

**TRI-CITY HEALTHCARE DISTRICT
AGENDA FOR A REGULAR MEETING
OF THE EMPLOYEE FIDUCIARY RETIREMENT PLAN COMMITTEE
OF THE BOARD OF DIRECTORS
Tuesday, February 21, 2017– 11:00 a. m. – Assembly Room 1
Tri-City Medical Center, 4002 Vista Way, Oceanside, CA 92056**

**The Committee may make recommendations
to the Board on any of the items listed below,
unless the item is specifically labeled “Informational Only”**

	Agenda Item	Time Allotted	Requestor/ Presenter
1.	Call To Order/Opening Remarks	1 min.	Chair Kellett
2.	Approval of Agenda	2 min.	Chair Kellett
3.	Public Comments – Announcement Comments may be made at this time by members of the public on any item on the Agenda before the Committee's consideration of the item or on any matter within the jurisdiction of the Committee. NOTE: During the Committee's consideration of any Agenda item, members of the public also have the right to address the Committee at that time regarding that item.	2 min.	Chair Kellett
4.	Ratification of minutes	2 min.	Chair Kellett
5.	Old Business		
	NONE		
6.	New Business		
	a. Lincoln Quarterly Update– Informational Only	30 min.	Norma Braun
	b. Prudent Quarterly Update– Informational Only	30 min.	Norma Braun
7.	Committee Communications	2 min.	Chair Kellett
8.	Date of Next Meeting – May 9, 2017	1 min.	Chair Kellett
9.	Adjournment	1 min.	Chair Kellett
	Total Time Budgeted for Meeting	1 hr. 30 min	

Note: Any writings or documents provided to a majority of the members of Tri-City Healthcare District regarding any item on this Agenda will be made available for public inspection in the Administration Department located at 4002 Vista Way, Oceanside, CA 92056 during normal business hours.

Note: If you have a disability, please notify us at 760-940-5387 at least 48 hours prior to the meeting so that we may provide reasonable accommodations.

**TRI-CITY MEDICAL CENTER
EMPLOYEE FIDUCIARY RETIREMENT PLAN SUB COMMITTEE
OF THE BOARD OF DIRECTORS
November 8, 2016**

Voting Members Present:	Chair Dr. Cyril Kellett, Gwen Sanders, Ginny Carson
Non-Voting Members Present:	Steve Dietlin, CEO; Kapua Conley, COO; Norma Braun, SVP; Esther Beverly, VP of HR; Cheryle Bernard-Shaw, CCO
Others Present:	BOD Chair James Dagostino, Quinn Abler, Maureen Peer, Dena' Baker, Gary Allen, Frances Carbajal
Members Absent:	Director Rosemarie Reno

Topic	Discussion	Action Follow-up	Person(s) Responsible
1. Call To Order	Chair Kellett called the meeting to order at 11:00 a.m.		Chair Kellett
2. Approval of Agenda	Chair Kellett called for a motion to approve the November 8, 2016 meeting agenda. Gwen Sanders moved to approve and Ginny Carson seconded the motion. The motion was carried unanimously.		Chair Kellett
3. Comments by members of the public on any item of interest to the public before Committee's consideration of the item	Chair Kellett read the paragraph regarding comments from members of the public.	No public comments	Chair Kellett
4. Ratification of Minutes	Chair Kellett called for a motion to approve the minutes of the May 10, 2016 meeting. Gwen Sanders moved to approve and Ginny Carson seconded the motion. The motion was carried unanimously.		Chair Kellett

Topic	Discussion	Action Follow-up	Person(s) Responsible
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5. Old Business	None		
6. New Business			
a. Lincoln Quarterly Update	Maureen Peer, Lincoln Financial Advisors Relationship Manager presented executive summary which included an update from Lincoln's quarterly results. Key plan statistics, plan asset growth, contributions, earnings, participation rates, average deferral rates and account balances were also reviewed.		Norma Braun
b. Prudent Quarterly Update	Gary Allen, Prudent Investment Advisor presented the quarter plan growth results. Gary explained the risk of based model portfolios. Gary also discussed program updates which drilled down on retirement plan cost, comparison estimates, plan overview and funds breakdown.		Norma Braun
c. Employee Fiduciary Subcommittee Charter	Cheryle Bernard-Shaw, Chief Compliance Officer briefly explained and reviewed charter revisions with the committee. Chair Kellett called for a motion to approve revised Employee Fiduciary Subcommittee Charter. Gwen Sanders moved to approve and Ginny Carson seconded the motion. The motion was carried unanimously.		
7. Comments made from the Committee	None		Chair Kellett
8. Date of next meeting	February 14, 2017		Chair Kellett
9. Adjournment	Chair Kellett adjourned the meeting at 11:50 p.m.		Chair Kellett



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RETIREMENT PLAN SERVICES

TRI-CITY HEALTHCARE DISTRICT

Annual review as of December 31, 2016

Lincoln Alliance® program

LCN1395448-011816

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Lincoln Alliance® program

This review booklet will be produced periodically as per client request and will provide important objective information for the plan sponsor and plan fiduciaries to enable them to make decisions regarding the operation of their retirement plan and evaluation of the investment options in their plan.

The illustrations and discussions contained within this review are not intended as investment advice. The information should not be construed as an endorsement or recommendation by Lincoln Financial Group, should it be the sole basis for any investment decisions. Any decision made regarding the investment choices within the plan is the responsibility of the plan sponsor.

- Executive Summary
- Plan Review
- Demographics

Tab 1
Tab 2
Tab 3

Information for this review has been compiled by Lincoln Financial Advisors, Corp. (LFA) from Morningstar Direct® and our recordkeeping system. The information contained herein is taken from sources we believe to be reliable but Lincoln doesn't guarantee its accuracy or completeness; it is sent to you for informational purposes only. Any statements that are non-factual in nature constitute current opinions only, which are subject to change.

Past results are not necessarily indicative of future results. Neither the information, nor any opinion expressed herein shall be construed as an offer to buy or an offer to sell any securities, futures or other financial products.

Mutual Funds offered through the Lincoln Alliance® program by prospectus and Lincoln Financial Advisors Corp., a broker/dealer.
Annuity products offered through Lincoln Financial Group affiliates and other fine companies.
Supervising office: Lincoln Financial Advisors, 1300 South Clinton Street, Fort Wayne, IN 46802.

As of 12/31/2016

Executive summary

TOTAL PLAN ASSETS: \$44,171,141

457(b)

PARTICIPATION

Participation rate based on eligible employees contributing

40%

National 457 Benchmark
73.2%

DEFERRAL RATES

Average deferral of active participants

6.9%

National 457 Benchmark
6.4%

DIVERSIFICATION

Average number of funds held by participants

6.0 Funds

National 457 Benchmark
5.0 Funds

CONTRIBUTIONS

Prior Period: \$4,986,556
Current Period: \$5,424,649

WITHDRAWALS

Prior Period: \$3,200,297
Current Period: \$3,214,052

LOAN BALANCE

N/A

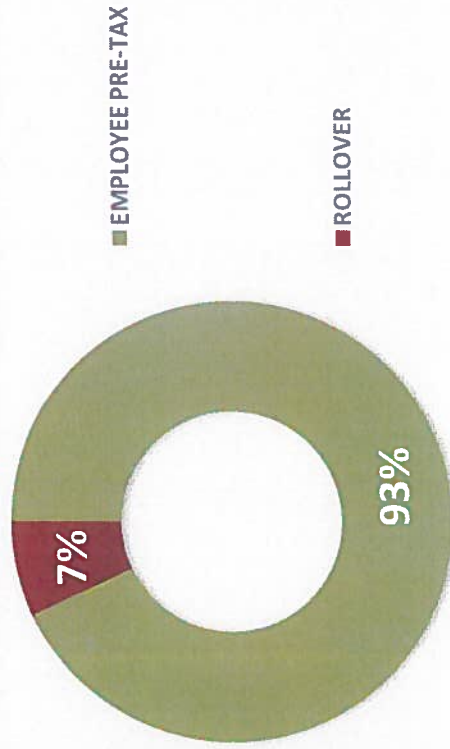


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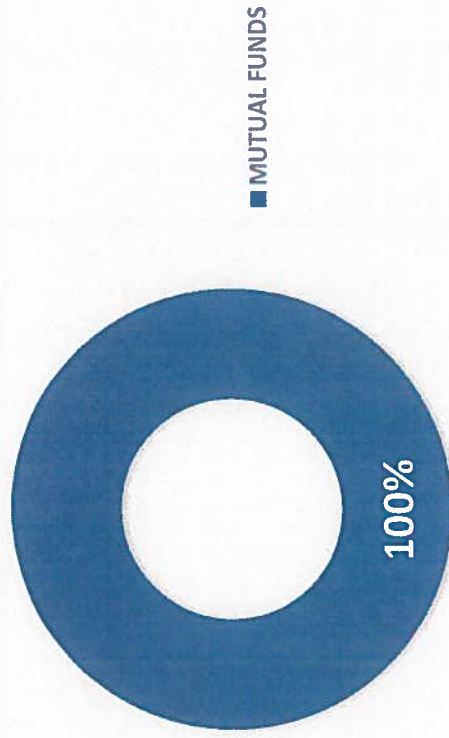
Executive summary

As of 12/31/2016

CONTRIBUTION TYPES



INVESTMENT ALLOCATIONS



AVERAGE ACCOUNT
BALANCE

\$37,883

PARTICIPANTS WITH A
BALANCE

1,166

MEDIAN ACCOUNT
BALANCE

\$14,932

Executive summary

As of 12/31/2016

TOTAL PLAN ASSETS: \$135,415,151

MAPP

PARTICIPATION

Participation rate based on eligible employees contributing

79%

National 401(a) Benchmark
85.3%

DEFERRAL RATES

Average deferral of active participants

4.9%

National 401(a) Benchmark
7.8%

DIVERSIFICATION

Average number of funds held by participants

6.8 Funds

National 401(a) Benchmark
5.2 Funds

CONTRIBUTIONS

Prior Period: \$9,582,911
Current Period: \$9,336,049

WITHDRAWALS

Prior Period: \$9,676,599
Current Period: \$12,398,788

LOAN BALANCE

N/A

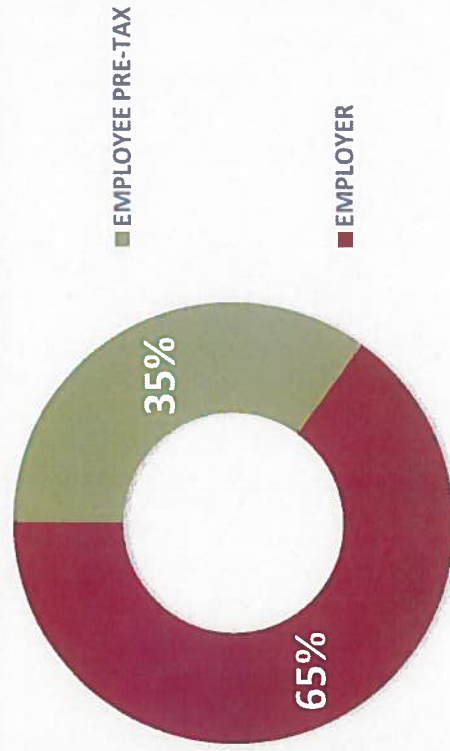


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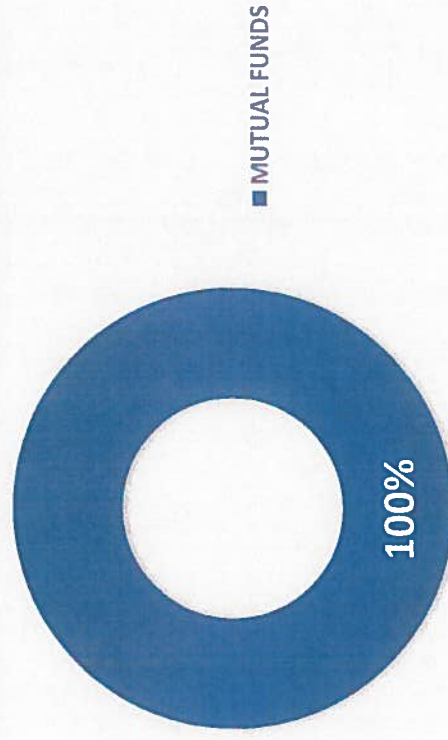
Executive summary

As of 12/31/2016

CONTRIBUTION TYPES



INVESTMENT ALLOCATIONS



AVERAGE ACCOUNT
BALANCE

\$80,365

PARTICIPANTS WITH A
BALANCE

1,685

MEDIAN ACCOUNT
BALANCE

\$35,503

Executive summary

As of 12/31/2016

TOTAL PLAN ASSETS: \$114,628,953

NSRP

PARTICIPATION

Participation rate based on eligible employees contributing

38%

National 457 Benchmark
73.2%

DEFERRAL RATES

Average deferral of active participants

N/A

National 457 Benchmark
6.4%

DIVERSIFICATION

Average number of funds held by participants

6.3 Funds

National 457 Benchmark
5.0 Funds

CONTRIBUTIONS

Prior Period: \$6,738,047
Current Period: \$6,392,932

WITHDRAWALS

Prior Period: \$7,811,592
Current Period: \$9,058,773

LOAN BALANCE

N/A

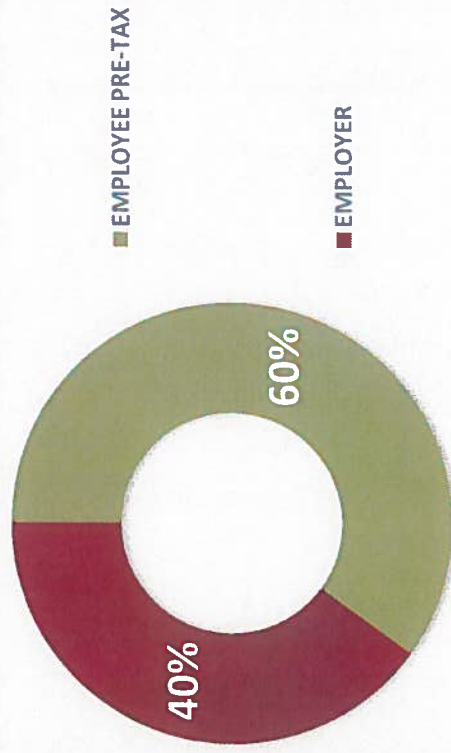


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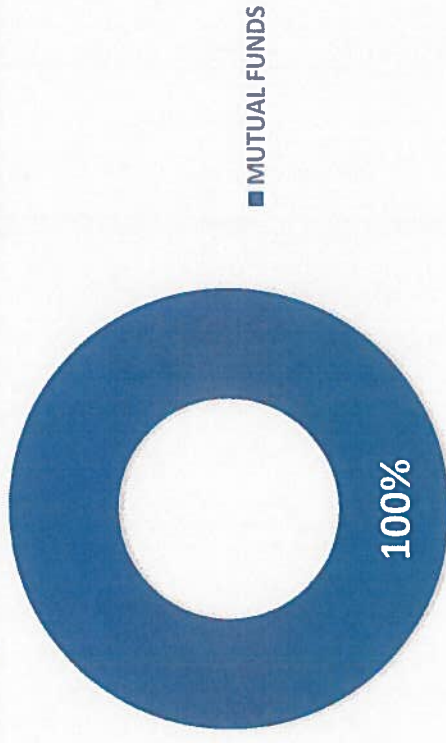
Executive summary

As of 12/31/2016

CONTRIBUTION TYPES



INVESTMENT ALLOCATIONS



AVERAGE ACCOUNT
BALANCE

\$90,117

PARTICIPANTS WITH A
BALANCE

1,272

MEDIAN ACCOUNT
BALANCE

\$58,127

Plan activity summary

Plan summary

Your review begins with a high-level overview of plan activity, including opening balance, contributions by plan and contribution type, earnings, withdrawal activity and ending balance.

Total plans

	01/01/2015 - 12/31/2015	01/01/2016 - 12/31/2016	% Change
Opening balance	\$280,056,996	\$276,573,839	-1%
Contributions¹			
Tri-City Healthcare District 457(b) Deferred Compensation Plan			
Employee Salary Deferral	\$4,608,949	\$5,071,351	10%
Employee Rollover	\$338,460	\$293,717	-13%
Non-457 To Governmental 457 Rollover	\$39,147	\$59,581	52%
Money Accumulation Pension Plan for Employees of Tri-City Healthcare District			
Employee Rollover	\$78,692	\$0	-100%
Employee Basic After Tax	\$2,013,163	\$1,998,386	-1%
Employer Contribution	\$6,053,822	\$6,023,511	-1%
Employee Voluntary After Tax	\$1,432,375	\$1,314,153	-8%
Employee Voluntary After Tax Rollover	\$4,859	\$0	-100%
Tri-City Healthcare District National Security and Retirement Program			
Employee Salary Deferral	\$4,070,322	\$3,863,857	-5%
Employer Contribution	\$2,667,724	\$2,529,076	-5%
Earnings	(\$3,955,076)	\$21,244,484	637%
Participant forfeiture activity	(\$101,466)	(\$98,783)	-3%
Other²	(\$45,641)	\$13,688	130%
Withdrawal Activity	(\$20,688,487)	(\$24,671,613)	19%
Lincoln Alliance program asset balance	\$276,573,839	\$294,215,245	6%
Forfeiture assets	\$2,513	\$4,340	73%
Expense account assets	\$24,447	\$1,501	-94%
Total ending balance for all assets	\$276,600,799	\$294,221,086	6%

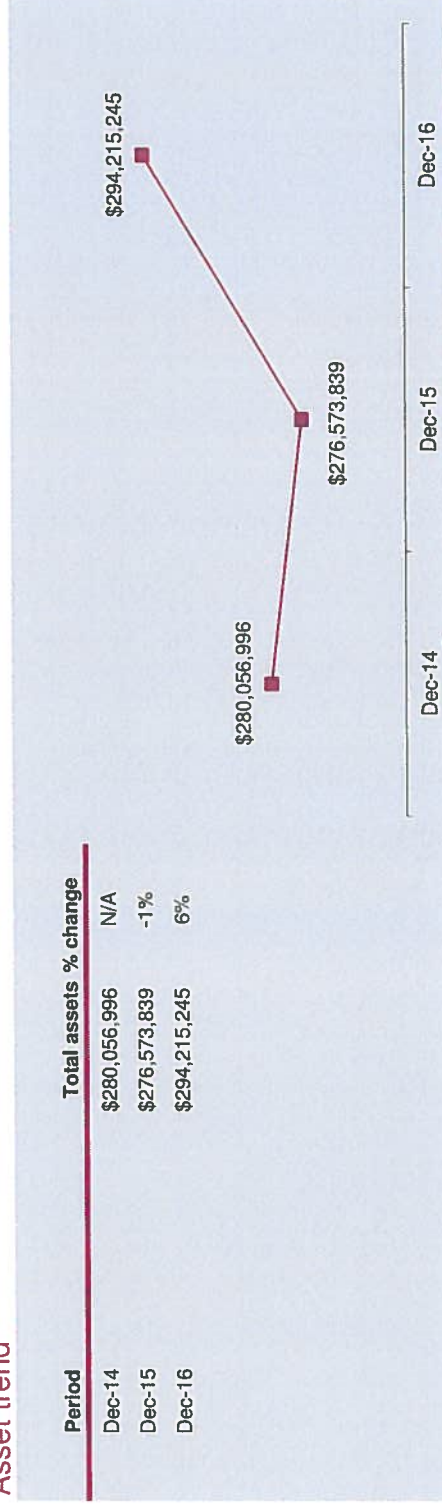
¹ Contributions include any monies entering the plan, such as deferrals, company match, and/or rollovers

² The Other category contains monies from the following: Net Trustee Transfers, Exchange,

Plan asset trend

Changes in your plan's assets reflect market forces as well as contributions and participation levels. This overview may help you identify underlying contribution and participation trends.

