield, Town of	50,000
2/2/2026	Bluefield Industrial Development Authority	50,000
2/2/2026	Hillsville, Town of	59,225
2/24/2026	Henrico County Economic Development Authority	120,000
2/24/2026	Waynesboro, City of	250,000
2/25/2026	Clifton Forge, Town of	50,000
2/26/2026	Buchanan, Town of	94,500
2/26/2026	Floyd, Town of	262,500
3/10/2026	Eastern Virginia Regional Industrial Facility Authority	50,000
3/16/2026	Rocky Mount, Town of	50,000
3/24/2026	Waynesboro Economic Development Authority	50,000
4/2/2026	Hopewell, City of	50,000
4/14/2026	Vinton, Town of	500,000

Closing Date	Borrower/ Grantee	Committed Funding
5/5/2026	Vinton, Town of	25,000
5/5/2026	Waynesboro Economic Development Authority	50,000
5/12/2026	Danville Industrial Development Authority	50,000
5/27/2026	Russell County	17,500
5/29/2026	Emporia, City of	50,000
6/3/2026	Pennington Gap, Town of	50,000
6/9/2026	Norfolk, City of	24,750
		$ 3,274,162
Virginia Local Government Direct Loan Program		
1/15/2026	Washington County Service Authority	9,500,000
		$ 9,500,000
Virginia Pooled Financing Program		
8/5/2025	Albemarle-Charlottesville Regional Jail Authority	36,600,000
8/5/2025	Alexandria Redevelopment and Housing Authority	54,210,000
8/5/2025	Lancaster County	9,930,000
8/5/2025	Nelson County	8,145,000
8/5/2025	New River Valley Emergency Communications Regional Authority	6,710,000
8/5/2025	Pittsylvania County	6,380,000
8/5/2025	Shenandoah County	4,160,000
8/5/2025	Smyth County	2,115,000
11/18/2025	Buckingham County	8,050,000
11/18/2025	Gloucester County	2,425,000
11/18/2025	Martinsville, City of	1,925,000
11/18/2025	Roanoke County	20,040,000
5/12/2026	Botetourt County	29,065,000
5/12/2026	Danville, City of	8,385,000
5/12/2026	Frederick County	13,445,000
5/12/2026	Hanover County	29,860,000
5/12/2026	New Kent County	12,790,000
5/12/2026	Petersburg, City of	4,875,000
5/12/2026	Stafford County	4,850,000
5/12/2026	Waynesboro, City of	8,395,000
		$ 272,355,000
		$ 878,549,074



Richmond, Virginia

Annual Comprehensive Financial Report of the Virginia Resources Authority

A Component Unit of the Commonwealth of Virginia

Year Ended June 30, 2026

Virginia Resources Authority

Richmond, Virginia

Annual Comprehensive Financial Report of the Virginia Resources Authority

A Component Unit of the Commonwealth of Virginia

Year Ended June 30, 2026

Prepared by the Finance and Administration Division:

Catherine O'Brien, Director of Finance
George Panos, Loan Servicing Manager
Nola Zhang, Accountant II
James Vick, Senior Accountant

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INTRODUCTORY SECTION

VRA Virginia Resources Authority

Shawn B. Crumlish
Executive Director

September 17, 2026

Board of Directors
Virginia Resources Authority
1111 East Main Street, Suite 1920
Richmond, VA 23219

Dear Board of Directors and Commonwealth Citizens:

In accordance with the requirements set forth in Section 62.1-222 of the Code of Virginia, as amended, I am pleased to present the fiscal year 2026 financial statements of the Virginia Resources Authority (VRA, or the Authority). The statute requires the Authority to publish, at the close of each fiscal year, a complete set of financial statements presented in conformance with accounting principles generally accepted in the United States of America (GAAP) and audited in accordance with *Government Auditing Standards,* and auditing standards generally accepted in the United States of America.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, which is based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of material misstatements.

The fiscal year ended June 30, 2026 was audited by CliftonLarsonAllen LLP, a licensed certified public accounting firm. I am pleased to report that as a result of an audit of the Authority's financial records and transactions of all funds, CliftonLarsonAllen has issued an unmodified opinion on the Authority's financial statements for the year ended June 30, 2026.

GAAP requires management to provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

VRA Profile

VRA was established in 1984 as a public body corporate and as a political subdivision of the Commonwealth of Virginia pursuant to the Virginia Resources Authority Act (Chapter 21 of Title 62.1 of the Code of Virginia, as amended). VRA is governed by an eleven-member Board of Directors, appointed by the Governor. Members include four state agency representatives, including the State Treasurer. VRA's Executive Director, also appointed by the Governor, administers, manages, and directs the affairs of the Authority, subject to the policies, control, and direction of its Board of Directors.

VRA was established to provide an additional source of funding for local infrastructure projects. Initially providing financing for local water and wastewater projects, projects eligible for VRA financing have increased over the years to 20 distinct project types. These project areas reflect the capital improvement priorities of local governments and priority areas identified by Virginia's Governors and General Assembly to improve the health, safety, and general welfare of Virginia's cities, counties, and towns.

VRA Financing Programs

VRA's Virginia Pooled Financing Program (VPFP) is available to Virginia counties, cities, towns, and other political subdivisions requiring financing for any one of the designated project areas eligible for VRA financing. Authorized project areas include water, sewer, transportation, public safety, local government buildings, parks and recreational facilities, and a variety of other capital improvement projects. VPFP

borrowers realize savings from VRA's unique state credit enhancements based in part on the Commonwealth's moral obligation, shared expenses, and a straightforward and customer-friendly loan process. VPFP's high credit rating, a "AAA" and "Aaa" by S&P and Moody's, respectively, for the Infrastructure Revenue Bonds by and "AA", "Aa1" for the State Moral Obligation Bonds, results in favorable access to the capital markets for Virginia localities.

In addition to the VPFP, the Authority currently serves as co-manager of state capitalized loan/grant funds: Virginia Water Facilities Revolving Fund (VWFRF), Virginia Water Supply Revolving Fund (VWSRF), Virginia Airports Revolving Fund (VARF), Virginia Dam Safety and Flood Prevention and Protection Fund (VDSFPPF), Virginia Brownfields Restoration and Economic Redevelopment Assistance Fund (VBAF), Virginia Tobacco Region Revolving Fund (VTRRF), Virginia Tobacco Community and Business Lending Program (VTCBLP), Community Flood Prevention Fund (CFPF), and the Resilient Virginia Revolving Fund (RVRF).

Two funds, the VWFRF and the VWSRF, receive capitalization grants each year from the U.S. Environmental Protection Agency, which includes a state match requirement from the Commonwealth. These funds are operated and known as the Clean Water Revolving Loan Fund (VWFRF) and the Drinking Water State Revolving Loan Fund (VWSRF). The VARF, VDSFPPF, and VBAF are solely capitalized by appropriations from the Commonwealth. The VWFRF, VWSRF, and VARF operate as revolving loan funds with loan repayments made available for new loans to qualified borrowers for eligible projects. To date, the VBAF, VDSFPPF, and CFPF have only made grants for eligible projects.

The Virginia Transportation Infrastructure Bank (VTIB) was created in 2011 to finance the design and construction of roads and highways, including toll facilities, mass transit, freight, passenger and commuter rail, including rolling stock, port, airport and other transportation facilities. VRA is the manager of VTIB and performs certain duties under an agreement with the Commonwealth Transportation Board and the Secretary of Finance.

Economic Information

The Commonwealth of Virginia's FY 2026 general fund revenues exceeded the official forecast assumed in the 2026 Appropriation Act by $938.8 million. Total general fund revenues grew $2.1 billion (6.7%) over the prior fiscal year. Individual income tax collections grew by $1.8 billion. Non-withholding payments and lower refunds drove the surplus above forecasts. Sales tax collections grew by 6.5% during the fiscal year, and Virginia ended the fiscal year with 43,600 fewer jobs overall.

FY2026 Financial Results

VRA ended the fiscal year with assets and deferred outflows of $6.2 billion, a 2.4% increase over the prior year. With assets and deferred outflows exceeding liabilities and deferred inflows by $2.94 billion, VRA's net position increased 5.8%. Approximately 99.1% of total net position is restricted for making loans and grants through the various loan programs administered by VRA.

GASB 103 was implemented in FY26, and operating revenues and expenses now include contributions from and to other governments. However, investment income and interest paid on bonds and loans are now considered non-operating revenues and expenses. Operating income was $207.1 million and the increase in net position was $161.8 million. A comparison to FY25 is provided in the MD&A. Overall, VRA's financial position remains strong at the conclusion of fiscal year 2026.

FY2026 Accomplishments

During FY2026, the VRA team, working alongside state agency and private sector partners, delivered standout results. The Authority provided cost-effective financing that reached every region of the Commonwealth. Guided by the Board of Directors, the Authority served local government borrowers through its Virginia Pooled Financing Program (VPFP) and state-administered programs.

Accomplishments for the Authority during FY2026 include:

- Maintained high investment-grade ratings for rated financial programs
- Reached $6.27 billion in total VPFP local loan issuances since 2003, including $272.4 million in FY2026
- Funded critical projects statewide with 353 new loans and grants totaling approximately $878.5 million for 246 unique entities
- Supported state agency partners in managing their loan and grant programs
    - Department of Environmental Quality: $387.3 million for 90 projects
    - Department of Health: $67.2 million for 19 projects
    - Department of Conservation & Recreation: $127.8 million for 178 grants
    - Virginia Economic Development Partnership: $3.3 million for 40 grants
    - Virginia Department of Aviation: $0.5 million for 1 project
- Continued professional and career development training initiatives
- Received the Government Finance Officers Association Award for Excellence in Financial Reporting for the FY2025 Annual Comprehensive Financial Report (ACFR), marking the 18th year of recognition

Long-term Financial Planning

VRA works with its agency partners to project program demand. For the Virginia Water Facilities Revolving Fund and Virginia Water Supply Revolving Fund, VRA utilizes a long-term financial model to determine lending capacity under various scenarios. The models are updated at least annually. Ongoing communications with agency partners help ensure effective planning.

VRA also completes a five-year budget projection using certain assumptions for growth and project volume. Each year the assumptions are updated and the projection is revised accordingly.

Acknowledgments

Finally, completion of the Authority's fiscal year 2026 ACFR would not have been possible without the Authority's knowledgeable and dedicated team of professionals. A special note of gratitude goes to the Authority's personnel who assisted in this effort. I would also like to extend our thanks to the Authority's Board of Directors for their continuing support in planning and conducting the financial operations of the Virginia Resources Authority in a responsible manner.

Sincerely,

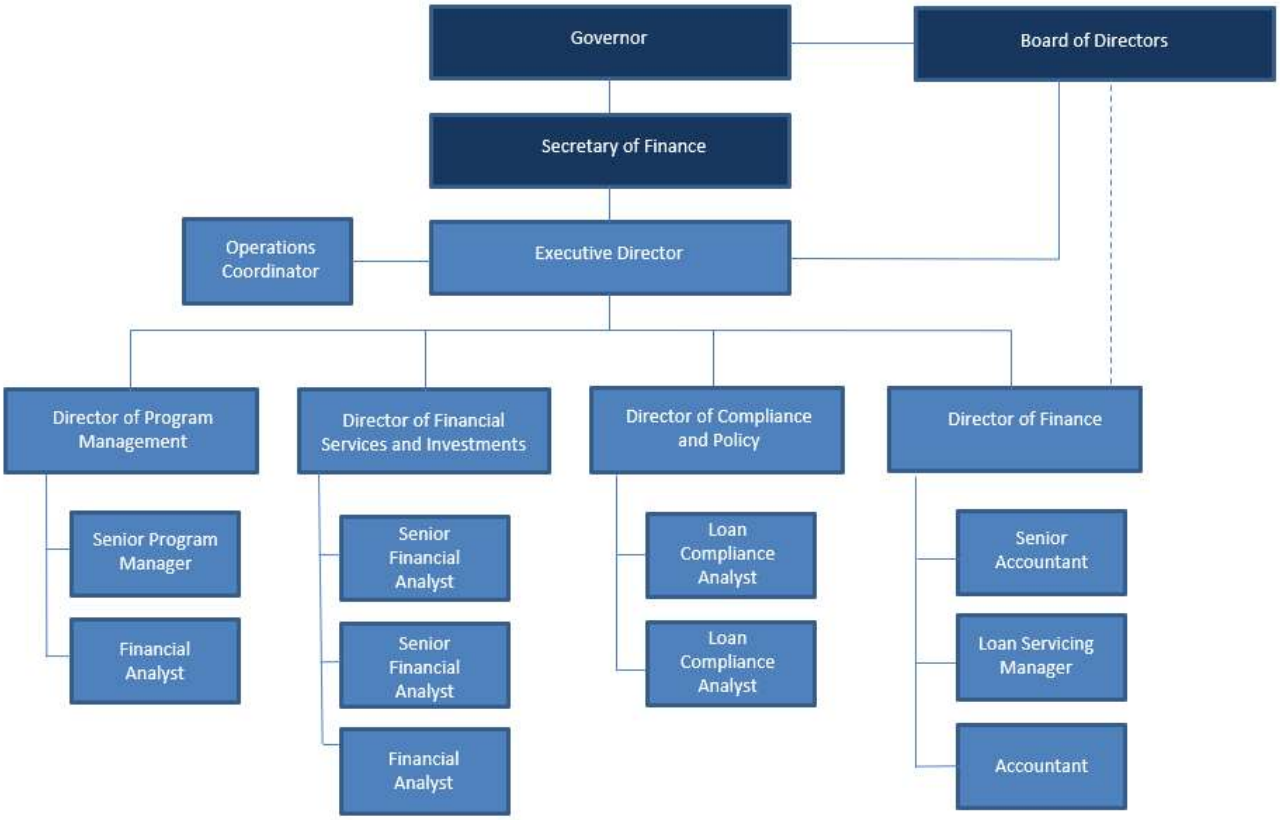


Shawn Crumlish
Executive Director



Catherine O'Brien
Director of Finance

Virginia Resources Authority
Directory of Principal Officials
June 30, 2026



Virginia Resources Authority
Directory of Principal Officials
June 30, 2026

Board of Directors

Cecil "Rhu" Harris, Jr., Chairman

Barbara McCarthy Donnellan, Vice Chairman

Dan Featherly

Rodney Hathaway

The Honorable Scott Mayausky

Maria Tedesco

Dr. Charlette T. Woolridge

Ex-Officio Board Members

Greg Campbell
Director of the Department of Aviation

David Richardson
Treasurer of Virginia

Michael Rolband
Director of the Department of Environmental Quality

B. Cameron Webb, MD, JD
State Health Commissioner

Administrative Officials

Shawn B. Crumlish, Executive Director

Joe Bergeron, Director of Financial Services and Investments

Peter D'Alema, Director of Program Management

Catherine O'Brien, Director of Finance

Stephanie Jones, Director of Compliance and Policy

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Virginia Resources Authority

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2025

and issued to the public 72 days after the fiscal year end



Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION

INDEPENDENT AUDITORS' REPORT

The Honorable Members of the Board of Directors
Virginia Resources Authority
Richmond, Virginia

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Virginia Resources Authority (the Authority), a component unit of the Commonwealth of Virginia, as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise Virginia Resources Authority's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the Authority, as of June 30, 2026, and the changes in financial position, and, its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Specifications of Audits of Authorities, Boards and Commissions* (the Specifications), issued by the Auditor of Public Accounts of the Commonwealth of Virgina. Our responsibilities under those standards and Specifications are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

CLA (CliftonLarsonAllen LLP) is an independent network member of CLA Global. See CLAglobal.com/disclaimer.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* and Specifications will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Specifications, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit 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 Authority's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the required supplementary information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Authority's basic financial statements. The combining fund financial schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining fund financial schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinion on the basic financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

The Honorable Members of the Board of Directors
Virginia Resources Authority

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 17, 2026, on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Authority's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.



CliftonLarsonAllen LLP

Arlington, Virginia
September 17, 2026

This section presents management's discussion and analysis of the financial performance of the Virginia Resources Authority (Authority) during the fiscal year ended June 30, 2026. This section should be read in conjunction with the transmittal letter in the introductory section of this report and the Authority's basic financial statements, which immediately follow this section.

Overview of the Financial Statements

The financial section of this report consists of management's discussion and analysis (this section), the basic financial statements, the notes to the financial statements, required supplementary information and supplementary information.

The discussion and analysis provided here are intended to serve as an introduction to the Authority's basic financial statements. The financial statements provide both long-term and short-term information about the Authority's overall financial status. The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The statements are followed by a section of required supplementary information and a section of other statistical information that further explains and supports the information in the financial statements.

The Authority's financial statements are prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units on an accrual basis. Under this basis of accounting, revenues are recognized in the period in which they are earned, expenses are recognized in the period in which they are incurred, and depreciation of assets is recognized in the Statement of Revenues, Expenses, and Changes in Net Position. All assets, deferred outflows, liabilities, deferred inflows and net position associated with the operation of the Authority are included in the Statement of Net Position. Net position – the difference between assets plus deferred outflows minus liabilities plus deferred inflows – is one way to measure the Authority's financial health or position.

The current fiscal year revenues and expenses of the Authority are accounted for in the Statement of Revenues, Expenses, and Changes in Net Position which measures whether the Authority successfully recovered its costs through interest on loans, investment earnings, fees, and contributions from other governments. The Statement of Cash Flows provides information on the Authority's cash receipts, payments, and net changes in cash while providing insight into the source, use, and change in cash for the reporting period. Notes to the financial statements provide additional information that is essential to understanding data in the financial statements.

This report also includes other information, in addition to the basic financial statements and accompanying notes to the financial statements. Required Supplementary Information concerning the Authority's progress in funding its obligation to provide pension and other postemployment benefits (OPEB) to employees is separately presented. Supplementary information, consisting of the Combining Fund Schedules, supports the information in the basic financial statements by providing additional analysis of the Authority's individual programs.

Financial Summary

The following table presents a summary of the Authority's financial position for fiscal years 2026 and 2025:

	FY2026	FY2025	$ Change	% Change
Assets				
Cash and cash equivalents	$ 678,957,829	$ 904,925,680	$ (225,967,851)	-25.0%
Investments - current	132,760,656	25,275,395	107,485,261	425.3%
Loans receivable - current	392,129,295	391,864,659	264,636	0.1%
Other current assets	44,706,961	43,357,984	1,348,977	3.1%
Investments - noncurrent	851,190,131	670,559,205	180,630,926	26.9%
Loans receivable - noncurrent	4,086,075,373	3,991,807,703	94,267,670	2.4%
Capital assets, net	617,171	758,365	(141,194)	-18.6%
Other noncurrent assets	433,890	446,544	(12,654)	-2.8%
Total assets	6,186,871,306	6,028,995,535	157,875,771	2.6%
Deferred outflows of resources	7,003,461	17,473,432	(10,469,971)	-59.9%
Total assets and deferred outflows of resources	6,193,874,767	6,046,468,967	147,405,800	2.4%
Liabilities				
Bonds and loans payable - current	255,659,611	226,547,431	29,112,180	12.9%
Accrued interest	20,797,675	20,448,889	348,786	1.7%
Other current liabilities	7,312,447	5,480,022	1,832,425	33.4%
Bonds and loans payable - noncurrent	2,948,624,310	2,994,726,190	(46,101,880)	-1.5%
Noncurrent liabilities	5,733,061	4,537,173	1,195,888	26.4%
Total liabilities	3,238,127,104	3,251,739,705	(13,612,601)	-0.4%
Deferred inflows of resources	15,403,210	16,228,350	(825,140)	-5.1%
Net position (deficit)				
Investment in capital assets	(17,937)	(69,166)	51,229	-74.1%
Restricted	2,913,188,729	2,741,025,865	172,162,864	6.3%
Unrestricted	27,173,661	37,544,213	(10,370,552)	-27.6%
Total net position	2,940,344,453	2,778,500,912	161,843,541	5.8%
Total liabilities, deferred inflows of resources, and net position	$ 6,193,874,767	$ 6,046,468,967	$ 147,405,800	2.4%

Note: The FY2025 information has been updated to reflect the implementation of GASB 103, *Financial Reporting Model Improvements in FY2026* to allow for ease of comparison

The following table presents a summary of the Authority's revenues, expenses, and change in net position for fiscal years 2026 and 2025:

	FY2026	FY2025	$ Change	% Change
Operating Revenues				
Interest on loans	$ 103,114,534	$ 99,689,598	$ 3,424,936	3.4%
Bond administration fees	3,236,494	3,299,659	(63,165)	-1.9%
Loan administration fees	3,639,050	3,410,196	228,854	6.7%
Loan origination revenue	4,698,602	4,241,907	456,695	10.8%
Gain on early extinguishment of loans	-	173,457	(173,457)	-100.0%
Contributions from other governments	184,234,264	215,075,648	(30,841,384)	-14.3%
Federal interest subsidy	776,366	869,845	(93,479)	-10.7%
Other Income	14,073	1,237	12,836	1037.7%
Total operating revenues	299,713,383	326,761,547	(27,048,164)	-8.3%
Operating Expenses				
Bond issuance costs	5,191,810	3,905,368	1,286,442	32.9%
Grants to local governments	41,468,215	30,456,491	11,011,724	36.2%
Principal forgiveness loans to local governments	40,469,421	29,012,073	11,457,348	39.5%
Loss on early extinguishment of bonds	-	1,938,858	(1,938,858)	-100.0%
Personnel services	2,120,969	1,895,288	225,681	11.9%
General operating	984,478	817,535	166,943	20.4%
Contractual services	1,405,201	1,646,718	(241,517)	-14.7%
Depreciation expense and amortization	193,639	224,151	(30,512)	-13.6%
Contributions to other governments	-	12,436,679	(12,436,679)	-100.0%
Federal interest subsidy pass-through	749,434	842,913	(93,479)	-11.1%
Total operating expenses	92,583,167	83,176,074	9,407,093	11.3%
Operating income	207,130,216	243,585,473	(36,455,257)	-15.0%
Nonoperating revenues (expenses)				
Investment income	54,936,555	73,872,556	(18,936,001)	-25.6%
Interest on bonds and loans	(100,223,230)	(97,209,936)	(3,013,294)	3.1%
Total nonoperating revenue (expenses)	(45,286,675)	(23,337,380)	(21,949,295)	94.1%
Change in net position	161,843,541	220,248,093	(58,404,552)	-26.5%
Beginning net position	2,778,500,912	2,558,252,819	220,248,093	8.6%
Ending net position	$ 2,940,344,453	$ 2,778,500,912	$ 161,843,541	5.8%

Note: The FY2025 information has been updated to reflect the implementation of GASB 103, *Financial Reporting Model Improvements in FY2026* to allow for ease of comparison

Detailed Analyses

Loan interest, loan administration fees and loan origination revenue increased 3.4%, 6.7% and 10.8%, respectively in FY26 as VRA completed 353 new loans and grants. The amount of grants and principal forgiveness loans to local governments combined increased 37.8%. The higher volume of grants ($41.5 million) and principal forgiveness ($40.5 million) stems from increased U.S. Environmental Protection Agency (EPA) funding to the VWFRF and VWSRF. EPA Capitalization grants require a specified amount of additional subsidization, which Virginia provides through principal forgiveness. Principal forgiveness is economically equivalent to a grant because the recipient has no repayment obligation.

Bond Issuance Costs increased 32.9%, as $276.8 million in VPFP bonds and $167.2 million in State Revolving Fund Revenue Bonds were issued in FY26. Overall, the sheer volume of lending activity explains the 11.3% increase in operating expenses. VRA had operating income of $207.1 million, which was a decrease by 15.0% primarily due to reduced contributions from other governments, most notably the CFPF contributions in FY25 of $107 million decreased to $43.8 million in FY26.

The FY26 operating income provided for a 5.8% increase in VRA's total net position, to $2.9 billion. Total assets and deferred outflows increased 2.4% to $6.2 billion from the prior year. Notable changes include:

- Cash and investments increased 3.9%. Cash and cash equivalents decreased 25%, while investments increased by $288 million, or 41%. This shift in the composition of the Authority's assets reflects investing available cash to maximize earnings while maintaining sufficient liquidity to meet operational and lending requirements.
- Loans receivable increased $94.5 million, or 2.2%. The increase reflects continued lending activity across the Authority's financing programs.
- Bonds payable decreased 0.5%. The decrease primarily reflects scheduled principal repayments and the impact of bond refundings completed during the year.
- Unrestricted net position decreased 27.6%. The decrease reflects an increase in amounts committed to the Direct Loan Program, as the Authority continued to expand lending through this program.

Significant Capital Asset and Long-Term Financing Activity

Capital Asset Activity

The Authority has capital assets, net of accumulated depreciation and amortization, of $617,171, which comprises 0.010% of total assets and is not material or significant to the Authority's financial position. Capital Assets consist of an office lease and office equipment. There are no capital assets held for sale. The Authority has no plans to expand capital asset activity.

See Note 5 for additional information on capital assets.

Long-Term Financing Activity (Debt Administration)

As a financing entity, the Authority's purpose and objective is to issue and administer debt on behalf of other entities. The Authority issues bonds to finance infrastructure projects approved by the local governing bodies of counties, cities, towns, and service authorities of the Commonwealth of Virginia. Depending upon the program, all of the Authority's bonds are secured by either: (a) a pledge of the full faith and credit of the municipality, (b) a pledge of certain revenues of the municipality and funds and accounts established under the applicable bond resolution or indenture, and/or (c) a lease.

The Authority obtains bond ratings from one or more of the following: Moody's Investor Service (Moody's), S&P Global Ratings (S&P), and Fitch Ratings (Fitch). The Authority, to date, has achieved an investment grade of "AA" or better on all bond issues. Leveraged issues of the Virginia Water Facilities Revolving Fund (VWFRF) and Virginia Water Supply Revolving Fund (VWSRF) to support the Clean Water and Drinking Water State Revolving Funds have obtained a AAA rating from two or all three agencies. Under the senior (Infrastructure Revenue Bonds)/subordinate (State Moral Obligation Revenue Bonds) structure in the Virginia Pooled Financing Program, the senior portion of the structure (70%) has been rated "AAA" and the subordinate portion (30%) has been rated "AA." Ratings were affirmed on subsequent issues and ratings surveillances conducted in the last fiscal year.

See Note 6 for additional information on bonds payable.

Currently Known Facts, Decisions, or Conditions

The Authority does not have any currently known facts, decisions or conditions that are expected to have a significant impact on financial position or that are expected to produce significant differences from current period results of operations (revenues, expenses, and other changes in net position). The Authority does anticipate increases in the loan and grant from the Community Flood Preparedness Fund and the Resilient Virginia Revolving Fund in the future.

As mentioned previously, VRA works with its agency partners to project program demand. For the Virginia Water Facilities Revolving Fund and Virginia Water Supply Revolving Fund, VRA utilizes a long-term financial model to determine lending capacity under various scenarios. The models are updated at least annually. Ongoing communications with agency partners help ensure effective planning.

VRA expects a significant decline in EPA Capitalization grant funding in future years. The Infrastructure Investment and Jobs Act of 2021 (IIJA) provided additional funding for the Clean Water and Drinking Water State Revolving Funds for federal fiscal years 2022–2026. Following the award of the final year of funding, VRA will have received approximately $692.9 million in IIJA capitalization grants.

Requests for Information

This financial report is designed to provide a general overview of the Authority's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Director of Finance, Virginia Resources Authority, 1111 E. Main Street, Suite 1920, Richmond, VA 23219, or telephone (804) 644-3100. Additional information is also available on the Authority's website at www.virginiaresources.org

Virginia Resources Authority
Statement of Net Position
June 30, 2026

Assets	
Current assets:	
Cash	$ 97,752,304
Cash equivalents (Note 3)	581,205,525
Investments (Note 3)	132,760,656
Loans receivable, net of allowance (Note 4)	392,129,295
Receivables:	
Investment interest	7,745,638
Loan interest	30,551,430
Loan administrative fees	1,987,350
Federal funds	4,276,468
Other	63,742
Other assets	82,333
Total current assets	1,248,554,741
Noncurrent assets:	
Investments (Note 3)	851,190,131
Loans receivable, net of allowance (Note 4)	4,086,075,373
Capital assets, net of accumulated depreciation and amortization (Note 5)	617,171
Net pension asset (Note 10)	431,609
Net OPEB asset (Note 12)	2,281
Total noncurrent assets	4,938,316,565
Total assets	6,186,871,306
Deferred Outflows of Resources	
Deferred outflows related to pensions (Note 10)	224,150
Deferred outflows related to OPEB (Notes 11, 12)	22,146
Deferred loss on refunding (Note 6)	6,757,165
Total deferred outflows of resources	7,003,461
Total assets and deferred outflows of resources	$ 6,193,874,767
Liabilities	
Current liabilities:	
Bonds payable, current (Note 6)	$ 255,659,611
Accrued interest payable	20,797,675
Agency funds	2,136,175
Accounts payable and other liabilities (Note 8)	5,176,272
Total current liabilities	283,769,733
Noncurrent liabilities:	
Net OPEB liability (Note 11)	55,230
Bonds payable, net of current portion (Note 6)	2,948,624,310
Other accrued liabilities (Note 8)	5,677,831
Total noncurrent liabilities	2,954,357,371
Total liabilities	3,238,127,104
Deferred Inflows of Resources	
Deferred inflows related to pensions (Note 10)	137,327
Deferred inflows related to OPEB (Notes 11 and 12)	22,150
Deferred gain from localities on refunding (Note 6)	15,243,733
Total deferred inflows of resources	15,403,210
Total liabilities and deferred inflows of resources	3,253,530,314
Net position	
Net Investment in capital assets	(17,937)
Restricted (Note 7)	
Net pension asset	431,609
Net OPEB asset	2,281
Loan programs	2,904,959,404
Operating reserve	7,795,435
Unrestricted	27,173,661
Total net position	2,940,344,453
Total liabilities, deferred inflows of resources, and net position	$ 6,193,874,767

The accompanying notes to the financial statements are an integral part of this financial statement.

Virginia Resources Authority
Statement of Revenues, Expenses, and Changes in Net Position
Year Ended June 30, 2026

Operating revenues	
Interest on loans	$ 103,114,534
Bond administrative fees	3,236,494
Loan administrative fees	3,639,050
Loan origination revenue	4,698,602
Other income	14,073
Contributions from other governments (Note 9)	184,234,264
Federal interest subsidy	776,366
Total operating revenues	299,713,383
Operating expenses	
Bond issuance costs	5,191,810
Grants to local governments	41,468,215
Principal forgiveness loans to local governments	40,469,421
Personnel services	2,120,969
General operating	984,478
Contractual services	1,405,201
Depreciation expense and amortization	193,639
Federal interest subsidy pass-through	749,434
Total operating expenses	92,583,167
Operating income	207,130,216
Other nonoperating revenues (expenses)	
Investment income	54,936,555
Interest on bonds and loans	(100,223,230)
Total other nonoperating revenue (expenses)	(45,286,675)
Change in net position	161,843,541
Net position - beginning	2,778,500,912
Net position - ending	$ 2,940,344,453

The accompanying notes to the financial statements are an integral part of this financial statement.

Virginia Resources Authority
Statement of Cash Flows
Year Ended June 30, 2026

Cash flows from operating activities		
Loan disbursements to localities	$	(537,657,495)
Principal repayments from localities on loans		420,028,831
Interest received on loans		126,271,875
Loan origination fees received		4,698,602
Bond administrative fees received		3,232,825
Loan administrative fees received		3,543,016
Administrative reimbursement funds received		1,701
Cash received from other income		50
Cash payments for salaries and benefits		(2,119,101)
Cash payments for general operating expenses		(706,784)
Cash payments for contractual services		(1,411,291)
Cash payments for operating grants		(41,468,215)
Cash payments for principal forgiveness loans to local governments		(40,469,421)
Agency funds received		(95,609)
Proceeds from Federal interest subsidy		776,366
Cash payments to localities for Federal interest subsidy		(749,434)
Contributions from other governments		184,954,542
Net cash used in operating activities		118,830,458
Cash flows from noncapital financing activities		
Proceeds from sale of bonds		463,460,786
Bond issuance costs		(5,191,810)
Principal paid on bonds and loans		(452,750,000)
Interest paid on bonds and loans		(117,956,283)
Arbitrage rebate		(742,798)
Net cash provided by noncapital financing activities		(113,180,105)
Cash flows from capital and financing related activities		
Purchase of office equipment		(52,445)
Lease payments		(386,063)
Net cash used in noncapital financing activities		(438,508)
Cash flows from investing activities		
Purchase of investments		(651,400,657)
Proceeds from sales or maturities of investments		357,075,609
Interest received on investments - net		63,145,352
Net cash provided by investing activities		(231,179,696)
Net increase in cash and cash equivalents		(225,967,851)
Cash and cash equivalents - July 1		904,925,680
Cash and cash equivalents - June 30		678,957,829
Reconciliation to the Statement of Net Position		
Cash	$	97,752,304
Cash equivalents		581,205,525
	$	678,957,829

The accompanying notes to the financial statements are an integral part of this financial statement.

Virginia Resources Authority
Statement of Cash Flows (Continued)
Year Ended June 30, 2026

Reconciliation of operating income to net cash used in operating activities		
Operating income		207,130,216
Depreciation and amortization expense		193,639
Pension expense		75,710
Current year pension contributions subsequent to the measurement date		(38,480)
OPEB expense		(711)
Current year OPEB contributions subsequent to the measurement date		(11,526)
Bond issuance costs		5,191,810
Interest, amortization and accretion - net		23,436,300
Contributions from other governments		720,278
Effect of changes in operating assets and liabilities:		
Loans receivable		(117,388,056)
Loan interest receivable		(122,398)
Loan administrative fee receivable		(98,001)
Other assets		(45,639)
Accounts payable and other liabilities		(212,684)
Net cash used in operating activities	$	118,830,458
Schedule of non-cash activities		
Change in fair value of assets	$	(8,460,520)

The accompanying notes to the financial statements are an integral part of this financial statement.

Note 1 – Organization and Nature of Activities

The Virginia Resources Authority (Authority or VRA) was created in 1984 by an Act of the General Assembly of the Commonwealth of Virginia. The Authority encourages the investment of both public and private funds and is authorized to make loans and grants available to local governments to finance such projects as water, sewer, storm drainage, solid waste disposal, federal facilities, public safety, aviation, brownfield remediation, transportation, Chesapeake Bay cleanup, dam safety, land conservation and preservation, local government buildings, energy, parks and recreation facilities, and broadband. Subsequent General Assembly legislation added projects for administrative and operations systems and site acquisition and development for economic and community development to include the production and preservation of housing. The Authority's enabling legislation states that the bonds issued by the Authority do not constitute a debt or pledge of the full faith and credit of the Commonwealth of Virginia (Commonwealth) or any political subdivision thereof, other than the Authority. The bonds are payable solely from the revenue, money, or property of the Authority pledged thereon. The Authority is, however, empowered to issue bonds secured by the moral obligation of the Commonwealth, of which a maximum of $1.5 billion may be outstanding at any time.

The Authority is governed by a Board of Directors consisting of eleven members. Seven members are appointed to four-year terms by the Governor, subject to confirmation by the General Assembly. Other members consist of the State Treasurer, the State Health Commissioner, the Director of the Department of Environmental Quality, and the Director of the Department of Aviation. The Governor appoints the Chairman of the Board. The Governor also appoints the Executive Director of the Authority, who reports to but is not a member of the Board of Directors. The Executive Director serves as the ex-officio secretary of the Board of Directors and administers, manages and directs the affairs and activities of the Authority, in accordance with the policies and under the control and direction of the Board of Directors.

For financial reporting purposes, the Authority is a component unit of the Commonwealth. The accounts of the Authority, along with other similar types of funds, are included as a discretely presented component unit of the Commonwealth. The financial statements of the Authority include the activities of the Authority's pooled bond program, the Virginia Water Facilities Revolving Fund, the Virginia Water Supply Revolving Fund, the Virginia Airports Revolving Fund, the Virginia Dam Safety and Flood Prevention Fund, the Virginia Transportation Infrastructure Bank, the Virginia Brownfields Restoration and Economic Redevelopment Assistance Fund, the VirginiaSAVES Green Community Program, the Virginia Tobacco Region Revolving Fund, and the Community Flood Preparedness Fund, which are described in more detail below.

The Authority's pooled bond program serves to provide cost-effective and efficient access to the bond markets to local government borrowers throughout Virginia by issuing bonds used to fund loans to local borrowers. The program is structured so that the maturities of principal and interest payments are matched, virtually eliminating interest rate risk within the portfolio. Yields on the loans to local borrowers are designed to slightly exceed the yields on the bonds issued to fund the program, to support administrative and other costs related to the program.

The Virginia Water Facilities Revolving Fund (VWFRF) was created in 1986 and received its first state appropriation on July 1, 1987. The VWFRF's purpose is to make below-market interest rate loans to municipalities under the U.S. Environmental Protection Agency's (EPA) Capitalization Grants for State Revolving Funds. The Authority and the Commonwealth's Department of Environmental Quality (DEQ) jointly administer the program. The accounts of the VWFRF are in these financial statements, except for certain administrative expenses incurred by the DEQ for the VWFRF and the associated reimbursement of the federal share of these expenses is included in the financial statements of the DEQ.

Until 1999, the sole source of financial assistance to localities for wastewater projects under the VWFRF was the Direct Loan program. The available resources for the Direct Loan program, however, were determined to be insufficient to meet the demand for financial assistance from municipalities. In response, the Authority and DEQ, with the concurrence of the EPA, decided to leverage the VWFRF through the issuance of bonds.

The Authority is authorized to transfer assets of the VWFRF to funds and accounts pledged to collateralize bonds issued by the Authority. Such assets consist of federal capitalization grants, Commonwealth Matching Share funds, and any other monies appropriated or otherwise deposited by the Commonwealth to the VWFRF, including amounts repaid by municipalities to the VWFRF from loans represented by the local bonds, and earnings on the investment of any of the foregoing. The Authority and DEQ still make Direct Loans from the VWFRF, but by leveraging the VWFRF, the Authority can provide financing for more projects than before.

During 1999, the General Assembly expanded the scope of the VWFRF by allowing the State Water Control Board to loan money for the construction of facilities or structures supporting environmental goals of agricultural best management practices, commonly referred to as Agriculture Best Management Practices (AgBMP) loans. The program provides below-market rate loans to incent implementation of AgBMPs that result in reduced agricultural nonpoint source pollution of Virginia waters. To date, $25 million has been set aside from the VWFRF to fund the program. The accounts of this program are combined with those of the VWFRF in the Authority's financial statements.

The Virginia Water Supply Revolving Fund (VWSRF) was created in 1987 and received its first state appropriation on July 1, 1988. In 1997, the VWSRF was updated to align with the Safe Drinking Water Act Amendments of 1996, which allowed the establishment of a drinking water state revolving loan fund. The VWSRF's purpose is to make below-market interest rate loans to local governments to finance water supply facilities and certain non-construction activities under the EPA's Capitalization Grants for State Revolving Funds. The Authority and the Commonwealth of Virginia Department of Health (VDH) jointly administer the program. The accounts of the VWSRF are in these financial statements, except for certain administrative expenses incurred by the VDH for the VWSRF and the associated reimbursement of these expenses, which are included in the financial statements of the VDH.

The Authority is authorized to transfer assets of the VWSRF to funds and accounts pledged to collateralize bonds issued by the Authority. Such assets consist of loans, federal capitalization grants, Commonwealth Matching Share funds, and any other monies appropriated or otherwise deposited by the Commonwealth to the VWSRF, including amounts repaid by municipalities to the VWSRF from loans represented by the local bonds, and earnings on the investment of any of the foregoing. The Authority and VDH still make Direct Loans from the VWSRF, but by leveraging the VWSRF, the Authority can provide financing for more projects than before.

In 2000, the Virginia Airports Revolving Fund (VARF) was funded with $25 million. The VARF finances local government-owned aviation projects at discounted rates for general aviation, reliever, and commercial airports across Virginia. In February 2001, the first bonds were issued by the Authority, which leveraged VARF to provide funds for loans to three of Virginia's airports. In June 2002, $2 million was returned to the Commonwealth to be used for other purposes. The VARF can also make direct loans out of current balances, released bond proceeds, and newly appropriated funds.

The Virginia Dam Safety and Flood Prevention and Protection Fund (VDSFPPF) was created in 2006 and received its first appropriation from existing Commonwealth funds on July 1, 2006. The VDSFPPF's purpose is to make grants or loans to local governments for the development and implementation of flood prevention or protection projects, or for flood prevention or protection studies. In addition, the VDSFPPF

can be used to make grants or loans to local governments owning dams and to make loans to private entities for the design, repair and the safety modifications of qualifying dams, and to make grants for the mapping and digitization of dam break inundation zones. The VDSFPPF's enabling legislation provides that the Authority and the Virginia Department of Conservation and Recreation (VDCR) jointly administer the program.

The Virginia Transportation Infrastructure Bank (VTIB) was created during the 2010 General Assembly Session to finance the design and construction of roads and highways, including toll facilities, mass transit, freight, passenger and commuter rail, including rolling stock, port, airport and other transportation facilities. The Authority is the manager of VTIB and performs certain duties under an agreement with the Commonwealth Transportation Board and the Secretary of Finance. VTIB is capitalized with appropriations by the General Assembly. VTIB is a sub-fund of the Transportation Trust Fund and only reimbursement and expenses incurred are reflected in the Authority's financial statements.

The Virginia Brownfields Restoration and Economic Redevelopment Assistance Fund (VBAF) was created in 2002 for the purposes of promoting the restoration and redevelopment of brownfield sites and to address environmental problems or obstacles to reuse so that these sites can be effectively marketed to new economic development prospects. Funds were generally not available in the VBAF until 2012. The Virginia Economic Development Partnership, DEQ, and the Authority jointly administer the VBAF.

The VirginiaSAVES Green Community Program (VGCP) was established in 2015 to provide lower financing costs for energy efficiency, renewable energy generation and alternative fuel projects. The program takes advantage of Qualified Energy Conservation Bonds (QECBs), allocated under the Governor of Virginia's Executive Order 36. The program is sponsored by Virginia Energy, formerly the Department of Mines Minerals and Energy, and administered jointly by CleanSource Capital and Abundant Power. The Virginia Small Business Financing Authority and the Authority serve as conduit issuers for the program.

The Virginia Tobacco Region Revolving Fund (VTRRF) was established in 2016 to create a long-term mechanism to fund revenue-generating economic revitalization projects in the tobacco region, and to recycle loan repayments to assist future projects. Funds were generally not available in the VTRRF until 2017. The Virginia Tobacco Region Revitalization Commission selects projects to be sent to VRA for credit analysis prior to a potential loan offer. VRA is the manager of the Virginia Tobacco Community and Business Lending Program (VTCBLP) and performs certain duties under an agreement with the Virginia Tobacco Region Revitalization Commission.

The Community Flood Preparedness Fund (CFPF), established in the 2020 General Assembly session, assists localities and their residents affected by recurrent flooding, sea level rise, and flooding from severe weather events through a grant and loan program. The CFPF enabling legislation provides that the Authority and the Virginia Department of Conservation and Recreation jointly administer the program.

Resilient Virginia Revolving Fund (RVRF), established in the 2022 General Assembly session, provides funding for hazard mitigation and infrastructure improvements for resilience purposes and projects identified in the Virginia Flood Protection Master Plan or the Virginia Coastal Resilience Master Plan. The RVRF was initially capitalized with a $25 million transfer from the CFPF and then with a $100 million appropriation from the Commonwealth in 2023. The RVRF enabling legislation provides that the Authority and the Virginia Department of Conservation and Recreation jointly administer the program.

Note 2 – Summary of Significant Accounting Policies

Measurement Focus and Basis of Accounting

The funds of the Authority are reported using the economic resources measurement focus and the accrual basis of accounting, where revenues are recognized when earned and expenses are recognized when incurred in accordance with accounting principles generally accepted in the United States of America (GAAP).

The accounts of the Authority are organized on the basis of programs and activities, each of which is considered a separate accounting entity. The operations of each program are accounted for with a separate set of self-balancing accounts that comprise its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, operating revenues, operating expenses and other non-operating revenue and expenses. All of the Authority's programs and activities are reported as a single reporting entity conforming to GAAP.

The preparation of financial statements, in conformity with GAAP, requires management of the Authority to make estimates and judgments that affect the amounts reported in the financial statements. Actual results could differ from those estimates.

Assets, Liabilities, Deferred Outflow/Inflows of Resources, and Net Position

Cash equivalents – For purposes of the Statement of Cash Flows, cash equivalents are restricted to investments with original remaining maturities when purchased of three months or less.

Fair value measurements – The Authority categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

Investments – Investments, principally U.S. government obligations, corporate obligations, asset-backed securities, negotiable certificates of deposits, and municipal bonds, are carried at fair value with the change in fair value recognized as a component of interest on investments. The Authority also participates in the Commonwealth of Virginia Local Government Investment Pool (LGIP), a non-SEC registered external pool rated AAAm by S&P Global Ratings (S&P). The LGIP is managed in a manner consistent with Securities and Exchange Commission Rule 2a-7 money market fund requirements and the fair value of the position in the LGIP is the same as the value of the pool shares. Pursuant to Sections 2.2-4600 through 2.2-4606 of the *Code of Virginia*, the Treasury Board of the Commonwealth of Virginia is authorized to administer the LGIP program. As permitted by law, the Treasury Board has delegated administrative aspects of managing the LGIP program to the State Treasurer, subject to the regulations and guidelines established by the Treasury Board.

Loans receivable, discounts, and premiums – Loans receivable are reported at the unpaid principal balances, net of an allowance for loan losses, if any. The Authority receives fees relating to the origination of loans. Certain of these fees are received at the origination of a loan and other fees are received over the life of the related loans. The fees received at the origination of a loan are recorded as loan origination revenue while fees received over the life of the related loan are recorded as loan administration fees and bond administration fees in the Statement of Revenues, Expenses, and Changes in Net Position. Loan discounts and premiums are amortized over the lives of the related loans using the effective interest method.

Allowance for loan losses – The allowance for loan losses is maintained to cover possible losses inherent in the loan portfolio based on management's evaluation of the loan portfolio, giving consideration to various factors, including collateral value, past loan loss experience, current facts, and economic conditions. The

allowance is based on management's estimates, and ultimate losses may vary from current estimates. An annual review is performed on a risk-based sample of borrowers in VRA's loan portfolio. The review includes performing various liquidity ratios and reviewing rate covenant calculations on existing loans to identify any potential issues with loan repayments. In addition to an annual review, the Authority actively monitors borrower information for any potential impacts to loan repayments throughout the year.

Capital assets – Capital assets are defined by the Authority as assets with an initial, individual cost of more than $5,000 and a useful life greater than one year. Such assets are recorded at historical cost and are depreciated over the useful life of the asset using the straight-line method. The Authority follows the Commonwealth's Accounting Policies and Procedures Manual (CAPP) for assigning estimated useful lives to its capital assets. The CAPP assigns an estimated useful life of 5 years to office furniture, fixtures, and equipment. The amount of capital assets the Authority has is insignificant to financial statements taken as a whole.

Right to use assets – The Authority has recorded right to use lease assets in conformity with GAAP. The right to use assets are initially measured at an amount equal to the initial measurement of the related lease liability plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right to use assets are amortized on a straight-line basis over the life of the related lease. The lease capitalization threshold is $50,000.

Deferred outflows of resources – In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial element represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources until then. The Authority has three items that qualify for reporting in this category: accounting loss on debt refunding, deferred outflows of resources related to pensions, and deferred outflows of resources related to OPEB. Deferred losses on refundings are recognized as a component of interest expense over the shorter of the life of the old debt or new debt. Deferred outflows of resources related to pensions are amortized and recognized in pension expense over various predetermined closed periods. Deferred outflows of resources related to OPEB are amortized and recognized in OPEB expense over various predetermined closed periods.

Bond discounts and premiums – Bond discounts and premiums are amortized over the lives of the related issues using the effective interest method.

Arbitrage rebate liability – The amount of interest on investments of tax-exempt bond proceeds the Authority may earn is limited by certain federal legislation. Earnings in excess of the allowable amount must be rebated to the U.S. Department of the Treasury. These excess earnings are determined through arbitrage rebate calculations, with the arbitrage rebate liability reported on the Authority's financial statements. The Authority treats the estimated rebate payable as a reduction of available resources in the program that earned the arbitrage profit. Accordingly, interest earnings are reduced by the amount with a corresponding arbitrage rebate liability reported. The Authority contracts with arbitrage rebate specialists to perform the arbitrage rebate calculations as required.

Compensated absences – The Authority recognizes a liability for compensated absences for leave time that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be used as time off or settled during or upon separation from employment. Based on the criteria listed, one type of leave qualifies for liability recognition for compensated absences – vacation leave. The liability for compensated absences is reported as incurred in the Authority's financial statements. The liability for compensated absences includes salary-related benefits, where applicable. The Authority's policy permits employees to accumulate earned but unused vacation benefits, which are eligible for payment at the employee's current pay rate upon separation

from employment. The Authority provides for accumulation of paid time off (PTO) leave with a maximum accumulation of up to 520 hours of unused PTO leave. Employees are paid for unused, earned PTO upon separation of employment, with a maximum payout of 240 hours. Individuals employed by the Authority prior to August 1, 2010 are subject to a higher maximum payout cap of 340 hours.

Pensions – The Authority participates in the Virginia Retirement System (VRS), a multi-employer, agent plan. For purposes of measuring the net pension asset, deferred outflows of resources and inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Authority's retirement plan and the additions to/deductions from the Authority's retirement plan's net fiduciary position have been determined on the same basis as they were reported by the VRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Postemployment Benefits, Group Life Insurance Program – The Authority participates in the VRS Group Life Insurance Program, a multiple-employer, cost-sharing plan. The Group Life Insurance Program was established pursuant to §51.1-500 of the *Code of Virginia*, as amended, and which provides the authority under which benefit terms are established or may be amended. The Group Life Insurance Program is a defined benefit plan that provides a basic group life insurance benefit for employees of participating employers. For purposes of measuring the net Group Life Insurance Program OPEB liability, deferred outflows of resources and deferred inflows of resources related to the Group Life Insurance Program, and Group Life Insurance Program OPEB expense, information about the fiduciary net position of the Group Life Insurance Program OPEB and the additions to/deductions from the Group Life Insurance Program OPEB's net fiduciary position have been determined on the same basis as they were reported by VRS. In addition, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Postemployment Benefits, Virginia Local Disability Program – The Authority participates in the VRS Political Subdivision Employee Virginia Local Disability Program (VLDP), a multiple-employer, cost-sharing plan. For purposes of measuring the net VLDP OPEB liability, deferred outflows of resources and deferred inflows of resources related to the VLDP OPEB, and the VLDP OPEB expense, information about the fiduciary net position of the VLDP OPEB and the additions to/deductions from the VLDP OPEB's net fiduciary position have been determined on the same basis as they were reported by VRS. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Retiree Benefits, Health Insurance Participation – Effective July 1, 2018, the Authority began offering retirees the option to participate in the Authority's healthcare plan. The Plan may be modified or discontinued at any time by the Authority's Board of Directors. Retirees pay all premiums and are eligible to participate in the Plan upon retiring at 50 years old with ten years of service with the Authority or 55 years old with five years of service with the Authority. Management evaluates the Authority's healthcare plan annually and has determined that any associated liabilities of the plan are immaterial to the financial statements taken as a whole. As such, the liability associated with this plan is not presented in the Authority's financial statements.

Deferred inflows of resources – In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial element represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources until that time. The Authority has three items that qualify for reporting in this category: deferred gains on debt refundings, deferred inflows of resources related to pensions, and deferred inflows related to OPEB. Deferred gains on refundings are recognized as a component of interest expense over the shorter of the life of the old debt or new debt. Deferred inflows of resources related to pensions are amortized and

recognized in pension expense over various predetermined closed periods. Deferred inflows of resources related to OPEB are amortized and recognized in OPEB expense over various predetermined closed periods.

Net position – Components of net position include the following:

- Net investment in capital assets amounts are those associated with non-liquid, capital assets, less any associated outstanding debt
- Restricted amounts represent the portion of total net position restricted for the purpose of making loans to local governments or by the requirements of the various bond indentures or federal and state regulations for the various revolving funds
- Unrestricted amounts are those currently available at the discretion of the Authority's Board for use in the Authority's operations

Revenues and Expenses
Pass-through grants – The Authority accounts for grants or other financial assistance that is transferred to a secondary recipient as revenues and expenses.

Operating and non-operating revenues and expenses – The Authority's policy has historically been to report all revenues and expenses resulting from providing services in connection with the Authority's ongoing operations, including interest revenues from loans and investments as well as interest expense on bonds payable, as operating revenues and expenses since such revenues and expenses are integral to the operations of the Authority. Effective July 1, 2025, the Authority implemented GASB Statement No. 103, *Financial Reporting Model Improvements.* The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The implementation of this standard resulted in the Authority reclassifying certain revenues and expenses previously reported as non-operating revenues and non-operating expenses to operating revenues and operating expenses. Investment income and interest paid on loans and bonds were reclassified to non-operating revenues and non-operating expenses, respectively. The implementation of this standard did not affect beginning net position.

Cash Flow Reporting
All cash flows related to bond issuance and administration are included in cash flows from non-capital financing activities on the Statement of Cash Flows. All cash flows related to investment activity are included in cash flows from investing activities on the Statement of Cash Flows.

Note 3 – Cash, Cash Equivalents, and Investments

Cash is held in accounts that are insured by the Federal Deposit Insurance Corporation or are collateralized under provisions of the Commonwealth of Virginia Security for Public Deposits Act, Sec. 2.2-4400 et. seq. of the *Code of Virginia*. There were no amounts that were uninsured or uncollateralized at June 30, 2026.

Fair Value of Investments
The Authority measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

- Level 1: Quoted prices for identical investments in active markets;
- Level 2: Observable inputs other than quoted market prices; and,
- Level 3: Unobservable inputs.

At June 30, 2026, the Authority had the following recurring fair value measurements:

Investments by Fair Value	Fair Value	Level 1	Level 2	Level 3
Agency Mortgage Backed	$ 21,506,611	$ -	$ 21,506,611	$ -
Asset Backed Securities	168,343,619	-	168,343,619	-
Corporate Bonds and Notes	264,124,554	-	264,124,554	-
Municipal Securities	90,392	-	90,392	-
Negotiable Certificates of Deposit	13,292,236	-	13,292,236	-
U.S. Agency Securities	4,865,913	-	4,865,913	-
U.S. Treasury Securities	344,807,140	-	344,807,140	-
	$ 817,030,465	$ -	$ 817,030,465	$ -

Investments Using Other Measurements	
Guaranteed Investment Contracts	$ 10,513,564
LGIP	575,712,845
Money Market Funds – Government	5,492,680
U.S. Treasury SLGS	156,406,758
	748,125,847
Total investments	$1,565,156,312

Reconciliation to Statement of Net Position	
Cash equivalents	$ 581,205,525
Investments – current	132,760,656
Investments – noncurrent	851,190,131
	$1,565,156,312

Debt securities classified in Level 1 are valued using prices quoted in active markets for those securities. Debt securities classified in Level 2 are valued using a matrix pricing technique. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. Commercial and residential mortgage-backed securities classified in Level 3 are valued using discounted cash flow techniques. Guaranteed investment contracts are measured on a cost-basis. Investments in the Local Government Investment Pool (LGIP) are measured at the net asset value per share. Money market funds are measured using amortized cost. U.S. Treasury SLGS are reported at historical cost.

Investment Policy

In accordance with the *Code of Virginia* (1950), as amended, and other applicable laws and regulations, the Authority's investment policy (Policy) permits investments in U.S. Government or Agency obligations, Supranationals, obligations of the Commonwealth of Virginia or political subdivisions thereof, negotiable certificates of deposit, negotiable bank deposit notes, repurchase agreements, bankers' acceptances, prime quality commercial paper, corporate notes of domestic corporations, mortgage or asset backed securities, money market funds, guaranteed investment contracts (GICs), and the State Treasurer's LGIP portfolio.

As of June 30, 2026, the Authority had the following cash equivalents and investments:

		Investment Maturities			
Investment Type	**Fair Value**	**Less than 1 Year**	**1-5 Years**	**6-10 Years**	**Over 10 Years**
Agency Mortgage Backed	$ 21,506,611	$ 3,437,885	$ 18,068,726	$ -	$ -
Asset Backed Securities	168,343,619	250,888	163,534,515	4,558,216	-
Corporate Bonds and Notes	264,124,554	8,312,270	255,812,284	-	-
Guaranteed Investment Contracts	10,513,564	2,989,715	7,523,849	-	-
LGIP	575,712,845	575,712,845	-	-	-
Money Market Funds – Govt.	5,492,680	5,492,680	-	-	-
Municipal Securities	90,392	90,392	-	-	-
Negotiable Certificates of Deposit	13,292,236	13,292,236	-	-	-
U.S. Agency Securities	4,865,913	-	4,865,913	-	-
U.S. Treasury Securities	344,807,140	37,328,792	300,831,797	2,064,951	4,581,600
U.S. Treasury SLGS	156,406,758	67,058,478	21,626,658	21,504,194	46,217,428
	$1,565,156,312	$713,966,181	$772,263,742	$28,127,361	$50,799,028

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Authority places emphasis on securities of high credit quality and marketability.