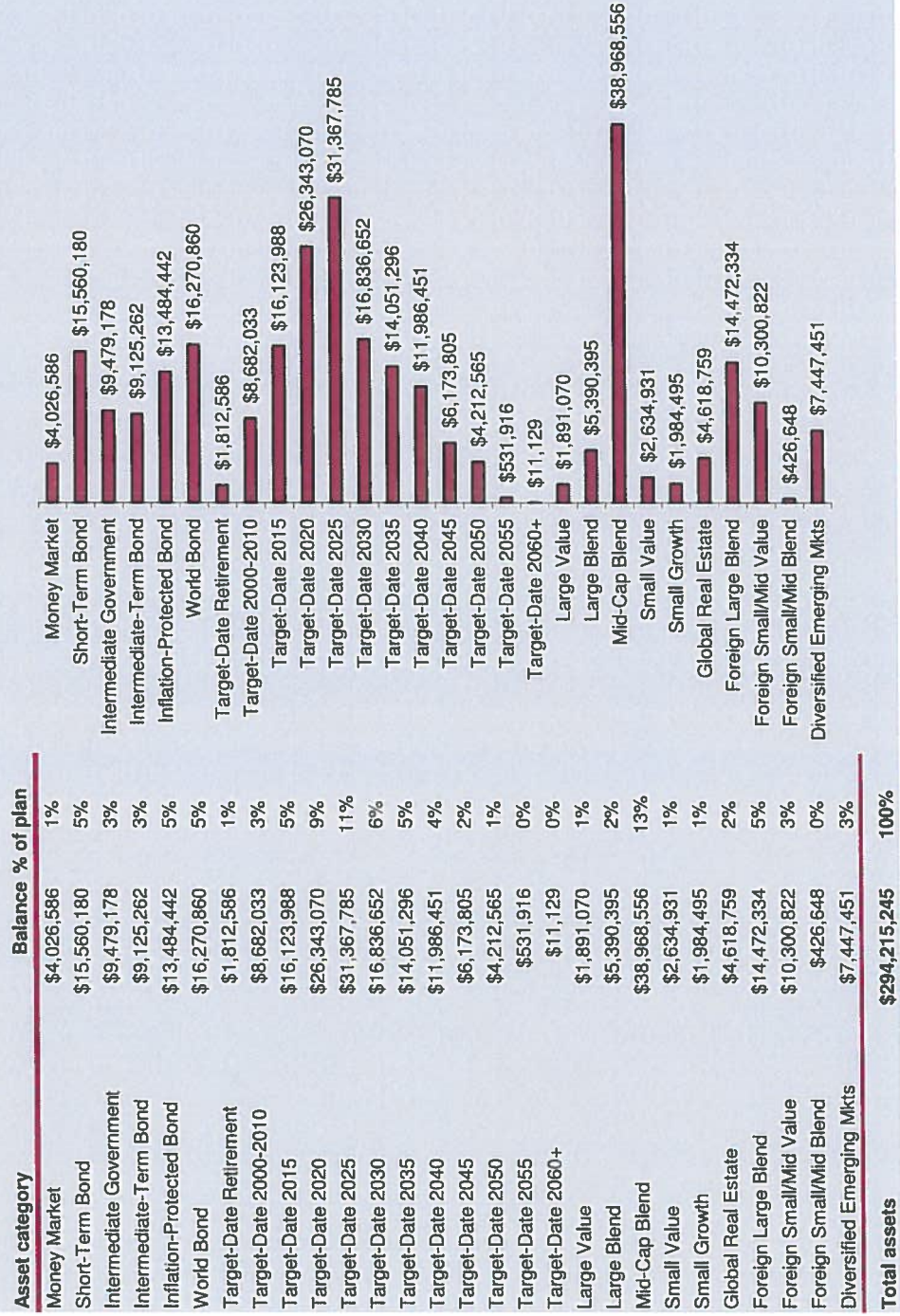
Asset trend



Plan asset allocation

The asset allocation information can help you determine if your employees are properly allocated among the investment options available to them in your retirement plans.

Total plan asset allocation



Total plan assets by fund

Total plan assets

This overview provides information about your total assets in dollars and as a percentage of your total assets by fund over the time periods illustrated.

Assets have increased by 6% from the prior period

Fund name	Ticker	Fund style	12/31/2015		12/31/2016	
			Total assets	% of plan	Total assets	% of plan
Vanguard Prime Money Market Admiral	VMRXX	Money Market	\$6,408,933	2%	\$0	0%
Vanguard Federal Money Market Investor	VMFXX	Money Market	\$0	0%	\$4,026,586	1%
Vanguard Short-Term Bond Idx I	VBITX	Short-Term Bond	\$32,074,591	12%	\$15,560,180	5%
DFA Intermediate Govt Fixed-Income I	DFIGX	Intermediate Government	\$19,303,807	7%	\$9,479,178	3%
Vanguard Total Bond Market Index I	VBTIX	Intermediate-Term Bond	\$16,647,273	6%	\$9,125,262	3%
DFA Inflation-Protected Securities I	DIPSX	Inflation-Protected Bond	\$27,041,422	10%	\$13,484,442	5%
DFA Five-Year Global Fixed-Income I	DFGBX	World Bond	\$17,441,621	6%	\$8,587,937	3%
DFA Two-Year Global Fixed-Income I	DFGFX	World Bond	\$15,911,987	6%	\$7,682,923	3%
Dimensional Retirement Income Instl	TDIFX	Target-Date Retirement	\$0	0%	\$1,812,586	1%
Dimensional 2010 Target Dt Rtr Inc Instl	DRIBX	Target-Date 2000-2010	\$0	0%	\$6,472,811	2%
Dimensional 2005 Target Dt Rtr Inc Instl	DRIMX	Target-Date 2000-2010	\$0	0%	\$2,209,222	1%
Dimensional 2015 Target Dt Rtr Inc Instl	DRIOX	Target-Date 2015	\$0	0%	\$16,123,988	5%
Dimensional 2020 Target Dt Rtr Inc Instl	DRIRX	Target-Date 2020	\$0	0%	\$26,343,070	9%
Dimensional 2025 Target Dt Rtr Inc Instl	DRIUX	Target-Date 2025	\$0	0%	\$31,367,785	11%
Dimensional 2030 Target Dt Rtr Inc Instl	DRIWX	Target-Date 2030	\$0	0%	\$16,836,652	6%
Dimensional 2035 Target Dt Rtr Inc Instl	DRIGX	Target-Date 2035	\$0	0%	\$14,051,296	5%
Dimensional 2040 Target Dt Rtr Inc Instl	DRIHX	Target-Date 2040	\$0	0%	\$11,986,451	4%
Dimensional 2045 Target Dt Rtr Inc Instl	DRILX	Target-Date 2045	\$0	0%	\$6,173,805	2%
Dimensional 2050 Target Dt Rtr Inc Instl	DRILX	Target-Date 2050	\$0	0%	\$4,212,565	1%
Dimensional 2055 Target Dt Rtr Inc Instl	DRILX	Target-Date 2055	\$0	0%	\$531,916	0%
Dimensional 2060 Target Dt Rtr Inc Instl	DRILX	Target-Date 2060+	\$0	0%	\$11,129	0%
DFA US Large Cap Value I	DFLVX	Large Value	\$1,935,867	1%	\$1,891,070	1%
DFA US Sustainability Core 1	DFSIX	Large Blend	\$785,208	0%	\$835,444	0%
Vanguard 500 Index Admiral	VFIAX	Large Blend	\$3,805,177	1%	\$4,554,951	2%
DFA US Core Equity 2 I	DFQTX	Mid-Cap Blend	\$65,418,079	24%	\$38,968,556	13%
DFA US Targeted Value I	DFVIX	Small Value	\$1,156,235	0%	\$1,106,722	0%
DFA US Small Cap Value I	DFSVX	Small Value	\$1,388,619	1%	\$1,528,208	0%
Vanguard Small Cap Growth Index Admiral	VSGAX	Small Growth	\$2,037,553	1%	\$1,984,495	1%

Total plan assets by fund

Total plan assets

This overview provides information about your total assets in dollars and as a percentage of your total assets by fund over the time periods illustrated.

Assets have increased by 6% from the prior period

Fund name	Ticker	Fund style	12/31/2015		12/31/2016	
			Total assets	% of plan	Total assets	% of plan
DFA Global Real Estate Securities Port	DFGEX	Global Real Estate	\$8,394,620	3%	\$4,618,759	2%
Vanguard Developed Markets Idx Instl	VTMNX	Foreign Large Blend	\$25,811,001	9%	\$14,063,373	5%
DFA Intl Sustainability Core 1	DFSPX	Foreign Large Blend	\$438,969	0%	\$408,961	0%
DFA International Vector Equity I	DFVOX	Foreign Small/Mid Value	\$18,522,054	7%	\$10,300,822	3%
DFA International Small Company I	DFISX	Foreign Small/Mid Blend	\$384,480	0%	\$426,648	0%
DFA Emerging Markets Core Equity I	DFCEX	Diversified Emerging Mkts	\$11,630,478	4%	\$7,406,814	3%
DFA Emerging Markets Social Core Port	DFESX	Diversified Emerging Mkts	\$35,867	0%	\$40,637	0%
Total			\$276,573,839	100%	\$294,215,245	100%

Total plan contributions by fund

Total plan contributions

Below you will find the total contributions in dollars and as a percent of your total contributions by fund over the time periods illustrated. Year-to-year changes in contributions may reveal trends that could be addressed by targeted communication and educational campaigns.

Fund name	Ticker	Fund style	01/01/2015 - 12/31/2015		01/01/2016 - 12/31/2016	
			Contributions	% of plan	Contributions	% of plan
Vanguard Prime Money Market Admiral	VMRXX	Money Market	\$240,047	1%	\$198,366	1%
Vanguard Federal Money Market Investor	VMFXX	Money Market	\$0	0%	\$100,548	1%
Vanguard Short-Term Bond Idx I	VBITX	Short-Term Bond	\$2,033,480	10%	\$969,039	5%
DFA Intermediate Govt Fixed-Income I	DFIGX	Intermediate Government	\$1,163,023	6%	\$583,414	3%
Vanguard Total Bond Market Index I	VBTIX	Intermediate-Term Bond	\$1,072,426	5%	\$555,246	3%
DFA Inflation-Protected Securities I	DIPSX	Inflation-Protected Bond	\$1,903,019	9%	\$867,435	4%
DFA Five-Year Global Fixed-Income I	DFGBX	World Bond	\$1,104,319	5%	\$528,702	2%
DFA Two-Year Global Fixed-Income I	DFGFX	World Bond	\$1,025,905	5%	\$477,304	2%
Dimensional Retirement Income Instl	TDIFX	Target-Date Retirement	\$0	0%	\$37,990	0%
Dimensional 2010 Target Dt Rtr Inc Instl	DRIBX	Target-Date 2000-2010	\$0	0%	\$107,496	1%
Dimensional 2005 Target Dt Rtr Inc Instl	DRIMX	Target-Date 2000-2010	\$0	0%	\$39,422	0%
Dimensional 2015 Target Dt Rtr Inc Instl	DRIOX	Target-Date 2015	\$0	0%	\$731,573	3%
Dimensional 2020 Target Dt Rtr Inc Instl	DRIRX	Target-Date 2020	\$0	0%	\$1,441,205	7%
Dimensional 2025 Target Dt Rtr Inc Instl	DRIUXX	Target-Date 2025	\$0	0%	\$1,708,781	8%
Dimensional 2030 Target Dt Rtr Inc Instl	DRIWXX	Target-Date 2030	\$0	0%	\$1,616,659	8%
Dimensional 2035 Target Dt Rtr Inc Instl	DRIGXX	Target-Date 2035	\$0	0%	\$1,463,007	7%
Dimensional 2040 Target Dt Rtr Inc Instl	DRIHXX	Target-Date 2040	\$0	0%	\$1,266,528	6%
Dimensional 2045 Target Dt Rtr Inc Instl	DRIIXX	Target-Date 2045	\$0	0%	\$870,325	4%
Dimensional 2050 Target Dt Rtr Inc Instl	DRIUXX	Target-Date 2050	\$0	0%	\$926,824	4%
Dimensional 2055 Target Dt Rtr Inc Instl	DRIIXX	Target-Date 2055	\$0	0%	\$268,473	1%
Dimensional 2060 Target Dt Rtr Inc Instl	DRILX	Target-Date 2060+	\$0	0%	\$10,320	0%
DFA US Large Cap Value I	DFLVX	Large Value	\$161,803	1%	\$149,117	1%
DFA US Sustainability Core 1	DFSIX	Large Blend	\$42,488	0%	\$37,034	0%
Vanguard 500 Index Admiral	VFIAX	Large Blend	\$285,690	1%	\$297,102	1%
DFA US Core Equity 2 I	DFQTX	Mid-Cap Blend	\$5,927,194	28%	\$2,737,377	13%
DFA US Targeted Value I	DFEVX	Small Value	\$76,794	0%	\$59,785	0%
DFA US Small Cap Value I	DFSVX	Small Value	\$69,215	0%	\$76,916	0%
Vanguard Small Cap Growth Index Admiral	VSGAX	Small Growth	\$143,112	1%	\$153,617	1%

Total plan contributions by fund

Total plan contributions

Below you will find the total contributions in dollars and as a percent of your total contributions by fund over the time periods illustrated. Year-to-year changes in contributions may reveal trends that could be addressed by targeted communication and educational campaigns.

Fund name	Ticker	Fund style	01/01/2015 - 12/31/2015		01/01/2016 - 12/31/2016	
			Contributions	% of plan	Contributions	% of plan
DFA Global Real Estate Securities Port	DFGEX	Global Real Estate	\$688,678	3%	\$356,424	2%
Vanguard Developed Markets Idx Instl	VTMNX	Foreign Large Blend	\$2,381,658	11%	\$1,113,860	5%
DFA Intl Sustainability Core 1	DFSPX	Foreign Large Blend	\$16,034	0%	\$16,556	0%
DFA International Vector Equity I	DFVQX	Foreign Small/Mid Value	\$1,725,817	8%	\$784,079	4%
DFA International Small Company I	DFISX	Foreign Small/Mid Blend	\$28,457	0%	\$31,781	0%
DFA Emerging Markets Core Equity I	DFCEX	Diversified Emerging Mkts	\$1,214,024	6%	\$568,153	3%
DFA Emerging Markets Social Core Port	DFESX	Diversified Emerging Mkts	\$4,331	0%	\$3,173	0%
Total			\$21,307,514	100%	\$21,153,630	100%

Plan assets and contributions

Tri-City Healthcare District 457(b) Deferred Compensation Plan assets and contributions

Assets have increased by 14% from the prior period

Assets have increased by 14 % from the prior period

12/31/2016 - 01/01/2016						
Fund name	Ticker	Fund style	Assets	% of plan	Contributions	% of plan
Vanguard Prime Money Market Admiral	VMPXX	Money Market	\$0	0%	\$47,675	1%
Vanguard Federal Money Market Investor	VMFXX	Money Market	\$531,954	1%	\$29,735	1%
Vanguard Short-Term Bond Idx I	VBITX	Short-Term Bond	\$2,394,382	5%	\$241,784	5%
DFA Intermediate Govt Fixed-Income I	DFIGX	Intermediate Government	\$1,448,093	3%	\$141,694	3%
Vanguard Total Bond Market Index I	VBTIX	Intermediate-Term Bond	\$1,653,154	4%	\$152,953	3%
DFA Inflation-Protected Securities I	DIPSX	Inflation-Protected Bond	\$2,167,989	5%	\$217,204	4%
DFA Five-Year Global Fixed-Income I	DFGBX	World Bond	\$1,313,704	3%	\$133,434	2%
DFA Two-Year Global Fixed-Income I	DFGFX	World Bond	\$1,099,800	3%	\$115,114	2%
Dimensional Retirement Income Instl	TDIFX	Target-Date Retirement	\$219,242	0%	\$10,565	0%
Dimensional 2010 Target Dt Rtr Inc Instl	DRIBX	Target-Date 2000-2010	\$435,879	1%	\$22,661	0%
Dimensional 2005 Target Dt Rtr Inc Instl	DRIMX	Target-Date 2000-2010	\$454,697	1%	\$11,764	0%
Dimensional 2015 Target Dt Rtr Inc Instl	DRIQX	Target-Date 2015	\$1,730,226	4%	\$193,233	4%
Dimensional 2020 Target Dt Rtr Inc Instl	DRIRX	Target-Date 2020	\$4,227,638	10%	\$395,583	7%
Dimensional 2025 Target Dt Rtr Inc Instl	DRIUX	Target-Date 2025	\$3,832,172	9%	\$359,616	7%
Dimensional 2030 Target Dt Rtr Inc Instl	DRIWX	Target-Date 2030	\$2,029,677	5%	\$492,140	9%
Dimensional 2035 Target Dt Rtr Inc Instl	DRI GX	Target-Date 2035	\$1,976,902	4%	\$315,393	6%
Dimensional 2040 Target Dt Rtr Inc Instl	DRIHX	Target-Date 2040	\$1,530,627	3%	\$257,506	5%
Dimensional 2045 Target Dt Rtr Inc Instl	DRIIX	Target-Date 2045	\$716,897	2%	\$173,400	3%
Dimensional 2050 Target Dt Rtr Inc Instl	DRIJX	Target-Date 2050	\$705,858	2%	\$289,080	5%
Dimensional 2055 Target Dt Rtr Inc Instl	DRIKX	Target-Date 2055	\$124,423	0%	\$77,877	1%
Dimensional 2060 Target Dt Rtr Inc Instl	DRI LX	Target-Date 2060+	\$5,270	0%	\$3,897	0%
DFA US Large Cap Value I	DFLVX	Large Value	\$370,378	1%	\$40,666	1%
DFA US Sustainability Core 1	DFSIX	Large Blend	\$139,042	0%	\$10,435	0%
Vanguard 500 Index Admiral	VFIAX	Large Blend	\$1,051,967	2%	\$119,208	2%
DFA US Core Equity 2 I	DFQTX	Mid-Cap Blend	\$6,613,373	15%	\$701,974	13%
DFA US Targeted Value I	DFEVX	Small Value	\$301,362	1%	\$23,671	0%
DFA US Small Cap Value I	DFS VX	Small Value	\$326,783	1%	\$34,254	1%
Vanguard Small Cap Growth Index Admiral	VSGAX	Small Growth	\$393,711	1%	\$47,705	1%
DFA Global Real Estate Securities Port	DFGEX	Global Real Estate	\$819,466	2%	\$108,103	2%