The Policy requires that bankers' acceptances maturing within one year have a rating of no less than "P-1" by Moody's Investors Service (Moody's) and "A-1" by S&P Global Ratings (S&P). Negotiable certificates of deposit and negotiable bank notes maturing within one year must have at least two of the following ratings: "P-1" by Moody's, "A-1" by S&P, and "F-1" by Fitch Ratings Inc. (Fitch). Negotiable certificates of deposit and negotiable bank notes with maturities over one year but less than five years must have at least two of the following ratings: "Aa" by Moody's, "AA" by S&P, and "AA" by Fitch. Commercial paper must have a short-term debt rating of "P-1", "A-1" or "F-1" from at least two nationally recognized rating agencies, which can only include Moody's, S&P, or Fitch. Municipal obligations, must have no less than a "Aa" rating by Moody's and "AA" by S&P. For corporate notes and bonds maturing in less than five years, each issuer must receive two ratings of at least "A" by Moody's, S&P, or Fitch.

Asset backed securities and Supranationals maturing in less than five years must have a "AAA" rating by at least two nationally recognized rating agencies, which can only include Moody's, S&P, or Fitch. GICs must be held with financial institutions with long-term credit ratings of at least "Aa" by Moody's or "AA" by S&P. The various bond indentures require that bond fund investments, or any collateralizing securities, have no less than an "AA" rating by at least one nationally recognized rating agency.

Although Virginia statute does not impose credit standards on repurchase agreements or money market mutual funds, the Authority has established stringent credit standards for these investments to minimize portfolio risk.

At June 30, 2026, the Authority had the following cash equivalent and investments:

Investment Type	Fair Value	S&P Rating	Moody's Rating	Percent of Portfolio
Agency Mortgage Backed	$ 21,506,611	AA+	Aa1	1.37%
Asset Backed Securities	168,343,619	AAA	Aaa	10.76%
Corporate Bonds and Notes (Aa1-Aa3)	79,671,165	AA+ to A+	Aa1 to Aa3	5.09%
Corporate Bonds and Notes (A1-A3)	184,453,389	AA to BBB+	A1 to A3	11.78%
Guaranteed Investment Contracts*	10,513,564	AA+	Aa3	0.67%
LGIP	575,712,845	AAAm	-	36.78%
Money Market Funds - Government	5,492,680	AAAm	-	0.35%
Municipal Securities	90,392	AA-	Aa2	0.01%
Negotiable Certificates of Deposit	13,292,236	A-1	P-1	0.85%
U.S. Agency Securities	4,865,913	AA+	Aa1	0.31%
U.S. Treasury Securities	344,807,140	AA+	Aa1	22.03%
U.S. Treasury SLGS	156,406,758	AA+	Aa1	9.99%
	$ 1,565,156,312			100.0%

*The guaranteed investment contracts (GICs) were entered into based upon the credit rating of the GIC provider. The Moody's rating of the GIC provider, MassMutual, is Aa3 and the entire GIC balance is collateralized with US Treasury and Agency securities.

Concentration of Credit Risk

Concentration of credit risk is related to the risk of loss that may be attributed to the magnitude of a government's investment in a single source.

The Policy establishes limitations on portfolio composition to control the concentration of credit risk. The maximum percentage of the portfolio permitted in each security (by fund type) is as follows:

Investment Type	Fair Value	Percentage of Portfolio	Maximum
Agency mortgage backed	$ 21,506,611	1.56%	25%
Asset backed securities	168,343,619	12.22%	30%
Corporate bonds and notes	264,124,554	19.18%	40%
LGIP	575,712,845	41.80%	100%
Money market funds – Government	4,766,732	0.35%	100%
Municipal securities	90,392	0.01%	25%
Negotiable certificates of deposit	13,292,236	0.97%	25%
U.S. Treasury securities	323,276,749	23.47%	100%
U.S. Treasury SLGS	6,245,269	0.45%	100%
	$1,377,359,007	100.0%	

Reconciliation to Total Cash Equivalents and Investments	
General and Program Funds	$1,377,359,007
Bond Funds*	187,797,305
	$1,565,156,312

*Proceeds from and deposits related to the issuance of VRA bonds (Bond Funds) are held in trust by the various trustee banks under a separate Indenture of Trust and, under certain circumstances, a Supplemental Indenture of Trust (collectively, "Indentures") for each bond issue. The Policy does not establish limitations on the portfolio composition in the Bond Funds. However, the investment of Bond Funds must be diversified in such a manner to ensure the preservation of principal.

Bond Fund investments are governed by Indentures authorizing the Authority or its trustee to invest generally in obligations of the U.S. Government, the Commonwealth of Virginia, or its political subdivisions (except the Farm Credit System for all bond series issued in 1985 and 1986) and Virginia SNAP. The Indentures authorize the Authority to enter into repurchase agreements with any bank, as principal and not as an agent, having a combined capital, surplus and undivided profits of not less than $50 million. In addition, the collateralizing securities must have a fair market value equal to at least 100% of the amount of the repurchase obligation plus accrued interest.

The Policy also establishes limitations on portfolio composition by issuer in order to further control concentration of credit risk. No more than 4% of the Authority's portfolio will be invested in the securities of any one issuer with the exception of: (1) the U.S. Government or Agencies thereof, (2) the LGIP, (3) fully insured/collateralized certificates of deposit or repurchase agreements that are collateralized by the U.S. Government or Agencies thereof, and (4) mutual funds whereby the portfolio is limited to U.S. Government or Agency Securities.

Interest Rate Risk

Interest rate risk is the risk that changes in the interest rate environment will adversely affect the fair value of a fixed rate investment. The Authority has selected the Segmented Time Distribution method of disclosure. As a means of limiting exposure to fair value losses arising from rising interest rates, the Policy limits individual investments to a stated maturity of no more than five years from the date of settlement, except for mortgage and asset backed securities which are limited to a final maturity of not exceeding ten years. The average maturity of the portfolio, except for the general accounts, may not exceed three years. The average maturity of the general accounts may not exceed four years.

Proceeds from the sale of bonds must be invested in compliance with specific requirements of the bond covenants and may be invested in securities with longer maturities.

As of June 30, 2026, the Authority had the following investments and maturities:

General and Program Funds

		Investment Maturities			
Investment Type	**Fair Value**	**Less than 1 Year**	**1-5 Years**	**6-10 Years**	**Over 10 Years**
Agency Mortgage Backed	$ 21,506,611	$ 3,437,885	$ 18,068,726	$ -	$ -
Asset Backed Securities	168,343,619	250,888	163,534,515	4,558,216	-
Corporate Bonds and Notes	264,124,554	8,312,271	255,812,283	-	-
LGIP	575,712,845	575,712,845	-	-	-
Money Market Funds – Govt.	4,766,732	4,766,732	-	-	-
Municipal Securities	90,392	90,392	-	-	-
Negotiable Certificates of Deposit	13,292,236	13,292,236		-	-
U.S. Treasury Securities	323,276,749	36,887,702	286,389,047	-	-
U.S. Treasury SLGS	6,245,269	-	6,245,269	-	-
	$1,377,359,007	$642,750,951	$730,049,840	$4,558,216	$ -

Average maturity of investments 1.42 years

Bond Funds

		Investment Maturities			
Investment Type	**Fair Value**	**Less than 1 Year**	**1-5 Years**	**6-10 Years**	**Over 10 Years**
Guaranteed Investment Contracts	$ 10,513,564	$ 2,989,715	$ 7,523,849	$ -	$ -
Money Market Funds – Govt.	725,947	725,947	-	-	-
U.S. Agency Securities	4,865,914	-	4,865,914	-	-
U.S. Treasury Securities	21,530,391	441,090	14,442,750	2,064,951	4,581,600
U.S. Treasury SLGS	150,161,489	67,058,478	15,381,389	21,504,194	46,217,428
	$ 187,797,305	$ 71,215,230	$ 42,213,902	$23,569,145	$50,799,028

Average maturity of investments 6.87 years

Custodial Credit Risk

For deposits, custodial credit risk is the risk that in the event of a failure of a depository financial institution, the reporting entity may not recover its deposits. The Authority's deposits at June 30, 2026 are insured by federal depository insurance or collateralized in accordance with the Virginia Security for Public Deposits Act. Under the Act, banks holding public deposits in excess of the amounts insured by the Federal Deposit Insurance Corporation must pledge collateral in the amount of 50% of the excess deposits to a collateral pool in the name of the State Treasury Board. The State Treasury Board is responsible for monitoring compliance with the collateralization and reporting requirements of the Act and for notifying governments of compliance by banks. A multiple financial institution collateral pool that provides for additional assessments is similar to depository insurance. If any member financial institution fails, the entire assets of the collateral pool become available to satisfy the claims of governmental entities. If the value of the pool's collateral is inadequate to cover a loss, additional amounts would be assessed on a pro-rata basis to the members of the pool.

For investments, custodial risk is the risk that, in the event of the failure of the counterparty, the reporting entity will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Policy requires that all investments or collateral securities purchased for the

Authority be held by the Authority's designated custodian where the securities must be in the Authority's name and identifiable on the custodian's books as belonging to the Authority and the custodian must be a third party, not a counterparty to the investment transaction. As of June 30, 2026, all of the Authority's investments were held by the Authority's custodial bank in the Authority's name.

Note 4 – Loans Receivable

The Authority has outstanding loans to various localities and other governmental entities in the Commonwealth of Virginia. Certain of these loans are secured by a pledge of the revenues from the lease, system-appropriate revenues, and certain other funds and assets of the entities. Other loans are secured by the full faith and credit of the borrowing entity. A summary of loans receivable as of June 30, 2026:

Loan receivables related to bond issues:		
VPFP	$	2,600,225,957
VWFRF – Pledged		873,268,947
VWSRF – Pledged		76,897,419
Unamortized discounts/premiums, net		126,437,171
		3,676,829,494
Loan receivables related to revolving loan funds:		
VWFRF		599,332,615
VWFRF – AgBMP		12,407,482
VARF		22,406,523
VWSRF		157,904,409
VTRRF		1,219,560
Direct Loan Program		8,576,300
		801,846,889
Total loans receivable		4,478,676,383
Less: allowance for loan losses		(471,715)
Total loans receivable, net of allowance	$	4,478,204,668
Loans receivable – current	$	392,129,295
Loans receivable – noncurrent		4,086,075,373
Total loans receivable, net of allowance	$	4,478,204,668

Bonds secured by the Commonwealth's moral obligation all have bond indentures that require either the Authority or the borrower to deposit with the trustee an amount of funds, known as capital reserve funds, relating to the annual principal and interest payments required on the bonds. These capital reserve funds are available for use by the Authority to pay debt service on the bonds if the borrower defaults on any interest or principal payment on the loans. Capital reserve funds are included as investments in the accompanying Statement of Net Position.

If the Authority is required to use any of these capital reserve funds, the Governor of the Commonwealth of Virginia is required to include in the budget presented to the General Assembly, as an agency request for informational purposes only, the amount necessary to replenish the capital reserve fund to the required level. The General Assembly is under no obligation to pass the budget as presented by the Governor. Any amounts so replenished must be repaid by the Authority to the Commonwealth of Virginia, without interest, from excess operating revenues, as defined, of the Authority, to the extent available.

Loans that are outstanding related to bond issuances have rates that range from 0.187% to 6.29% and final maturities that range from FY2027 to FY2056.

The Authority also has outstanding loans to various localities and other governmental entities in the Commonwealth of Virginia from the VWFRF, VWSRF, VARF, and VTRRF. These loans range in final maturity from FY2027 to FY2056 and accrue interest at various rates ranging from 0% to 4.87%.

As of June 30, 2026, the Authority is also obligated under outstanding commitment letters and undisbursed loans and grants to disburse approximately:

Program	Committed (loan or grant closed)	Commitment letter (loan or grant not closed)	Total
VWFRF	$ 362,286,431	$ 247,486,730	$ 609,773,161
VWSRF	89,015,836	96,384,446	185,400,282
VARF	986,874	-	986,874
VTIB	-	-	-
VBAF	244,111	-	244,111
VTRRF	29,049	-	29,049
VTCBLP	893,363	-	893,363
Direct Loan Program	1,979,476	-	1,979,476
CFPF	138,409,514	104,294,369	242,703,883
RVRF	7,610,037	3,150,000	10,760,037
DSFP	-	11,976,243	11,976,243
Total	$ 601,454,691	$ 463,291,788	$ 1,064,746,479

As of June 30, 2026, the AgBMP loans, included within the VWFRF accounts, were determined to have a need for an allowance for loan losses for $251,695. The VWSRF was determined to have a need for an allowance for loan losses for $220,020. Loan loss expense is included as a general operating expense in the Statement of Revenues, Expenses, and Changes in Net Position.

Note 5 – Capital Assets

Capital asset activity for the year ending June 30, 2026 was as follows:

	June 30, 2025	Additions	Disposals	June 30, 2026
Office equipment	$ 326,308	$ 52,445	$ (11,847)	$ 366,906
Leased office space	1,467,168	-	-	1,467,168
Total capital assets	$ 1,793,476	$ 52,445	$ (11,847)	$ 1,834,074
Less accumulated depreciation	(301,527)	(10,243)	11,847	(299,923)
Less accumulated amortization	(733,584)	(183,396)	-	(916,980)
Total accumulated depreciation and amortization	$ (1,035,111)	$ (193,639)	$ 11,847	$ (1,216,903)
Total capital assets, net	$ 758,365	$ (141,194)	$ -	$ 617,171

Depreciation expense of $10,243 and amortization expense of $183,396 for the year ended June 30, 2026 are included in the Statement of Revenues, Expenses, and Changes in Net Position. The capital assets net, represent 0.010% of total assets and deferred outflows of resources, and is immaterial.

Note 6 – Long-Term Debt

The Authority had the following debt outstanding as of June 30, 2026:

Description	Original Amount	Amount Outstanding
Virginia Pooled Financing Program and Stand-Alone Revenue Bonds		
Series 2002 (Capital Appreciation Bonds), dated July 31, 2002, interest rates ranging from 4.14% to 5.59%, final maturity November 1, 2031. Amount outstanding includes $6,446,195.21 accretion for capital appreciation bonds; $5,623,192 of the bonds defeased in 2012	$ 27,537,167	$ 9,365,958
Series 2005B Senior (Non-AMT), dated June 8, 2005, interest rates ranging from 3.00% to 5.00%, final maturity November 1, 2035; $3,845,000 of the bonds were defeased in 2012; $130,000 of the bonds were defeased in 2016; $545,000 of the bonds defeased in 2018	22,055,000	240,000
Series 2005B Subordinate (Non-AMT), dated June 8, 2005, interest rates ranging from 3.00% to 5.00%, final maturity November 1, 2035; $1,615,000 of the bonds were defeased in 2012; $55,000 of the bonds were defeased in 2016; $235,000 of the bonds defeased in 2018	9,485,000	70,000
Series 2009B Infrastructure Revenue Bonds (Taxable - Build America Bonds), dated November 19, 2009, interest rates ranging from 4.97 to 5.70%, final maturity November 1, 2039; $2,260,000 of the bonds defeased in 2014	45,180,000	26,200,000
Series 2009B State Moral Obligation Bonds (Taxable - Build America Bonds), dated November 19, 2009, interest rates ranging from 5.22 to 6.00%, final maturity November 1, 2039; $955,000 of the bonds defeased in 2014	20,785,000	12,635,000
Series 2010A Infrastructure Revenue Bonds, dated June 17, 2010, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2040; $1,685,000 of the bonds defeased in 2015; $2,200,000 of the bonds defeased in 2017; $9,345,000 of the bonds defeased in 2018; $2,325,000 of the bonds defeased in 2020; $4,315,000 of the bonds defeased in 2021, $780,000 of the bonds defeased in 2022	50,470,000	140,000

Description	Original Amount	Amount Outstanding
Series 2010A State Moral Obligation, dated June 17, 2010, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2040; $475,000 of the bonds defeased in 2015; $910,000 of the bonds defeased in 2017; $3,895,000 of the bonds defeased in 2018; $1,275,000 of the bonds defeased in 2020; $3,100,000 of the bonds defeased in 2021; $325,000 of the bonds defeased in 2022	$ 23,170,000	$ 70,000
Series 2011A Infrastructure Revenue Bonds (Tax-Exempt), dated June 2, 2011, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2041; $1,805,000 of the bonds defeased in 2014; $1,375,000 of the bonds defeased in 2016; $21,540,000 of the bonds defeased in 2020; $815,000 of the bonds defeased in 2022; $1,285,000 of the bonds defeased in 2024.	50,795,000	200,000
Series 2011A State Moral Obligation (Tax-Exempt), dated June 2, 2011, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2041; $755,000 of the bonds defeased in 2014; $565,000 of the bonds defeased in 2016; $9,265,000 of the bonds defeased in 2020; $280,000 of the bonds defeased in 2022; $495,000 of the bonds defeased in 2024.	21,475,000	65,000
Series 2011B Infrastructure Revenue Bonds (Tax-Exempt), dated November 16, 2011, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2041; $9,070,000 of the bonds defeased in 2017; $19,855,000 of the bonds defeased in 2018; $32,300,000 of the bonds defeased in 2020; $2,825,000 of the bonds defeased in 2021; $2,610,000 of the bonds defeased in 2022	129,660,000	265,000
Series 2011B Infrastructure Revenue Bonds (Taxable), dated November 16, 2011, interest rates ranging from 4.05 to 4.65%, final maturity November 1, 2041	27,750,000	24,780,000
Series 2011B State Moral Obligation (Tax-Exempt), dated November 16, 2011, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2041; $3,885,000 of the bonds defeased in 2017; $3,945,000 of the bonds defeased in 2018; $19,005,000 of the bonds defeased in 2020; $1,180,000 of the bonds defeased in 2021; $1,110,000 of the bonds defeased in 2022	55,635,000	100,000
Series 2011B State Moral Obligation Bonds (Taxable), dated November 16, 2011, interest rates ranging from 4.50 to 5.05%, final maturity November 1, 2041	12,935,000	11,665,000

Description	Original Amount	Amount Outstanding
Series 2012A Infrastructure Revenue Bonds, dated June 13, 2012, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2042; $3,740,000 of the bonds defeased in 2018; $1,620,000 of the bonds defeased in 2019; $96,950,000 of the bonds defeased in 2020; $1,650,000 of the bonds defeased in 2021	$ 205,405,000	$ 2,155,000
Series 2012A State Moral Obligation, dated June 13, 2012, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2042; $2,905,000 of the bonds defeased in 2018; $1,075,000 of the bonds defeased in 2019; $44,865,000 of the bonds defeased in 2020; $685,000 of the bonds defeased in 2021; $4,925,000 of the bonds defeased in 2022	92,735,000	850,000
Series 2012B Infrastructure Revenue Bonds (Non-AMT), dated August 2, 2012, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2041; $5,870,000 of the bonds defeased in 2022	50,240,000	2,170,000
Series 2012B State Moral Obligation Bonds (Non-AMT), dated August 2, 2012, interest rates ranging from 2.50 to 5.00%, final maturity November 1, 2041; $3,370,000 of the bonds defeased in 2022	23,385,000	905,000
Series 2012 Current Interest Bonds (Taxable), dated November 15, 2012, interest rate of 3.82%, final maturity November 1, 2029	6,730,000	6,730,000
Series 2012C Infrastructure Revenue Bonds (Non-AMT), dated December 6, 2012, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2042; $1,370,000 of the bonds defeased in 2014; $2,860,000 of the bonds defeased in 2019; $3,245,000 of the bonds defeased in 2020; $2,075,000 of the bonds defeased in 2021; $7,395,000 of the bonds defeased in 2022	34,040,000	3,025,000
Series 2012C State Moral Obligation Bonds (Non-AMT), dated December 6, 2012, interest rates ranging from 2.00 to 4.00%, final maturity November 1, 2042; $585,000 of the bonds defeased in 2014; $1,220,000 of the bonds defeased in 2019; $1,385,000 of the bonds defeased in 2020; $605,000 of the bonds defeased in 2021; $3,995,000 of the bonds defeased in 2022	15,375,000	1,350,000
Series 2013A Infrastructure Revenue Bonds, dated June 5, 2013, interest rates ranging from 1.00 to 5.00%, final maturity November 1, 2042; $585,000 of the bonds defeased in 2014; $10,175,000 of the bonds defeased in 2020; $12,905,000 of the bonds defeased in 2021; $1,155,000 of the bonds defeased in 2022	92,810,000	2,785,000

Description	Original Amount	Amount Outstanding
Series 2013A State Moral Obligation, dated June 5, 2013, interest rates ranging from 2.00 to 4.00%, final maturity November 1, 2042; $5,530,000 of the bonds defeased in 2021; $2,980,000 of the bonds defeased in 2022	$ 42,135,000	$ 15,920,000
Series 2013B Infrastructure Revenue Bonds, dated August 14, 2013, interest rates ranging from 1.75 to 5.00%, final maturity November 1, 2043; $1,660,000 of the bonds defeased in 2022; $2,125,000 of the bonds defeased in 2024	46,410,000	3,265,000
Series 2013B State Moral Obligation, dated August 14, 2013, interest rates ranging from 4.00 to 4.75%, final maturity November 1, 2043; $985,000 of the bonds defeased in 2022; $865,000 of the bonds defeased in 2024	20,080,000	1,375,000
Series 2013C Infrastructure Revenue Bonds (Tax-Exempt), dated November 20, 2013, interest rates ranging from 1.50 to 5.00%, final maturity November 1, 2033. $1,115,000 defeased in 2024.	13,535,000	3,510,000
Series 2013C State Moral Obligation (Tax-Exempt), dated November 20, 2013, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2033; $335,000 of the bonds defeased in 2022; $470,000 defeased in 2024	6,280,000	1,520,000
Series 2014A Infrastructure Revenue Bonds, dated May 21, 2014, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2044; $9,585,000 of the bonds defeased in 2021; $11,050,000 of the bonds defeased in 2026.	66,290,000	10,865,000
Series 2014A State Moral Obligation, dated May 21, 2014, interest rates ranging from 3.00 to 4.00%, final maturity November 1, 2044; $1,660,000 of the bonds defeased in 2022; $4,730,000 of the bonds defeased in 2026.	29,870,000	8,735,000
Series 2014B Infrastructure Revenue Bonds, dated August 13, 2014, interest rates ranging from 1.25 to 5.00%, final maturity November 1, 2038; $10,245,000 of the bonds defeased in 2021; $6,930,000 of the bonds defeased in 2026.	92,405,000	10,140,000
Series 2014B State Moral Obligation, dated August 13, 2014, interest rates ranging from 3.00 to 5.00%, final maturity November 1, 2038; $1,600,000 of the bonds defeased in 2021; $1,755,000 of the bonds defeased in 2022; $3,030,000 of the bonds defeased in 2026.	42,085,000	7,230,000

Description	Original Amount	Amount Outstanding
Series 2014C Infrastructure Revenue Bonds (Non-AMT), dated November 19, 2014, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2038, $3,495,000 of the bonds defeased in 2018; $11,060,000 of the bonds defeased in 2021	$ 103,595,000	$ 8,145,000
Series 2014C Infrastructure Revenue Bonds (AMT), dated November 19, 2014, interest rates ranging from 2.00 to 4.00%, final maturity November 1, 2044; $7,215,000 of the bonds defeased in 2021; $865,000 of the bonds defeased in 2022	4,040,000	3,020,000
Series 2014C State Moral Obligation (Non-AMT), dated November 19, 2014, interest rates ranging from 4.00 to 5.00%, final maturity November 1, 2038, $1,600,000 of the bonds defeased in 2018; $4,820,000 of the bonds defeased in 2021	45,870,000	4,200,000
Series 2014C State Moral Obligation Bonds (AMT), dated November 19, 2014, interest rates ranging from 2.00 to 4.00%, final maturity November 1, 2044; $270,000 of the bonds defeased in 2018; $790,000 of the bonds defeased in 2021; $2,185,000 of the bonds defeased in 2022	1,730,000	1,235,000
Series 2014D Infrastructure Revenue Bonds, dated December 17, 2014, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2028	27,465,000	7,330,000
Series 2014D State Moral Obligation, dated December 17, 2014, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2028	12,835,000	4,240,000
Series 2015A Infrastructure Revenue Bonds (Tax-Exempt), dated May 28, 2015, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2040; $580,000 of the bonds defeased in 2018; $3,790,000 of the bonds defeased in 2022; $17,295,000 of the bonds defeased in 2026.	83,775,000	12,605,000
Series 2015A Infrastructure Revenue Bonds (Taxable), dated May 28, 2015, interest rates ranging from 0.48 to 4.25%, final maturity November 1, 2035; $5,655,000 of the bonds defeased in 2021; $995,000 of the bonds defeased in 2022	11,110,000	340,000
Series 2015A State Moral Obligation (Tax-Exempt), dated May 28, 2015, interest rates ranging from 3.00 to 5.00%, final maturity November 1, 2040; $1,230,000 of the bonds defeased in 2022; $7,335,000 of the bonds defeased in 2026.	35,225,000	6,540,000

Description	Original Amount	Amount Outstanding
Series 2015A State Moral Obligation Bonds (Taxable), dated May 28, 2015, interest rates ranging from 0.68 to 4.69%, final maturity November 1, 2035; $1,100,000 of the bonds defeased in 2021; $460,000 of the bonds defeased in 2022	$ 5,225,000	$ 190,000
Series 2015B Infrastructure Revenue Bonds (Tax-Exempt), dated November 18, 2015, interest rates ranging from 3.00 to 5.00%, final maturity November 1, 2035; $875,000 of the bonds defeased in 2021; $13,070,000 of the bonds defeased in 2026.	42,250,000	16,450,000
Series 2015B State Moral Obligation (Tax-Exempt), dated November 18, 2015, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2035; $380,000 of the bonds defeased in 2021; $5,530,000 of the bonds defeased in 2026.	18,505,000	7,665,000
Series 2015B State Moral Obligation Bonds (Taxable), dated November 18, 2015, interest rates ranging from 0.37 to 4.16%, final maturity November 1, 2030; $1,575,000 of the bonds defeased in 2021	3,005,000	225,000
Series 2015C Infrastructure Revenue Bonds, dated October 14, 2015, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2035	21,910,000	17,395,000
Series 2015C State Moral Obligation Bonds, dated October 14, 2015, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2035	9,850,000	7,955,000
Series 2015D Infrastructure Revenue Bonds (Tax-Exempt), dated November 18, 2015, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2036; $710,000 of the bonds defeased in 2019; $900,000 of the bonds defeased in 2020; $12,985,000 of the bonds defeased in 2021; $780,000 of the bonds defeased in 2022; $3,590,000 of the bonds defeased in 2026.	107,760,000	31,745,000
Series 2015D State Moral Obligation (Tax-Exempt), dated November 18, 2015, interest rates ranging from 3.00 to 5.00%, final maturity November 1, 2038; $325,000 of the bonds defeased in 2019; $410,000 of the bonds defeased in 2020; $20,760,000 of the bonds defeased in 2021; $3,490,000 of the bonds defeased in 2022: $1,670,000 of the bonds defeased in 2026.	52,290,000	29,550,000
Series 2016A Infrastructure Revenue Bonds, dated May 25, 2016, interest rates ranging from 4.00 to 5.00%, final maturity November 1, 2037; $1,270,000 of the bonds defeased in 2026.	89,580,000	47,610,000

Description	Original Amount	Amount Outstanding
Series 2016A State Moral Obligation Bonds, dated May 25, 2016, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2037; $595,000 of the bonds defeased in 2026.	$ 47,040,000	$ 27,475,000
Series 2016B Infrastructure Revenue Bonds (Tax-Exempt), dated August 10, 2016, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2036; $885,000 of the bonds defeased in 2021	32,635,000	18,495,000
Series 2016B Infrastructure Revenue Bonds (Taxable), dated August 10, 2016, interest rates ranging from 3.00 to 5.00%, final maturity November 1, 2046	2,340,000	260,000
Series 2016B State Moral Obligation (Tax-Exempt), dated August 10, 2016, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2036; $415,000 of the bonds defeased in 2021	16,330,000	9,680,000
Series 2016B State Moral Obligation Bonds (Taxable), dated August 10, 2016, interest ranging from 2.75 to 3.00%, final maturity November 1, 2046	1,230,000	240,000
Series 2016C Infrastructure Revenue Bonds, dated November 16, 2016, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2046; $7,035,000 of the bonds defeased in 2022	146,095,000	115,460,000
Series 2016C State Moral Obligation Bonds, dated November 16, 2016, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2046; $3,305,000 of the bonds defeased in 2022	66,820,000	52,320,000
Series 2017A Infrastructure Revenue Bonds, dated May 18, 2017, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2037	42,965,000	31,325,000
Series 2017A State Moral Obligation Bonds, dated May 18, 2017, interest rates ranging from 3.00 to 5.00%, final maturity November 1, 2038	19,130,000	14,235,000
Series 2017B Infrastructure Revenue Bonds (Tax-Exempt), dated August 16, 2017, interest rates ranging from 3.00 to 5.00%, final maturity November 1, 2041	27,675,000	21,410,000
Series 2017B Infrastructure Revenue Bonds (Taxable), dated August 16, 2017, interest rates ranging from 1.625 to 3.875%, final maturity November 1, 2037	2,655,000	1,810,000