Plan assets and contributions

Tri-City Healthcare District 457(b) Deferred Compensation Plan assets and contributions

Assets have increased by 14% from the prior period

Fund name	Ticker	Fund style	12/31/2016		01/01/2016 - 12/31/2016	
			Assets	% of plan	Contributions	% of plan
Vanguard Developed Markets Idx Instl	VTMNX	Foreign Large Blend	\$2,401,819	5%	\$293,456	5%
DFA Intl Sustainability Core 1	DFSPX	Foreign Large Blend	\$75,017	0%	\$6,466	0%
DFA International Vector Equity I	DFVQX	Foreign Small/Mid Value	\$1,700,426	4%	\$198,123	4%
DFA International Small Company I	DFISX	Foreign Small/Mid Blend	\$89,922	0%	\$9,695	0%
DFA Emerging Markets Core Equity I	DFCEX	Diversified Emerging Mkts	\$1,288,141	3%	\$147,688	3%
DFA Emerging Markets Social Core Port	DFESX	Diversified Emerging Mkts	\$1,152	0%	\$897	0%
Total			\$44,171,141	100%	\$5,424,649	100%

Plan assets and contributions

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District Plan assets and contributions

Assets have increased by 5% from the prior period

Fund name	Ticker	Fund style	12/31/2016		01/01/2016 - 12/31/2016	
			Assets	% of plan	Contributions	% of plan
Vanguard Prime Money Market Admiral	VMRXX	Money Market	\$0	0%	\$75,236	1%
Vanguard Federal Money Market Investor	VMFXX	Money Market	\$1,689,925	1%	\$46,480	0%
Vanguard Short-Term Bond Idx I	VBITX	Short-Term Bond	\$7,153,501	5%	\$445,825	5%
DFA Intermediate Govt Fixed-Income I	DFIGX	Intermediate Government	\$4,441,373	3%	\$268,808	3%
Vanguard Total Bond Market Index I	VBTIX	Intermediate-Term Bond	\$4,101,586	3%	\$244,748	3%
DFA Inflation-Protected Securities I	DIPSX	Inflation-Protected Bond	\$6,278,313	5%	\$400,221	4%
DFA Five-Year Global Fixed-Income I	DFGBX	World Bond	\$4,062,327	3%	\$244,242	3%
DFA Two-Year Global Fixed-Income I	DFGFX	World Bond	\$3,621,078	3%	\$222,787	2%
Dimensional Retirement Income Instl	TDIFX	Target-Date Retirement	\$993,875	1%	\$18,538	0%
Dimensional 2010 Target Dt Rtr Inc Instl	DRIBX	Target-Date 2000-2010	\$2,869,386	2%	\$33,575	0%
Dimensional 2005 Target Dt Rtr Inc Instl	DRIMX	Target-Date 2000-2010	\$923,519	1%	\$9,424	0%
Dimensional 2015 Target Dt Rtr Inc Instl	DRIQX	Target-Date 2015	\$7,704,348	6%	\$353,162	4%
Dimensional 2020 Target Dt Rtr Inc Instl	DRIRX	Target-Date 2020	\$11,931,531	9%	\$647,187	7%
Dimensional 2025 Target Dt Rtr Inc Instl	DRIUXX	Target-Date 2025	\$14,281,532	10%	\$762,923	8%
Dimensional 2030 Target Dt Rtr Inc Instl	DRIWXX	Target-Date 2030	\$7,712,940	6%	\$616,566	7%
Dimensional 2035 Target Dt Rtr Inc Instl	DRIGX	Target-Date 2035	\$6,517,251	5%	\$665,450	7%
Dimensional 2040 Target Dt Rtr Inc Instl	DRIHXX	Target-Date 2040	\$5,284,772	4%	\$562,888	6%
Dimensional 2045 Target Dt Rtr Inc Instl	DRILXX	Target-Date 2045	\$2,648,574	2%	\$402,895	4%
Dimensional 2050 Target Dt Rtr Inc Instl	DRILXX	Target-Date 2050	\$1,665,474	1%	\$335,724	4%
Dimensional 2055 Target Dt Rtr Inc Instl	DRILXX	Target-Date 2055	\$275,569	0%	\$122,044	1%
Dimensional 2060 Target Dt Rtr Inc Instl	DRILXX	Target-Date 2060+	\$5,645	0%	\$5,847	0%
DFA US Large Cap Value I	DFLVX	Large Value	\$879,239	1%	\$60,431	1%
DFA US Sustainability Core 1	DFSIX	Large Blend	\$438,704	0%	\$14,577	0%
Vanguard 500 Index Admiral	VFIAX	Large Blend	\$2,148,126	1%	\$119,647	1%
DFA US Core Equity 2 I	DFQTX	Mid-Cap Blend	\$18,138,654	13%	\$1,252,392	14%
DFA US Targeted Value I	DFEVX	Small Value	\$449,425	0%	\$21,758	0%
DFA US Small Cap Value I	DFSVX	Small Value	\$761,024	1%	\$23,949	0%
Vanguard Small Cap Growth Index Admiral	VSGAX	Small Growth	\$957,448	1%	\$63,395	1%

Plan assets and contributions

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District Plan assets and contributions

Assets have increased by 5% from the prior period

Fund name	Ticker	Fund style	12/31/2016		01/01/2016 - 12/31/2016	
			Assets	% of plan	Contributions	% of plan
DFA Global Real Estate Securities Port	DFGEX	Global Real Estate	\$2,198,629	2%	\$155,015	2%
Vanguard Developed Markets Idx Instl	VTMNX	Foreign Large Blend	\$6,573,068	5%	\$503,025	5%
Vanguard Sustainability Core 1	DFSPX	Foreign Large Blend	\$204,328	0%	\$7,160	0%
DFA Intl Sustainability Core 1	DFVQX	Foreign Small/Mid Value	\$4,824,861	3%	\$359,620	4%
DFA International Vector Equity I	DFISX	Foreign Small/Mid Blend	\$200,436	0%	\$11,124	0%
DFA International Small Company I	DFISX	Foreign Small/Mid Blend	\$200,436	0%	\$11,124	0%
DFA Emerging Markets Core Equity I	DFCEX	Diversified Emerging Mkts	\$3,461,586	3%	\$258,808	3%
DFA Emerging Markets Social Core Port	DFESX	Diversified Emerging Mkts	\$17,104	0%	\$578	0%
Total			\$135,415,151	100%	\$9,336,049	100%

Plan assets and contributions

Tri-City Healthcare District National Security and Retirement Program Plan assets and contributions

Assets have increased by 5% from the prior period

Fund name	Ticker	Fund style	12/31/2016		01/01/2016 - 12/31/2016	
			Assets	% of plan	Contributions	% of plan
Vanguard Prime Money Market Admiral	VMRXX	Money Market	\$0	0%	\$75,455	1%
Vanguard Federal Money Market Investor	VMFXX	Money Market	\$1,804,707	2%	\$24,333	0%
Vanguard Short-Term Bond Idx I	VBITX	Short-Term Bond	\$6,012,298	5%	\$281,429	4%
DFA Intermediate Govt Fixed-Income I	DFIGX	Intermediate Government	\$3,589,713	3%	\$172,911	3%
Vanguard Total Bond Market Index I	VBPIX	Intermediate-Term Bond	\$3,370,522	3%	\$157,545	2%
DFA Inflation-Protected Securities I	DIPSX	Inflation-Protected Bond	\$5,038,140	4%	\$250,011	4%
DFA Five-Year Global Fixed-Income I	DFGBX	World Bond	\$3,211,907	3%	\$151,025	2%
DFA Two-Year Global Fixed-Income I	DFGFX	World Bond	\$2,962,045	3%	\$139,403	2%
Dimensional Retirement Income Instl	TDIFX	Target-Date Retirement	\$599,469	1%	\$8,888	0%
Dimensional 2010 Target Dt Rtr Inc Instl	DRIBX	Target-Date 2000-2010	\$3,167,546	3%	\$51,261	1%
Dimensional 2005 Target Dt Rtr Inc Instl	DRIMX	Target-Date 2000-2010	\$831,005	1%	\$18,234	0%
Dimensional 2015 Target Dt Rtr Inc Instl	DRIQX	Target-Date 2015	\$6,689,415	6%	\$185,177	3%
Dimensional 2020 Target Dt Rtr Inc Instl	DRIRX	Target-Date 2020	\$10,183,901	9%	\$398,434	6%
Dimensional 2025 Target Dt Rtr Inc Instl	DRIUW	Target-Date 2025	\$13,254,081	12%	\$586,242	9%
Dimensional 2030 Target Dt Rtr Inc Instl	DRIWV	Target-Date 2030	\$7,094,035	6%	\$507,954	8%
Dimensional 2035 Target Dt Rtr Inc Instl	DRIGX	Target-Date 2035	\$5,557,143	5%	\$482,164	8%
Dimensional 2040 Target Dt Rtr Inc Instl	DRIHV	Target-Date 2040	\$5,171,052	5%	\$446,134	7%
Dimensional 2045 Target Dt Rtr Inc Instl	DRIUX	Target-Date 2045	\$2,808,334	2%	\$294,029	5%
Dimensional 2050 Target Dt Rtr Inc Instl	DRIYX	Target-Date 2050	\$1,841,234	2%	\$302,020	5%
Dimensional 2055 Target Dt Rtr Inc Instl	DRIKX	Target-Date 2055	\$131,924	0%	\$68,551	1%
Dimensional 2060 Target Dt Rtr Inc Instl	DRILX	Target-Date 2060+	\$214	0%	\$576	0%
DFA US Large Cap Value I	DFLVX	Large Value	\$641,453	1%	\$48,020	1%
DFA US Sustainability Core 1	DFSIX	Large Blend	\$257,697	0%	\$12,022	0%
Vanguard 500 Index Admiral	VFIAX	Large Blend	\$1,354,858	1%	\$58,248	1%
DFA US Core Equity 2 I	DFQTX	Mid-Cap Blend	\$14,216,529	12%	\$783,011	12%
DFA US Targeted Value I	DFVIX	Small Value	\$355,935	0%	\$14,356	0%
DFA US Small Cap Value I	DFSIX	Small Value	\$440,402	0%	\$18,713	0%
Vanguard Small Cap Growth Index Admiral	VSGAX	Small Growth	\$633,336	1%	\$42,517	1%
DFA Global Real Estate Securities Port	DFGEX	Global Real Estate	\$1,600,663	1%	\$93,306	2%

Plan assets and contributions

Tri-City Healthcare District National Security and Retirement Program Plan assets and contributions

Assets have increased by 5% from the prior period

Fund name	Ticker	Fund style	12/31/2016		01/01/2016 - 12/31/2016	
			Assets	% of plan	Contributions	% of plan
Vanguard Developed Markets Idx Instl	VTMNX	Foreign Large Blend	\$5,088,487	4%	\$317,380	5%
DFA Intl Sustainability Core 1	DFSPX	Foreign Large Blend	\$129,616	0%	\$2,930	0%
DFA International Vector Equity I	DFVQX	Foreign Small/Mid Value	\$3,775,536	3%	\$226,337	4%
DFA International Small Company I	DFISX	Foreign Small/Mid Blend	\$136,290	0%	\$10,962	0%
DFA Emerging Markets Core Equity I	DFCEX	Diversified Emerging Mkts	\$2,657,087	2%	\$161,657	3%
DFA Emerging Markets Social Core Port	DFESX	Diversified Emerging Mkts	\$22,381	0%	\$1,698	0%
Total			\$114,628,953	100%	\$6,392,932	100%

Terminology & calculations

Terminology

Participant

Active participant

Eligible participants who made a contribution during the review period

Eligible participant

Employees who have an active participation status and an active employment status

Analysis

Age

Calculated from date of birth

Years of service

Calculated from the most recent date of hire

Account balance

Sum of assets in all funds, not including forfeitures

Calculations

Participation rate

Number of active participants divided by eligible participants

Average deferral

An average of the elected deferral rates of active participants

Average account balance

An average of the account balances of all employees who have a balance in the plan

Fund utilization

The average number of funds used by employees with a balance in the plan, excluding Model portfolio participants

Model portfolio utilization

Number of employees with a balance in the plan who elected or defaulted into a Model portfolio

Plan progress report

Tri-City Healthcare District 457(b) Deferred Compensation Plan Healthcare Not For Profit

	Your plan 09/30/2015	Your plan 09/30/2016	Your plan 12/31/2016	Industry Benchmark
Participation rate	39%	40%	40%	74%
Average deferral rate among active savers	6.7%	6.6%	6.9%	5.6%
Average account balance among investors	\$33,843	\$37,647	\$37,883	\$47,716
Average number of investment options held by investors	7.1	6.0	6.0	5.3
Automatic/negative enrollment	Not offered	Not offered	Not offered	39.4%
Organizational match on the participant contribution	Not offered	Not offered	Not offered	79.7%
Loan provision provided	Not offered	Not offered	Not offered	84.3%
Hardship withdrawal provided	Offered	Offered	Offered	89.1%
Targeted maturity funds	Offered	Offered	Offered	75%

Plan progress report

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District

Healthcare Not For Profit

	Your plan 09/30/2015	Your plan 09/30/2016	Your plan 12/31/2016	Industry Benchmark
Participation rate	79%	78%	79%	74%
Average deferral rate among active savers	4.9%	4.7%	4.9%	5.6%
Average account balance among investors	\$75,418	\$81,465	\$80,365	\$47,716
Average number of investment options held by investors	7.4	6.7	6.8	5.3
Automatic/negative enrollment	Not offered	Not offered	Not offered	39.4%
Organizational match on the participant contribution	Offered	Offered	Offered	79.7%
Loan provision provided	Not offered	Not offered	Not offered	84.3%
Hardship withdrawal provided	Not offered	Not offered	Not offered	89.1%
Targeted maturity funds	Offered	Offered	Offered	75%

Plan progress report

Tri-City Healthcare District National Security and Retirement Program

Healthcare Not For Profit

	Your plan 09/30/2015	Your plan 09/30/2016	Your plan 12/31/2016	Industry Benchmark
Participation rate	42%	39%	38%	74%
Average account balance among investors	\$79,111	\$89,970	\$90,117	\$47,716
Average number of investment options held by investors	7.6	6.3	6.3	5.3
Automatic/negative enrollment	Not offered	Not offered	Not offered	39.4%
Organizational match on the participant contribution	Offered	Offered	Offered	79.7%
Loan provision provided	Not offered	Not offered	Not offered	84.3%
Hardship withdrawal provided	Not offered	Not offered	Not offered	89.1%
Targeted maturity funds	Offered	Offered	Offered	75%

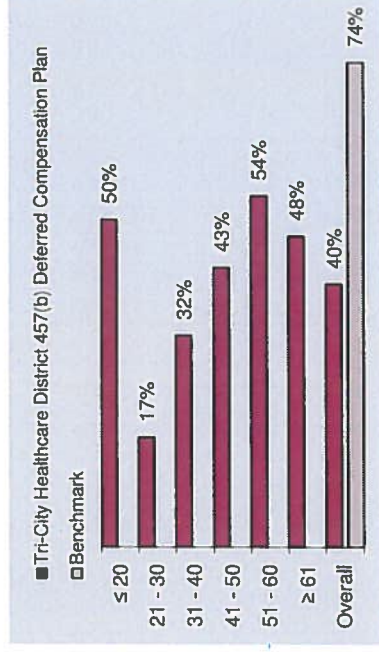
Participation

Tri-City Healthcare District 457(b) Deferred Compensation Plan

Below you will find an analysis of plan participation by participant age and years of service. Generally, older and longer-tenured employees are more likely to have higher participation rates. However, younger employees and new hires should be informed that it's important to start saving as early as possible.

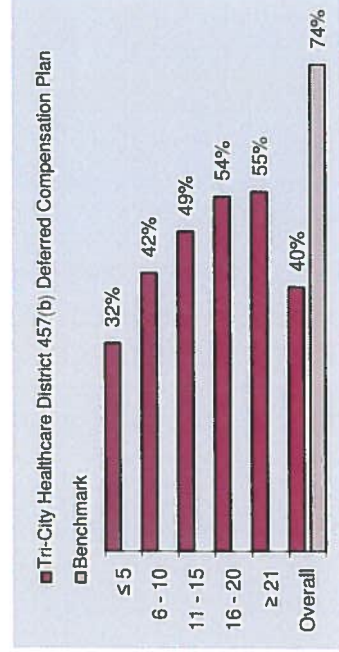
By age

	Active Participants	Total Eligible	Participation Rate
≤ 20	1	2	50%
21 - 30	52	311	17%
31 - 40	168	520	32%
41 - 50	222	520	43%
51 - 60	309	576	54%
≥ 61	152	320	48%
Overall	904	2,249	40%



By years of service

	Active Participants	Total Eligible	Participation Rate
≤ 5	343	1,085	32%
6 - 10	187	442	42%
11 - 15	160	329	49%
16 - 20	81	150	54%
≥ 21	133	243	55%
Overall	904	2,249	40%



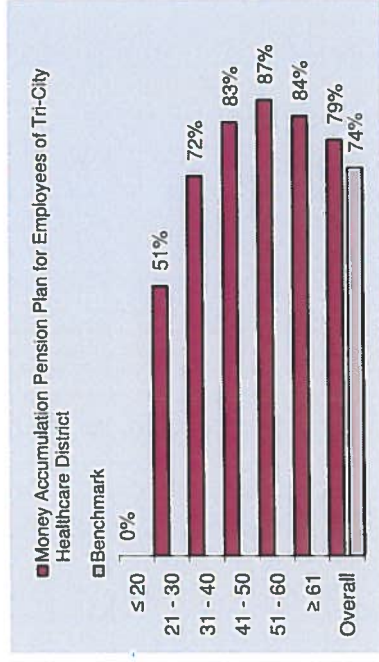
Participation

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District

Below you will find an analysis of plan participation by participant age and years of service. Generally, older and longer-tenured employees are more likely to have higher participation rates. However, younger employees and new hires should be informed that it's important to start saving as early as possible.