Description	Original Amount	Amount Outstanding
Series 2017B State Moral Obligation Bonds (Tax-Exempt), dated August 16, 2017, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2037	$ 7,620,000	$ 4,990,000
Series 2017B State Moral Obligation Bonds (Taxable), dated August 16, 2017, interest rates ranging from 1.625 to 4.05%, final maturity November 1, 2037	1,215,000	840,000
Series 2017C Infrastructure Revenue Bonds, dated November 15, 2017, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2044	56,630,000	38,070,000
Series 2017C State Moral Obligation Bonds, dated November 15, 2017, interest rates ranging from 2.00 to 5.00%, final maturity November 1, 2044	30,315,000	22,205,000
Series 2018A Infrastructure Revenue Bonds (Tax-Exempt), dated May 23, 2018, interest rates ranging from 3.125 to 5.00%, final maturity November 1, 2047	70,385,000	47,445,000
Series 2018A Infrastructure Revenue Bonds (Taxable), dated May 23, 2018, interest rates ranging from 2.125 to 5.00%, final maturity November 1, 2047	2,510,000	2,105,000
Series 2018A State Moral Obligation Bonds (Tax-Exempt), dated May 23, 2018, interest rates ranging from 3.00 to 5.00%, final maturity November 1, 2047	32,275,000	22,600,000
Series 2018A State Moral Obligation Bonds (Taxable), dated May 23, 2018, interest rates ranging from 2.275 to 4.17%, final maturity November 1, 2047	1,160,000	955,000
Series 2018B Infrastructure Revenue Bonds, dated August 16, 2018, interest rates ranging from 3.0 to 5.0%, final maturity November 1, 2038	19,595,000	14,625,000
Series 2018B State Moral Obligation Bonds, dated August 16, 2018, interest rates ranging from 3.0 to 5.0%, final maturity Nov. 1, 2038	8,365,000	6,255,000
Series 2018C Infrastructure Revenue Bonds (Tax-Exempt), dated November 13, 2018, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2048	72,960,000	54,620,000
Series 2018C Infrastructure Revenue Bonds (Taxable), dated November 13, 2018, interest rates ranging from 2.75 to 4.25%, final maturity November 1, 2038	4,610,000	2,925,000

Description	Original Amount	Amount Outstanding
Series 2018C State Moral Obligation Bonds (Tax-Exempt), dated November 13, 2018, interest rates ranging from 3.25 to 5.0%, final maturity November 1, 2048	$ 39,105,000	$ 30,990,000
Series 2018C State Moral Obligation Bonds (Taxable), dated November 13, 2018, interest rates ranging from 2.875 to 4.35%, final maturity November 1, 2038	2,285,000	1,510,000
Series 2019A Infrastructure Revenue Bonds (Tax-Exempt), dated November 13, 2018, interest rates ranging from 2.625 to 5.0%, final maturity November 1, 2040	37,365,000	30,020,000
Series 2019A State Moral Obligation Bonds (Tax-Exempt), dated November 13, 2018, interest rates ranging from 3.0 to 5.0%, final maturity November 1, 2040	18,625,000	15,540,000
Series 2019B Infrastructure Revenue Bonds (Tax-Exempt), dated August 14, 2019, interest rates ranging from 3.0 to 5.0%, final maturity November 1, 2041	40,990,000	23,375,000
Series 2019B Infrastructure Revenue Bonds (AMT), dated August 14, 2019, interest rates ranging from 3.0 to 5.0%, final maturity November 1, 2049	5,515,000	4,835,000
Series 2019B Infrastructure Revenue Bonds (Taxable), dated August 14, 2019, interest rates ranging from 1.95 to 2.75%, final maturity November 1, 2034	11,740,000	9,320,000
Series 2019B State Moral Obligation Bonds (Tax-Exempt), dated August 14, 2019, interest rates ranging from 3.0 to 5.0%, final maturity Nov. 1, 2041	27,865,000	17,975,000
Series 2019B State Moral Obligation Bonds (AMT), dated August 14, 2019, interest rates ranging from 3.375 to 5.0%, final maturity Nov. 1, 2049	2,345,000	2,090,000
Series 2019B State Moral Obligation Bonds (Taxable), dated August 14, 2019, interest rates ranging from 2.05 to 3.0%, final maturity Nov. 1, 2034	5,615,000	4,580,000
Series 2019C Infrastructure Revenue Bonds (Tax-Exempt), dated November 18, 2019, interest rates ranging from 3.0 to 5.0%, final maturity November 1, 2049	71,270,000	54,495,000
Series 2019C Infrastructure Revenue Bonds (Taxable), dated November 18, 2019, interest rates ranging from 1.817 to 3.32%, final maturity November 1, 2042	193,515,000	140,895,000

Description	Original Amount	Amount Outstanding
Series 2019C State Moral Obligation Bonds (Tax-Exempt), dated November 18, 2019, interest rates ranging from 2.0 to 5.0%, final maturity Nov. 1, 2049	$ 32,885,000	$ 25,650,000
Series 2019C State Moral Obligation Bonds (Taxable), dated November 18, 2019, interest rates ranging from 1.85 to 3.25%, final maturity Nov. 1, 2042	85,900,000	63,375,000
Series 2020A Infrastructure Revenue Bonds (Tax-Exempt), dated June 3, 2020, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2040	12,195,000	10,995,000
Series 2020A Infrastructure Revenue Bonds (Taxable), dated June 3, 2020, interest rates ranging from 1.2 to 3.1%, final maturity November 1, 2038	37,880,000	30,830,000
Series 2020A State Moral Obligation Bonds (Tax-Exempt), dated June 3, 2020, interest rates ranging from 4.0 to 5.0%, final maturity Nov. 1, 2040	5,245,000	4,815,000
Series 2020 Water and Sewer Revenue Bonds (Taxable), dated July 29, 2020, interest rates ranging from 1.612 to 2.212%, final maturity Nov. 1, 2041	61,350,000	61,350,000
Series 2020B Infrastructure Revenue Bonds (Tax-Exempt), dated August 5, 2020, interest rates ranging from 2.0 to 5.0%, final maturity November 1, 2050	38,460,000	34,575,000
Series 2020B Infrastructure Revenue Bonds (Taxable), dated August 5, 2020, interest rates ranging from 1.0 to 2.0%, final maturity November 1, 2031	2,605,000	1,405,000
Series 2020B State Moral Obligation Bonds (Tax-Exempt), dated August 5, 2020, interest rates ranging from 2.0 to 5.0%, final maturity Nov. 1, 2050	20,460,000	18,030,000
Series 2020B State Moral Obligation Bonds (Taxable), dated August 5, 2020, interest rates ranging from 1.0 to 2.0%, final maturity Nov. 1, 2031	1,015,000	550,000
Series 2020C Infrastructure Revenue Bonds (Tax-Exempt), dated November 17, 2020, interest rates ranging from 1.625 to 5.0%, final maturity November 1, 2040	48,775,000	28,840,000
Series 2020C Infrastructure Revenue Bonds (Taxable), dated November 17, 2020, interest rates ranging from 0.249 to 2.829%, final maturity November 1, 2045	80,905,000	67,575,000

Description	Original Amount	Amount Outstanding
Series 2020C State Moral Obligation Bonds (Tax-Exempt), dated November 17, 2020, interest rates ranging from 2.125 to 5.0%, final maturity Nov. 1, 2040	$ 22,015,000	$ 13,895,000
Series 2020C State Moral Obligation Bonds (Taxable), dated November 17, 2020, interest rates ranging from 0.35 to 2.65%, final maturity Nov. 1, 2040	16,840,000	12,555,000
Series 2021A Infrastructure Revenue Bonds (Tax-Exempt), dated May 24, 2021, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2047	26,120,000	15,180,000
Series 2021A Infrastructure Revenue Bonds (Taxable), dated May 24, 2021, interest rates ranging from 0.187 to 2.736%, final maturity November 1, 2039	40,840,000	36,620,000
Series 2021A Infrastructure Revenue Bonds (AMT), dated May 24, 2021, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2041	5,840,000	5,065,000
Series 2021A State Moral Obligation Bonds (Tax-Exempt), dated May 24, 2021, interest rates ranging from 2.125 to 5.0%, final maturity Nov. 1, 2047	12,305,000	6,875,000
Series 2021A State Moral Obligation Bonds (Taxable), dated May 24, 2021, interest rates ranging from 1.0 to 2.5%, final maturity Nov. 1, 2039	8,365,000	7,235,000
Series 2021A State Moral Obligation Bonds (AMT), dated May 24, 2021, interest rates ranging from 4.0 to 5.0%, final maturity Nov. 1, 2041	2,575,000	2,265,000
Series 2021B Infrastructure Revenue Bonds (Tax-Exempt), dated August 3, 2021, interest rates ranging from 1.875 to 5.0%, final maturity November 1, 2041	29,050,000	18,970,000
Series 2021B Infrastructure Revenue Bonds (Taxable), dated August 3, 2021, interest rates ranging from 1.65 to 3.0%, final maturity November 1, 2042	18,420,000	12,100,000
Series 2021B State Moral Obligation Bonds (Tax-Exempt), dated August 3, 2021, interest rates ranging from 2.0 to 5.0%, final maturity Nov. 1, 2041	12,805,000	8,715,000
Series 2021B State Moral Obligation Bonds (Taxable), dated August 3, 2021, interest rates ranging from 1.65 to 2.0%, final maturity Nov. 1, 2036	19,175,000	15,480,000

Description	Original Amount	Amount Outstanding
Series 2021C Infrastructure Revenue Bonds (Tax-Exempt), dated November 15, 2021, interest rates ranging from 2.125 to 5.0%, final maturity November 1, 2042	$ 75,775,000	$ 62,425,000
Series 2021C Infrastructure Revenue Bonds (Taxable), dated November 15, 2021, interest rates ranging from 2.0 to 3.0%, final maturity November 1, 2035	14,735,000	12,580,000
Series 2021C State Moral Obligation Bonds (Tax-Exempt), dated November 15, 2021, interest rates ranging from 2.125 to 5.0%, final maturity Nov. 1, 2051	34,280,000	28,720,000
Series 2021C State Moral Obligation Bonds (Taxable), dated November 15, 2021, interest rates ranging from 0.4 to 2.85%, final maturity Nov. 1, 2042	14,795,000	13,630,000
Series 2022A Infrastructure Revenue Bonds (Tax-Exempt), dated May 25, 2022, interest rates ranging from 3.875 to 5.0%, final maturity November 1, 2042	32,390,000	29,295,000
Series 2022A State Moral Obligation Bonds (Tax-Exempt), dated May 25, 2022, interest rate of 5.0%, final maturity Nov. 1, 2042	13,350,000	12,170,000
Series 2022B Infrastructure Revenue Bonds (Tax-Exempt), dated November 16, 2022, interest rates ranging from 4.5 to 5.0%, final maturity November 1, 2042	39,175,000	36,945,000
Series 2022B State Moral Obligation Bonds (Tax-Exempt), dated November 16, 2022, interest rate of 5.0%, final maturity Nov. 1, 2041	17,680,000	16,770,000
Series 2023A Infrastructure Revenue Bonds (Tax-Exempt), dated May 23, 2023, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2043	18,670,000	18,190,000
Series 2023A State Moral Obligation Bonds (Tax-Exempt), dated May 23, 2023, interest rates ranging from 4.0 to 5.0%, final maturity Nov. 1, 2043	8,380,000	8,185,000
Series 2023B Infrastructure Revenue Bonds (Tax-Exempt), dated November 15, 2023, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2043	6,280,000	5,350,000
Series 2023B Infrastructure Revenue Bonds (Taxable), dated November 15, 2023, interest rates ranging from 5.65 to 6.125%, final maturity November 1, 2043	1,510,000	1,425,000

Description	Original Amount	Amount Outstanding
Series 2023B State Moral Obligation Bonds (Tax-Exempt), dated November 15, 2023, interest rate of 5.0%, final maturity Nov. 1, 2043	$ 2,930,000	$ 2,555,000
Series 2023B State Moral Obligation Bonds (Taxable), dated November 15, 2023, interest rates ranging from 5.7 to 6.125%, final maturity Nov. 1, 2043	640,000	610,000
Series 2024A Infrastructure Revenue Bonds (Tax-Exempt), dated May 15, 2024, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2054	136,070,000	132,900,000
Series 2024A State Moral Obligation Bonds (Tax-Exempt), dated May 15, 2024, interest rates ranging from 4.0 to 5.0%, final maturity Nov. 1, 2054	61,420,000	60,095,000
Series 2024B Infrastructure Revenue Bonds (Tax-Exempt), dated August 7, 2024, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2054	121,530,000	116,490,000
Series 2024B State Moral Obligation Bonds (Tax-Exempt), dated August 7, 2024, interest rates ranging from 4.0 to 5.0%, final maturity Nov. 1, 2054	53,575,000	51,455,000
Series 2024C Infrastructure Revenue Bonds (Tax-Exempt), dated November 19, 2024, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2054	37,935,000	35,650,000
Series 2024C State Moral Obligation Bonds (Tax-Exempt), dated November 19, 2024, interest rates ranging from 4.0 to 5.0%, final maturity Nov. 1, 2054	16,455,000	15,505,000
Series 2025A Infrastructure Revenue Bonds (Tax-Exempt), dated May 20, 2025, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2054	31,480,000	31,480,000
Series 2025A State Moral Obligation Bonds (Tax-Exempt), dated May 20, 2025, interest rates ranging from 4.0 to 5.0%, final maturity Nov. 1, 2054	14,085,000	14,085,000
Series 2025B Infrastructure Revenue Bonds (Tax-Exempt), dated August 5, 2025, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2055	88,525,000	88,525,000

Description	Original Amount	Amount Outstanding
Series 2025B Infrastructure Revenue Bonds (Taxable), dated August 5, 2025, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2055	$ 1,475,000	$ 1,475,000
Series 2025B State Moral Obligation Bonds (Tax Exempt), dated August 5, 2025, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2055	40,415,000	40,415,000
Series 2025B State Moral Obligation Bonds (Taxable), dated August 5, 2025, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2055	640,000	640,000
Series 2025C Infrastructure Revenue Bonds (Tax-Exempt), dated November 18, 2025, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2050.	22,835,000	22,835,000
Series 2025C State Moral Obligation Bonds (Tax Exempt), dated November 18, 2025, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2050	10,315,000	10,315,000
Series 2026A Infrastructure Revenue Bonds (Tax-Exempt), dated May 12, 2026, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2050.	78,570,000	78,570,000
Series 2026A State Moral Obligation Bonds (Tax Exempt), dated May 12, 2026, interest rates ranging from 4.0 to 5.0%, final maturity November 1, 2050	34,010,000	34,010,000
Total Virginia Pooled Financing Program and Stand-Alone Revenue Bonds	$4,912,172,167	$2,706,975,958

Description	Original Amount	Amount Outstanding
Virginia Water Facilities Revolving Loan Fund		
Series 2020 State Revolving Fund Revenue, dated September 16, 2020, interest rates ranging from 2.0% to 5.0%, final maturity October 1, 2042	$ 60,980,000	$ 47,665,000
Series 2022 State Revolving Fund Revenue, dated July 18, 2022, interest rates ranging from 2.33% to 3.18%, final maturity October 1, 2042 (Direct Placement)	98,000,000	82,845,000
Series 2025 State Revolving Fund Revenue, dated July 17, 2025, interest rate 5.0%, final maturity October 1, 2029	167,220,000	165,195,000
Total Virginia Water Facilities Revolving Loan Fund	$ 326,200,000	$ 295,705,000

Description	Original Amount	Amount Outstanding
Virginia Water Supply Revolving Loan Fund		
Series 2020 State Revolving Fund Revenue, dated September 16, 2020, interest rates ranging from 2.0% to 5.0%, final maturity October 1, 2052	$ 44,000,000	$ 41,985,000
Total Virginia Water Supply Revolving Loan Fund	$ 44,000,000	$ 41,985,000

Changes in long-term debt for the year ended June 30, 2026 are as follows:

	June 30, 2025	Increases	Decreases	June 30, 2026	Due within One Year
Bonds outstanding	$2,966,321,693	$444,005,000	$(448,505,735)	$2,961,820,958	$228,660,000
Unamortized discounts and premiums on bonds	168,471,928	28,237,788	(37,091,753)	159,617,963	23,249,611
Direct placements	86,480,000	-	(3,635,000)	82,845,000	3,750,000
	$3,221,273,621	$472,242,788	$(489,232,488)	$3,204,283,921	$255,659,611

All bonds and direct placements are limited obligations of the Authority payable solely from and secured by a pledge of the principal and interest payments required to be made by certain local and other governmental entities on loans made by the Authority and a pledge of all funds and accounts established by the various bond indentures. The Authority has the option to redeem various bonds. The redemptions generally cannot be exercised until the bonds have been outstanding for ten years or more, as fully described in the various bond indentures.

At June 30, 2026, $924,815,958 of the outstanding bonds were secured by the moral obligation of the Commonwealth.

At June 30, 2026, the Series 2002 Revenue Bonds include capital appreciation bonds with unaccreted values of $504,042.

Conduit Debt

The Authority issued bonds through the VirginiaSAVES Green Communities Program (VGCP), which uses the Commonwealth's allocation of Qualified Energy Conservation Bonds to provide subsidized financing for energy efficiency, renewable energy, alternative fueling, and other qualified conservation purposes. The Authority is a conduit issuer for public borrowers with a third-party funding source providing financing for eligible projects. The terms of the VGCP bonds stipulate that the Authority does not guarantee repayment of principal and interest to the bondholders. As of June 30, 2026, the total outstanding principal amount of conduit debt obligations in the VGCP was $18,822,813.

The Authority issued bonds through the VirginiaHELPS Conduit Borrower Program (VAHELPS). The Authority is a conduit issuer for public borrowers with a third-party funding source providing financing for eligible projects. The terms of the VAHELPS bonds stipulate that the Authority does not guarantee repayment of principal and interest to the bondholders. As of June 30, 2026, the total outstanding principal amount of conduit debt obligations in VAHELPS was $15,290,249.

In accordance with GASB, conduit debt liabilities and the associated loan assets are not recorded on the Statement of Net Position.

Refundings

During the fiscal year, the Authority issued Virginia Pooled Financing Program Revenue Bonds, Series 2025B and 2026A, from which a portion of proceeds were used to provide resources to place in trust for the purpose of making future debt service payments for certain maturities.

As a result, the refunded bonds below are defeased and the liability has been removed from the Statement of Net Position:

Issue	Principal Defeased	Difference between Previous and New Debt Services	Economic Gain as a Result of the Refunding
2014A Series	$ 15,780,000	$ 4,033,802	$ 1,651,675
2014B Series	9,960,000	1,014,633	552,492
2015A Series	24,630,000	3,347,276	1,801,115
2015B Series	18,600,000	4,754,671	1,946,841
2015D Series	5,260,000	167,302	171,755
2016A Series*	1,865,000	(246,299)	(243,977)
	$ 76,095,000	$ 13,071,385	$ 5,879,901

*Includes weighted values for instances of multiple bonds in a single refunding loan

The amount outstanding at June 30, 2026 for bonds that have been in-substance defeased was $85,725,000. In addition to the refundings noted above, this includes bonds that were in-substance defeased during prior years: Series 2002, Series 2010C, Series 2011A, Series 2011B, Series 2012, Series 2012C, Series 2015D, Series 2016A, Series 2016C, and Series 2020.

Debt Service Requirements

Debt service requirements at June 30, 2026 are as follows:

	Total Debt – Bonds and Direct Borrowings			Direct Borrowings		
June 30,	Principal	Interest	Total	Principal	Interest	Total
2027	$ 232,410,000	$ 115,632,637	$ 348,042,637	$ 3,750,000	$ 2,574,846	$ 6,324,846
2028	233,940,000	105,885,676	339,825,676	3,870,000	2,453,688	6,323,688
2029	223,680,000	96,188,208	319,868,208	3,990,000	2,328,714	6,318,714
2030	196,910,000	87,316,376	284,226,376	4,120,000	2,199,765	6,319,765
2031	175,440,000	79,633,523	255,073,523	4,250,000	2,066,682	6,316,682
2032-2036	806,645,000	300,663,951	1,107,308,951	23,365,000	8,184,446	31,549,446
2037-2041	607,765,000	171,141,349	778,906,349	27,320,000	4,162,620	31,482,620
2042-2046	328,045,000	79,638,964	407,683,964	12,180,000	390,345	12,570,345
2047-2051	148,970,000	35,110,629	184,080,629	-	-	-
2052-2056	91,365,000	8,794,356	100,159,356	-	-	-
	$ 3,045,170,000	$ 1,080,005,669	$ 4,125,175,669	$ 82,845,000	$24,361,106	$107,206,106

Note 7 – Restricted Net Position – Loan Programs

Restricted net position represents the portion of total net position restricted for the purpose of making loans to local governments or by the requirements of various bond indentures or federal and state regulations for the various revolving funds. Restricted net position includes Revolving Loan Fund Accounts, Airport Revolving Fund Accounts, Bond Accounts, Direct Loan Accounts, and the Operating Reserve Fund. Such loans or grants are generally made at the direction of the state agencies overseeing the related programs. All assets and liabilities included in the Authority's General Accounts are non-restricted in nature; however, the General Account has pledged assets to establish an Operating Reserve Fund for the VPFP. The Operating Reserve Fund serves as security on the Authority's Infrastructure Revenue Bonds (senior lien) and is classified as restricted. At June 30, 2026 the cash, cash equivalents, and investments restricted for use related to the Operating Reserve Fund amounted to $7,795,435.

Note 8 – Accounts Payable and Accrued Liabilities

Accounts payable and accrued liabilities at June 30, 2026 consisted of:

	Current	Noncurrent	Total
Accounts payable and other liabilities	$ 47,582	$ -	$ 47,582
Arbitrage rebate liability	3,026,983	5,244,566	8,271,549
Compensated absences	171,517	-	171,517
Loan payments received prior to due date	1,728,347	-	1,728,347
Lease liability	201,843	433,265	635,108
	$ 5,176,272	$ 5,677,831	$ 10,854,103

Note 9 – Contributions from Other Governments

During the fiscal year, the Authority received $123,699,168 from the EPA under the Capitalization Grants for State Revolving Funds. Contributions from the EPA are disbursed as loans to municipalities. The Authority also received $13,937,989 from the Commonwealth as part of the required state match of federal funds.

In addition, the Authority received the following funds from the Commonwealth: $1,622,273 for VDSFPPF; $1,125,000 for VBAF; and $43,849,834 for CFPF.

Note 10 – Employee Pension Plans

Plan Description
All full-time, salaried permanent employees of the Authority are automatically covered by the VRS Retirement Plan upon employment. This plan is a multi-employer, agent plan administered by the Virginia Retirement System ("System") along with plans for other employer groups in the Commonwealth of Virginia. Members earn one month of service credit for each month they are employed and for which they and their employer pay contributions to VRS. Members are eligible to purchase prior service, based on specific criteria as defined in the Code of Virginia, as amended. Eligible prior service that may be purchased includes prior public service, active military service, certain periods of leave, and previously refunded service. The System administers three different benefit structures for covered employees – Plan 1, Plan 2, and, Hybrid. Each of these benefit structures has different eligibility criteria. The specific information for each plan and the eligibility for covered groups within each plan are set out below:

VRS Plan 1
Overview – Plan 1 is a defined benefit plan. The retirement benefit is based on a member's age, creditable service and average final compensation at retirement using a formula.

Eligibility – Employees are in Plan 1 if their membership date is before July 1, 2010, and they were vested as of January 1, 2013, and they have not taken a refund.

Hybrid Opt-In Election – VRS non-hazardous duty covered Plan 1 members were allowed to make an irrevocable decision to opt into the Hybrid Retirement Plan during a special election window held January 1 through April 30, 2014. The Hybrid Retirement Plan's effective date for eligible Plan 1 members who opted in was July 1, 2014. If eligible deferred members returned to work during the election window, they were also eligible to opt into the Hybrid Retirement Plan. Members who were eligible for an optional retirement plan (ORP) and had prior service under Plan 1 were not eligible to elect the Hybrid Retirement Plan and remain as Plan 1 or ORP.

Retirement Contributions – Employees contribute 5% of their compensation each month to their member contribution account through a pre-tax salary reduction. Member contributions are tax-deferred until they are withdrawn as part of a retirement benefit or as a refund. The employer makes a separate actuarially determined contribution to VRS for all covered employees. VRS invests both member and employer contributions to provide funding for the future benefit payment.

Creditable Service (or Service Credit) – Creditable service includes active service. Members earn creditable service for each month they are employed in a covered position. It also may include credit for prior service the member has purchased or additional creditable service the member was granted. A member's total creditable service is one of the factors used to determine their eligibility for retirement and to calculate their retirement benefit. It also may count toward eligibility for the health insurance credit in retirement, if the employer offers the health insurance credit.

Vesting – Vesting is the minimum length of service a member needs to qualify for a future retirement benefit. Members become vested when they have at least five years (60 months) of creditable service. Vesting means members are eligible to qualify for retirement if they meet the age and service requirements for their plan. Members also must be vested to receive a full refund of their member contribution account balance if they leave employment and request a refund. Members are always 100% vested in the contributions that they make.

Calculating the Benefit – The Basic Benefit is calculated based on a formula using the member's average final compensation, a retirement multiplier and total service credit at retirement. An early retirement reduction factor is applied to the Basic Benefit if the member retires with a reduced retirement benefit. In cases where the member has elected an optional form of retirement payment, an option factor specific to that option chosen is then applied.

Average Final Compensation – A member's average final compensation is the average of the 36 consecutive months of highest compensation as a covered employee.

Service Retirement Multiplier – The retirement multiplier is a factor used in the formula to determine a final retirement benefit. The retirement multiplier for non-hazardous duty members is 1.7%.

Normal Retirement Age – Age 65.

Earliest Unreduced Retirement Eligibility – Age 65 with at least five years (60 months) of creditable service or at age 50 with at least 30 years of creditable service.

Earliest Reduced Retirement Eligibility – Age 55 with at least five years (60 months) of creditable service or age 50 with at least 10 years of creditable service.

Cost-of-Living Adjustment (COLA) in Retirement – The Cost-of-Living Adjustment (COLA) matches the first 3% increase in the Consumer Price Index for all Urban Consumers (CPI-U) and half of any additional

increase (up to 4%) up to a maximum COLA of 5%. For members who retire with an unreduced benefit or with a reduced benefit with at least 20 years of creditable service, the COLA will go into effect on July 1 after one full calendar year from the retirement date. For members who retire with a reduced benefit and who have less than 20 years of creditable service, the COLA will go into effect on July 1 after one calendar year following the unreduced retirement eligibility date.

The COLA is effective July 1 following one full calendar year (January 1 to December 31) under any of the following circumstances:

- The member retires on disability.
- The member retires directly from short-term or long-term disability under the Virginia Sickness and Disability Program (VSDP).
- The member is involuntarily separated from employment for causes other than job performance or misconduct and is eligible to retire under the Workforce Transition Act or the Transitional Benefits Program.
- The member dies in service and the member's survivor or beneficiary is eligible for a monthly death-in-service benefit. The COLA will go into effect on July 1 following one full calendar year (January 1 to December 31) from the date the monthly benefit begins.

Disability Coverage – Members who are eligible to be considered for disability retirement and retire on disability, the retirement multiplier is 1.7% on all service, regardless of when it was earned, purchased or granted.

Purchase of Prior Service – Members may be eligible to purchase service from previous public employment, active duty military service, an eligible period of leave or VRS refunded service as creditable service in their plan. Prior creditable service counts toward vesting, eligibility for retirement and the health insurance credit. Only active members are eligible to purchase prior service. When buying service, members must purchase their most recent period of service first. Members also may be eligible to purchase periods of leave without pay.

VRS Plan 2

Overview – Plan 2 is a defined benefit plan. The retirement benefit is based on a member's age, creditable service and average final compensation at retirement using a formula.

Eligible Members – Employees are in Plan 2 if their membership date is on or after July 1, 2010, or their membership date is before July 1, 2010, and they were not vested as of January 1, 2013.