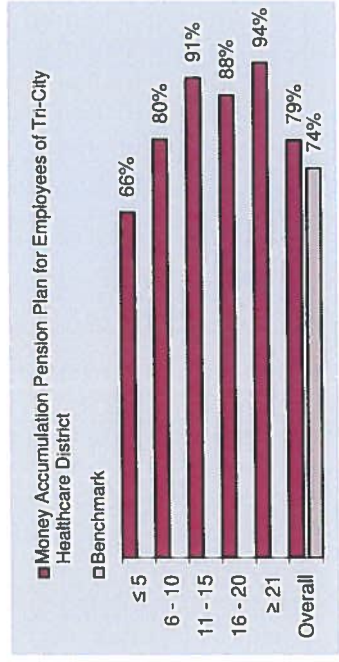
By age

	Active Participants	Total Eligible	Participation Rate
≤ 20	0	0	0%
21 - 30	70	136	51%
31 - 40	245	338	72%
41 - 50	328	396	83%
51 - 60	410	471	87%
≥ 61	225	268	84%
Overall	1,278	1,609	79%



By years of service

	Active Participants	Total Eligible	Participation Rate
≤ 5	375	571	66%
6 - 10	312	392	80%
11 - 15	272	298	91%
16 - 20	125	142	88%
≥ 21	194	206	94%
Overall	1,278	1,609	79%



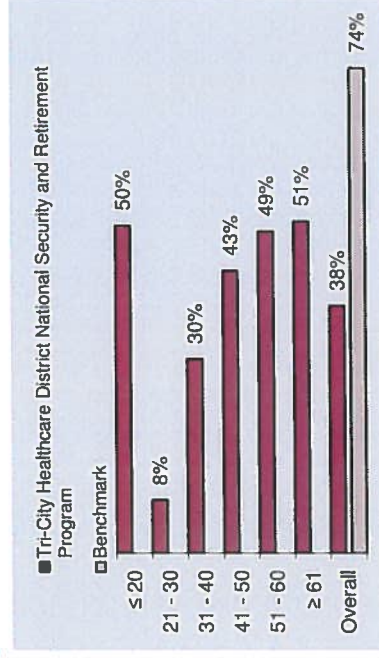
Participation

Tri-City Healthcare District National Security and Retirement Program

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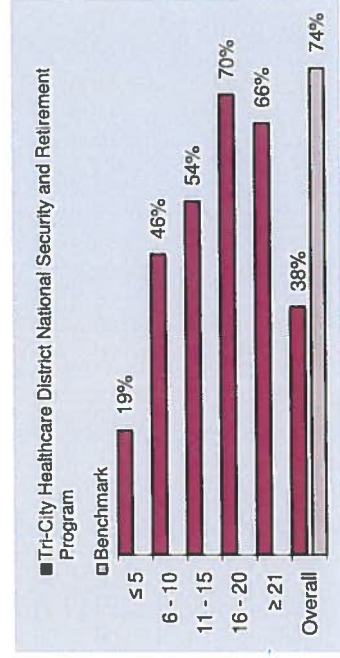
By age

	Active Participants	Total Eligible	Participation Rate
≤ 20	1	2	50%
21 - 30	25	311	8%
31 - 40	154	520	30%
41 - 50	224	520	43%
51 - 60	282	574	49%
≥ 61	162	320	51%
Overall	848	2,247	38%



By years of service

	Active Participants	Total Eligible	Participation Rate
≤ 5	205	1,084	19%
6 - 10	202	442	46%
11 - 15	177	329	54%
16 - 20	105	150	70%
≥ 21	159	242	66%
Overall	848	2,247	38%



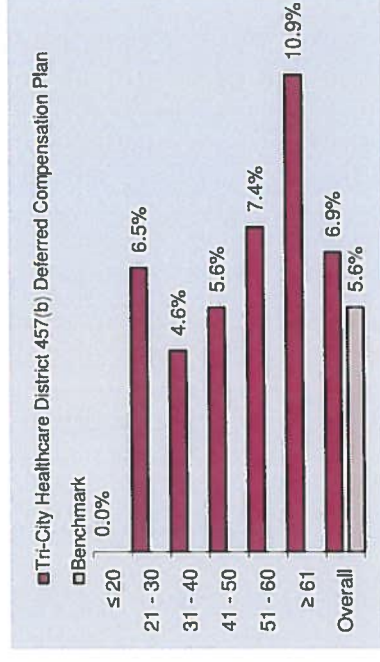
Average deferral

Tri-City Healthcare District 457(b) Deferred Compensation Plan

This is a breakdown of average deferral percentage by participant age and years of service. Generally, older and longer-tenured employees contribute more. However, younger employees and newcomers should be informed that it's important to save as much as possible.

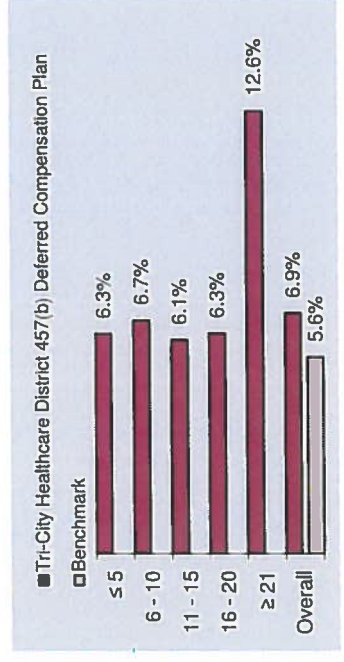
By age

	Average deferral percentage
≤ 20	0.0%
21 - 30	6.5%
31 - 40	4.6%
41 - 50	5.6%
51 - 60	7.4%
≥ 61	10.9%
Overall	6.9%



By years of service

	Average deferral percentage
≤ 5	6.3%
6 - 10	6.7%
11 - 15	6.1%
16 - 20	6.3%
≥ 21	12.6%
Overall	6.9%



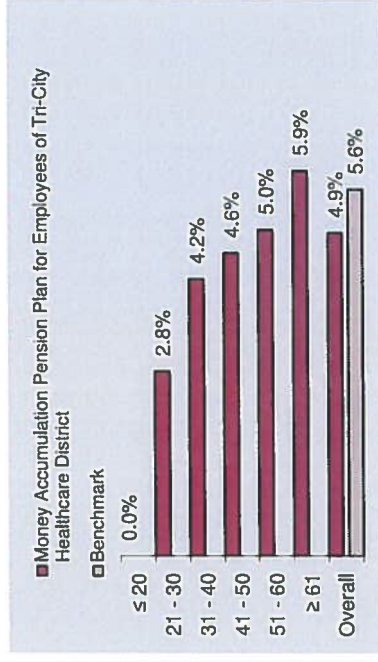
Average deferral

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District

This is a breakdown of average deferral percentage by participant age and years of service. Generally, older and longer-tenured employees contribute more. However, younger employees and newcomers should be informed that it's important to save as much as possible.

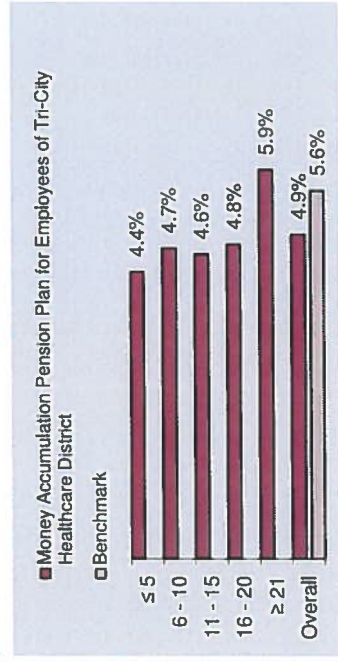
By age

	Average deferral percentage
≤ 20	0.0%
21 - 30	2.8%
31 - 40	4.2%
41 - 50	4.6%
51 - 60	5.0%
≥ 61	5.9%
Overall	4.9%



By years of service

	Average deferral percentage
≤ 5	4.4%
6 - 10	4.7%
11 - 15	4.6%
16 - 20	4.8%
≥ 21	5.9%
Overall	4.9%



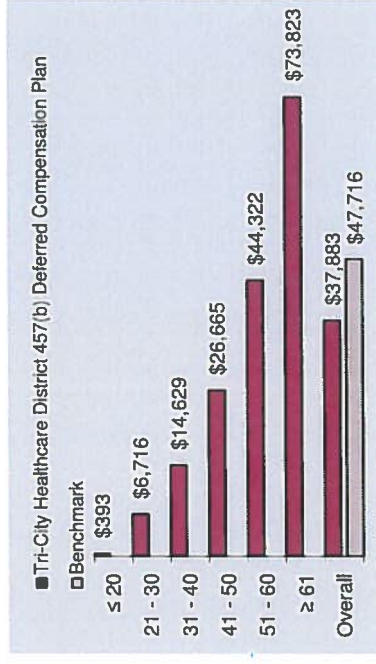
Average account balance

Tri-City Healthcare District 457(b) Deferred Compensation Plan

Average account balance reflects market performance as well as contribution levels. Average account balance can be tracked over time and may increase with targeted communication and education campaigns.

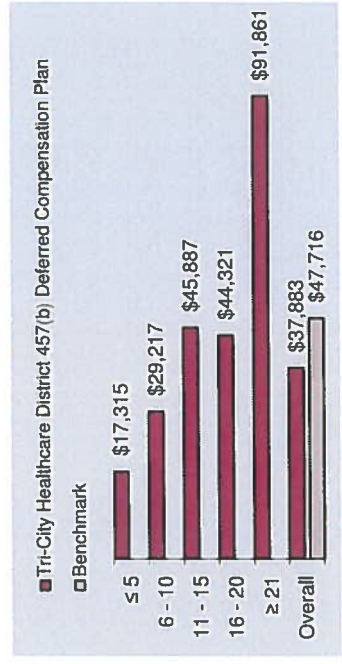
By age

	Average account balance
≤ 20	\$393
21 - 30	\$6,716
31 - 40	\$14,629
41 - 50	\$26,665
51 - 60	\$44,322
≥ 61	\$73,823
Overall	\$37,883



By years of service

	Average account balance
≤ 5	\$17,315
6 - 10	\$29,217
11 - 15	\$45,887
16 - 20	\$44,321
≥ 21	\$91,861
Overall	\$37,883



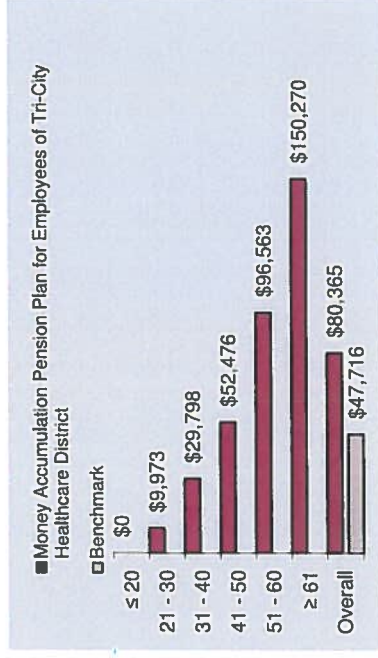
Average account balance

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District

Average account balance reflects market performance as well as contribution levels. Average account balance can be tracked over time and may increase with targeted communication and education campaigns.

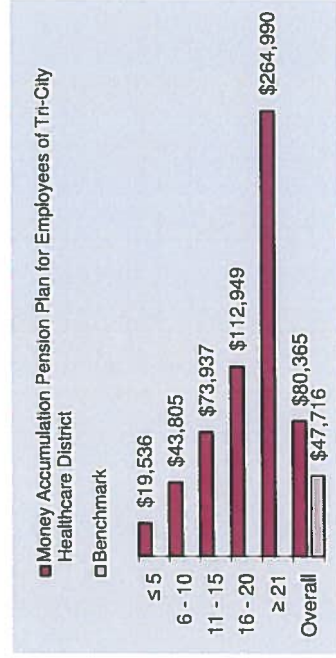
By age

	Average account balance
≤ 20	\$0
21 - 30	\$9,973
31 - 40	\$29,798
41 - 50	\$52,476
51 - 60	\$96,563
≥ 61	\$150,270
Overall	\$80,365



By years of service

	Average account balance
≤ 5	\$19,536
6 - 10	\$43,805
11 - 15	\$73,937
16 - 20	\$112,949
≥ 21	\$264,990
Overall	\$80,365



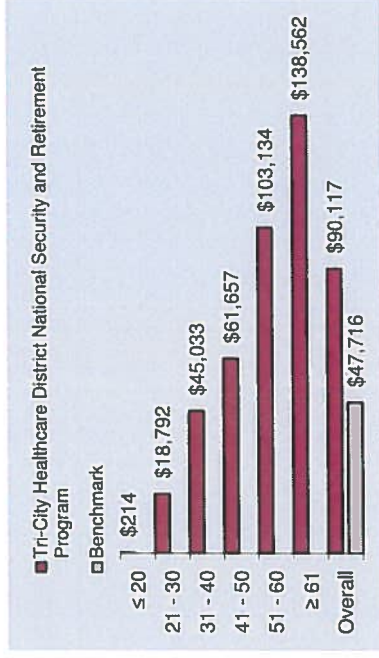
Average account balance

Tri-City Healthcare District National Security and Retirement Program

Average account balance reflects market performance as well as contribution levels. Average account balance can be tracked over time and may increase with targeted communication and education campaigns.

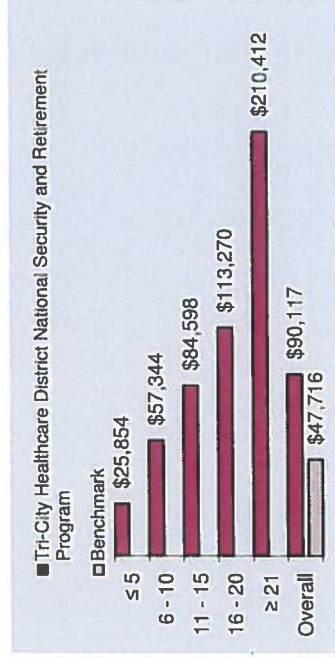
By age

	Average account balance
≤ 20	\$214
21 - 30	\$18,792
31 - 40	\$45,033
41 - 50	\$61,657
51 - 60	\$103,134
≥ 61	\$138,562
Overall	\$90,117



By years of service

	Average account balance
≤ 5	\$25,854
6 - 10	\$57,344
11 - 15	\$84,598
16 - 20	\$113,270
≥ 21	\$210,412
Overall	\$90,117



Fund utilization

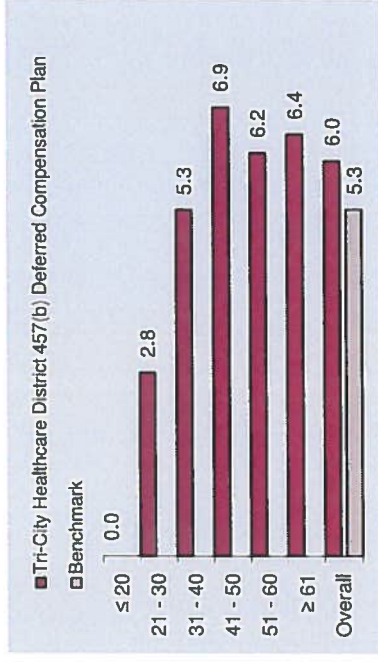
Tri-City Healthcare District 457(b) Deferred Compensation Plan

This is a breakdown of fund utilization by participant age and years of service. Fund utilization can be tracked over time to determine trends in the average number of funds selected.

*Excludes Model portfolio participants

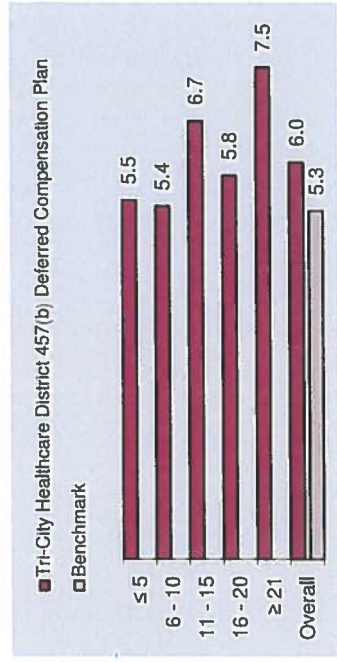
By age

	Average funds utilized
≤ 20	0.0
21 - 30	2.8
31 - 40	5.3
41 - 50	6.9
51 - 60	6.2
≥ 61	6.4
Overall	6.0



By years of service

	Average funds utilized
≤ 5	5.5
6 - 10	5.4
11 - 15	6.7
16 - 20	5.8
≥ 21	7.5
Overall	6.0



Fund utilization

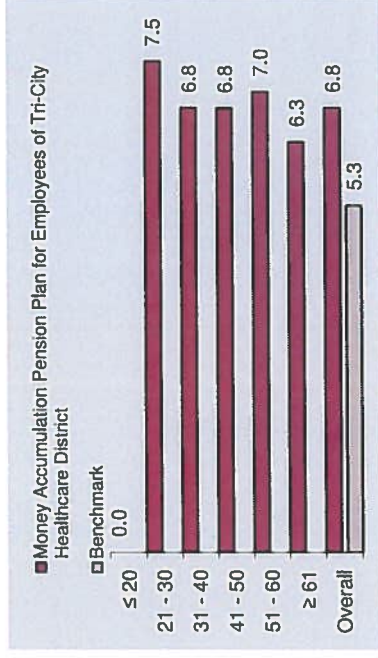
Money Accumulation Pension Plan for Employees of Tri-City Healthcare District

This is a breakdown of fund utilization by participant age and years of service. Fund utilization can be tracked over time to determine trends in the average number of funds selected.

*Excludes Model portfolio participants

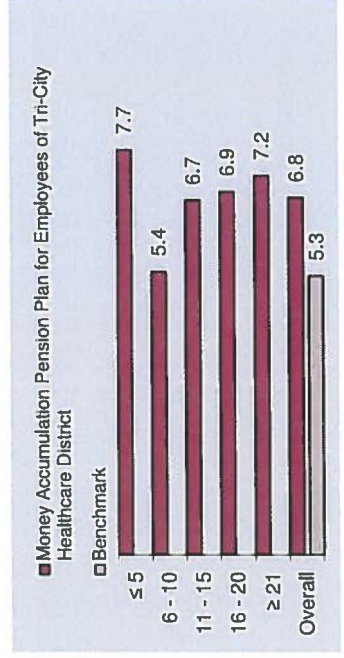
By age

	Average funds utilized
≤ 20	0.0
21 - 30	7.5
31 - 40	6.8
41 - 50	6.8
51 - 60	7.0
≥ 61	6.3
Overall	6.8



By years of service

	Average funds utilized
≤ 5	7.7
6 - 10	5.4
11 - 15	6.7
16 - 20	6.9
≥ 21	7.2
Overall	6.8



Fund utilization

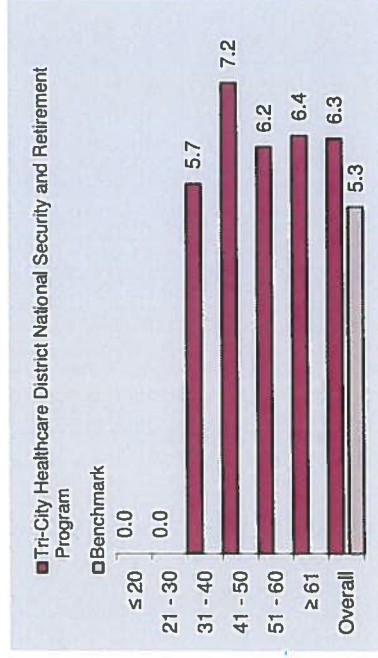
Tri-City Healthcare District National Security and Retirement Program

This is a breakdown of fund utilization by participant age and years of service. Fund utilization can be tracked over time to determine trends in the average number of funds selected.

*Excludes Model portfolio participants

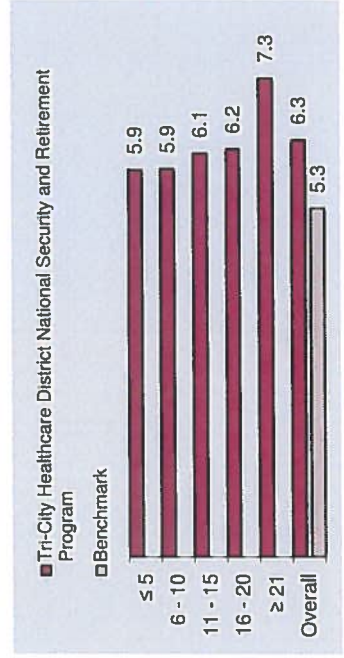
By age

	Average funds utilized
≤ 20	0.0
21 - 30	0.0
31 - 40	5.7
41 - 50	7.2
51 - 60	6.2
≥ 61	6.4
Overall	6.3



By years of service

	Average funds utilized
≤ 5	5.9
6 - 10	5.9
11 - 15	6.1
16 - 20	6.2
≥ 21	7.3
Overall	6.3

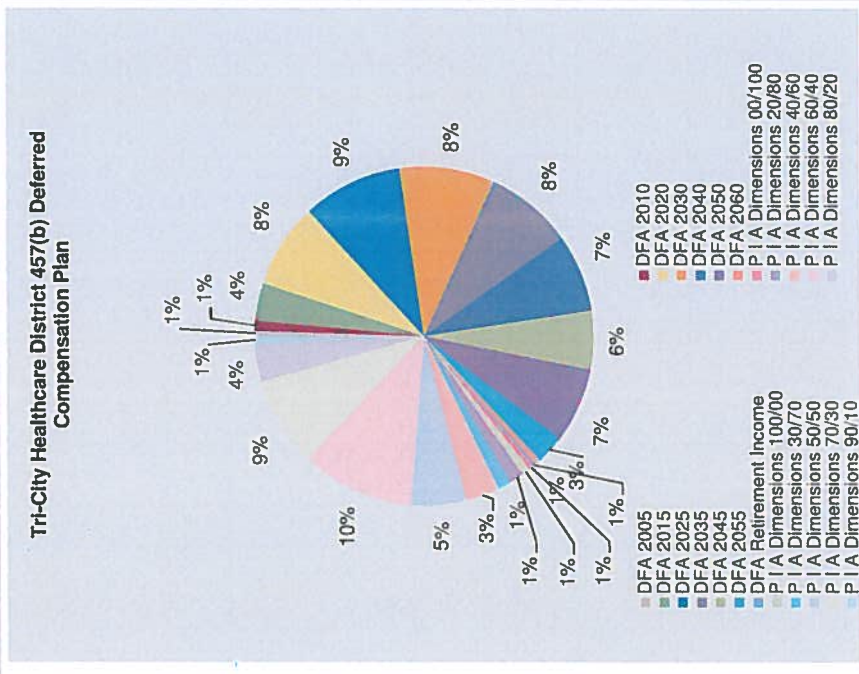


Model portfolio utilization

Tri-City Healthcare District 457(b) Deferred Compensation Plan

This snapshot of Model portfolio utilization by age and years of service will help you determine whether participants are taking full advantage of the diversification opportunities available with the Model portfolios.

	Number of participants
DFA 2005	5
DFA 2010	10
DFA 2015	37
DFA 2020	84
DFA 2025	99
DFA 2030	94
DFA 2035	87
DFA 2040	76
DFA 2045	58
DFA 2050	74
DFA 2055	29
DFA 2060	6
DFA Retirement Income	2
PIA Dimensions 00/100	5
PIA Dimensions 100/00	8
PIA Dimensions 20/80	14
PIA Dimensions 30/70	14
PIA Dimensions 40/60	33
PIA Dimensions 50/50	55
PIA Dimensions 60/40	111
PIA Dimensions 70/30	89
PIA Dimensions 80/20	37
PIA Dimensions 90/10	8
Overall	1,035



Total number of Model portfolio participants 1,035
 Total number of employees with a closing balance 1,166
 Model portfolio participation rate 89%

*Includes employees who have elected a Model portfolio and have a balance in the plan.

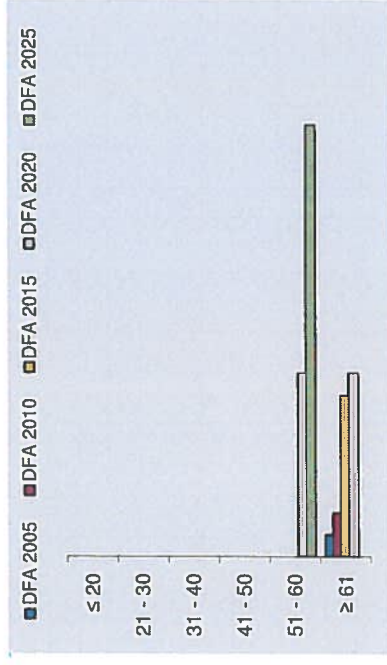
Model portfolio utilization

Tri-City Healthcare District 457(b) Deferred Compensation Plan

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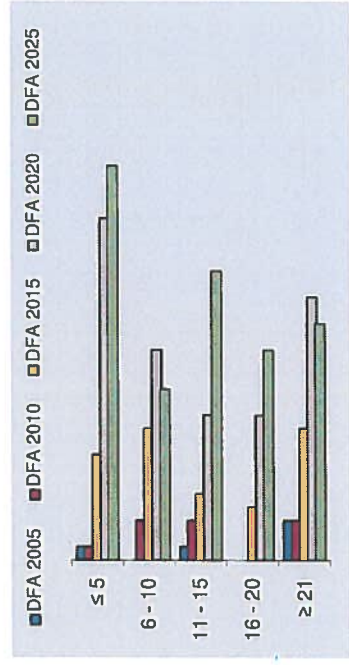
By age

	DFA 2005	DFA 2010	DFA 2015	DFA 2020	DFA 2025
≤ 20	0	0	0	0	0
21 - 30	0	0	0	0	0
31 - 40	0	0	0	0	0
41 - 50	0	0	0	0	0
51 - 60	0	0	0	42	99
≥ 61	5	10	37	42	0
Overall	5	10	37	84	99



By years of service

	DFA 2005	DFA 2010	DFA 2015	DFA 2020	DFA 2025
≤ 5	1	1	8	26	30
6 - 10	0	3	10	16	13
11 - 15	1	3	5	11	22
16 - 20	0	0	4	11	16
≥ 21	3	3	10	20	18
Overall	5	10	37	84	99



*Includes employees that have elected a Model portfolio and have a balance in the plan.

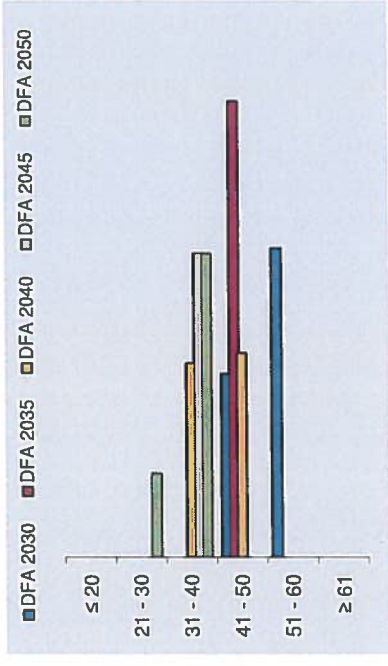
Model portfolio utilization

Tri-City Healthcare District 457(b) Deferred Compensation Plan

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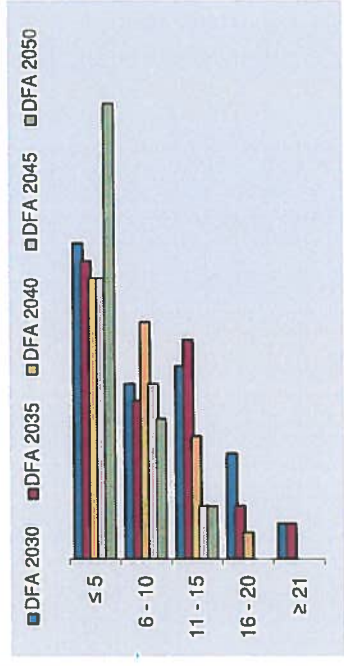
By age

	DFA 2030	DFA 2035	DFA 2040	DFA 2045	DFA 2050
≤ 20	0	0	0	0	0
21 - 30	0	0	0	0	16
31 - 40	0	0	37	58	58
41 - 50	35	87	39	0	0
51 - 60	59	0	0	0	0
≥ 61	0	0	0	0	0
Overall	94	87	76	58	74



By years of service

	DFA 2030	DFA 2035	DFA 2040	DFA 2045	DFA 2050
≤ 5	36	34	32	32	52
6 - 10	20	18	27	20	16
11 - 15	22	25	14	6	6
16 - 20	12	6	3	0	0
≥ 21	4	4	0	0	0
Overall	94	87	76	58	74



*Includes employees that have elected a Model portfolio and have a balance in the plan.

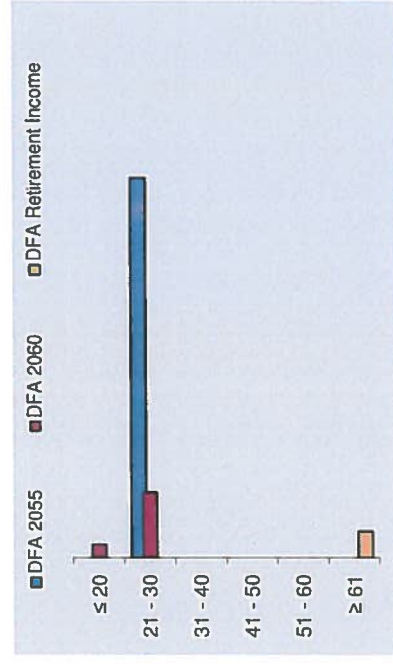
Model portfolio utilization

Tri-City Healthcare District 457(b) Deferred Compensation Plan

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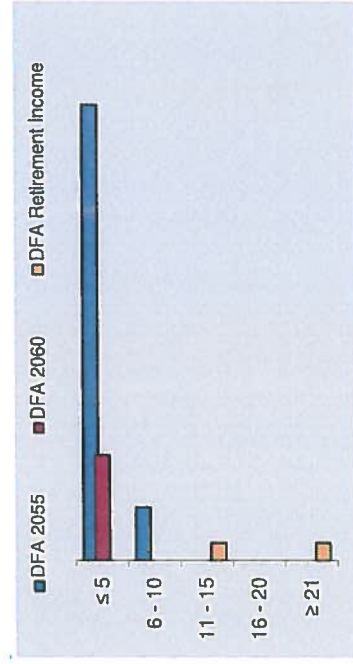
By age

	DFA 2055	DFA 2060	DFA Retirement Income
≤ 20	0	1	0
21 - 30	29	5	0
31 - 40	0	0	0
41 - 50	0	0	0
51 - 60	0	0	0
≥ 61	0	0	2
Overall	29	6	2



By years of service

	DFA 2055	DFA 2060	DFA Retirement Income
≤ 5	26	6	0
6 - 10	3	0	0
11 - 15	0	0	1
16 - 20	0	0	0
≥ 21	0	0	1
Overall	29	6	2



*Includes employees that have elected a Model portfolio and have a balance in the plan.

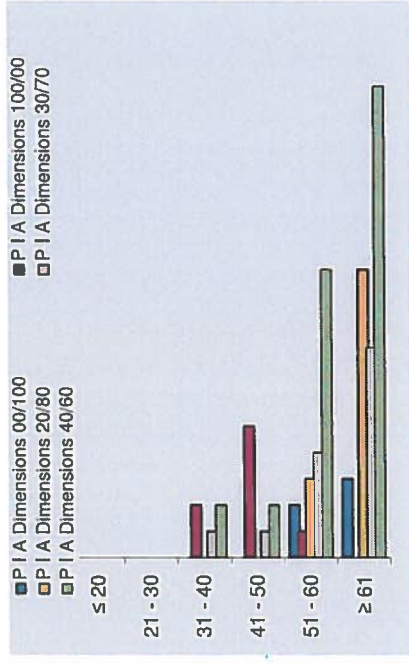
Model portfolio utilization

Tri-City Healthcare District 457(b) Deferred Compensation Plan

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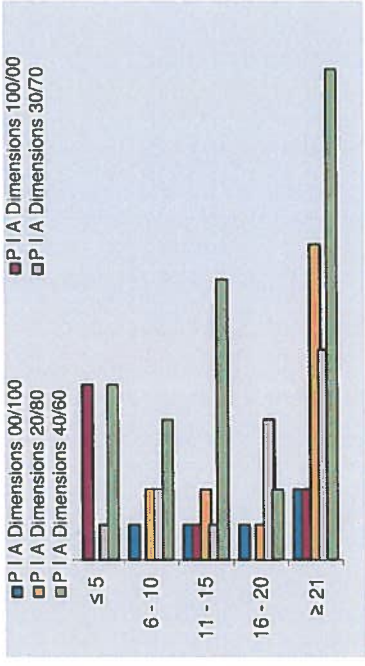
By age

	PIA Dimensions 00/100	PIA Dimensions 100/00	PIA Dimensions 20/80	PIA Dimensions 30/70	PIA Dimensions 40/60
≤ 20	0	0	0	0	0
21 - 30	0	0	0	0	0
31 - 40	0	2	0	1	2
41 - 50	0	5	0	1	2
51 - 60	2	1	3	4	11
≥ 61	3	0	11	8	18
Overall	5	8	14	14	33



By years of service

	PIA Dimensions 00/100	PIA Dimensions 100/00	PIA Dimensions 20/80	PIA Dimensions 30/70	PIA Dimensions 40/60
≤ 5	0	5	0	1	5
6 - 10	1	0	2	2	4
11 - 15	1	1	2	1	8
16 - 20	1	0	1	4	2
≥ 21	2	2	9	6	14
Overall	5	8	14	14	33



*Includes employees that have elected a Model portfolio and have a balance in the plan.

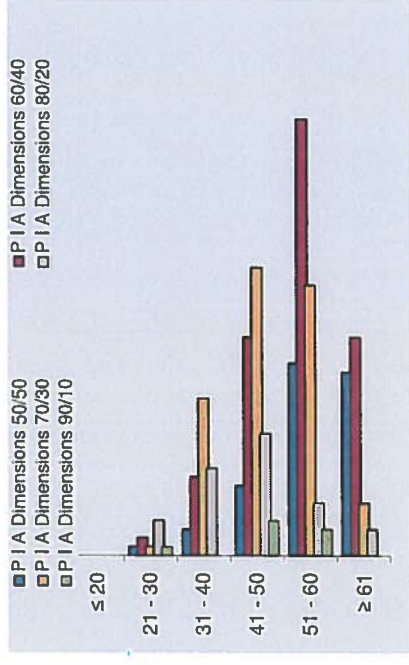
Model portfolio utilization

Tri-City Healthcare District 457(b) Deferred Compensation Plan

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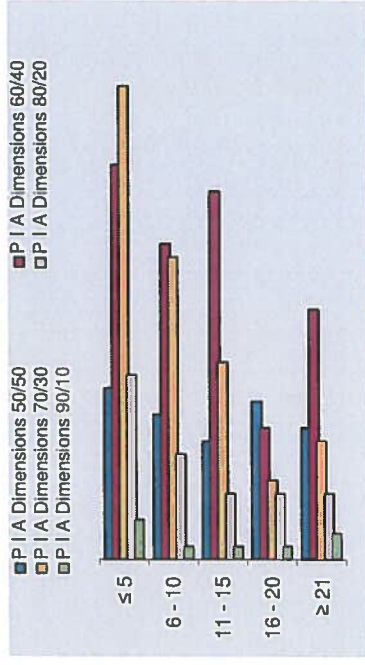
By age

	PIA Dimensions 50/50	PIA Dimensions 60/40	PIA Dimensions 70/30	PIA Dimensions 80/20	PIA Dimensions 90/10
≤ 20	0	0	0	0	0
21 - 30	1	2	1	4	1
31 - 40	3	9	18	10	0
41 - 50	8	25	33	14	4
51 - 60	22	50	31	6	3
≥ 61	21	25	6	3	0
Overall	55	111	89	37	8



By years of service

	PIA Dimensions 50/50	PIA Dimensions 60/40	PIA Dimensions 70/30	PIA Dimensions 80/20	PIA Dimensions 90/10
≤ 5	13	30	36	14	3
6 - 10	11	24	23	8	1
11 - 15	9	28	15	5	1
16 - 20	12	10	6	5	1
≥ 21	10	19	9	5	2
Overall	55	111	89	37	8



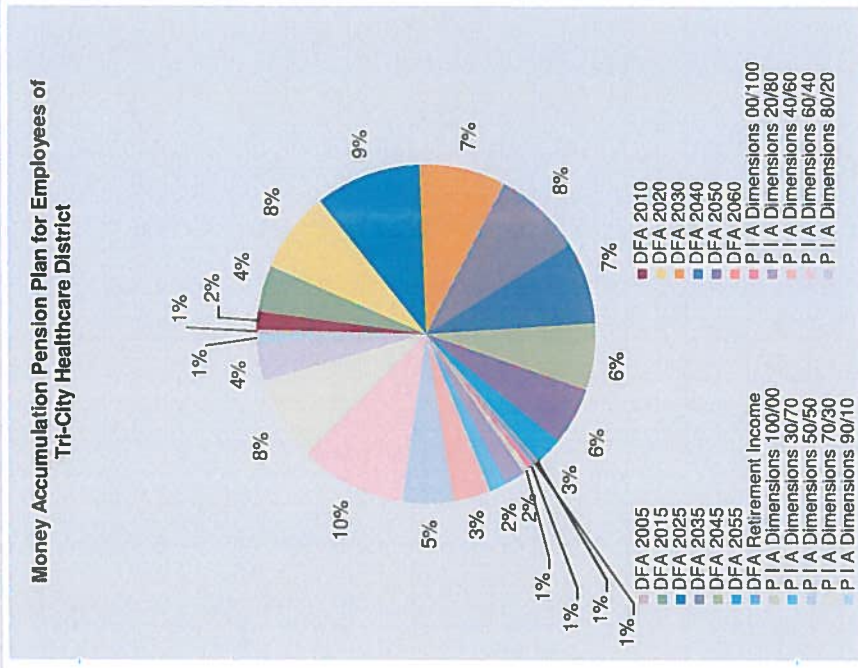
*Includes employees that have elected a Model portfolio and have a balance in the plan.