Hybrid Opt-In Election – Eligible Plan 2 members were allowed to make an irrevocable decision to opt into the Hybrid Retirement Plan during a special election window held January 1 through April 30, 2014. The Hybrid Retirement Plan's effective date for eligible Plan 2 members who opted in was July 1, 2014. If eligible deferred members returned to work during the election window, they were also eligible to opt into the Hybrid Retirement Plan. Members who were eligible for an optional retirement plan (ORP) and have prior service under Plan 2 were not eligible to elect the Hybrid Retirement Plan and remain as Plan 2 or ORP.

Retirement Contributions – Employees contribute 5% of their compensation each month to their member contribution account through a pre-tax salary reduction.

Creditable Service – Same as Plan 1.

Vesting – Same as Plan 1.

Calculating the Benefit – See definition under Plan 1.

Average Final Compensation – A member's average final compensation is the average of their 60 consecutive months of highest compensation as a covered employee.

Service Retirement Multiplier – Same as Plan 1 for service earned, purchased or granted prior to January 1, 2013. For non-hazardous duty members the retirement multiplier is 1.65% for creditable service earned, purchased or granted on or after January 1, 2013.

Normal Retirement Age – Normal Social Security retirement age.

Earliest Unreduced Retirement Eligibility – Normal Social Security retirement age with at least five years (60 months) of creditable service or when their age and service equal 90.

Earliest Reduced Retirement Eligibility – Age 60 with at least five years (60 months) of creditable service.

Cost-of-Living Adjustment (COLA) in Retirement – The Cost-of-Living Adjustment (COLA) matches the first 2% increase in the CPI-U and half of any additional increase (up to 2%), for a maximum COLA of 3%. Eligibility and exceptions to COLA effective dates are the same as VRS Plan 1.

Disability Coverage –Members who are eligible to be considered for disability retirement and retire on disability, the retirement multiplier is 1.65% on all service, regardless of when it was earned, purchased or granted.

Purchase of Prior Service – Same as Plan 1.

VRS Hybrid Retirement Plan

Overview – The Hybrid Retirement Plan combines the features of a defined benefit plan and a defined contribution plan. Most members hired on or after January 1, 2014 are in this plan, as well as Plan 1 and Plan 2 members who were eligible and opted into the plan during a special election window (see "Eligible Members"). The defined benefit is based on a member's age, creditable service and average final compensation at retirement using a formula. The benefit from the defined contribution component of the plan depends on the member and employer contributions made to the plan and the investment performance of those contributions. In addition to the monthly benefit payment payable from the defined benefit plan at retirement, a member may start receiving distributions from the balance in the defined contribution account, reflecting the contributions, investment gains or losses, and any required fees.

Eligible Members – Employees are in the Hybrid Retirement Plan if their membership date is on or after January 1, 2014. This includes political subdivision employees and members in Plan 1 or Plan 2 who elected to opt into the plan during the election window held January 1-April 30, 2014; the plan's effective date for opt-in members was July 1, 2014. Some employees are not eligible to participate in the Hybrid Retirement Plan. They include political subdivision employees who are covered by enhanced benefits for hazardous duty employees. Those employees eligible for an optional retirement plan (ORP) must elect the ORP plan or the Hybrid Retirement Plan. If these members have prior service under Plan 1 or Plan 2, they are not eligible to elect the Hybrid Retirement Plan and must select Plan 1 or Plan 2 (as applicable) or ORP.

Retirement Contributions – A member's retirement benefit is funded through mandatory and voluntary contributions made by the member and the employer to both the defined benefit and the defined contribution components of the plan. Mandatory contributions are based on a percentage of the employee's creditable compensation and are required from both the member and the employer. Additionally, members may choose to make voluntary contributions to the defined contribution component of the plan, and the employer is required to match those voluntary contributions according to specified percentages.

Creditable Service, Defined Benefit Component – Under the defined benefit component of the plan, creditable service includes active service. Members earn creditable service for each month they are employed in a covered position. It also may include credit for prior service the member has purchased or additional creditable service the member was granted. A member's total creditable service is one of the factors used to determine their eligibility for retirement and to calculate their retirement benefit. It also may count toward eligibility for the health insurance credit in retirement, if the employer offers the health insurance credit.

Creditable Service, Defined Contributions Component – Under the defined contribution component, creditable service is used to determine vesting for the employer contribution portion of the plan.

Vesting, Defined Benefit Component – Defined benefit vesting is the minimum length of service a member needs to qualify for a future retirement benefit. Members are vested under the defined benefit component of the Hybrid Retirement Plan when they reach five years (60 months) of creditable service. Plan 1 or Plan 2 members with at least five years (60 months) of creditable service who opted into the Hybrid Retirement Plan remain vested in the defined benefit component.

Vesting, Defined Contributions Component – Defined contribution vesting refers to the minimum length of service a member needs to be eligible to withdraw the employer contributions from the defined contribution component of the plan. Members are always 100% vested in the contributions that they make. Upon retirement or leaving covered employment, a member is eligible to withdraw a percentage of employer contributions to the defined contribution component of the plan, based on service:

- After two years, a member is 50% vested and may withdraw 50% of employer contributions
- After three years, a member is 75% vested and may withdraw 75% of employer contributions
- After four or more years, a member is 100% vested and may withdraw 100% of employer contributions

Distribution is not required by law until age 73.

Calculating the Benefit, Defined Benefit Component – See definition under Plan 1.

Calculating the Benefit, Defined Contribution Component – The benefit is based on contributions made by the member and any matching contributions made by the employer, plus net investment earnings on those contributions.

Average Final Compensation – Same as Plan 2. It is used in the retirement formula for the defined benefit component of the plan.

Service Retirement Multiplier – The retirement multiplier for the defined benefit component is 1.00%. For members who opted into the Hybrid Retirement Plan from Plan 1 or Plan 2, the applicable multipliers for those plans will be used to calculate the retirement benefit for service credited in those plans.

Normal Retirement Age, Defined Benefit Component – Same as Plan 2.

Normal Retirement Age, Defined Contribution Component – Members are eligible to receive distributions upon leaving employment, subject to restrictions.

Earliest Unreduced Retirement Eligibility, Defined Benefit Component – Normal Social Security retirement age and have at least five years (60 months) of creditable service or when their age and service equal 90.

Earliest Unreduced Retirement Eligibility, Defined Contribution Component – Members are eligible to receive distributions upon leaving employment, subject to restrictions.

Earliest Reduced Retirement Eligibility, Defined Benefit Component – Members may retire with a reduced benefit as early as age 60 with at least five years (60 months) of creditable service.

Earliest Reduced Retirement Eligibility, Defined Contribution Component – Members are eligible to receive distributions upon leaving employment, subject to restrictions.

Cost-of-Living Adjustment (COLA) in Retirement, Defined Benefit Component – Same as Plan 2. Eligibility and exceptions to COLA effective dates are the same as Plan 1 and Plan 2.

Cost-of-Living Adjustment (COLA) in Retirement, Defined Contribution Component – Not applicable.

Disability Coverage – Employees of political subdivisions (including Plan 1 and Plan 2 opt-ins) participate in the Virginia Local Disability Program (VLDP) unless their local governing body provides an employer-paid comparable program for its members. Hybrid members (including Plan 1 and Plan 2 opt-ins) covered under VLDP are subject to a one-year waiting period before becoming eligible for non-work-related disability benefits.

Purchase of Prior Service, Defined Benefit Component – Same as Plan 1, with the following exceptions: Hybrid Retirement Plan members are ineligible for ported service.

Purchase of Prior Service, Defined Contribution Component – Not applicable.

Employees Covered by Benefit Terms

As of the June 30, 2024 actuarial valuation, the following employees were covered by the benefit terms of the pension plan:

Inactive members or their beneficiaries currently receiving benefits	6
Inactive members:	
Vested inactive members	5
Non-vested inactive members	10
Inactive members elsewhere in VRS	9
Total inactive members	30
Active members	14
Total covered employees	44

Contributions

The contribution requirement for active employees is governed by §51.1-145 of the *Code of Virginia*, as amended, but may be impacted as a result of funding options provided to political subdivisions by the Virginia General Assembly. Employees are required to contribute 5.00% of their compensation toward their retirement.

The Authority's contractually required contribution rate for the year ended June 30, 2026 was 2.41% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2023. This rate, when combined with employee contributions, was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the pension plan from the Authority were $51,794 and $49,998 for the years ended June 30, 2026 and June 30, 2025, respectively.

The defined contributions component of the Hybrid plan includes member and employer mandatory and voluntary contributions. The Hybrid plan member must contribute a mandatory rate of 1% of their covered

payroll. The employer must also contribute a mandatory rate of 1% of this covered payroll, which totaled $5,379 for the year ended June 30, 2026. Hybrid plan members may also elect to contribute an additional voluntary rate of up to 4% of their covered payroll; which would require the employer a mandatory additional contribution rate of up to 2.5%. This additional employer mandatory contribution totaled $7,823 for the year ended June 30, 2026. The total Hybrid plan participant covered payroll totaled $537,890 for the year ended June 30, 2026.

Net Pension Liability
The Authority's net pension liability was measured as of June 30, 2025. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation performed as of June 30, 2024, rolled forward to the measurement date of June 30, 2025.

Actuarial Methods and Assumptions
The total pension liability for the Authority was based on an actuarial valuation as of June 30, 2024, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2025.

Inflation	2.5%
Salary increases, including inflation	3.5-5.35%
Investment rate of return	6.75%, net of pension plan investment expense, including inflation*

Mortality rates: 15% of deaths are assumed to be service related

- Pre-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; males set forward 2 years; 105% of rates for females set forward 3 years
- Post-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for males set forward 2 years; 95% of rates for females set forward 1 year
- Post-Disablement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males set forward 3 years; 110% of rates for females set forward 2 years
- Beneficiaries and Survivors: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally
- Mortality Improvement: Rates projected generationally with Modified MP-2021 Improvement Scale that is 75% of the MP-2021 rates

The actuarial assumptions used in the June 30, 2024 valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Mortality rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis.
- Termination rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis

- Disability rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary scale: Increase Merit & Longevity 50 basis points
- Discount rate: No change

Long-Term Expected Rate of Return

The long-term expected rate of return on pension System investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension System investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class (Strategy)	Target Allocation	Arithmetic Long-Term Expected Rate of Return	Weighted Average Long-Term Expected Rate of Return
Public Equity	32.00%	6.60%	2.11%
Fixed Income	16.00%	5.09%	0.81%
Credit Strategies	16.00%	8.21%	1.31%
Real Assets	15.00%	7.10%	1.07%
Private Equity	15.00%	8.60%	1.29%
Private Investment Partnership	1.00%	7.95%	0.08%
Diversifying Strategies	6.00%	6.82%	0.41%
Cash	2.00%	4.07%	0.08%
Leverage	(3.00%)	4.57%	(0.14%)
Total	100.00%		7.02%
Expected arithmetic nominal return*			7.02%

*The above allocation provides a one-year expected return of 7.02% (includes 2.50% inflation assumption). However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the system, stochastic projections are employed to model future returns under various economic conditions. These results provide a range of returns over various time periods that ultimately provide a median return of 7.06%, including expected inflation of 2.50%. On June 15, 2023, the VRS Board elected a long-term rate of return of 6.75%, which was roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14%, including expected inflation of 2.50%.

Discount Rate

The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that System member contributions will be made per the VRS Statutes and the employer contributions will be made in accordance with the VRS funding policy at rates

equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees and the member rate.

For the year ended June 30, 2025, the employer contribution rate is 100% of the actuarially determined employer contribution rate from the June 30, 2024, actuarial valuations. From July 1, 2025, on, participating employers are assumed to continue to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total pension liability.

Changes in Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	**Plan Fiduciary Net Position (b)**	**Net Pension Liability (Asset) (a)-(b)**
Balance at June 30, 2024	$ 3,424,657	$ 3,869,090	$ (444,433)
Changes for the year:			
Service cost	127,337	-	127,337
Interest	236,106	-	236,106
Change in Assumptions	139,957		139,957
Difference between expected and actual experience	30,843	-	30,843
Contributions – employer	-	43,769	(43,769)
Contributions – employee	-	68,323	(68,323)
Net investment income	-	411,511	(411,511)
Benefit payments, including refunds	(108,260)	(108,260)	-
Administrative expenses	-	(2,291)	2,291
Other changes	-	107	(107)
Net change	425,983	413,159	12,824
Balance at June 30, 2025	$ 3,850,640	$ 4,282,249	$ (431,609)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the Authority's net pension liability using the current discount rate of 6.75%, as well as what the Authority's net pension liability would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

	1% Decrease	Current Rate	1% Increase
Net pension liability (asset)	$ 311,978	$ (431,609)	$ (1,002,817)

Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions

For the year ended June 30, 2026, the Authority recognized pension expense of $37,230.

At June 30, 2026, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 102,838	$ -
Changes of assumptions	82,832	-
Net difference between projected and actual earnings on plan investments	-	137,327
Employer contributions subsequent to the measurement date	38,480	-
	$224,150	$ 137,327

Deferred outflows of resources of $38,480 resulting from the Authority's contributions subsequent to the measurement date will be recognized as a reduction of the Net Pension Liability in the year ended June 30, 2027. Other amounts reported as deferred outflows of resources related to pensions and amounts reported as deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended June 30,	
2027	$ 147,733
2028	(18,379)
2029	(50,952)
2030	(30,059)
2031	-
Thereafter	-
	$ 48,343

Pension Plan Data
Information about the VRS Plan is also available in the separately issued VRS Annual Report at http://www.varetire.org/Publications, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA, 23218-2500.

Note 11 – Other Postemployment Benefits – Group Life Insurance Program

Plan Description
All full-time, salaried permanent employees of the Authority are automatically covered by the VRS Group Life Insurance Program upon employment. This plan is a multiple employer, cost sharing plan administered by the Virginia Retirement System ("System") along with pensions and other OPEB plans for public employer groups in the Commonwealth of Virginia.

In addition to the Basic Group Life Insurance benefit, members are also eligible to elect additional coverage for themselves as well as a spouse or dependent children through the Optional Group Life Insurance Program. For members who elect the optional group life insurance coverage, the insurer bills employers directly for the premiums. Employers deduct these premiums from members' paychecks and pay the premiums to the insurer. Since this is a separate and fully insured program, it is not included as part of the Group Life Insurance Program OPEB.

The specific information for Group Life Insurance Program OPEB, including eligibility, coverage, and benefits is set out below:

Eligible Employees
The Group Life Insurance Program was established July 1, 1960 for state employees, teachers and employees of political subdivisions that elect the program. Basic group life insurance is automatic upon employment. Coverage ends for employees who leave their position before retirement eligibility or who take a refund of their member contribution and accrued interest.

Benefit Amounts
The benefits payable under the Group Life Insurance Program have several components:

- Natural Death Benefit: Equal to the employee's covered compensation rounded to the next highest thousand, then doubled.
- Accidental Death Benefit: Double the natural death benefit.
- Other Benefit Provisions: In addition to the natural and accidental death benefits, the program provides additional benefits under specific circumstances, including the accidental dismember benefit, safety belt benefit, repatriation benefit, felonious assault benefit, and accelerated death benefit option.

Reduction in Benefit Amounts
The benefit amounts provided to members covered under the Group Life Insurance Program are subject to a reduction factor. The benefit amount reduces by 25% on January 1 following one calendar year of separation. The benefit amount reduces by an additional 25% on each subsequent January 1 until it reaches 25% of its original value.

Minimum Benefit Amount and Cost-of-Living Adjustment (COLA)
For covered members with at least 30 years of creditable service, there is a minimum benefit payable under the Group Life Insurance Program. The minimum benefit was set at $8,000 by Statute. The amount is increased annually based on the VRS Plan 2 cost-of-living adjustment and was $9,768 as of June 30, 2026.

Contributions
The contribution requirements for the Group Life Insurance Program are governed by §51.1-506 and §51.1-508 of the *Code of Virginia*, as amended, but may be impacted as a result of funding options provided to political subdivisions by the Virginia General Assembly. The total rate for the Group Life Insurance Program was 1.18% of covered employee compensation; this was allocated into an employee and employer component using a 60/40 split, resulting in the employee component of 0.71% (1.18% X 60%) and the employer component of 0.47% (1.18% X 40%). Employers may elect to pay all or part of the employee contribution, however the employer must pay all of the employer contribution.

Each employer's contractually required employer contribution rate for the year ended June 30, 2026 was 0.47% of covered employee compensation. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2023. The actuarially determined rate, when combined with employee contributions, was expected to finance the costs of benefits payable during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the Group Life Insurance Program for the Authority were $7,545 and $7,470 for the years ended June 30, 2026 and June 30, 2025, respectively.

At June 30, 2026, the Authority reported a liability of $55,230 for its proportionate share of the NOL. The NOL was measured as of June 30, 2025 and the total Group Life Insurance OPEB liability used to calculate the NOL was determined by an actuarial valuation performed as of June 30, 2024, and rolled forward to the measurement date of June 30, 2025. The Authority's proportion of the NOL was based on the Authority's actuarially determined employer contributions to the Group Life Insurance Program for the year ended June 30, 2025 relative to the total of the actuarially determined employer contributions for all participating

employers. At June 30, 2025 and June 30, 2024, the Authority's proportion was 0.00574% and 0.00619%, respectively.

Net OPEB Liability

The net OPEB liability (NOL) for the Group Life Insurance Program represents the program's total OPEB liability determined in accordance with GASB Statement No. 74, less the associated fiduciary net position. As of June 30, 2025, NOL amounts for the Group Life Insurance Program is as follows (in thousands):

Total OPEB liability	$ 4,433,282
Less Plan Fiduciary Net Position	(3,471,094)
Employers' Net OPEB Liability	$ 962,188
Plan Fiduciary Net Position as a percentage of the Total OPEB liability	78.30 %

The total OPEB liability is calculated by the System's actuary, and the plan's fiduciary net position is reported in the System's financial statements. The net OPEB liability is disclosed in accordance with the requirements of GASB Statement No. 74 in the System's notes to the financial statements and required supplementary information.

Actuarial Assumptions

The total Group Life insurance OPEB liability was based on an actuarial valuation as of June 30, 2024, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2025.

Inflation	2.5%
Salary increases, including inflation	
General state employees	3.5-5.35%
Teachers	3.5-5.95%
SPORS employees	3.5-4.75%
VaLORS employees	3.5-4.75%
JRS employees	4.0%
Locality – General employees	3.5-5.35%
Locality – Hazardous Duty employees	3.5-4.75%
Investment rate of return	6.75%, net of pension plan investment expense, including inflation*

Mortality rates – General State Employees

Pre-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; females set forward 2 years

Post-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for females

Post-Disablement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; males and females set forward 3 years

Beneficiaries and Survivors: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally

Mortality Improvement Scale: Rates projected generationally with Modified MP-2021 Improvement Scale that is 75% of the standard rate

The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Mortality rates – Teachers
Pre-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males

Post-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; males set forward 1 year, 105% of rates for females

Post-Disablement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males and females

Beneficiaries and Survivors: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally

Mortality Improvement Scale: Rates projected generationally with Modified MP-2021 Improvement Scale that is 75% of the standard rates

The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%

- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Mortality rates – SPORS Employees

Pre-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for males, and 105% of rates for females set forward 2 years

Post-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males, and 105% of rates for females set forward 3 years

Post-Disablement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for males set back 3 years, and 90% of rates for females set back 3 years

Beneficiaries and Survivors: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males set forward 2 years, and 110% of rates for females set forward 2 years

Mortality Improvement Scale: Rates projected generationally with Modified MP-2021 Improvement Scale that is 75% of the standard rates

The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted bases, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Mortality rates – VaLORS Employees

Pre-retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for males, and 105% of rates for females set forward 2 years

Post-retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males, and 105% of rates for females set forward 3 years

Post-disablement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for males set back 3 years, and 90% of rates for females set back 3 years

Beneficiaries and Survivors: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males set forward 2 years, and 110% of rates for females set forward 2 years

Mortality Improvement: Rates projected generationally with Modified MP-2021 Improvement Scale that is 75% of the standard rates

The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points; use of 2.50% payroll growth assumption for purposes of amortizing any unfunded actuarial accrued liabilities
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Mortality rates – JRS Employees

Pre-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; males set forward 2 years

Post-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for males and females set back 2 years

Post-Disablement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally

Beneficiaries and Survivors: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally

Mortality Improvement Scale: Rates projected generationally with Modified MP-2021 Improvement Scale that is 75% of the standard rates

The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: No change
- Disability Rates: No change
- Salary Scale: No change
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Mortality rates – Metro Locality Employers – General Employees

Pre-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; males set forward 2 years; 105% of rates for females set forward 3 years

Post-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for males set forward 2 years; 95% of rates for females set forward 1 year

Post-Disablement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males set forward 3 years; 110% of rates for females set forward 2 years

Beneficiaries and Survivors: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally

Mortality Improvement Scale: Rates projected generationally with Modified MP-2021 Improvement Scale that is 75% of the standard rates

The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis.
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis

- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Mortality rates – Non-Metro Locality Employers – General Employees

Pre-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; males set forward 2 years; 105% of rates for females set forward 3 years

Post-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for males set forward 2 years; 95% of rates for females set forward 1 year

Post-Disablement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males set forward 3 years; 110% of rates for females set forward 2 years

Beneficiaries and Survivors: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally

Mortality Improvement Scale: Rates projected generationally with Modified MP-2021 Improvement Scale that is 75% of the standard rates

The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis.
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Mortality rates – Metro Locality Employers – Hazardous Duty Employees

Pre-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for male; 105% of rates for females set forward 2 years

Post-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected

generationally; 110% of rates for males; 105% of rates for females set forward 3 years

Post-Disablement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years

Beneficiaries and Survivors: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males set forward 2 years, and 110% of rates for females set forward 2 years

Mortality Improvement Scale: Rates projected generationally with Modified MP-2021 Improvement Scale that is 75% of the standard rates

The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Mortality rates – Non-Metro Locality Employers – Hazardous Duty Employees

Pre-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for male; 105% of rates for females set forward 2 years

Post-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males; 105% of rates for females set forward 3 years
Post-Disablement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for males set back 3 years; 90% of rates for females set back 3 years

Beneficiaries and Survivors: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males set forward 2 years, and 110% of rates for females set forward 2 years

Mortality Improvement Scale: Rates projected generationally with Modified MP-2021 Improvement Scale that is 75% of the standard rates

The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1,

2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Long-Term Expected Rate of Return

The long-term expected rate of return on the System's investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of System's investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class (Strategy)	Target Allocation	Arithmetic Long-Term Expected Rate of Return	Weighted Average Long-Term Expected Rate of Return
Public Equity	32.00%	6.60%	2.11%
Fixed Income	16.00%	5.09%	0.81%
Credit Strategies	16.00%	8.21%	1.31%
Real Assets	15.00%	7.10%	1.07%
Private Equity	15.00%	8.60%	1.29%
Diversifying Strategies	6.00%	6.82%	0.41%
Private Investment Partnership	1.00%	7.95%	0.08%
Cash	2.00%	4.07%	0.08%
Leverage	(3.00%)	4.57%	(0.14)%
Total	100.00%		7.02%
Expected arithmetic nominal return*			7.02%

*The above allocation provides a one-year expected return of 7.02% (includes 2.5% inflation assumption). However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the system, stochastic projections are employed to model future returns under various economic conditions. These results provide a range

of returns over various time periods that ultimately provide a median return of 7.06%, including expected inflation of 2.50%.

On June 15 2023, the VRS Board elected a long-term rate of return of 6.75%, which was roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14%, including expected inflation of 2.50%.

Discount Rate

The discount rate used to measure the total Group Life Insurance OPEB liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employer contributions will be made in accordance with the VRS funding policy and at rates equal to the actuarially determined contribution rates adopted by the VRS Board of Trustees. Through the fiscal year ending June 30, 2025, the rate contributed by the Authority for the Group Life Insurance OPEB will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly which was 100% of the actuarially determined contribution rate. From July 1, 2025 on, participating employers are assumed to continue to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the Group Life Insurance OPEB's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total Group Life Insurance OPEB liability.

Sensitivity of the Authority's Proportionate Share of the Net Group Life Insurance OPEB Liability to Changes in the Discount Rate

The following presents the Authority's proportionate share of the net Group Life Insurance OPEB liability using the current discount rate of 6.75%, as well as what the Authority's proportionate share of the net Group Life Insurance OPEB liability would be if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate:

	1% Decrease	Current Rate	1% Increase
Proportionate share of the net Group Life Insurance OPEB liability	$ 93,170	$ 55,230	$ 24,621

Group Life Insurance OPEB Expense and Deferred Outflows/Inflows of Resources Related to the Group Life Insurance Program

For the year ended June 30, 2026, the Authority recognized total OPEB expense of ($11,019) related to the Group Life Insurance OPEB. Since there was a change in proportionate share between measurement dates, a portion of the Group Life Insurance OPEB expense was related to deferred amounts from changes in proportion.

At June 30, 2026, the Authority reported deferred outflows of resources and deferred inflows of resources related to the Group Life Insurance OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 9,798	$ 1,040
Net difference between projected and actual earnings on plan investments	-	7,729
Change in assumptions	-	1,807
Changes in proportion	8	10,732
Employer contributions subsequent to the measurement date	7,545	-
	$ 17,351	$ 21,308

Deferred outflows of resources of $7,545 resulting from the Authority's contributions subsequent to the measurement date will be recognized as a reduction of the Net Group Life Insurance OPEB Liability in the year ended June 30, 2027.

Amounts reported as deferred inflows of resources related to the Group Life Insurance OPEB will be recognized in the Group Life Insurance OPEB expense as follows:

Year Ended June 30,	
2027	$ (3,500)
2028	(4,146)
2029	(2,360)
2030	(1,166)
2031	(330)
Thereafter	-
	$ (11,502)

Group Life Insurance Plan Data
Information about the Group Life Insurance Program's Fiduciary Net Position is available in the separately issued VRS Annual Report at http://www.varetire.org/Publications, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA, 23218-2500.

Note 12 – Other Postemployment Benefits – Political Subdivision Employee Virginia Local Disability Program

Plan Description
All full-time, salaried permanent employees of the Authority who are in the VRS Hybrid Retirement Plan benefit structure are automatically covered by the VRS Political Subdivision Employee Virginia Local Disability Program ("VLDP") upon employment. This plan is a multiple employer, cost sharing plan administered by the Virginia Retirement System ("System") along with pensions and other OPEB plans for public employer groups in the Commonwealth of Virginia. Political subdivisions are required by Title 51.1 of the *Code of Virginia*, as amended, to provide short-term and long-term disability benefits for their Hybrid employees either through a local plan or through the VLDP.

Eligible Employees

The VLDP was implemented January 1, 2014 to provide short-term and long-term disability benefits for non-work-related and work-related disabilities for employees with Hybrid retirement benefits. Eligible employees are enrolled automatically upon employment.

Benefit Amounts

- Short-term disability
  - Beginning after a seven-calendar day waiting period from the first day of disability. Employees become eligible for non-work-related short-term disability coverage after one year of continuous participation in VLDP with their current employer.
  - During the first five years of continuous participation in VLDP with their current employer, employees are eligible for 60% of their pre-disability income if they go out on non-work related or work-related disability.
  - Once the eligibility period is satisfied, employees are eligible for higher income replacement levels.
- Long-term disability
  - Beginning after 125 workdays of short-term disability. Members are eligible if they are unable to work at all or are working fewer than 20 hours per week.
  - Members approved for long-term disability will receive 60% of their pre-disability income. If approved for work-related long-term disability, the VLDP benefit will be offset by the workers' compensation benefit. Members will not receive a VLDP benefit if their workers' compensation benefit is greater than the VLDP benefit.

VLDP Program Notes

Members approved for short-term or long-term disability at age 60 or older will be eligible for a benefit, provided they remain medically eligible.

VLDP Long-Term Care Plan is a self-funded program that assists with the cost of covered long-term care services.

Contributions

The contribution requirements for the active Hybrid employees is governed by §51.1-1178(C) of the *Code of Virginia*, as amended, but may be impacted as a result of funding options provided to political subdivisions by the Virginia General Assembly. Each political subdivision's contractually required employer contribution rate for the year ended June 30, 2026 was 0.74% of covered employee compensation for employees in the VLDP. This rate was based on an actuarially determined rate from an actuarial valuation as of June 30, 2023. The actuarially determined rate was expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions from the Authority to the VLDP were $3,981 and $3,466 for the years ended June 30, 2026 and June 30, 2025, respectively.

Net Political Subdivision Employee VLDP OPEB Liability

The net OPEB liability (NOL) for the VLDP represents the program's total OPEB liability determined in accordance with GASB Statement No. 74, less the associated fiduciary net position. As of June 30, 2025, NOL amounts for the VLDP is as follows (in thousands):

Total OPEB liability	$ 16,392
Less Plan Fiduciary Net Position	(21,139)
Net OPEB Liability (asset)	$ (4,747)
Plan Fiduciary Net Position as a percentage of the Total OPEB liability	128.96%

The total OPEB liability is calculated by the System's actuary, and the plan's fiduciary net position is reported in the System's financial statements. The net OPEB liability is disclosed in accordance with the requirements of GASB Statement No. 74 in the System's notes to the financial statements and required supplementary information.

At June 30, 2026, the Authority reported an asset of $2,281 for its proportionate share of the NOL. The NOL was measured as of June 30, 2025 and the total OPEB liability used to calculate the NOL was determined by an actuarial valuation as of June 30, 2024, and rolled forward to the measurement date. The Authority's proportion of the NOL was based on the Authority's actuarially determined employer contributions to the VLDP for the year ended June 30, 2025 relative to the total of the actuarially determined employer contributions for all participating employers. At June 30, 2025 and June 30, 2024 the Authority's proportion was 0.048% and 0.058% respectively.

Actuarial Assumptions
The total VLDP OPEB liability was based on an actuarial valuation as of June 30, 2024, using the Entry Age Normal actuarial cost method and the following assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2025.

Inflation	2.5%
Salary increases, including inflation	3.5-5.35%
Investment rate of return	6.75%, including inflation

Mortality rates – Metro Locality Employers – General and Non-Hazardous Duty Employees

Pre-Retirement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; males set forward 2 years; 105% of rates for females set forward 3 years

Post-Retirement:Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 95% of rates for males set forward 2 years; 95% of rates for females set forward 1 year

Post-Disablement: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally; 110% of rates for males set forward 3 years; 110% of rates for females set forward 2 years

Beneficiaries and Survivors: Pub-2010 Amount-Weighted tables, with 75% of the MP-2021 Scale projected generationally

Mortality Improvement Scale: Rates projected generationally with Modified MP-2021 Improvement Scale that is 75% of the standard rates

The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75% Retirement Rates
- Moved ~25% of the way to the observed experience, on a liability-weighted basis.

- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Discount Rate: No change
- Rates of disability claim incidence: Pension assumption scaled up to reflect increased Hybrid incidence
- Rates of disability claim termination: Lower termination in early years, higher in later years
- Benefit offsets: Adjusted slightly
- Catastrophic claims: No Change
- Percentage eligible for additional 1% defined contribution: No Change

Long-Term Expected Rate of Return

The long-term expected rate of return on the System's investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of System's investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimate of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class (Strategy)	Target Allocation	Arithmetic Long-Term Expected Rate of Return	Weighted Average Long-Term Expected Rate of Return
Public Equity	32.00%	6.60%	2.11%
Fixed Income	16.00%	5.09%	0.81%
Credit Strategies	16.00%	8.21%	1.31%
Real Assets	15.00%	7.10%	1.07%
Private Equity	15.00%	8.60%	1.29%
Diversifying Strategies	6.00%	6.82%	0.41%
Private Investment Partnership	1.00%	7.95%	0.08%
Cash	2.00%	4.07%	0.08%
Leverage	(3.00%)	4.57%	(0.14%)
Total	100.00%		7.02%
Expected arithmetic nominal return*			7.02%

*The above allocation provides a one-year expected return of 7.02% (includes 2.5% inflation assumption). However, one-year returns do not take into account the volatility present in each of the asset classes. In setting the long-term expected return for the system, stochastic projections are employed to model future returns under various economic conditions. These results provide a range of returns over various time periods that ultimately provide a median return of 7.06%, including expected inflation of 2.50%. On June 15, 2023, the VRS Board elected a long-term rate of return

of 6.75%, which was roughly at the 45th percentile of expected long-term results of the VRS fund asset allocation at that time, providing a median return of 7.14%, including expected inflation of 2.50%.

Discount Rate

The discount rate used to measure the total VLDP OPEB liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that member contributions will be made per the VRS guidance and the employer contributions will be made in accordance with the VRS funding policy at rates equal to the difference between actuarially determined contribution rates adopted by the VRS Board of Trustees and the member rate. Through the fiscal year ending June 30, 2025, the rate contributed by the Authority for the VLDP OPEB will be subject to the portion of the VRS Board-certified rates that are funded by the Virginia General Assembly. From July 1, 2025 on, participating employers are assumed to contribute 100% of the actuarially determined contribution rates. Based on those assumptions, the VLDP OPEB's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return was applied to all periods of projected benefit payments to determine the total VLDP OPEB liability.

Sensitivity of the Authority's Proportionate Share of the Political Subdivision Employee VLDP Net OPEB Liability to Changes in the Discount Rate

The following presents the Authority's proportionate share of the net VLDP OPEB liability using the current discount rate of 6.75%, as well as what the Authority's proportionate share of the net Group Life Insurance OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (5.75%) or one percentage point higher (7.75%) than the current rate:

	1% Decrease	Current Rate	1% Increase
Proportionate share of the net VLDP OPEB liability	$ (1,710)	$ (2,281)	$ (2,793)

VLDP OPEB Expense and Deferred Outflows/Inflows of Resources Related to the VLDP

For the year ended June 30, 2026, the Authority recognized a VLDP OPEB expense of ($1,218.) Since there was a change in proportionate share between measurement dates, a portion of the VRS Political Subdivision Employee Virginia Local Disability Program Net OPEB expense was related to deferred amounts from changes in proportion.

At June 30, 2026, the Authority reported deferred outflows of resources and deferred inflows of resources related to the VLDP OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 148	$ 296
Net difference between projected and actual earnings on plan investments	-	374
Change in assumptions	346	10
Changes in proportion and differences between employer contributions and proportionate share of contributions	320	162
Employer contributions subsequent to the measurement date	3,981	-
	$ 4,795	$ 842

Deferred outflows of resources of $3,981 resulting from the Authority's contributions subsequent to the measurement date will be recognized as a reduction of the Net VLDP OPEB Liability in the year ended June 30, 2027.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to the Political Subdivision Employee VLDP OPEB will be recognized in the Political Subdivision Employee VLDP OPEB expense in future reporting periods as follows:

Year Ended June 30,	
2027	$ (2)
2028	(47)
2029	(66)
2030	(31)
2031	115
Thereafter	3
	$ (28)

VLDP OPEB Plan Data
Information about the VLDP's Fiduciary Net Position is available in the separately issued VRS Annual Comprehensive Financial Report at http://www.varetire.org/Publications, or by writing to the System's Chief Financial Officer at P.O. Box 2500, Richmond, VA, 23218-2500.

Note 13 – Contingencies

The Authority participates in the Capitalization Grants for State Revolving Funds. Although the Authority's administration of the program will be audited in accordance with Title 2 of the U.S. Code of Federal Regulations (CFR), Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards through June 30, 2026, this program is still subject to federal financial and compliance audits. The amount of expenses, which may be disallowed by the granting agency, cannot be determined at this time, although the Authority expects such amounts, if any, to be immaterial.

The Authority issued Build America Bonds, a form of direct-pay bonds where issuers receive subsidy payments from the Treasury equal to 35% of their interest costs, in 2009 and 2010. As an issuer of Build America Bonds, the Authority is subject to reductions in the subsidy payments pursuant to the spending cut

requirements (the "sequester") of the Balanced Budget and Emergency Deficit Control Act of 1985, as amended. Certain automatic reductions, in the amount of 5.7%, went into effect October 1, 2020 and the reduction rate will be applied until September 30, 2030 or intervening Congressional action, at which time the sequestration rate is subject to change. The amount of any reduction to future subsidy payments of the Authority cannot be determined at this time, although the Authority expects such amounts, if any, to be immaterial.

The Authority issued Qualified Energy Conservation Bonds, a form of direct-pay bonds where issuers receive subsidy payments from the Treasury equal to 70% of the related Qualified Tax Credit Bond Rate, 2016 and 2017. As an issuer of Qualified Energy Conservation Bonds, the Authority is subject to reductions in the subsidy payments pursuant to the spending cut requirements (the "sequester") of the Balanced Budget and Emergency Deficit Control Act of 1985, as amended. Certain automatic reductions, in the amount of 5.7%, went into effect October 1, 2020 and the reduction rate will be applied until September 30, 2030 or intervening Congressional action, at which time the sequestration rate is subject to change. The amount of any reduction to future subsidy payments of the Authority cannot be determined at this time, although the Authority expects such amounts, if any, to be immaterial.

Note 14 – Leases

The Authority has entered into an agreement to lease its office space that qualifies as other than short-term leases in accordance with GAAP and, therefore, has been recorded at the present value of the future minimum lease payments as of the date of its inception.

The agreement was executed on November 9, 2020, to lease office space and requires 90 monthly payments increasing over the life of the lease from $15,918 to $18,918. There are no variable payment components of the lease. The lease liability is measured at a discount rate of 2.14%, which is the Authority's incremental borrowing rate. As a result of the lease, the Authority has recorded a right to use asset with a net book value of $550,188 at June 30, 2026.

Lease liability activity for the year ending June 30, 2026 was as follows:

	June 30, 2025	Increases	Decreases	June 30, 2026
Office lease	$ 827,531	$ -	$ (192,423)	$ 635,108

The future minimum lease obligations and the net present value of these minimum lease payments as of June 30, 2026 are as follows:

Year Ended June 30,	Principal Payments	Interest Payments	Total
2027	$ 201,843	$ 11,632	$ 213,475
2028	211,590	7,219	218,809
2029	221,675	2,594	224,269
	$ 635,108	$ 21,445	$ 656,553

Note 15 – Risk Management

The Authority carries commercial insurance for various risks of loss including property, workers' compensation, theft, general liability, errors and omissions, employee health and accident, cyber, and public officials' liability. There have been no claims exceeding the amount insured resulting from these risks during the three years ended June 30, 2026 and there was no reduction in insurance coverage during the fiscal year.

Note 16 – Subsequent Events

The VRA Board of Directors in June 2026, authorized the transfer of up to $4.5 million of unrestricted net assets to the Local Government Direct Loan Program and to make loans therefrom, effective July 1, 2026.

On August 4, 2026, the Authority issued revenue bonds in the amount of $148,450,000 through the VPFP. Interest rates range from 4.125% to 5.75% with a final maturity date of November 1, 2056.

On August 25, 2026, VRA received $8,999,487 from the Accomack-Northampton Transportation District Commission in connection with the release of a real estate lien. The lien was held for the benefit of the Commonwealth of Virginia, and the funds, less related expenses, were remitted to the Commonwealth on August 26, 2026.

Virginia Resources Authority
Required Supplementary Information (Unaudited)
June 30, 2026

Schedule of Changes in Net Pension Liability and Related Ratios

	Plan Year Ended June 30,									
	2016	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**
Total Pension Liability										
Service cost	$ 146,176	$ 164,504	$ 148,916	$ 137,528	$ 170,910	$ 155,418	$ 148,755	$ 131,625	$ 123,209	$ 127,337
Interest	79,808	96,398	96,332	101,751	134,894	157,606	178,730	187,813	197,979	236,106
Changes of assumptions	-	(96,698)	-	79,464	-	(8,775)	-	-	-	139,957
Difference between expected and actual experience	15,713	(39,168)	(28,307)	264,966	77,039	(90,365)	(127,095)	(109,755)	319,540	30,843
Benefit payments, including refunds of employee contributions	-	(9,413)	(242,525)	(36,525)	(41,202)	(51,536)	(47,861)	(49,543)	(51,766)	(108,260)
Net change	241,697	115,623	(25,584)	547,184	341,641	162,348	152,529	160,140	588,962	425,983
Total pension liability, beginning	1,140,117	1,381,814	1,497,437	1,471,853	2,019,037	2,360,678	2,523,026	2,675,555	2,835,695	3,424,657
Total pension liability, ending (a)	$1,381,814	$1,497,437	$1,471,853	$2,019,037	$2,360,678	$2,523,026	$2,675,555	$2,835,695	$3,424,657	3,850,640
Plan Fiduciary Net Position										
Contributions – employer	$ 45,908	$ 60,777	$ 58,238	$ 65,730	$ 68,145	$ 86,424	$ 83,537	$ 63,616	$ 62,472	$43,769
Contributions – employee	65,224	71,356	64,628	71,954	74,870	72,756	71,165	71,405	74,890	68,323
Net investment income	28,964	202,035	140,948	134,272	42,699	648,797	(6,282)	209,596	339,875	411,511
Benefit payments, including refunds of employee contributions	-	(9,413)	(242,525)	(36,525)	(41,202)	(51,536)	(47,861)	(49,543)	(51,766)	(108,260)
Administrative expense	(828)	(1,026)	(1,323)	(1,172)	(1,312)	(1,464)	(1,838)	(1,962)	(1,968)	(2,291)
Other	(11)	(524)	(420)	(86)	(52)	63	74	86	82	107
Net change	139,257	323,205	19,546	234,173	143,148	755,040	98,795	293,198	423,585	413,159
Plan fiduciary net position, beginning	1,439,143	1,578,400	1,901,605	1,921,151	2,155,324	2,298,472	3,053,512	3,152,307	3,445,505	3,869,090
Plan fiduciary net position, ending (b)	$1,578,400	$1,901,605	$1,921,151	$2,155,324	$2,298,472	$3,053,512	$3,152,307	$3,445,505	$3,869,090	4,282,249
Net Pension Liability (Asset) (b)-(a)	$(196,586)	$(404,168)	$(449,298)	$(136,287)	$ 62,206	$(530,486)	$(476,752)	$(609,810)	$(444,433)	$(431,609)
Plan fiduciary net position as a percentage of the total pension liability	114.2%	127.0%	130.5%	106.8%	97.4%	121.0%	117.8%	121.5%	112.98%	111.21%
Covered payroll	$1,311,484	$1,342,834	$1,292,489	$1,458,029	$1,521,744	$1,499,979	$1,460,326	$1,483,778	$1,588,325	$1,582,607
Net pension liability (asset) as a percentage of covered payroll	(15.0%)	(30.1%)	(34.8%)	(9.3%)	4.1%	(35.4%)	(32.6%)	(41.1%)	(27.98%)	(27.27%)

Virginia Resources Authority
Required Supplementary Information (Unaudited)
June 30, 2026

Schedule of Pension Contributions

Fiscal Year	Contractually Required Contribution*	Contributions in Relation to Contractually Required Contribution*	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2017	62,039	62,039	-	1,342,834	4.62%
2018	59,713	59,713	-	1,292,489	4.62%
2019	68,090	68,090	-	1,458,029	4.67%
2020	71,065	71,065	-	1,521,744	4.67%
2021	76,925	76,925	-	1,499,979	6.03%
2022	87,981	87,981	-	1,460,326	6.03%
2023	71,221	71,221	-	1,483,778	4.80%
2024	76,240	76,240	-	1,588,325	4.80%
2025	49,998	49,998	-	1,582,607	3.16%
2026	51,794	51,794	-	1,598,764	3.24%

**Includes contributions (mandatory and match on voluntary) to the defined contribution portion of the Hybrid plan.*

Notes to Schedule of Changes in Net Pension Liability and Related Ratios and Schedule of Pension Contributions

Changes of benefit terms – There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions – The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

Metro – Non-Hazardous Duty

- Mortality rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis.
- Termination rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary scale: Increase Merit & Longevity 50 basis points
- Discount Rate: no change

Virginia Resources Authority
Required Supplementary Information (Unaudited)
June 30, 2026

Schedule of Employer's Share of Net OPEB Liability – Group Life Insurance Program

	Plan Year Ended June 30,								
	2017	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**	**2025**
Proportion of the net Group Life Insurance (GLI) OPEB liability	0.00730%	0.00683%	0.00744%	0.00726%	0.00726%	0.00674%	0.00632%	0.00574%	0.00574%
Proportionate share of the net GLI OPEB liability	$110,000	$104,000	$121,000	$123,327	$84,526	$81,156	$75,797	$69,076	$55,230
Covered payroll	$1,342,834	$1,292,489	$1,458,029	$1,521,744	$1,499,979	$1,460,326	$1,483,778	$1,588,325	$1,582,607
Proportionate share of the net GLI OPEB liability as a percentage of covered payroll	8.19%	8.05%	8.30%	8.10%	5.64%	5.56%	5.11%	4.36%	3.49%
Plan fiduciary net position as a percentage of the total GLI OPEB liability	48.86%	51.22%	52.00%	52.64%	67.45%	67.21%	69.30%	73.41%	78.30%

Information is presented only for those years for which it is available.

Schedule of Employer OPEB Contributions – Group Life Insurance Program

Fiscal Year	**Contractually Required Contribution**	**Contributions in Relation to Contractually Required Contribution**	**Contribution Deficiency (Excess)**	**Covered Payroll**	**Contributions as a Percentage of Covered Payroll**
2017	$ 7,037	$ 7,037	-	$ 1,342,834	0.52%
2018	6,774	6,774	-	1,292,489	0.52%
2019	7,640	7,640	-	1,458,029	0.52%
2020	7,974	7,974	-	1,521,744	0.52%
2021	8,040	8,040	-	1,499,979	0.54%
2022	7,827	7,827	-	1,460,326	0.54%
2023	7,984	7,984	-	1,483,778	0.54%
2024	8,513	8,513	-	1,588,325	0.54%
2025	7,470	7,470	-	1,582,607	0.47%
2026	7,545	7,545	-	1,598,764	0.47%

Information is presented only for those years for which it is available.

Notes to Schedule of Employer's Share of Net OPEB Liability and Schedule of Employer OPEB Contributions – Group Life Insurance Program

Changes of benefit terms – There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions – The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

General State Employees

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Teachers

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

SPORS Employees

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted bases, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

VaLORS Employees

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points; use of 2.50% payroll growth assumption for purposes of amortizing any unfunded actuarial accrued liabilities
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

JRS Employees

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: No change
- Disability Rates: No change
- Salary Scale: No change
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Metro Locality Employers – General Employees

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis.
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Non-Metro Locality Employers – General Employees

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis.

- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Metro Locality Employers – Hazardous Duty Employees

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Non-Metro Locality Employers – Hazardous Duty Employees

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Retiree liability estimation for Life Only: Change from 1.618% to 2.0%
- Discount Rate: No change

Virginia Resources Authority
Required Supplementary Information (Unaudited)
June 30, 2026

Schedule of Employer's Share of Net OPEB Liability – Virginia Local Disability Program

	Plan Year Ended June 30,								
	2017	2018	2019	2020	2021	2022	2023	2024	2025
Proportion of the net Virginia Local Disability Program (VLDP) OPEB liability	0.020%	0.019%	0.031%	0.033%	0.056%	0.045%	0.045%	0.058%	0.048%
Proportionate share of the net VLDP OPEB liability (asset)	$111	$144	$620	$326	($151)	($264)	($732)	($2,111)	($2,281)
Covered payroll	$36,057	$45,402	$94,727	$121,776	$224,276	$210,615	$278,417	$452,632	$468,339
Proportionate share of the net VLDP OPEB liability/asset as a percentage of covered payroll	0.31%	0.32%	0.65%	0.26%	0.07%	0.12%	0.26%	0.46%	0.48%
Plan fiduciary net position as a percentage of the total VLDP OPEB liability/asset	38.4%	51.2%	49.2%	76.8%	119.6%	107.9%	116.9%	129.49%	128.96%

Information is presented only for those years for which it is available.

Schedule of Employer OPEB Contributions – Virginia Local Disability Program

Fiscal Year	Contractually Required Contribution	Contributions in Relation to Contractually Required Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2017	$ 216	$ 216	-	$ 36,057	0.60%
2018	272	272	-	45,402	0.60%
2019	682	682	-	94,727	0.72%
2020	877	877	-	121,776	0.72%
2021	1,861	1,861	-	224,276	0.83%
2022	1,748	1,748	-	210,615	0.83%
2023	2,367	2,367	-	278,417	0.85%
2024	3,847	3,847	-	452,632	0.85%
2025	3,466	3,466	-	468,339	0.74%
2026	3,981	3,981	-	537,890	0.74%

Information is presented only for those years for which it is available.

Notes to Schedule of Employer's Share of Net OPEB Liability and Schedule of Employer OPEB Contributions – Virginia Local Disability Program

Changes of benefit terms – There have been no actuarially material changes to the System benefit provisions since the prior actuarial valuation.

Changes of assumptions – The actuarial assumptions used in the June 30, 2024, valuation were rolled forward to a measurement date of June 30, 2025 and were based on the results of an actuarial experience study for the period from July 1, 2020, through June 30, 2024. Changes to the actuarial assumptions as a result of the experience study and VRS Board action are as follows:

Metro Locality Employers – General and Non-Hazardous Duty Employees

- Mortality Rates (Pre-retirement, post-retirement healthy, and disabled): Maintain PUB-2010 tables with adjustments, update to MP-2021 projection scale multiplied by 75%
- Retirement Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis.
- Termination Rates: Moved ~25% of the way to the observed experience, on a liability-weighted basis
- Disability Rates: Moved ~50% of the way to the observed experience, on a headcount-weighted basis, to maintain margin
- Salary Scale: Increase Merit & Longevity 50 basis points
- Discount Rate: No change
- Rates of disability claim incidence: Pension assumption scaled up to reflect increased Hybrid incidence
- Rates of disability claim termination: Lower termination in early years, higher in later years
- Benefit offsets: Adjusted slightly
- Catastrophic claims: No Change
- Percentage eligible for additional 1% defined contribution: No Change

Virginia Resources Authority
Combining Schedule of Fund Net Position
June 30, 2026

	General Accounts	Virginia Revolving Loan Fund Accounts		Airport Accounts	Bond Accounts	Transportation Infrastructure Bank	Dam Safety, CFPF & RVRF Accounts	Tobacco Commission Accounts	Brownfields & Miscellaneous Accounts	Total
		Water Facilities	Water Supply							
Assets										
Current assets										
Cash	$ 1,803,356	$ 86,956,315	$ 7,855,456	$ 781,367	$ -	$ -	$ -	$ 106,050	$ 249,760	$ 97,752,304
Cash equivalents	8,016,088	78,475,326	29,735,261	12,259,247	458,799	-	446,290,078	3,109,462	2,861,264	581,205,525
Investments	2,139,133	93,238,685	8,304,499	533,939	12,039,830	-	16,504,570	-	-	132,760,656
Loans receivable - current portion	127,572	140,825,773	12,699,972	1,854,293	236,465,972	-	-	155,713	-	392,129,295
Receivables:										
Investment interest	222,460	4,477,896	1,114,767	36,008	596,821	-	1,297,686	-	-	7,745,638
Loan interest	53,910	4,509,787	761,523	165,872	25,055,088	-	-	5,250	-	30,551,430
Loan administrative fees	6,616	688,778	503,169	-	788,787	-	-	-	-	1,987,350
Federal funds	-	1,998,288	2,278,180	-	-	-	-	-	-	4,276,468
Other	7,476	-	56,266	-	-	-	-	-	-	63,742
Other	82,333	-	-	-	-	-	-	-	-	82,333
Total current assets	12,458,944	411,170,848	63,309,093	15,630,726	275,405,297	-	464,092,334	3,376,475	3,111,024	1,248,554,741
Noncurrent assets										
Investments - non-current	28,171,666	443,178,208	124,132,048	3,910,924	109,058,226	-	142,739,059	-	-	851,190,131
Loans receivable - non-current	8,448,728	1,343,931,576	221,881,836	20,552,230	2,490,197,156	-	-	1,063,847	-	4,086,075,373
Capital assets, net	617,171	-	-	-	-	-	-	-	-	617,171
Net pension asset	431,609	-	-	-	-	-	-	-	-	431,609
Net OPEB asset	2,281	-	-	-	-	-	-	-	-	2,281
Total noncurrent assets	37,671,455	1,787,109,784	346,013,884	24,463,154	2,599,255,382	-	142,739,059	1,063,847	-	4,938,316,565
Total assets	50,130,399	2,198,280,632	409,322,977	40,093,880	2,874,660,679	-	606,831,393	4,440,322	3,111,024	6,186,871,306
Deferred Outflows of Resources										
Deferred outflows - pension	224,150	-	-	-	-	-	-	-	-	224,150
Deferred outflows - OPEB	22,146	-	-	-	-	-	-	-	-	22,146
Deferred loss on refunding	-	-	-	-	6,757,165	-	-	-	-	6,757,165
Total deferred outflows of resources	246,296	-	-	-	6,757,165	-	-	-	-	7,003,461
Total assets and deferred outflows of resources	$ 50,376,695	$ 2,198,280,632	$ 409,322,977	$ 40,093,880	$ 2,881,417,844	$ -	$ 606,831,393	$ 4,440,322	$ 3,111,024	$ 6,193,874,767
Liabilities										
Current liabilities										
Bonds payable - current	$ -	$ 60,841,694	$ 1,776,340	$ -	$ 193,041,577	$ -	$ -	$ -	$ -	$ 255,659,611
Accrued interest	-	3,105,317	350,351	-	17,342,007	-	-	-	-	20,797,675
Due to (from) other accounts	(614,147)	949,297	(502,608)	(15,029)	-	-	153,525	28,962	-	-
Agency funds	-	805,558	112,357	39,677	-	-	-	1,178,583	-	2,136,175
Accounts payable and other liabilities	476,588	1,337,850	540,538	43,732	2,777,564	-	-	-	-	5,176,272
Total current liabilities	(137,559)	67,039,716	2,276,978	68,380	213,161,148	-	153,525	1,207,545	-	283,769,733
Noncurrent liabilities										
Net OPEB liability	55,230	-	-	-	-	-	-	-	-	55,230
Bonds payable - noncurrent	-	244,742,692	43,959,246	-	2,659,922,372	-	-	-	-	2,948,624,310
Other accrued liabilities	433,265	-	-	-	5,244,566	-	-	-	-	5,677,831
Total noncurrent liabilities	488,495	244,742,692	43,959,246	-	2,665,166,938	-	-	-	-	2,954,357,371
Total liabilities	350,936	311,782,408	46,236,224	68,380	2,878,328,086	-	153,525	1,207,545	-	3,238,127,104
Deferred Inflows of Resources										
Deferred inflows - pension	137,327	-	-	-	-	-	-	-	-	137,327
Deferred inflows - OPEB	22,150	-	-	-	-	-	-	-	-	22,150
Deferred gain from localities on refunding	-	5,289,916	-	-	9,953,817	-	-	-	-	15,243,733
Total deferred inflows of resources	159,477	5,289,916	-	-	9,953,817	-	-	-	-	15,403,210
Net position										
Invested in capital assets	(17,937)	-	-	-	-	-	-	-	-	(17,937)
Restricted:										
Net pension asset	431,609	-	-	-	-	-	-	-	-	431,609
Net OPEB asset	2,281	-	-	-	-	-	-	-	-	2,281
Loan programs	14,481,233	1,881,208,308	363,086,753	40,025,500	(6,864,059)	-	606,677,868	3,232,777	3,111,024	2,904,959,404
Operating reserve	7,795,435	-	-	-	-	-	-	-	-	7,795,435
Unrestricted	27,173,661	-	-	-	-	-	-	-	-	27,173,661
Total net position	49,866,282	1,881,208,308	363,086,753	40,025,500	(6,864,059)	-	606,677,868	3,232,777	3,111,024	2,940,344,453
Total liabilities, deferred inflows of resources, and net position	$ 50,376,695	$ 2,198,280,632	$ 409,322,977	$ 40,093,880	$ 2,881,417,844	$ -	$ 606,831,393	$ 4,440,322	$ 3,111,024	$ 6,193,874,767

Virginia Resources Authority
Combining Schedule of Revenues, Expenses, and Changes in Fund Net Position
Year Ended June 30, 2026