Model portfolio utilization

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District

This snapshot of Model portfolio utilization by age and years of service will help you determine whether participants are taking full advantage of the diversification opportunities available with the Model portfolios.

	Number of participants
DFA 2005	6
DFA 2010	26
DFA 2015	69
DFA 2020	120
DFA 2025	156
DFA 2030	128
DFA 2035	131
DFA 2040	120
DFA 2045	99
DFA 2050	85
DFA 2055	42
DFA 2060	2
DFA Retirement Income	6
PIA Dimensions 00/100	9
PIA Dimensions 100/00	9
PIA Dimensions 20/80	30
PIA Dimensions 30/70	27
PIA Dimensions 40/60	54
PIA Dimensions 50/50	76
PIA Dimensions 60/40	157
PIA Dimensions 70/30	123
PIA Dimensions 80/20	57
PIA Dimensions 90/10	13
Overall	1,545



Total number of Model portfolio participants 1,545
 Total number of employees with a closing balance 1,685
 Model portfolio participation rate 92%

*Includes employees who have elected a Model portfolio and have a balance in the plan.

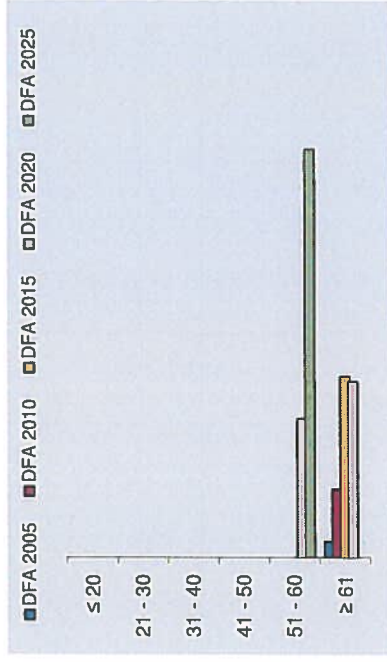
Model portfolio utilization

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District

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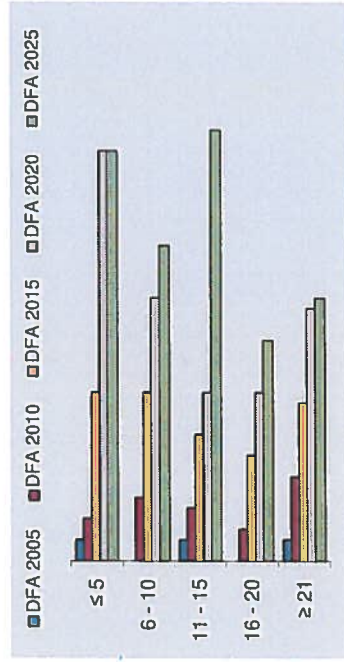
By age

	DFA 2005	DFA 2010	DFA 2015	DFA 2020	DFA 2025
≤ 20	0	0	0	0	0
21 - 30	0	0	0	0	0
31 - 40	0	0	0	0	0
41 - 50	0	0	0	0	0
51 - 60	0	0	0	53	156
≥ 61	6	26	69	67	0
Overall	6	26	69	120	156



By years of service

	DFA 2005	DFA 2010	DFA 2015	DFA 2020	DFA 2025
≤ 5	2	4	16	39	39
6 - 10	0	6	16	25	30
11 - 15	2	5	12	16	41
16 - 20	0	3	10	16	21
≥ 21	2	8	15	24	25
Overall	6	26	69	120	156



*Includes employees that have elected a Model portfolio and have a balance in the plan.

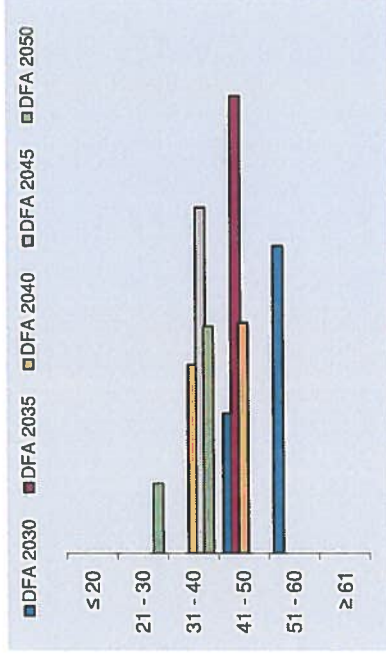
Model portfolio utilization

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District

This snapshot of Model portfolio utilization by age and years of service will help you determine whether participants are taking full advantage of the diversification opportunities available with the Model portfolios.

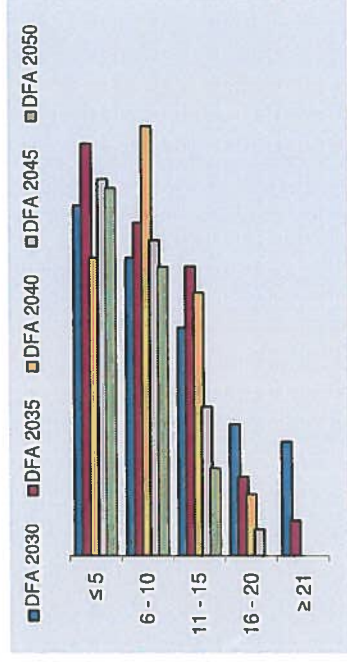
By age

	DFA 2030	DFA 2035	DFA 2040	DFA 2045	DFA 2050
≤ 20	0	0	0	0	0
21 - 30	0	0	0	0	20
31 - 40	0	0	54	99	65
41 - 50	40	131	66	0	0
51 - 60	88	0	0	0	0
≥ 61	0	0	0	0	0
Overall	128	131	120	99	85



By years of service

	DFA 2030	DFA 2035	DFA 2040	DFA 2045	DFA 2050
≤ 5	40	47	34	43	42
6 - 10	34	38	49	36	33
11 - 15	26	33	30	17	10
16 - 20	15	9	7	3	0
≥ 21	13	4	0	0	0
Overall	128	131	120	99	85



*Includes employees that have elected a Model portfolio and have a balance in the plan.

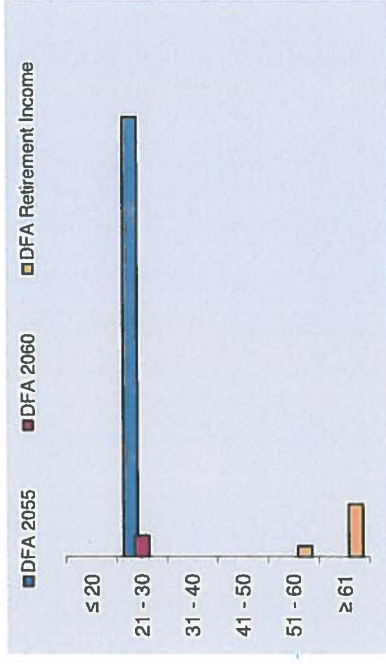
Model portfolio utilization

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District

This snapshot of Model portfolio utilization by age and years of service will help you determine whether participants are taking full advantage of the diversification opportunities available with the Model portfolios.

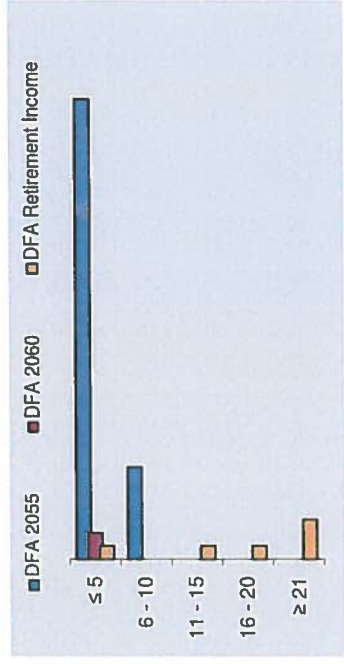
By age

	DFA 2055	DFA 2060	DFA Retirement Income
≤ 20	0	0	0
21 - 30	42	2	0
31 - 40	0	0	0
41 - 50	0	0	0
51 - 60	0	0	1
≥ 61	0	0	5
Overall	42	2	6



By years of service

	DFA 2055	DFA 2060	DFA Retirement Income
≤ 5	35	2	1
6 - 10	7	0	0
11 - 15	0	0	1
16 - 20	0	0	1
≥ 21	0	0	3
Overall	42	2	6



*Includes employees that have elected a Model portfolio and have a balance in the plan.

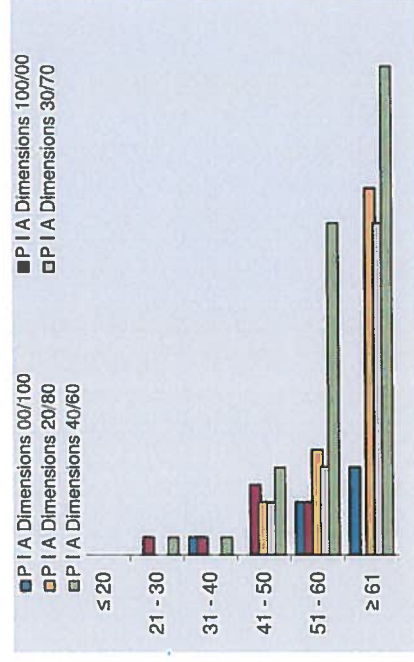
Model portfolio utilization

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District

This snapshot of Model portfolio utilization by age and years of service will help you determine whether participants are taking full advantage of the diversification opportunities available with the Model portfolios.

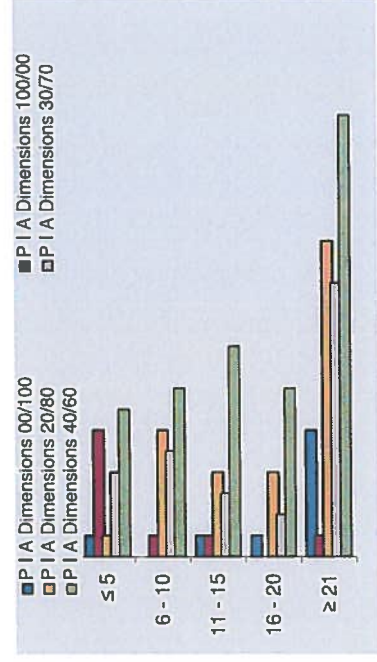
By age

	PIA Dimensions 00/100	PIA Dimensions 100/00	PIA Dimensions 20/80	PIA Dimensions 30/70	PIA Dimensions 40/60
≤ 20	0	0	0	0	0
21 - 30	0	1	0	0	1
31 - 40	1	1	0	0	1
41 - 50	0	4	3	3	5
51 - 60	3	3	6	5	19
≥ 61	5	0	21	19	28
Overall	9	9	30	27	54



By years of service

	PIA Dimensions 00/100	PIA Dimensions 100/00	PIA Dimensions 20/80	PIA Dimensions 30/70	PIA Dimensions 40/60
≤ 5	1	6	1	4	7
6 - 10	0	1	6	5	8
11 - 15	1	1	4	3	10
16 - 20	1	0	4	2	8
≥ 21	6	1	15	13	21
Overall	9	9	30	27	54



*Includes employees that have elected a Model portfolio and have a balance in the plan.

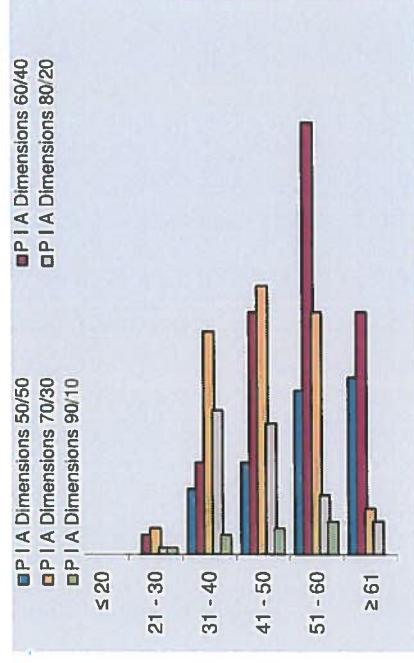
Model portfolio utilization

Money Accumulation Pension Plan for Employees of Tri-City Healthcare District

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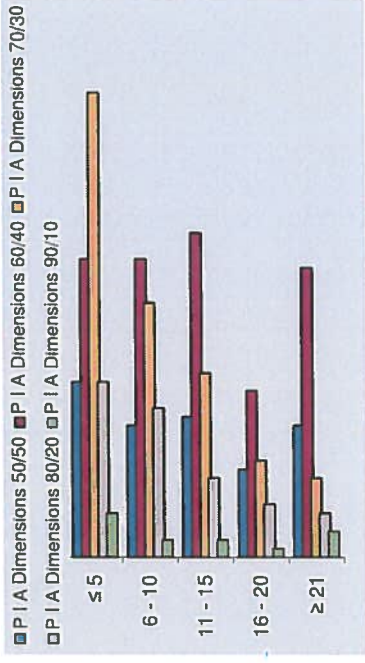
By age

	PIA Dimensions 50/50	PIA Dimensions 60/40	PIA Dimensions 70/30	PIA Dimensions 80/20	PIA Dimensions 90/10
≤ 20	0	0	0	0	0
21 - 30	0	3	4	1	1
31 - 40	10	14	34	22	3
41 - 50	14	37	41	20	4
51 - 60	25	66	37	9	5
≥ 61	27	37	7	5	0
Overall	76	157	123	57	13



By years of service

	PIA Dimensions 50/50	PIA Dimensions 60/40	PIA Dimensions 70/30	PIA Dimensions 80/20	PIA Dimensions 90/10
≤ 5	20	34	53	20	5
6 - 10	15	34	29	17	2
11 - 15	16	37	21	9	2
16 - 20	10	19	11	6	1
≥ 21	15	33	9	5	3
Overall	76	157	123	57	13



*Includes employees that have elected a Model portfolio and have a balance in the plan.

Model portfolio utilization

Tri-City Healthcare District National Security and Retirement Program

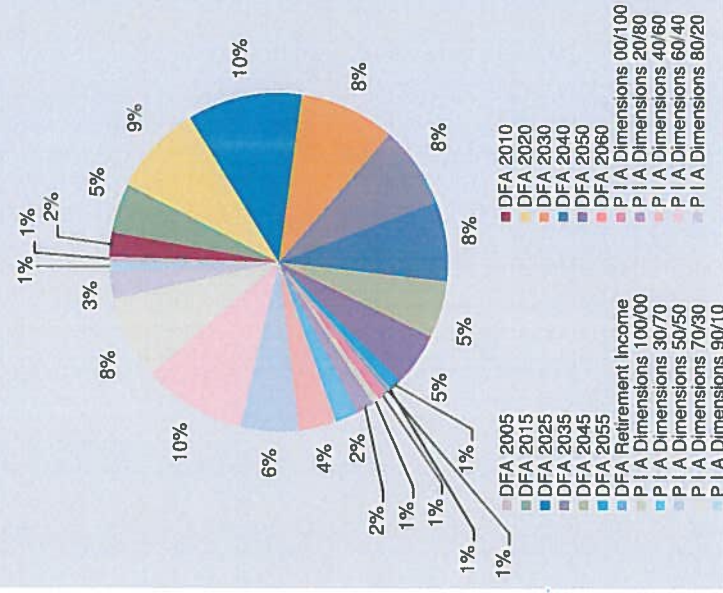
This snapshot of Model portfolio utilization by age and years of service will help you determine whether participants are taking full advantage of the diversification opportunities available with the Model portfolios.

	Number of participants
DFA 2005	6
DFA 2010	26
DFA 2015	55
DFA 2020	101
DFA 2025	127
DFA 2030	106
DFA 2035	90
DFA 2040	88
DFA 2045	63
DFA 2050	59
DFA 2055	14
DFA 2060	1
DFA Retirement Income	4
P I A Dimensions 00/100	12
P I A Dimensions 100/00	8
P I A Dimensions 20/80	19
P I A Dimensions 30/70	26
P I A Dimensions 40/60	41
P I A Dimensions 50/50	65
P I A Dimensions 60/40	114
P I A Dimensions 70/30	91
P I A Dimensions 80/20	31
P I A Dimensions 90/10	10
Overall	1,157

Total number of Model portfolio participants 1,157
 Total number of employees with a closing balance 1,272
 Model portfolio participation rate 91%

*Includes employees who have elected a Model portfolio and have a balance in the plan.

Tri-City Healthcare District National Security and Retirement Program



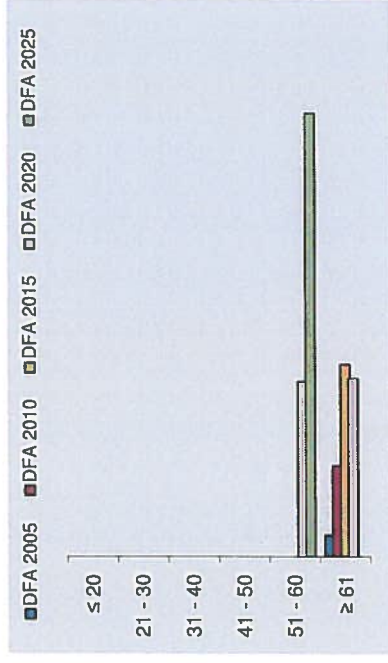
Model portfolio utilization

Tri-City Healthcare District National Security and Retirement Program

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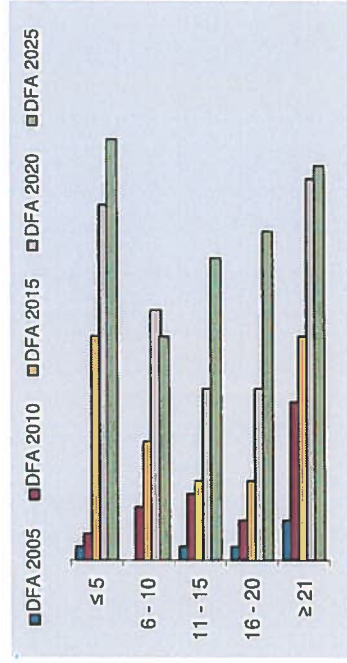
By age

	DFA 2005	DFA 2010	DFA 2015	DFA 2020	DFA 2025
≤ 20	0	0	0	0	0
21 - 30	0	0	0	0	0
31 - 40	0	0	0	0	0
41 - 50	0	0	0	0	0
51 - 60	0	0	0	50	127
≥ 61	6	26	55	51	0
Overall	6	26	55	101	127



By years of service

	DFA 2005	DFA 2010	DFA 2015	DFA 2020	DFA 2025
≤ 5	1	2	17	27	32
6 - 10	0	4	9	19	17
11 - 15	1	5	6	13	23
16 - 20	1	3	6	13	25
≥ 21	3	12	17	29	30
Overall	6	26	55	101	127



*Includes employees that have elected a Model portfolio and have a balance in the plan.