	General Accounts	Virginia Revolving Loan Fund Accounts		Airport Accounts	Bond Accounts	Transportation Infrastructure Bank	Dam Safety, CFPF & RVRF Accounts	Tobacco Commission Accounts	Brownfields & Miscellaneous Accounts	Total
		Water Facilities	Water Supply							
Operating revenues										
Interest on loans	$ 82,891	$ 14,708,591	$ 2,425,889	$ 686,032	$ 85,180,397	$ -	$ -	$ 30,734	$ -	$ 103,114,534
Bond administrative fees	-	-	-	-	3,236,494	-	-	-	-	3,236,494
Loan administrative fees	19,366	2,121,248	1,498,436	-	-	-	-	-	-	3,639,050
Loan origination revenue	-	-	-	-	4,698,602	-	-	-	-	4,698,602
Gain on early extinguishment of bonds	-	-	-	-	-	-	-	-	-	-
Other income	-	14,048	25	-	-	-	-	-	-	14,073
Contributions from other governments	-	96,088,494	41,548,663	-	-	-	45,472,107	-	1,125,000	184,234,264
Federal interest subsidy	-	-	-	-	776,366	-	-	-	-	776,366
Total operating revenues	102,257	112,932,381	45,473,013	686,032	93,891,859	-	45,472,107	30,734	1,125,000	299,713,383
Operating expenses										
Bond issuance costs	-	1,078,832	-	-	4,112,978	-	-	-	-	5,191,810
Grants to local governments	-	-	-	-	-	-	37,971,703	-	3,496,512	41,468,215
Principal Forgiveness loans to local governments	-	18,322,016	22,147,405	-	-	-	-	-	-	40,469,421
Loss on early extinguishment of loans	-	-	-	-	-	-	-	-	-	-
Personnel services	729,320	739,742	411,979	28,870	-	-	177,785	33,273	-	2,120,969
General operating	62,201	477,011	212,005	13,655	2,929	-	106,318	12,587	97,772	984,478
Contractual services	308,010	981,697	59,285	6,129	-	-	41,812	8,268	-	1,405,201
Depreciation and amortization	193,639	-	-	-	-	-	-	-	-	193,639
Contributions to other governments	-	-	-	-	-	-	-	-	-	-
Federal interest subsidy passthrough	-	-	-	-	749,434	-	-	-	-	749,434
Total operating expenses	1,293,170	21,599,298	22,830,674	48,654	4,865,341	-	38,297,618	54,128	3,594,284	92,583,167
Operating income (loss) before transfers	(1,190,913)	91,333,083	22,642,339	637,378	89,026,518	-	7,174,489	(23,394)	(2,469,284)	207,130,216
Operating transfers	3,429,347	-	-	-	(3,429,347)	-	-	-	-	-
Other nonoperating revenues (expenses)										
Investment income	1,551,624	22,713,488	5,191,407	538,960	2,748,083	-	21,956,284	70,901	165,808	54,936,555
Interest expense	(18,829)	(10,566,741)	(1,000,432)	-	(88,637,228)	-	-	-	-	(100,223,230)
Total other nonoperating revenue (expenses)	1,532,795	12,146,747	4,190,975	538,960	(85,889,145)	-	21,956,284	70,901	165,808	(45,286,675)
Change in net position	3,771,229	103,479,830	26,833,314	1,176,338	(291,974)	-	29,130,773	47,507	(2,303,476)	161,843,541
Total fund net position - beginning	46,095,053	1,777,728,478	336,253,439	38,849,162	(6,572,085)	-	577,547,095	3,185,270	5,414,500	2,778,500,912
Total fund net position - ending	$ 49,866,282	$ 1,881,208,308	$ 363,086,753	$ 40,025,500	$ (6,864,059)	$ -	$ 606,677,868	$ 3,232,777	$ 3,111,024	$ 2,940,344,453

Virginia Resources Authority
Combining Schedule of Cash Flows
Year Ended June 30, 2026

	General Accounts	Virginia Revolving Loan Fund Accounts		Airport Accounts	Bond Accounts	Transportation Infrastructure Bank	Dam Safety & CFPF Accounts	Tobacco Commission Accounts	Brownfields & Miscellaneous Accounts	Total
		Water Facilities	Water Supply							
Cash flows from operating activities										
Cash payments to localities for loans	(11,850,852)	(213,887,780)	(19,583,192)	(605,229)	(291,730,442)	-	-	-	-	$ (537,657,495)
Principal repayments from localities on loans	4,454,346	149,930,564	14,261,964	4,489,831	246,740,000	-	-	152,126	-	420,028,831
Interest received on loans	90,943	15,032,365	2,384,830	798,279	107,933,999	-	-	31,459	-	126,271,875
Loan origination fees received	-	-	-	-	4,698,602	-	-	-	-	4,698,602
Bond administrative fees received	-	-	-	-	3,232,825	-	-	-	-	3,232,825
Loan administrative fees received	19,366	2,089,626	1,434,024	-	-	-	-	-	-	3,543,016
Administrative reimbursement funds received	-	-	1,701	-	-	-	-	-	-	1,701
Cash received from other income	-	25	25	-	-	-	-	-	-	50
Cash payments for salaries and related benefits	(727,452)	(739,742)	(411,979)	(28,870)	-	-	(177,785)	(33,273)	-	(2,119,101)
Cash payments for general operating expenses	139,820	(402,894)	(212,005)	(12,099)	(2,929)	-	(106,318)	(12,587)	(97,772)	(706,784)
Cash payments for contractual services	(314,100)	(981,697)	(59,285)	(6,129)	-	-	(41,812)	(8,268)	-	(1,411,291)
Cash payments for operating grants	-	-	-	-	-	-	(37,971,703)	-	(3,496,512)	(41,468,215)
Cash payments for principal forgiveness loans	-	(18,322,016)	(22,147,405)	-	-	-	-	-	-	(40,469,421)
Agency funds received (disbursed)	-	-	-	-	-	(155,480)	-	59,871	-	(95,609)
Proceeds from interest subsidy	-	-	-	-	776,366	-	-	-	-	776,366
Cash payments to localities for interest subsidy	-	-	-	-	(749,434)	-	-	-	-	(749,434)
Contributions from other governments	-	94,090,206	44,267,229	-	-	-	45,472,107	-	1,125,000	184,954,542
Cash received (paid) from other accounts	3,429,347	-	-	-	(3,429,347)	-	-	-	-	-
Interfund activity	(124,461)	108,315	(78,537)	(18,716)	-	-	98,163	15,236	-	-
Net cash used in operating activities	(4,883,043)	26,916,972	19,857,370	4,617,067	67,469,640	(155,480)	7,272,652	204,564	(2,469,284)	118,830,458
Cash flows from noncapital financing activities										
Proceeds from sale of bonds	-	167,220,000	-	-	296,240,786	-	-	-	-	463,460,786
Bond issuance costs	-	(1,078,832)	-	-	(4,112,978)	-	-	-	-	(5,191,810)
Principal paid on bonds and loans	-	(201,645,000)	(1,290,000)	-	(249,815,000)	-	-	-	-	(452,750,000)
Interest paid on bonds and loans	(18,829)	(4,139,405)	(1,449,400)	-	(112,348,649)	-	-	-	-	(117,956,283)
Arbitrage rebate	-	117,355	-	-	(860,153)	-	-	-	-	(742,798)
Net cash provided by (used in) noncapital financing activities	(18,829)	(39,525,882)	(2,739,400)	-	(70,895,994)	-	-	-	-	(113,180,105)
Cash flows from capital and financing related activities										
Purchase of office equipment	(52,445)	-	-	-	-	-	-	-	-	(52,445)
Lease payments	(386,063)	-	-	-	-	-	-	-	-	(386,063)
Net cash used in noncapital financing activities	(438,508)	-	-	-	-	-	-	-	-	(438,508)
Cash flows from investing activities										
Purchase of investments	(12,337,639)	(335,116,641)	(83,398,243)	(2,315,871)	(21,765,212)	-	(196,467,051)	-	-	(651,400,657)
Proceeds from sales or maturities of investments	15,149,369	221,173,959	58,538,485	2,177,352	17,025,104	-	43,011,340	-	-	357,075,609
Interest received on investments - net	1,649,959	24,921,654	5,642,775	561,369	7,463,420	-	22,669,466	70,901	165,808	63,145,352
Net cash provided by (used in) investing activities	4,461,689	(89,021,028)	(19,216,983)	422,850	2,723,312	-	(130,786,245)	70,901	165,808	(231,179,696)
Net increase (decrease) in cash and cash equivalents	(878,691)	(101,629,938)	(2,099,013)	5,039,917	(703,042)	(155,480)	(123,513,593)	275,465	(2,303,476)	(225,967,851)
Cash and cash equivalents										
Beginning of year	10,698,135	267,061,579	39,689,730	8,000,697	1,161,841	155,480	569,803,671	2,940,047	5,414,500	904,925,680
End of year	$ 9,819,444	$ 165,431,641	$ 37,590,717	$ 13,040,614	$ 458,799	$ -	$ 446,290,078	$ 3,215,512	$ 3,111,024	$ 678,957,829
Reconciliation to the Statement of Net Position										
Cash	$ 1,803,356	$ 86,956,315	$ 7,855,456	$ 781,367	$ -	$ -	$ -	$ 106,050	$ 249,760	$ 97,752,304
Cash Equivalents	8,016,088	78,475,326	29,735,261	12,259,247	458,799	-	446,290,078	3,109,462	2,861,264	581,205,525
	$ 9,819,444	$ 165,431,641	$ 37,590,717	$ 13,040,614	$ 458,799	$ -	$ 446,290,078	$ 3,215,512	$ 3,111,024	$ 678,957,829

Virginia Resources Authority
Combining Schedule of Cash Flows (Continued)
Year Ended June 30, 2026

	General Accounts	Virginia Revolving Loan Fund Accounts		Airport Accounts	Bond Accounts	Transportation Infrastructure Bank	Dam Safety & CFPF Accounts	Tobacco Commission Accounts	Brownfields & Miscellaneous Accounts	Total
		Water Facilities	Water Supply							
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities										
Operating income (loss)	(1,190,913)	91,333,083	22,642,339	637,378	89,026,518	-	7,174,489	(23,394)	(2,469,284)	207,130,216
Depreciation and amortization expense	193,639	-	-	-	-	-	-	-	-	193,639
Pension expense	75,710	-	-	-	-	-	-	-	-	75,710
Pension contributions subsequent to the measurement date	(38,480)	-	-	-	-	-	-	-	-	(38,480)
OPEB expense	(711)	-	-	-	-	-	-	-	-	(711)
OPEB contributions subsequent to the measurement date	(11,526)	-	-	-	-	-	-	-	-	(11,526)
Bond issuance cost	-	1,078,832	-	-	4,112,978	-	-	-	-	5,191,810
Interest, amortization and accretion - net	193,639	-	-	-	23,242,661	-	-	-	-	23,436,300
Contributions from other governments	-	(1,998,288)	2,718,566	-	-	-	-	-	-	720,278
Cash received (paid) from other accounts	3,429,347	-	-	-	(3,429,347)	-	-	-	-	-
Effect of changes in operating assets and liabilities:										
Loans receivable	(7,396,506)	(63,897,122)	(5,321,228)	4,065,115	(44,990,441)	-	-	152,126	-	(117,388,056)
Loan interest receivable	(47,593)	323,774	(41,059)	130,816	(489,061)	-	-	725	-	(122,398)
Loan administrative fee receivable	-	(31,622)	(62,711)	-	(3,668)	-	-	-	-	(98,001)
Other assets	(45,639)	-	-	-	-	-	-	-	-	(45,639)
Accounts payable and other liabilities	80,451	-	-	(197,526)	-	(155,480)	-	59,871	-	(212,684)
Due to other funds	(124,461)	108,315	(78,537)	(18,716)	-	-	98,163	15,236	-	-
Net cash provided by (used in) operating activities	$ (4,883,043)	$ 26,916,972	$ 19,857,370	$ 4,617,067	$ 67,469,640	$ (155,480)	$ 7,272,652	$ 204,564	$ (2,469,284)	$ 118,830,458
Schedule of non-cash activities										
Change in fair value of assets	$ (297,978)	$ (5,119,205)	$ (1,465,687)	$ (51,525)	$ (285,958)	$ -	$ (1,240,167)	$ -	$ -	$ (8,460,520)

Virginia Resources Authority
Combining Schedule of Fund Net Position
Virginia Revolving Loan Fund Accounts - Water Facilities
June 30, 2026

	Non-Pledged Accounts	Trust Estate Accounts	Agricultural Best Management Practices Account	Combined Sewer Overflow Fund Account	State Match Accounts	Administrative Fee Accounts	Total
Assets							
Current assets							
Cash	$ 85,800,967	$ -	$ 1,044,801	$ -	$ -	$ 110,547	$ 86,956,315
Cash equivalents	65,235,787	265,168	1,271,339	3,166,944	8,053,645	482,443	78,475,326
Investments	35,273,933	56,879,447	247,647	-	-	837,658	93,238,685
Loans receivable, net - current portion	32,189,609	100,354,498	8,281,666	-	-	-	140,825,773
Receivables:							
Investment interest	3,810,617	556,544	51,921	-	-	58,814	4,477,896
Loan interest	1,436,620	3,047,743	25,424	-	-	-	4,509,787
Loan administrative fees	-	-	-	-	-	688,778	688,778
Federal Funds	1,998,288	-	-	-	-	-	1,998,288
Total current assets	225,745,821	161,103,400	10,922,798	3,166,944	8,053,645	2,178,240	411,170,848
Noncurrent assets							
Investments - non-current	423,482,433	7,523,849	5,954,761	-	-	6,217,165	443,178,208
Loans receivable - non-current	567,143,006	772,914,449	3,874,121	-	-	-	1,343,931,576
Total noncurrent assets	990,625,439	780,438,298	9,828,882	-	-	6,217,165	1,787,109,784
Total assets	1,216,371,260	941,541,698	20,751,680	3,166,944	8,053,645	8,395,405	2,198,280,632
Deferred Outflows of Resources							
Deferred loss on refunding	-	-	-	-	-	-	-
Total assets and deferred outflows of resources	$ 1,216,371,260	$ 941,541,698	$ 20,751,680	$ 3,166,944	$ 8,053,645	$ 8,395,405	$ 2,198,280,632
Liabilities							
Current liabilities							
Bonds payable - current	-	60,841,694	-	-	-	-	60,841,694
Accrued interest	-	3,105,317	-	-	-	-	3,105,317
Due to (from) other accounts	(5,411,845)	6,039,596	-	-	-	321,546	949,297
Agency funds	805,558	-	-	-	-	-	805,558
Accounts payable and other liabilities	1,086,754	249,418	1,678	-	-	-	1,337,850
Total current liabilities	(3,519,533)	70,236,025	1,678	-	-	321,546	67,039,716
Noncurrent liabilities							
Bonds payable - noncurrent	-	244,742,692	-	-	-	-	244,742,692
Other accrued liabilities	-	-	-	-	-	-	-
Total noncurrent liabilities	-	244,742,692	-	-	-	-	244,742,692
Total liabilities	(3,519,533)	314,978,717	1,678	-	-	321,546	311,782,408
Deferred Inflows of Resources							
Deferred gain on refunding	-	5,289,916	-	-	-	-	5,289,916
Net position							
Restricted:							
Loan programs	1,219,890,793	621,273,065	20,750,002	3,166,944	8,053,645	8,073,859	1,881,208,308
Total net position	1,219,890,793	621,273,065	20,750,002	3,166,944	8,053,645	8,073,859	1,881,208,308
Total liabilities and net position	$ 1,216,371,260	$ 941,541,698	$ 20,751,680	$ 3,166,944	$ 8,053,645	$ 8,395,405	$ 2,198,280,632

Virginia Resources Authority
Combining Schedule of Revenues, Expenses, and Changes in Fund Net Position
Virginia Revolving Loan Fund Accounts - Water Facilities
Year Ended June 30, 2026

	Non-Pledged Accounts	Trust Estate Accounts	Agricultural Best Management Practices Account	Combined Sewer Overflow Fund Account	State Match Accounts	Administrative Fee Accounts	Total
Operating revenues							
Interest on loans	$ 5,554,406	$ 9,150,548	$ 3,637	$ -	$ -	$ -	$ 14,708,591
Loan administrative fees	-	-	-	-	-	2,121,248	2,121,248
Gain on early extinguishment of bonds	-	-	-	-	-	-	-
Other income	-	-	14,048	-	-	-	14,048
Contributions from other governments	85,934,834	-	-	-	10,153,660	-	96,088,494
Total operating revenues	91,489,240	9,150,548	17,685	-	10,153,660	2,121,248	112,932,381
Operating expenses							
Bond issuance costs	-	1,078,832	-	-	-	-	1,078,832
Principal forgiveness loans to local governments	15,321,700	2,964,472	35,844	-	-	-	18,322,016
Grants to local governments	-	-	-	-	-	-	-
Personnel services	739,742	-	-	-	-	-	739,742
General operating	392,366	-	80,753	-	-	3,892	477,011
Contractual services	981,697	-	-	-	-	-	981,697
Total operating expenses	17,435,505	4,043,304	116,597	-	-	3,892	21,599,298
Operating income (loss) before transfers	74,053,735	5,107,244	(98,912)	-	10,153,660	2,117,356	91,333,083
Operating transfers	1,532,555	19,323,454	-	-	(16,253,560)	(4,602,449)	-
Other nonoperating revenues (expenses)							
Investment income	19,773,226	1,364,393	319,683	124,219	833,075	298,892	22,713,488
Interest on bonds and loans	-	(10,566,741)	-	-	-	-	(10,566,741)
Total other nonoperating revenue (expenses)	19,773,226	(9,202,348)	319,683	124,219	833,075	298,892	12,146,747
Change in net position	95,359,516	15,228,350	220,771	124,219	(5,266,825)	(2,186,201)	103,479,830
Total fund net position - beginning	1,124,531,277	606,044,715	20,529,231	3,042,725	13,320,470	10,260,060	1,777,728,478
Total fund net position - ending	$ 1,219,890,793	$ 621,273,065	$ 20,750,002	$ 3,166,944	$ 8,053,645	$ 8,073,859	$ 1,881,208,308

Virginia Resources Authority
Combining Schedule of Cash Flows
Virginia Revolving Loan Fund Accounts - Water Facilities
Year Ended June 30, 2026

	Non-Pledged Accounts	Trust Estate Accounts	Agricultural Best Management Practices Account	Combined Sewer Overflow Fund Account	State Match Accounts	Administrative Fee Accounts	Total
Cash flows from operating activities							
Cash payments to localities for loans	(128,845,888)	(73,520,879)	(11,521,013)	-	-	-	(213,887,780)
Principal repayments from localities on loans	36,324,869	105,507,780	8,097,915	-	-	-	149,930,564
Interest received on loans	5,594,553	9,437,812	-	-	-	-	15,032,365
Loan administrative fees received	23,263	-	-	-	-	2,066,363	2,089,626
Cash received from other income	-	-	25	-	-	-	25
Cash payments for salaries and related benefits	(739,742)	-	-	-	-	-	(739,742)
Cash payments for general operating expenses	(392,366)	-	(6,636)	-	-	(3,892)	(402,894)
Cash payments for contractual services	(981,697)	-	-	-	-	-	(981,697)
Cash payments for operating grants	-	-	-	-	-	-	-
Cash payments for principal forgiveness loans	(15,321,700)	(2,964,472)	(35,844)	-	-	-	(18,322,016)
Loss on extinguishment of bonds	-	-	-	-	-	-	-
Contributions from other governments	83,936,546	-	-	-	10,153,660	-	94,090,206
Cash received (paid) from other accounts	1,532,555	19,323,454	-	-	(16,253,560)	(4,602,449)	-
Interfund activity	(29,171,798)	29,171,797	-	-	-	108,316	108,315
Net cash provided by (used in) operating activities	(48,041,405)	86,955,492	(3,465,553)	-	(6,099,900)	(2,431,662)	26,916,972
Cash flows from noncapital financing activities							
Proceeds from sale of bonds	-	167,220,000	-	-	-	-	167,220,000
Bond issuance costs	-	(1,078,832)	-	-	-	-	(1,078,832)
Principal paid on bonds and loans	-	(201,645,000)	-	-	-	-	(201,645,000)
Interest paid on bonds and loans	-	(4,139,405)	-	-	-	-	(4,139,405)
Arbitrage rebate	-	117,355	-	-	-	-	117,355
Net cash provided by (used in) noncapital financing activities	-	(39,525,882)	-	-	-	-	(39,525,882)
Cash flows from investing activities							
Purchase of investments	(274,380,774)	(53,889,732)	(3,281,608)	-	-	(3,564,527)	(335,116,641)
Proceeds from sales or maturities of investments	210,714,371	3,957,851	3,156,593	-	-	3,345,144	221,173,959
Interest received on investments - net	22,260,839	1,020,139	346,672	124,219	833,075	336,710	24,921,654
Net cash provided by (used in) investing activities	(41,405,564)	(48,911,742)	221,657	124,219	833,075	117,327	(89,021,028)
Net increase (decrease) in cash and cash equivalents	(89,446,969)	(1,482,132)	(3,243,896)	124,219	(5,266,825)	(2,314,335)	(101,629,938)
Cash and cash equivalents							
Beginning of year	240,483,723	1,747,300	5,560,036	3,042,725	13,320,470	2,907,325	267,061,579
End of year	$ 151,036,754	$ 265,168	$ 2,316,140	$ 3,166,944	$ 8,053,645	$ 592,990	165,431,641
Reconciliation to the Statement of Fund Net Position							
Cash	$ 85,800,967	$ -	$ 1,044,801	$ -	$ -	$ 110,547	86,956,315
Cash Equivalents	65,235,787	265,168	1,271,339	3,166,944	8,053,645	482,443	78,475,326
	$ 151,036,754	$ 265,168	$ 2,316,140	$ 3,166,944	$ 8,053,645	$ 592,990	165,431,641

Virginia Resources Authority
Combining Schedule of Cash Flows (Continued)
Virginia Revolving Loan Fund Accounts - Water Facilities
Year Ended June 30, 2026

	Non-Pledged Accounts	Trust Estate Accounts	Agricultural Best Management Practices Account	Combined Sewer Overflow Fund Account	State Match Accounts	Administrative Fee Accounts	Total
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities							
Operating income (loss)	74,053,735	5,107,244	(98,912)	-	10,153,660	2,117,356	91,333,083
Bond issuance cost	-	1,078,832	-	-	-	-	1,078,832
Contributions from other governments	(1,998,288)	-	-	-	-	-	(1,998,288)
Cash received (paid) from other accounts	1,532,555	19,323,454	-	-	(16,253,560)	(4,602,449)	-
Effect of changes in operating assets and liabilities:							
Loans receivable	(92,521,019)	31,986,901	(3,363,004)	-	-	-	(63,897,122)
Loan interest receivable	40,147	287,264	(3,637)	-	-	-	323,774
Loan administrative fee receivable	23,263	-	-	-	-	(54,885)	(31,622)
Accounts payable and other liabilities	-	-	-	-	-	-	-
Due to other funds	(29,171,798)	29,171,797	-	-	-	108,316	108,315
Net cash provided by (used in) operating activities	$ (48,041,405)	$ 86,955,492	$ (3,465,553)	$ -	$ (6,099,900)	$ (2,431,662)	$ 26,916,972
Schedule of non-cash activities							
Change in fair value of assets	$ (4,962,374)	$ -	$ (74,929)	$ -	$ -	$ (81,902)	(5,119,205)

Virginia Resources Authority
Combining Schedule of Fund Net Position
Virginia Revolving Loan Fund Accounts - Water Supply
June 30, 2026

	Non-Pledged Accounts	Trust Estate Accounts	State SRF Accounts	Administrative Accounts	Administrative Fee Accounts	Total
Assets						
Current assets						
Cash	$ 7,237,006	$ -	$ 81,632	-	$ 536,818	$ 7,855,456
Cash equivalents	25,380,482	1,979	121,590	-	4,231,210	29,735,261
Investments	6,734,494	1,570,005	-	-	-	8,304,499
Loans receivable - current portion	9,310,416	3,389,556	-	-	-	12,699,972
Receivables:						
Investment interest	1,102,376	12,391	-	-	-	1,114,767
Loan interest	408,080	353,443	-	-	-	761,523
Loan administrative fees	-	-	-	-	503,169	503,169
Federal funds	2,278,180	-	-	-	-	2,278,180
Other	56,266	-	-	-	-	56,266
Total current assets	52,507,300	5,327,374	203,222	-	5,271,197	63,309,093
Noncurrent assets						
Investments - non-current	124,132,048	-	-	-	-	124,132,048
Loans receivable - non-current	148,373,973	73,507,863	-	-	-	221,881,836
Total noncurrent assets	272,506,021	73,507,863	-	-	-	346,013,884
Total assets	$ 325,013,321	$ 78,835,237	$ 203,222	-	$ 5,271,197	$ 409,322,977
Liabilities						
Current liabilities						
Bonds payable - current	-	1,776,340	-	-	-	1,776,340
Accrued interest	-	350,351	-	-	-	350,351
Due to (from) other accounts	(5,646,042)	5,018,290	-	-	125,144	(502,608)
Agency funds	112,357	-	-	-	-	112,357
Accounts payable and other liabilities	540,538	-	-	-	-	540,538
Total current liabilities	(4,993,147)	7,144,981	-	-	125,144	2,276,978
Noncurrent liabilities						
Bonds payable - noncurrent	-	43,959,246	-	-	-	43,959,246
Total noncurrent liabilities	-	43,959,246	-	-	-	43,959,246
Total liabilities	(4,993,147)	51,104,227	-	-	125,144	46,236,224
Net position						
Restricted:						
Loan programs	330,006,468	27,731,010	203,222	-	5,146,053	363,086,753
Total net position	330,006,468	27,731,010	203,222	-	5,146,053	363,086,753
Total liabilities and net position	$ 325,013,321	$ 78,835,237	$ 203,222	-	$ 5,271,197	$ 409,322,977

Virginia Resources Authority
Combining Schedule of Revenues, Expenses, and Changes in Fund Net Position
Virginia Revolving Loan Fund Accounts - Water Supply
Year Ended June 30, 2026

	Non-Pledged Accounts	Trust Estate Accounts	State SRF Accounts	Administrative Accounts	Administrative Fee Accounts	Total
Operating revenues						
Interest on loans	$ 1,213,951	$ 1,211,938	$ -	-	$ -	$ 2,425,889
Loan administrative fees	-	-	-	-	1,498,436	1,498,436
Other income	25	-	-	-	-	25
Contributions from other governments	41,548,663	-	-	-	-	41,548,663
Total operating revenues	42,762,639	1,211,938	-	-	1,498,436	45,473,013
Operating expenses						
Principal forgiveness loans to local governments	22,147,405	-	-	-	-	22,147,405
Personnel services	-	-	-	411,979	-	411,979
General operating	81,239	-	1,085	129,681	-	212,005
Contractual services	-	-	-	59,285	-	59,285
Total operating expenses	22,228,644	-	1,085	600,945	-	22,830,674
Operating income (loss) before transfers	20,533,995	1,211,938	(1,085)	(600,945)	1,498,436	22,642,339
Operating transfers	2,689,033	(2,671,033)	-	600,945	(618,945)	-
Other nonoperating revenues (expenses)						
Investment income	5,026,265	31,149	5,854	-	128,139	5,191,407
Interest on bonds and loans	-	(1,000,432)	-	-	-	(1,000,432)
Total other nonoperating revenue (expenses)	5,026,265	(969,283)	5,854	-	128,139	4,190,975
Change in net position	28,249,293	(2,428,378)	4,769	-	1,007,630	26,833,314
Total fund net position - beginning	301,757,175	30,159,388	198,453	-	4,138,423	336,253,439
Total fund net position - ending	$ 330,006,468	$ 27,731,010	$ 203,222	-	$ 5,146,053	$ 363,086,753

Virginia Resources Authority
Combining Schedule of Cash Flows
Virginia Revolving Loan Fund Accounts - Water Supply
Year Ended June 30, 2026

	Non-Pledged Accounts	Trust Estate Accounts	State SRF Accounts	Administrative Accounts	Administrative Fee Accounts	Total
Cash flows from operating activities						
Cash payments to localities for loans	$ (17,690,841)	$ (1,892,351)	$ -	$ -	$ -	$ (19,583,192)
Principal repayments from localities on loans	10,918,143	3,343,821	-	-	-	14,261,964
Interest received on loans	1,165,268	1,219,562	-	-	-	2,384,830
Loan administrative fees received	-	-	-	-	1,434,024	1,434,024
Administrative reimbursement funds received	1,701	-	-	-	-	1,701
Cash received from other income	25	-	-	-	-	25
Cash payments for salaries and related benefits	-	-	-	(411,979)	-	(411,979)
Cash payments for general operating expenses	(81,239)	-	(1,085)	(129,681)	-	(212,005)
Cash payments for contractual services	-	-	-	(59,285)	-	(59,285)
Cash payments for principal forgiveness loans	(22,147,405)	-	-	-	-	(22,147,405)
Contributions from other governments	44,267,229	-	-	-	-	44,267,229
Cash received (paid) from other accounts	2,689,033	(2,671,033)	-	600,945	(618,945)	-
Interfund activity	(3,688,323)	3,688,323	-	-	(78,537)	(78,537)
Net cash provided by (used in) operating activities	15,433,591	3,688,322	(1,085)	-	736,542	19,857,370
Cash flows from noncapital financing activities						
Principal paid on bonds and loans	-	(1,290,000)	-	-	-	(1,290,000)
Interest paid on bonds and loans	-	(1,449,400)	-	-	-	(1,449,400)
Net cash provided by (used in) noncapital financing activities	-	(2,739,400)	-	-	-	(2,739,400)
Cash flows from investing activities						
Purchase of investments	(81,828,238)	(1,570,005)	-	-	-	(83,398,243)
Proceeds from sales or maturities of investments	58,538,485	-	-	-	-	58,538,485
Interest received on investments - net	5,490,024	18,758	5,854	-	128,139	5,642,775
Net cash provided by (used in) investing activities	(17,799,729)	(1,551,247)	5,854	-	128,139	(19,216,983)
Net increase (decrease) in cash and cash equivalents	(2,366,138)	(602,325)	4,769	-	864,681	(2,099,013)
Cash and cash equivalents						
Beginning of year	34,983,626	604,304	198,453	-	3,903,347	39,689,730
End of year	$ 32,617,488	$ 1,979	$ 203,222	$ -	$ 4,768,028	$ 37,590,717
Reconciliation to the Statement of Fund Net Position						
Cash	$ 7,237,006	$ -	$ 81,632	$ -	$ 536,818	$ 7,855,456
Cash Equivalents	25,380,482	1,979	121,590	-	4,231,210	29,735,261
	$ 32,617,488	$ 1,979	$ 203,222	$ -	$ 4,768,028	$ 37,590,717
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities						
Operating income (loss)	20,533,995	1,211,938	(1,085)	(600,945)	1,498,436	$ 22,642,339
Contributions from other governments	2,718,566	-	-	-	-	2,718,566
Cash received (paid) from other accounts	2,689,033	(2,671,033)	-	600,945	(618,945)	-
Effect of changes in operating assets and liabilities:						
Loans receivable	(6,772,698)	1,451,470	-	-	-	(5,321,228)
Loan interest receivable	(48,683)	7,624	-	-	-	(41,059)
Loan administrative fee receivable	1,701	-	-	-	(64,412)	(62,711)
Due to other funds	(3,688,323)	3,688,323	-	-	(78,537)	(78,537)
Net cash provided by (used in) operating activities	$ 15,433,591	$ 3,688,322	$ (1,085)	$ -	$ 736,542	$ 19,857,370
Schedule of non-cash activities						
Change in fair value of assets	$ (1,465,687)	$ -	$ -	$ -	$ -	$ (1,465,687)

Virginia Resources Authority
Combining Schedule of Fund Net Position
Virginia Resources Authority - General Accounts
June 30, 2026

	General Accounts	General Direct Loan Accounts	Total
Assets			
Current assets			
Cash	$ 1,195,925	$ 607,431	$ 1,803,356
Cash equivalents	2,716,851	5,299,237	8,016,088
Investments	2,139,133	-	2,139,133
Loans receivable - current portion	-	127,572	127,572
Receivables:			
Investment interest	222,460	-	222,460
Loan interest	-	53,910	53,910
Loan administrative fees	6,616	-	6,616
Other	7,476	-	7,476
Other	82,333	-	82,333
Total current assets	6,370,794	6,088,150	12,458,944
Noncurrent assets			
Investments - non-current	28,171,666	-	28,171,666
Loans receivable - non-current	-	8,448,728	8,448,728
Capital assets, net	617,171	-	617,171
Net pension asset	431,609	-	431,609
Net OPEB asset	2,281	-	2,281
Total noncurrent assets	29,222,727	8,448,728	37,671,455
Total assets	35,593,521	14,536,878	50,130,399
Deferred Outflows of Resources			
Deferred outflows - pension	224,150	-	224,150
Deferred outflows - OPEB	22,146	-	22,146
Total deferred outflows of resources	246,296	-	246,296
Total assets and deferred outflows of resources	$ 35,839,817	$ 14,536,878	$ 50,376,695
Liabilities			
Current liabilities			
Due to (from) other accounts	(614,147)	-	(614,147)
Accounts payable and other liabilities	420,943	55,645	476,588
Total current liabilities	(193,204)	55,645	(137,559)
Noncurrent liabilities			
Net OPEB liability	55,230	-	55,230
Other accrued liabilities	433,265	-	433,265
Total noncurrent liabilities	488,495	-	488,495
Total liabilities	295,291	55,645	350,936
Deferred Inflows of Resources			
Deferred inflows - pension	137,327	-	137,327
Deferred inflows - OPEB	22,150	-	22,150
Total deferred inflows of resources	159,477	-	159,477
Net position			
Invested in capital assets	(17,937)	-	(17,937)
Restricted:			
Net pension asset	431,609	-	431,609
Net OPEB asset	2,281	-	2,281
Loan programs	-	14,481,233	14,481,233
Operating reserve	7,795,435	-	7,795,435
Unrestricted	27,173,661	-	27,173,661
Total net position	35,385,049	14,481,233	49,866,282
Total liabilities and net position	$ 35,839,817	$ 14,536,878	$ 50,376,695

Virginia Resources Authority
Combining Schedule of Revenues, Expenses, and Changes in Fund Net Position
Virginia Resources Authority - General Accounts
Year Ended June 30, 2026

	General Accounts	General Direct Loan Accounts	Total
Operating revenues			
Interest on loans	$ -	$ 82,891	$ 82,891
Loan administrative fees	19,366	-	19,366
Total operating revenues	19,366	82,891	102,257
Operating expenses			
Personnel services	708,522	20,798	729,320
General operating	55,405	6,796	62,201
Contractual services	308,010	-	308,010
Depreciation and amortization	193,639	-	193,639
Total operating expenses	1,265,576	27,594	1,293,170
Operating income (loss) before transfers	(1,246,210)	55,297	(1,190,913)
Operating transfers	(9,596,325)	13,025,672	3,429,347
Other nonoperating revenues (expenses)			
Investment income	1,425,957	125,667	1,551,624
Interest on bonds and loans	(18,829)	-	(18,829)
Total other nonoperating revenues (expenses)	1,407,128	125,667	1,532,795
Change in net position	(9,435,407)	13,206,636	3,771,229
Total fund net position - beginning	44,820,456	1,274,597	46,095,053
Total fund net position - ending	$ 35,385,049	$ 14,481,233	$ 49,866,282

Virginia Resources Authority
Combining Schedule of Cash Flows
Virginia Resources Authority - General Accounts
Year Ended June 30, 2026

	General Accounts	General Direct Loan Accounts	Total
Cash flows from operating activities			
Cash payments to localities for loans	-	(11,850,852)	$ (11,850,852)
Principal repayments from localities on loans	-	4,454,346	4,454,346
Interest received on loans	-	90,943	90,943
Loan administrative fees received	19,366	-	19,366
Administrative reimbursement funds received	-	-	-
Cash received from other income	-	-	-
Cash payments for salaries and related benefits	(706,654)	(20,798)	(727,452)
Cash payments for general operating expenses	146,616	(6,796)	139,820
Cash payments for contractual services	(314,100)	-	(314,100)
Cash payments for principal forgiveness loans	-	-	-
Contributions from other governments	-	-	-
Cash received (paid) from other accounts	(9,596,325)	13,025,672	3,429,347
Interfund activity	(124,461)	-	(124,461)
Net cash provided by (used in) operating activities	(10,575,558)	5,692,515	(4,883,043)
Cash flows from noncapital financing activities			
Principal paid on bonds and loans	-	-	$ -
Interest paid on bonds and loans	(18,829)	-	(18,829)
Net cash provided by (used in) noncapital financing activities	(18,829)	-	(18,829)
Cash Flows from Capital & Financing			
Purchase of office equipment	(52,445)	-	(52,445)
Lease payments	(386,063)	-	(386,063)
Net cash used in noncapital financing activities	(438,508)	-	(438,508)
Cash flows from investing activities			
Purchase of investments	(12,337,639)	-	(12,337,639)
Proceeds from sales or maturities of investments	15,149,369	-	15,149,369
Interest received on investments - net	1,524,292	125,667	1,649,959
Net cash provided by (used in) investing activities	4,336,022	125,667	4,461,689
Net increase (decrease) in cash and cash equivalents	(6,696,873)	5,818,182	(878,691)
Cash and cash equivalents			
Beginning of year	10,609,651	88,484	10,698,135
End of year	$ 3,912,778	$ 5,906,666	$ 9,819,444
Reconciliation to the Statement of Fund Net Position			
Cash	$ 1,195,925	$ 607,431	$ 1,803,356
Cash Equivalents	2,716,851	5,299,237	8,016,088
	$ 3,912,776	$ 5,906,668	$ 9,819,444
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities			
Operating income (loss)	(1,246,210)	55,297	(1,190,913)
Depreciation expense	193,639	-	193,639
Pension expense	75,710	-	75,710
Pension contributions subsequent to the measurement date	(38,480)	-	(38,480)
OPEB expense	(711)	-	(711)
OPEB contributions subsequent to the measurement date	(11,526)	-	(11,526)
Interest on investments	-	-	-
Interest, amortization and accretion - net	193,639	-	193,639
Contributions from other governments	-	-	-
Cash received (paid) from other accounts	(9,596,325)	13,025,672	3,429,347
Effect of changes in operating assets and liabilities:			
Loans receivable	-	(7,396,506)	(7,396,506)
Loan interest receivable	-	(47,593)	(47,593)
Loan administrative fee receivable	-	-	-
Other assets	(45,639)	-	(45,639)
Accounts payable and other liabilities	24,806	55,645	80,451
Due to other funds	(124,461)	-	(124,461)
Net cash provided by (used in) operating activities	$ (10,575,558)	$ 5,692,515	$ (4,883,043)
Schedule of non-cash activities			
Change in fair value of assets	$ (297,978)	$ -	$ (297,978)

STATISTICAL SECTION

Virginia Resources Authority
Statistical Section
June 30, 2026

The statistical section presents detailed information as a context for understanding what the information in the basic financial statements, note disclosures, and required supplementary information indicate about the Authority's financial health over an extended period of time.

Financial Trends
These tables contain trend information to help the reader understand how the Authority's financial performance and well-being changed over time.

Table 1	Net Position by Component
Table 2	Change in Net Position
Table 3	Operating Revenues
Table 4	Operating Expenses

Revenue Capacity
This table contains information to help the reader assess the Authority's significant operating revenues.

Table 5	Outstanding Loans Receivable

Debt Capacity
These tables present information to help the reader assess the affordability of the Authority's current levels of outstanding debt and the Authority's ability to issue additional debt in the future.

Table 6	Outstanding Debt

Demographic and Economic Information
These schedules offer demographic and economic indicators to help the reader understand the environment within which the Authority's financial activities take place.

Table 7	Virginia Principal Employers
Table 8	Virginia Demographic and Economic Statistics

Operating Information
These schedules contain service and infrastructure data to help the reader understand how the information in the Authority's financial report relates to the services the Authority provides and the activities it performs.

Table 9	Operating Indicators
Table 10	Employees by Identifiable Activity

Sources: Unless otherwise noted, information in these tables is derived from the Authority's Annual Comprehensive Financial Report for the relevant year.

Virginia Resources Authority
Statistical Section
June 30, 2026

Table 1 – Net Position by Component, Last Ten Fiscal Years

Fiscal Year	Net Investment in Capital Assets	Restricted	Unrestricted	Total
2017	$ 103,160	$ 1,550,423,556	$ 16,916,728	$ 1,567,443,444
2018	63,451	1,596,299,523	18,805,620	1,615,168,594
2019	122,088	1,674,042,345	21,567,320	1,695,731,753
2020	164,089	1,752,921,179	24,472,767	1,777,558,035
2021	149,468	1,850,957,162	26,242,174	1,877,348,804
2022	38,483	1,975,917,920	27,390,955	2,003,347,358
2023	837	2,186,138,480	29,468,479	2,215,607,796
2024	(39,713)	2,525,277,841	33,014,691	2,558,252,819
2025	(69,166)	2,741,025,865	37,544,213	2,778,500,912
2026	(17,937)	2,913,188,729	27,173,661	2,940,344,453

Table 2 – Change in Net Position, Last Ten Fiscal Years

Fiscal Year	Operating Revenue	Operating Expense	Operating Income	Non-operating Revenue (Expense), Net	Change in Net Position
2017	$ 141,062,437	$ 142,978,472	$ (1,916,035)	$ 42,215,156	$ 40,299,121
2018	139,713,451	141,185,639	(1,472,188)	49,318,112	47,845,924
2019	148,821,595	155,551,039	(6,729,444)	87,292,603	80,563,159
2020	150,126,437	175,176,261	(25,049,824)	106,876,106	81,826,282
2021	134,756,438	126,324,941	8,431,497	91,359,272	99,790,769
2022	101,681,054	139,370,206	(37,689,152)	163,687,706	125,998,554
2023	128,616,173	116,881,791	11,734,382	200,526,056	212,260,438
2024	158,263,262	137,775,589	20,487,673	322,157,350	342,645,023
2025	184,688,610	167,106,418	17,582,192	202,665,901	220,248,093
2026	299,713,383	92,583,167	207,130,216	(45,286,675)	161,843,541

Note: Presentation in Table 2 has been updated in 2026 to reflect the implementation of GASB 103, *Financial Reporting Model Improvements.*

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Table 3 – Operating Revenues, Last Ten Fiscal Years

Fiscal Year	Interest on Loans	Investment Income	Bond Admin. Fees	Loan Admin. Fees	Loan Origination Revenue	Other	Total
2017	$118,893,894	$13,020,537	$2,755,079	$2,154,816	$ 4,053,518	$ 184,593	$141,062,437
2018	114,478,487	16,883,169	3,218,224	2,208,795	2,735,470	189,306	139,713,451
2019	113,394,150	26,978,747	3,319,259	2,353,592	2,139,511	636,336	148,821,595
2020	110,683,314	28,883,744	3,341,069	2,537,279	4,550,643	130,388	150,126,437
2021	98,769,062	22,369,534	3,218,818	2,568,850	4,439,595	3,390,579	134,756,438
2022	96,236,754	(6,313,784)	3,223,714	2,818,983	5,175,667	539,720	101,681,054
2023	93,898,155	26,090,090	3,174,839	3,126,709	2,261,526	64,854	128,616,173
2024	93,224,928	52,677,361	3,094,272	3,342,023	3,974,134	1,950,544	158,263,262
2025	99,689,598	73,872,556	3,299,659	3,410,196	4,241,907	174,694	184,688,610
2026	103,114,534	-	3,236,494	3,639,050	4,698,602	185,024,703	299,713,383

Table 4 – Operating Expenses, Last Ten Fiscal Years

Fiscal Year	Interest on Bonds and Loans	Bond Issuance Costs	Grants and Principal Forgiveness on Loans	Loss on Early Extinguish-ment of Bonds	Personnel Services	General Operating	Contractual Services	Other	Total
2017	$ 127,518,234	$ 2,849,010	$ 9,141,740	$ 126,575	$ 1,623,718	$ 1,256,502	$ 462,693	$ -	$ 142,978,472
2018	122,994,971	2,302,158	12,909,090	167,975	1,677,275	689,643	444,527	-	141,185,639
2019	120,045,825	1,925,208	29,235,617	669,613	2,089,310	1,183,969	401,497	-	155,551,039
2020	113,916,449	4,006,048	53,720,820	-	2,215,321	871,172	446,451	-	175,176,261
2021	105,810,413	4,816,216	10,822,090	1,027,360	2,194,924	988,112	665,826	-	126,324,941
2022	95,188,553	4,743,241	35,258,859	328,543	1,897,470	1,023,368	930,172	-	139,370,206
2023	95,303,759	2,146,856	14,890,575	-	1,899,980	1,070,196	1,570,425	-	116,881,791
2024	92,408,667	3,415,434	36,466,162	654,662	1,937,604	1,091,524	1,801,536	-	137,775,589
2025	97,209,936	3,905,368	59,468,564	1,938,858	1,895,288	817,535	1,646,718	-	167,106,418
2026	-	5,191,810	81,937,636	-	2,120,969	984,478	1,405,201	943,073	92,583,167

Note: Presentation in Table 3 and 4 has been updated in 2026 to reflect the implementation of GASB 103, *Financial Reporting Model Improvements.*

Table 5 – Outstanding Loans Receivable, Last Ten Fiscal Years

Loans Pledged to Outstanding Bonds

Fiscal Year	Revenue Bonds	VWFRF – Pledged	VARF	VSWRF - Pledged	Unamortized Discount/ Premium	Total
2017	$ 2,515,813,162	$ 725,939,770	$ 37,716,253	$ -	$ 226,735,757	$ 3,506,204,942
2018	2,560,058,692	659,660,119	33,550,896	-	224,221,552	3,477,491,259
2019	2,514,255,420	601,280,976	27,708,574	-	211,481,241	3,354,726,211
2020	2,540,794,359	540,710,376	30,125,815	-	176,487,506	3,288,118,056
2021	2,583,147,445	1,046,541,058	-	26,709,230	164,472,110	3,820,869,843
2022	2,627,900,850	940,717,394	-	73,180,966	161,147,442	3,802,946,652
2023	2,557,758,180	1,014,055,151	-	83,831,240	142,049,833	3,797,694,404
2024	2,588,633,525	939,463,671	-	81,651,789	137,059,881	3,746,808,866
2025	2,574,001,693	905,255,848	-	78,348,889	130,913,656	3,688,520,086
2026	2,600,225,957	873,268,947	-	76,897,419	126,437,171	3,676,829,494

Loans from Revolving Funds

Fiscal Year	VWFRF	VWFRF AgBMP	VARF	VWSRF	VTRRF	Total
2017	$ 732,123,967	$ 2,379,091	$ -	$ 165,249,684	$ -	$ 899,752,742
2018	720,275,558	2,195,062	-	168,294,548	540,000	891,305,168
2019	739,019,014	1,692,364	-	178,362,854	1,603,062	920,677,294
2020	769,926,493	2,562,847	-	174,948,255	2,913,974	950,351,569
2021	250,384,317	3,316,614	22,806,365	154,285,145	8,540,240	439,332,681
2022	427,474,999	4,247,590	24,304,168	147,614,060	1,742,138	605,382,955
2023	416,634,297	6,155,768	20,856,332	151,507,338	1,607,914	596,761,649
2024	496,980,116	8,715,631	23,213,631	150,772,080	1,493,798	681,175,256
2025	506,547,906	8,970,360	26,471,638	151,008,491	1,371,685	694,370,080
2026	599,332,615	12,407,482	22,406,523	157,904,409	1,219,560	793,270,589

Fiscal Year	Other Programs	Loans Receivable, Combined Total (1)	Conduit Loans VGCP	Conduit Loans VAHelps	Conduit Loans Total
2017	$ 53,121	$ 4,406,010,805	$ 28,173,001	$ -	$ 28,173,001
2018	780,000	4,369,576,427	33,597,177	-	33,597,177
2019	-	4,275,403,505	31,937,232	-	31,937,232
2020	-	4,238,469,625	30,219,281	-	30,219,281
2021	-	4,260,202,524	28,485,660	-	28,485,660
2022	-	4,408,329,607	26,693,610	16,015,000	42,708,610
2023	-	4,394,456,053	24,823,749	16,015,000	40,838,749
2024	517,000	4,428,501,122	22,889,652	15,735,249	38,624,901
2025	1,179,794	4,384,069,960	20,648,586	15,735,249	36,383,835
2026	8,576,300	4,478,676,383	18,822,813	15,290,249	34,113,062

(1) Conduit loans were removed from loan receivables upon adoption of GASB 91 (FY2023)

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Table 6 – Outstanding Debt, Last Ten Fiscal Years

Fiscal Year	Total Outstanding Revenue Bonds	Unamortized Discounts / Premiums	Net Bonds Payable	Outstanding Bonds Secured by the Moral Obligation of the Commonwealth	Commonwealth Limit on Moral Obligation Debt	Remaining Capacity for Moral Obligation Debt	Revenue Bonds per Capita (1)
2017	$3,347,331,162	$ 303,590,898	$3,650,922,060	$ 928,088,162	$ 1,500,000,000	$ 571,911,838	397.66
2018	3,337,580,869	292,549,585	3,630,130,454	927,833,692	1,500,000,000	572,166,308	394.00
2019	3,288,408,651	275,297,841	3,563,706,492	926,540,419	1,500,000,000	573,459,581	386.38
2020	3,259,982,640	234,156,667	3,494,139,307	933,279,358	1,500,000,000	566,720,642	380.99
2021	3,171,913,105	225,216,364	3,397,129,469	914,377,445	1,500,000,000	585,622,555	369.23
2022	3,161,109,461	213,929,028	3,375,038,489	929,910,851	1,500,000,000	570,089,149	365.77
2023	3,103,263,183	189,240,370	3,292,503,553	906,848,183	1,500,000,000	593,151,817	357.37
2024	3,071,228,525	178,486,277	3,249,714,802	917,953,525	1,500,000,000	582,046,475	352.38
2025	3,052,801,693	168,471,928	3,221,273,621	919,226,692	1,500,000,000	580,773,308	346.47
2026	2,961,820,958	159,617,963	3,121,438,921	924,815,958	1,500,000,000	575,184,042	333.53

(1) Population for the proceeding calendar year (*Source: Table 8)*

Fiscal Year	Bonds & Direct Borrowings Payable	Outstanding Lease Obligations (1)	Total Outstanding Debt	% of Lease Obligations/Total Outstanding Debt
2017	$ 3,650,922,060	$ -	$ 3,650,922,060	-
2018	3,630,130,454	-	3,630,130,454	-
2019	3,563,706,492	-	3,563,706,492	-
2020	3,494,139,307	-	3,494,139,307	-
2021	3,397,129,469	-	3,397,129,469	-
2022	3,375,038,489	1,459,617	3,376,498,106	0.043%
2023	3,292,503,553	1,266,227	3,293,769,780	0.038%
2024	3,249,714,802	1,068,002	3,250,782,804	0.033%
2025	3,221,273,621	827,531	3,222,101,152	0.026%
2026	3,204,283,921	635,108	3,204,919,029	0.020%

(1) Table includes outstanding lease obligations upon adoption of GASB 87 (FY2022)

Table 7 – Virginia Principal Employers, Current and Ten Years Ago

Employer (1)	Fiscal Year 2026 (1, 2) Ranking	Fiscal Year 2017 (1, 2) Ranking
U.S. Department of Defense	1	1
Wal-Mart	2	2
Fairfax County Public Schools	3	3
Amazon Fulfillment Services, Inc.	4	-
Sentara Health Care	5	4
University of Virginia/Blue Ridge Hospital	6	-
Huntington Ingalls Industries, Inc	7	5
Inova Health System	8	-
Food Lion	9	8
Loudoun County Schools	10	-

(1) Final quarter data for most recent calendar year (2025 and 2016).
(2) The Virginia Employment Commission does not disclose the actual number of employees, due to the *Confidential Information Protection and Statistical Efficiency Act – Title V of Public Law 107-347*. All employers in this table have over 1,000 individuals employed.

Source: Virginia Employment Commission

Table 8 – Virginia Demographic and Economic Statistics, Current and Ten Years Ago

Fiscal Year	Population Estimate(1)	Personal Income (1)	Per Capita Income (1)	Public Primary and Secondary School Enrollment	Unemployment Rate (1) (2)
2017	8,444,688	$ 444,691,400	$ 52,659	1,288,033	3.70%
2018	8,502,578	462,372,200	54,380	1,292,706	3.10%
2019	8,547,016	479,766,600	56,133	1,290,513	2.70%
2020	8,597,339	501,811,600	58,368	1,298,083	2.40%
2021	8,637,193	530,920,400	61,469	1,252,752	4.50%
2022	8,657,348	578,639,700	66,838	1,251,970	2.70%
2023	8,679,099	599,042,000	69,021	1,263,367	2.50%
2024	8,715,698	634,984,900	72,855	1,262,011	2.70%
2025	8,811,195	703,645,000	77,093	1,261,387	3.50%
2026	8,880,107	712,992,600	80,291	1,246,285	3.70%

(1) For the preceding calendar year, as revised.
(2) Not seasonally adjusted, as revised.

Sources:

Population, Personal Income and Per Capita Income – U.S. Bureau of Economic Analysis and Federal Reserve Bank of St.Louis,
Public Primary and Secondary School Enrollment – Virginia Department of Education
Unemployment Rate – Virginia Works – the Commonwealth's Department of Workforce Development and Advancement

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Table 9 – Operating Indicators, Last Ten Fiscal Years

	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Virginia Pooled Financing Program										
Projects	24	24	20	41	40	32	7	15	19	20
Lending	$ 321,620,000	$ 223,025,000	$ 191,370,000	$ 516,760,000	$ 319,210,000	$ 249,060,000	$ 82,180,000	$ 204,630,000	$ 271,120,000	$ 272,355,000
Local Government Direct Loan Program										
Projects	-	-	-	-	-	-	-	2	1	1
Closed loans	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 765,280	$ 475,891	$ 9,500,000
Clean Water Revolving Loan Fund										
Projects	14	18	10	15	28	30	12	11	14	19
Closed loans	$ 30,952,582	$ 115,555,569	$ 69,252,668	$ 201,678,861	$ 246,924,926	$ 298,125,243	$ 61,510,264	$ 111,007,561	$ 99,945,601	$ 373,721,728
AgBMP Program										
Projects	-	-	-	11	37	42	46	82	53	71
Closed loans	$ -	$ -	$ -	$ 2,655,268	$ 4,853,184	$ 5,273,968	$ 6,230,026	$ 11,877,137	$ 10,708,661	$ 13,556,875
Virginia Drinking Water State Revolving Fund										
Projects	19	24	34	20	18	13	14	25	83	19
Closed loans	$ 17,157,567	$ 27,088,449	$ 19,256,987	$ 12,142,839	$ 88,118,143	$ 11,856,898	$ 20,584,189	$ 22,018,981	$ 70,070,019	$ 67,224,856
Virginia Airports Revolving Fund										
Projects	1	1	1	2	4	2	-	2	1	1
Closed loans	$ 2,010,000	$ 1,846,000	$ 2,400,000	$ 3,212,473	$ 4,239,031	$ 8,020,000	$ -	$ 9,100,000	$ 465,000	$ 500,000
Dam Safety and Flood Prevention										
Projects	40	45	39	21	30	57	200	85	57	63
Grants awarded	$ 1,041,301	$ 1,347,437	$ 473,179	$ 423,772	$ 1,582,491	$ 726,039	$ 1,586,051	$ 481,154	$ 1,961,278	$ 4,353,483
Virginia Brownfields										
Projects	16	18	18	18	29	26	21	27	22	40
Grants executed	$ 833,434	$ 997,770	$ 1,288,352	$ 835,130	$ 1,892,163	$ 2,123,218	$ 2,111,351	$ 2,529,276	$ 2,006,492	$ 3,274,162
VirginiaSAVES Green Community Program										
Projects	3	1	-	-	-	-	-	-	-	-
Closed loans	$ 16,384,987	$ 6,512,144	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Virginia Tobacco Region Revolving Fund										
Projects	-	1	1	2	-	-	-	-	-	-
Closed loans	$ -	$ 540,000	$ 1,100,000	$ 1,400,000	$ -	$ -	$ -	$ -	$ -	$ -
Community Flood Preparedness Fund										
Projects	-	-	-	-	-	49	48	1	50	115
Grants awarded	$ -	$ -	$ -	$ -	$ -	$ 32,289,788	$ 57,888,627	$ 7,500,000	$ 53,877,651	$ 123,462,970
VAHelps Conduit Loan Program										
Projects	-	-	-	-	-	1	-	-	-	-
Closed loans	$ -	$ -	$ -	$ -	$ -	$ 16,015,000	$ -	$ -	$ -	$ -
Resilient Virginia Revolving Fund										
Projects	-	-	-	-	-	-	-	-	-	4
Grants awarded	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 10,600,000
Total projects	**117**	**132**	**123**	**130**	**186**	**252**	**348**	**250**	**300**	**353**
Total entities served	**79**	**93**	**77**	**107**	**150**	**160**	**182**	**200**	**215**	**246**
Total new financings	**$389,999,871**	**$376,912,369**	**$285,141,186**	**$739,108,343**	**$666,819,938**	**$623,490,154**	**$232,090,508**	**$369,909,389**	**$510,630,593**	**$878,549,074**

Table 10 – Employees (1) by Identifiable Activity, Current and Ten Years Ago

	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Executive Director	1	1	1	1	1	1	1	1	1	1
Financial Services	4	4	4	4	4	3	2	3	3	3
Finance and Administration	5	5	5	5	5	5	5	5	4	5
Program Management	3	3	3	3	3	3	3	3	3	3
Policy and Compliance	2	3	4	4	4	2	3	3	3	3
Total	15	16	17	17	17	14	14	15	14	15

(1) Permanent employees

COMPLIANCE SECTION

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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

The Honorable Members of the Board of Directors
Virginia Resources Authority
Richmond, Virginia

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the *Specifications for audits of Authorities, Boards and Commissions*, issued by the Auditor of Public Accounts of the Commonwealth of Virginia, the financial statements of the Virginia Resources Authority (the Authority), a component unit of the Commonwealth of Virginia, as of and for the year ended June 30, 2026, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated September 17, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Authority's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

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Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Arlington, Virginia
September 17, 2026