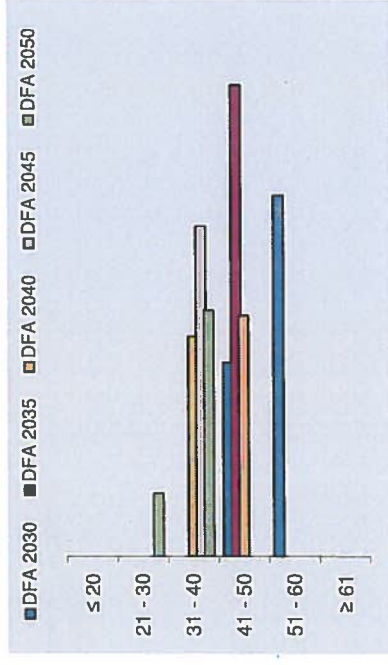
Model portfolio utilization

Tri-City Healthcare District National Security and Retirement Program

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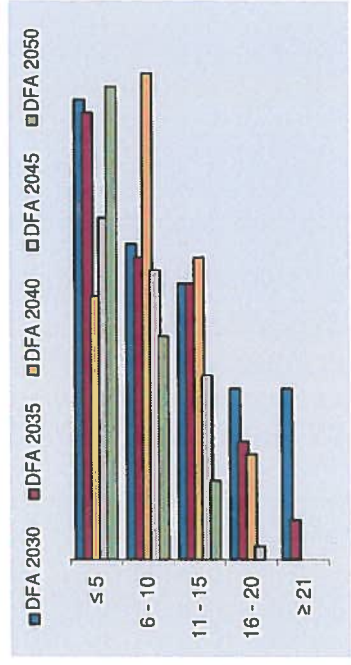
By age

	DFA 2030	DFA 2035	DFA 2040	DFA 2045	DFA 2050
≤ 20	0	0	0	0	0
21 - 30	0	0	0	0	12
31 - 40	0	0	42	63	47
41 - 50	37	90	46	0	0
51 - 60	69	0	0	0	0
≥ 61	0	0	0	0	0
Overall	106	90	88	63	59



By years of service

	DFA 2030	DFA 2035	DFA 2040	DFA 2045	DFA 2050
≤ 5	35	34	20	26	36
6 - 10	24	23	37	22	17
11 - 15	21	21	23	14	6
16 - 20	13	9	8	1	0
≥ 21	13	3	0	0	0
Overall	106	90	88	63	59



*Includes employees that have elected a Model portfolio and have a balance in the plan.

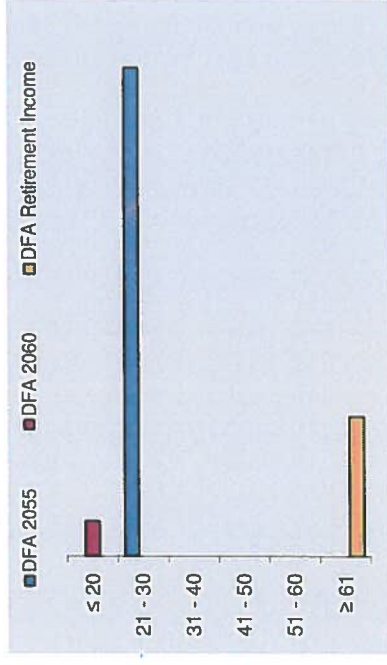
Model portfolio utilization

Tri-City Healthcare District National Security and Retirement Program

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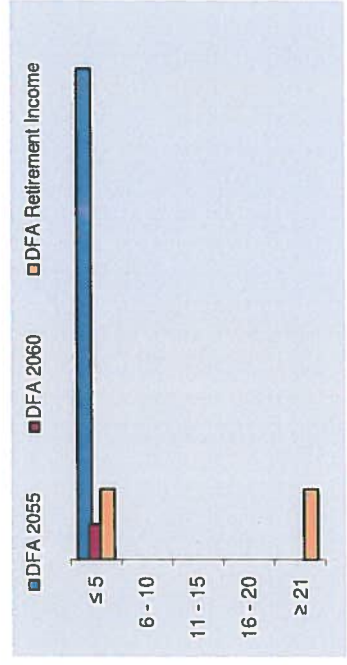
By age

	DFA 2055	DFA 2060	DFA Retirement Income
≤ 20	0	1	0
21 - 30	14	0	0
31 - 40	0	0	0
41 - 50	0	0	0
51 - 60	0	0	0
≥ 61	0	0	4
Overall	14	1	4



By years of service

	DFA 2055	DFA 2060	DFA Retirement Income
≤ 5	14	1	2
6 - 10	0	0	0
11 - 15	0	0	0
16 - 20	0	0	0
≥ 21	0	0	2
Overall	14	1	4



*Includes employees that have elected a Model portfolio and have a balance in the plan.

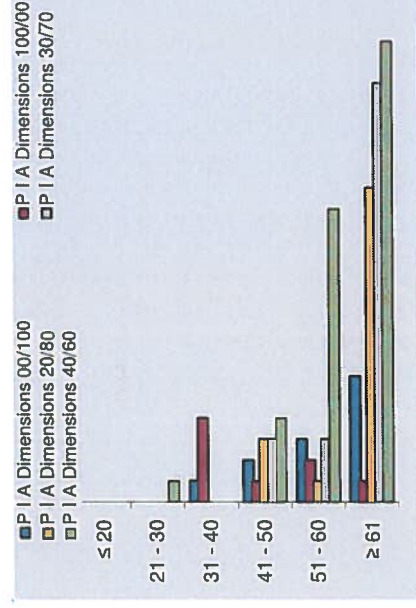
Model portfolio utilization

Tri-City Healthcare District National Security and Retirement Program

This snapshot of Model portfolio utilization by age and years of service will help you determine whether participants are taking full advantage of the diversification opportunities available with the Model portfolios.

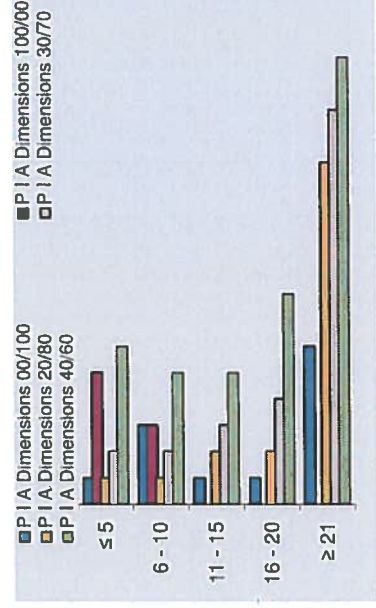
By age

	PIA Dimensions 00/100	PIA Dimensions 100/00	PIA Dimensions 20/80	PIA Dimensions 30/70	PIA Dimensions 40/60
≤ 20	0	0	0	0	0
21 - 30	0	0	0	0	1
31 - 40	1	4	0	0	0
41 - 50	2	1	3	3	4
51 - 60	3	2	1	3	14
≥ 61	6	1	15	20	22
Overall	12	8	19	26	41



By years of service

	PIA Dimensions 00/100	PIA Dimensions 100/00	PIA Dimensions 20/80	PIA Dimensions 30/70	PIA Dimensions 40/60
≤ 5	1	5	1	2	6
6 - 10	3	3	1	2	5
11 - 15	1	0	2	3	5
16 - 20	1	0	2	4	8
≥ 21	6	0	13	15	17
Overall	12	8	19	26	41



*Includes employees that have elected a Model portfolio and have a balance in the plan.

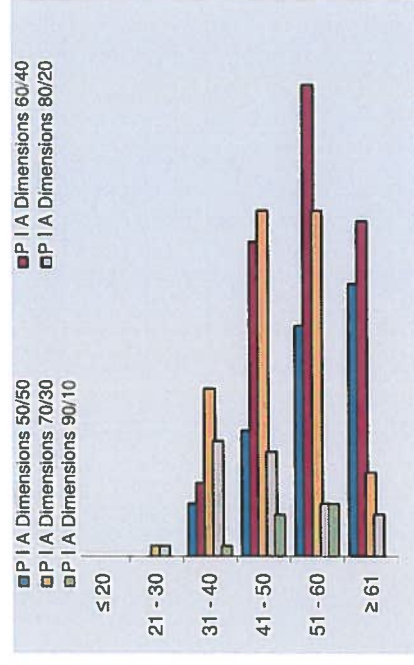
Model portfolio utilization

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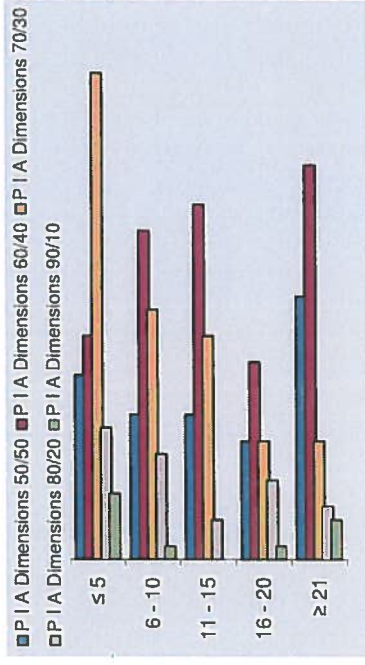
By age

	PIA Dimensions 50/50	PIA Dimensions 60/40	PIA Dimensions 70/30	PIA Dimensions 80/20	PIA Dimensions 90/10
≤ 20	0	0	0	0	0
21 - 30	0	0	1	1	0
31 - 40	5	7	16	11	1
41 - 50	12	30	33	10	4
51 - 60	22	45	33	5	5
≥ 61	26	32	8	4	0
Overall	65	114	91	31	10



By years of service

	PIA Dimensions 50/50	PIA Dimensions 60/40	PIA Dimensions 70/30	PIA Dimensions 80/20	PIA Dimensions 90/10
≤ 5	14	17	37	10	5
6 - 10	11	25	19	8	1
11 - 15	11	27	17	3	0
16 - 20	9	15	9	6	1
≥ 21	20	30	9	4	3
Overall	65	114	91	31	10



*Includes employees that have elected a Model portfolio and have a balance in the plan.

Demographic Disclosures

The Lincoln Benchmark results incorporate the data of 1,200 plans from a broad variety of markets, and industries.

The PLANSPONSOR 2016 Defined Contribution (DC) Survey results incorporate the responses of 4,219 plan sponsors from a broad variety of retirement plans. Of these 4,219 respondents, 2,815 (66.7%) were "For Profit Organization" plans, 199 (4.7%) were "Corporate Non Profit" plans, 445 (10.5%) were "K-12" plans, 115 (2.7%) were "Higher Education" plans, 164 (3.9%) were "Governmental" plans, 238 (5.6%) were "Healthcare For Profit"

The PLANSPONSOR 2016 Defined Contribution (DC) Survey results incorporate the responses of 4,219 plan sponsors from a broad variety of U.S. industries. Within the survey, 199 respondents are from the Not For Profit Organization industry. Of these Not For Profit Organization respondents, 88 (44.2%) are "Micro" plans (under \$5 million in DC assets), 72 (36.2%) are "Small" plans (\$5-\$49 million), 26 (13.1%) are "Mid" plans (\$50-\$199 million), 10 (5%) are "Large" plans (\$200 million-\$1 billion), and 3 (1.5%) are "Mega" plans (over \$1 billion).

The PLANSPONSOR 2016 Defined Contribution (DC) Survey results incorporate the responses of 4,219 plan sponsors from a broad variety of U.S. industries. Within the survey, 88 respondents are from the K-12 industry. Of these K-12 respondents, 30 (34.1%) are "Micro" plans (under \$5 million in DC assets), 45 (51.1%) are "Small" plans (\$5-\$49 million), 10 (11.4%) are "Mid" plans (\$50-\$199 million), 2 (2.3%) are "Large" plans (\$200 million-\$1 billion), and 1 (1.1%) are "Mega" plans (over \$1 billion).

The PLANSPONSOR 2016 Defined Contribution (DC) Survey results incorporate the responses of 4,219 plan sponsors from a broad variety of U.S. industries. Within the survey, 115 respondents are from the Higher Education industry. Of these Higher Education respondents, 9 (7.8%) are "Micro" plans (under \$5 million in DC assets), 31 (27%) are "Small" plans (\$5-\$49 million), 30 (26.1%) are "Mid" plans (\$50-\$199 million), 26 (22.6%) are "Large" plans (\$200 million-\$1 billion), and 19 (16.5%) are "Mega" plans (over \$1 billion).

The PLANSPONSOR 2016 Defined Contribution (DC) Survey results incorporate the responses of 4,219 plan sponsors from a broad variety of U.S. industries. Within the survey, 164 respondents are from the Governmental industry. Of these Governmental respondents, 31 (19%) are "Micro" plans (under \$5 million in DC assets), 45 (27%) are "Small" plans (\$5-\$49 million), 24 (15%) are "Mid" plans (\$50-\$199 million), 30 (18%) are "Large" plans (\$200 million-\$1 billion), and 34 (21%) are "Mega" plans (over \$1 billion).

Demographic Disclosures

The PLANSPONSOR 2016 Defined Contribution (DC) Survey results incorporate the responses of 4,219 plan sponsors from a broad variety of U.S. industries. Within the survey, 238 respondents are from the Healthcare For Profit industry. Of these Healthcare For Profit respondents, 111 (46.6%) are "Micro" plans (under \$5 million in DC assets), 85 (35.7%) are "Small" plans (\$5-\$49 million), 26 (10.9%) are "Mid" plans (\$50-\$199 million), 11 (4.6%) are "Large" plans (\$200 million-\$1 billion), and 5 (2.1%) are "Mega" plans (over \$1 billion).

The PLANSPONSOR 2016 Defined Contribution (DC) Survey results incorporate the responses of 4,219 plan sponsors from a broad variety of U.S. industries. Within the survey, 243 respondents are from the Healthcare Not For Profit industry. Of these Healthcare Not For Profit respondents, 47 (19.3%) are "Micro" plans (under \$5 million in DC assets), 73 (30%) are "Small" plans (\$5-\$49 million), 47 (19.3%) are "Mid" plans (\$50-\$199 million), 52 (21.4%) are "Large" plans (\$200 million-\$1 billion), and 24 (9.9%) are "Mega" plans (over \$1 billion).

Lincoln Alliance® program review

This review provides important objective information for the plan sponsor and plan fiduciaries to enable them to make decisions regarding the operation of their retirement plans and evaluation of the investment options in their plans.

The illustrations and discussions contained within this review are not intended as investment advice. The information should not be construed as an endorsement or recommendation by any Lincoln Financial Group® affiliate, nor be the sole basis for any investment decisions. Any decision made regarding the investment choices within the plan is the responsibility of the plan sponsor or the appropriate plan fiduciary or official. Any statements constitute current opinions only, which are subject to change.

Information for this review has been compiled from Morningstar Direct and the DST Reporting System. Although the data is gathered from reliable sources, accuracy and completeness cannot be guaranteed.

Past results are not necessarily indicative of future results. Neither the information, nor any opinion expressed herein shall be construed as an offer to buy or an offer to sell any securities, futures or other financial products.

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Mutual funds in the Lincoln Alliance® program are sold by prospectus. An investor should consider carefully the investment objectives, risks, and charges and expenses of the investment company before investing. The prospectus and, if available, the summary prospectus contain this and other important information and should be read carefully before investing or sending money. Investment values will fluctuate with changes in market conditions so that, upon withdrawal, your investment may be worth more or less than the amount originally invested. Prospectuses for any of the mutual funds in the Lincoln Alliance® program are available at 800-234-3500.

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		May go down in value

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PIA Dimensions PortfoliosSM

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Fourth Quarter Performance Report

As of December 31, 2016

Prepared for:

Tri-City Medical Center
Retirement Plans

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PRUDENT

INVESTOR ADVISORS

Periodic Performance

By 12/2016; Default Currency: USD

	YTD	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years	10 Years	Report Date Range: 07/2001 to 12/2016	Since Inception	Std Dev Since Inception	Inception Date	Currency
PIA Dimensions 100/0 Portfolio	11.36	2.13	2.45	8.52	11.36	3.73	10.90	4.66	8.22	7.98	16.52	2000	USD
PIA Dimensions 90/10 Portfolio	10.46	1.93	1.97	7.38	10.46	3.62	9.98	4.66	7.89	7.64	14.75	2000	USD
PIA Dimensions 80/20 Portfolio	9.52	1.72	1.52	6.36	9.52	3.41	9.04	4.63	7.54	7.34	12.99	2000	USD
PIA Dimensions 70/30 Portfolio	8.60	1.51	1.04	5.24	8.60	3.29	8.12	4.57	7.18	7.04	11.26	2000	USD
PIA Dimensions 60/40 Portfolio	7.70	1.30	0.60	4.27	7.70	3.06	7.15	4.49	6.83	6.77	9.63	2000	USD
PIA Dimensions 50/50 Portfolio	6.78	1.09	0.10	3.12	6.78	2.94	6.22	4.41	6.47	6.47	8.03	2000	USD
PIA Dimensions 40/60 Portfolio	5.89	0.87	-0.34	2.16	5.89	2.69	5.24	4.29	5.99	6.07	6.55	2000	USD
PIA Dimensions 30/70 Portfolio	4.81	0.67	-0.88	0.94	4.81	2.57	4.32	4.14	5.52	5.67	5.04	2000	USD
PIA Dimensions 20/80 Portfolio	3.77	0.46	-1.22	0.04	3.77	2.28	3.35	3.88	4.88	5.09	3.73	2000	USD
PIA Dimensions 0/100 Portfolio	1.83	0.03	-2.14	-2.04	1.83	1.84	1.40	3.44	3.86	4.22	2.97	2000	USD

See Standardized Performance Data & Disclosures.

Performance for periods greater than one year are annualized unless marked with an asterisk (*). Selection of funds, indices and time periods presented chosen by client's advisor. Indices are not available for direct investment and performance does not reflect expenses of an actual portfolio. Past performance is not a guarantee of future results.

Performance

Annual: 01/2002 - 12/2016; Default Currency: USD

	Annualized Return (%)	Total Return (%)	Growth of Wealth	Annualized Standard Deviation* (%)	Average Return (%)	Standard Deviation (%)	Currency
PIA Dimensions 100/0 Portfolio	8.80	254.58	3.55	21.17	10.99	21.17	USD
PIA Dimensions 90/10 Portfolio	8.42	236.19	3.36	18.84	10.14	18.84	USD
PIA Dimensions 80/20 Portfolio	8.00	217.27	3.17	16.61	9.33	16.61	USD
PIA Dimensions 70/30 Portfolio	7.57	198.68	2.99	14.37	8.55	14.37	USD
PIA Dimensions 60/40 Portfolio	7.15	181.93	2.82	12.26	7.86	12.26	USD
PIA Dimensions 50/50 Portfolio	6.72	165.14	2.65	10.07	7.19	10.07	USD
PIA Dimensions 40/60 Portfolio	6.18	145.67	2.46	8.01	6.47	8.01	USD
PIA Dimensions 30/70 Portfolio	5.62	127.01	2.27	5.75	5.77	5.75	USD
PIA Dimensions 20/80 Portfolio	4.89	104.74	2.05	3.80	4.96	3.80	USD
PIA Dimensions 0/100 Portfolio	3.74	73.37	1.73	2.79	3.77	2.79	USD

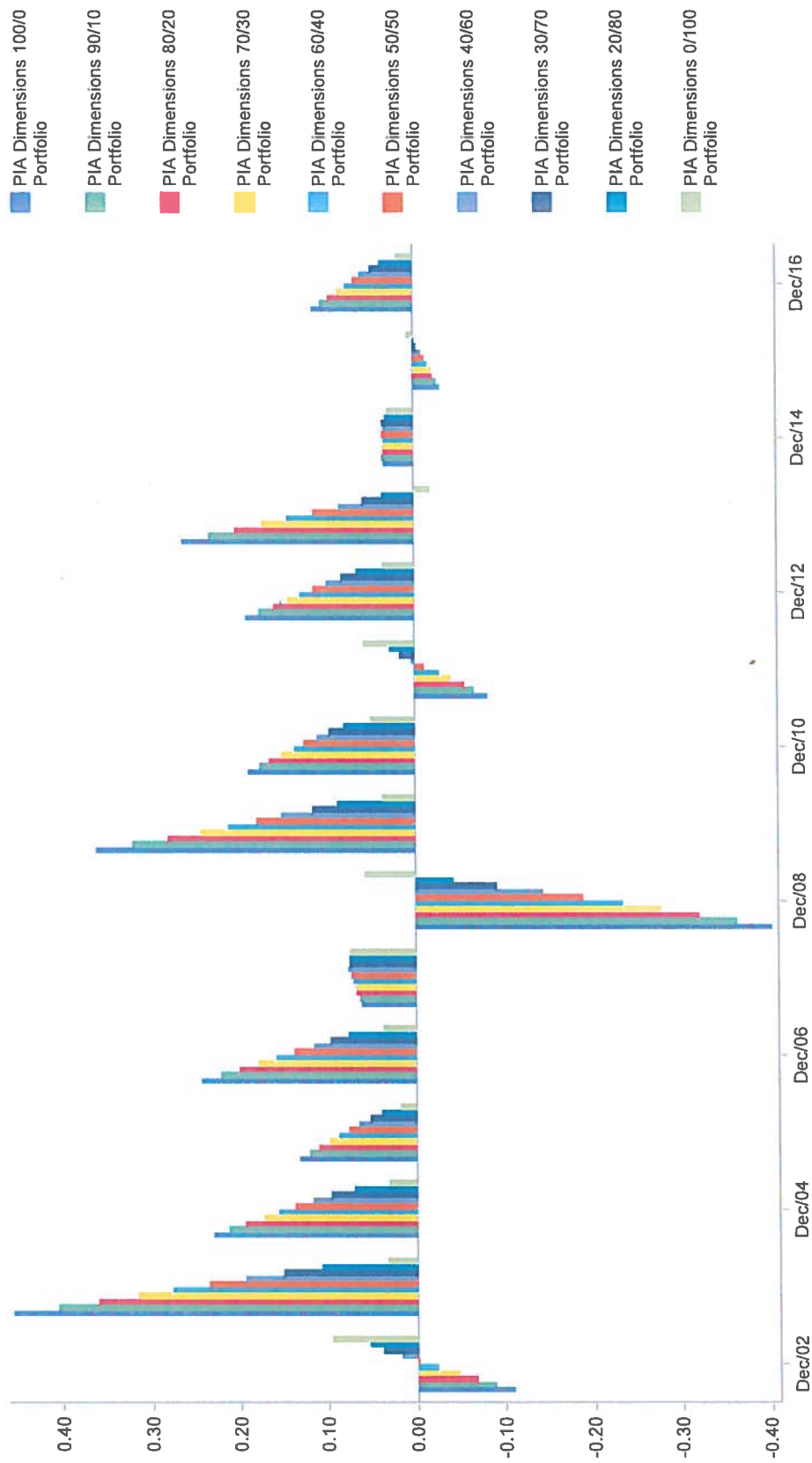
*Annualized number is presented as an approximation by multiplying the monthly or quarterly number by the square root of the number of periods in a year. Please note that the number computed from annual data may differ materially from this estimate.

See Standardized Performance Data & Disclosures.

Selection of funds, indices and time periods presented chosen by client's advisor. Indices are not available for direct investment and performance does not reflect expenses of an actual portfolio. Past performance is not a guarantee of future results.

Returns Chart

Annual: 01/2002 - 12/2016; Default Currency: USD



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Periodic Returns

Annual: 01/2002 - 12/2016; Default Currency: USD

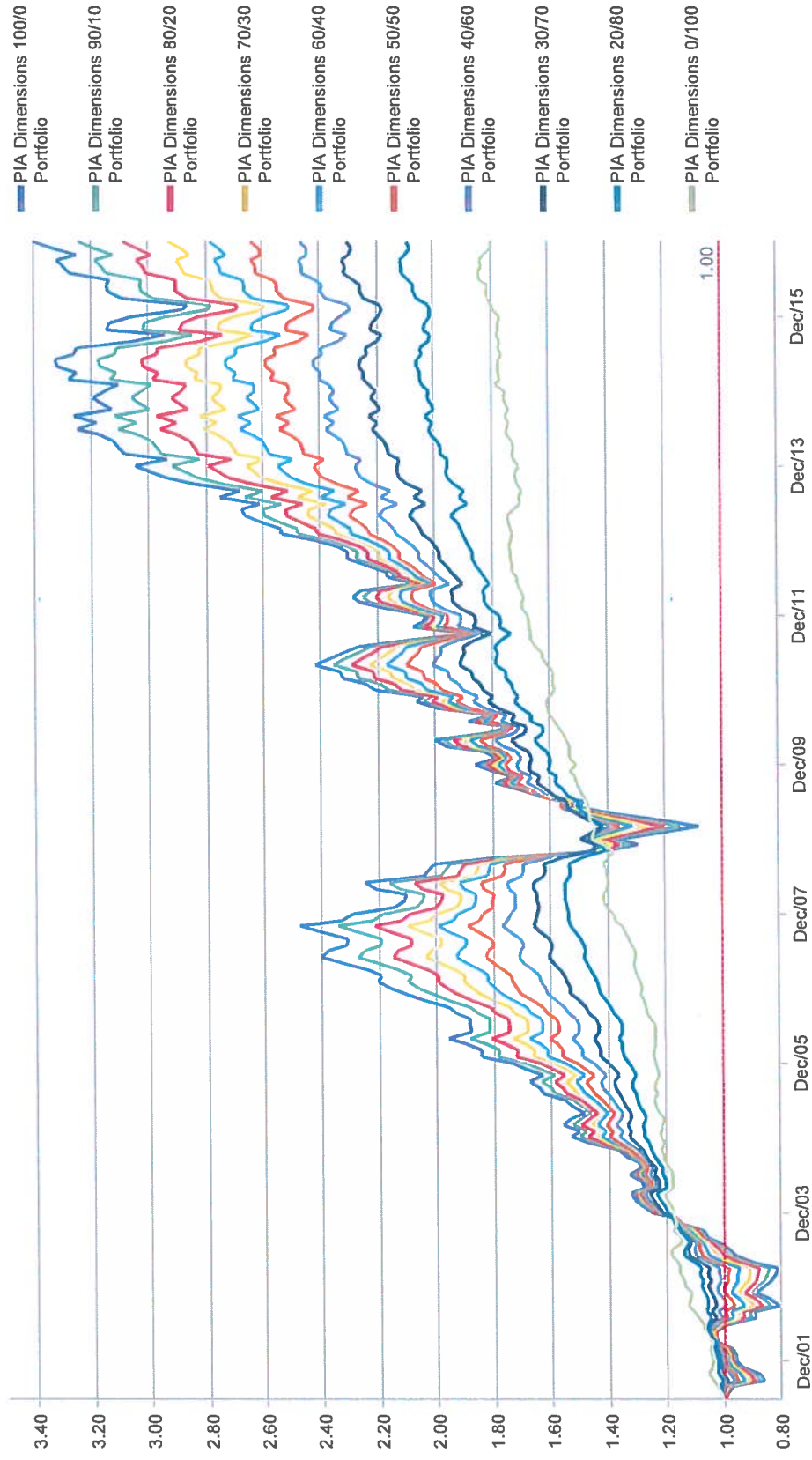
	PIA		PIA		PIA		PIA		PIA		PIA		PIA		PIA		PIA		PIA	
	Dimensions	Portfolio %	Dimensions	Portfolio %	Dimensions	Portfolio %	Dimensions	Portfolio %	Dimensions	Portfolio %	Dimensions	Portfolio %	Dimensions	Portfolio %	Dimensions	Portfolio %	Dimensions	Portfolio %	Dimensions	Portfolio %
12/2002	100/0	-10.85	90/10	-8.74	80/20	-6.74	70/30	-4.63	60/40	-2.35	50/50	-0.06	40/60	1.85	30/70	3.91	20/80	5.43	10/90	9.74
12/2003	45.65		40.62		36.07		31.63		27.71		23.55		19.38		15.08		10.80		3.42	
12/2004	22.99		21.23		19.34		17.44		15.67		13.85		11.81		9.64		7.15		3.21	
12/2005	13.31		12.20		11.05		9.85		8.79		7.68		6.48		5.23		3.94		1.79	
12/2006	24.28		22.09		19.98		17.92		15.79		13.77		11.54		9.65		7.58		3.64	
12/2007	6.16		6.34		6.76		6.83		7.18		7.22		7.60		7.47		7.40		7.40	
12/2008	-40.33		-36.25		-32.06		-27.74		-23.47		-18.91		-14.50		-9.17		-4.32		5.73	
12/2009	36.07		31.91		27.97		24.32		21.11		17.87		15.07		11.60		8.76		3.67	
12/2010	18.85		17.64		16.36		15.07		13.72		12.43		11.02		9.63		8.02		5.01	
12/2011	-8.23		-6.81		-5.57		-4.13		-2.77		-1.18		0.30		1.72		2.75		5.87	
12/2012	19.04		17.50		15.93		14.39		12.86		11.38		9.88		8.20		6.53		3.46	
12/2013	26.24		23.09		20.25		17.21		14.34		11.31		8.46		5.79		3.45		-1.92	
12/2014	3.41		3.54		3.41		3.54		3.35		3.47		3.27		3.44		3.14		2.95	
12/2015	-3.09		-2.73		-2.36		-2.00		-1.66		-1.29		-0.96		-0.46		-0.03		0.76	
12/2016	11.36		10.46		9.52		8.60		7.70		6.78		5.89		4.81		3.77		1.83	

See Standardized Performance Data & Disclosures.

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Growth of Wealth

Monthly: 07/2001 - 12/2016; Default Currency: USD

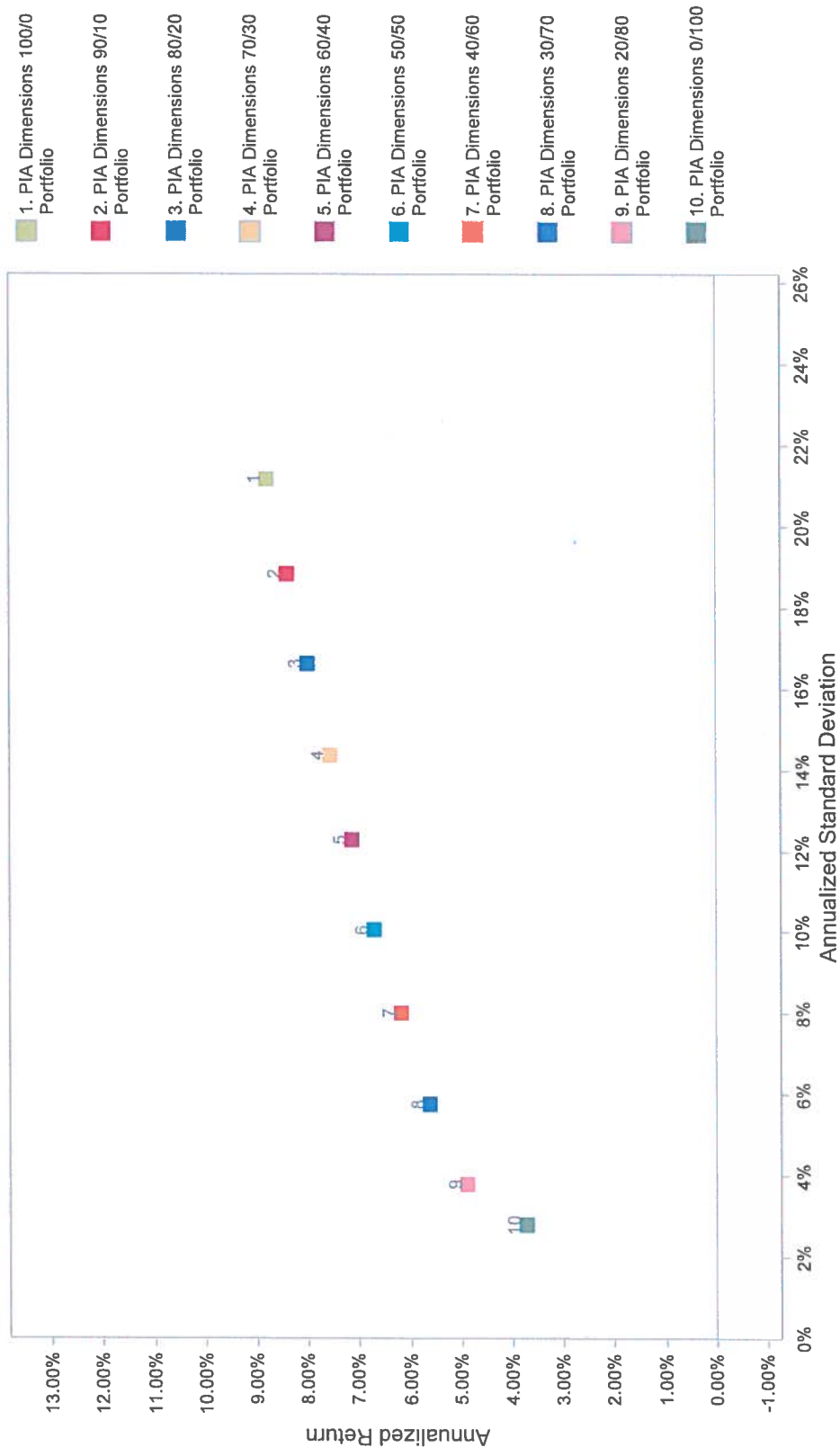


See Standardized Performance Data & Disclosures.

Selection of funds, indices and time periods presented chosen by client's advisor. Indices are not available for direct investment and performance does not reflect expenses of an actual portfolio. Past performance is not a guarantee of future results. Graph represents a hypothetical investment of \$1. Performance includes reinvestment of dividends and capital gains.

Return-Standard Deviation Chart

Annual: 01/2002 - 12/2016; Default Currency: USD



See Standardized Performance Data & Disclosures.
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Up and Down Periods: PIA Dimensions 100/0 Portfolio

Quarterly: 07/2001 - 12/2016; Default Currency: USD

Summary Statistics: All Dates

	No. of Periods	Annualized Compound Return	Average Return	Standard Deviation	Correlation (R)
PIA Dimensions 100/0 Portfolio	62	8.22%	2.45%	9.54%	1.00
PIA Dimensions 90/10 Portfolio	62	7.89%	2.27%	8.43%	1.00
PIA Dimensions 80/20 Portfolio	62	7.54%	2.10%	7.37%	1.00
PIA Dimensions 70/30 Portfolio	62	7.18%	1.95%	6.33%	1.00
PIA Dimensions 60/40 Portfolio	62	6.83%	1.81%	5.35%	0.99
PIA Dimensions 50/50 Portfolio	62	6.47%	1.67%	4.37%	0.98
PIA Dimensions 40/60 Portfolio	62	5.99%	1.52%	3.45%	0.96
PIA Dimensions 30/70 Portfolio	62	5.52%	1.38%	2.53%	0.91
PIA Dimensions 20/80 Portfolio	62	4.88%	1.21%	1.76%	0.77
PIA Dimensions 0/100 Portfolio	62	3.86%	0.96%	1.55%	-0.34

Summary Statistics: PIA Dimensions 100/0 Portfolio: Up

	No. of Periods	Annualized Compound Return	Average Return	Standard Deviation	Correlation (R)
PIA Dimensions 100/0 Portfolio	44	30.57%	7.05%	5.91%	1.00
PIA Dimensions 90/10 Portfolio	44	27.38%	6.35%	5.16%	1.00
PIA Dimensions 80/20 Portfolio	44	24.32%	5.68%	4.49%	1.00
PIA Dimensions 70/30 Portfolio	44	21.34%	5.02%	3.86%	0.99
PIA Dimensions 60/40 Portfolio	44	18.53%	4.39%	3.31%	0.98
PIA Dimensions 50/50 Portfolio	44	15.74%	3.76%	2.78%	0.96
PIA Dimensions 40/60 Portfolio	44	13.00%	3.13%	2.31%	0.92

See Standardized Performance Data & Disclosures.

Selection of funds, indices and time periods presented chosen by client's advisor. Indices are not available for direct investment and performance does not reflect expenses of an actual portfolio. Past performance is not a guarantee of future results.

Up and Down Periods: PIA Dimensions 100/0 Portfolio

Quarterly: 07/2001 - 12/2016; Default Currency: USD

PIA Dimensions 30/70 Portfolio	44	10.24%	2.48%	1.88%	0.84
PIA Dimensions 20/80 Portfolio	44	7.55%	1.85%	1.51%	0.71
PIA Dimensions 0/100 Portfolio	44	2.52%	0.63%	1.33%	0.11

Summary Statistics: PIA Dimensions 100/0 Portfolio: Down

	No. of Periods	Annualized Compound Return	Average Return	Standard Deviation	Correlation (R)
PIA Dimensions 100/0 Portfolio	18	-31.60%	-8.79%	7.04%	1.00
PIA Dimensions 90/10 Portfolio	18	-28.09%	-7.71%	6.25%	1.00
PIA Dimensions 80/20 Portfolio	18	-24.55%	-6.65%	5.45%	1.00
PIA Dimensions 70/30 Portfolio	18	-20.86%	-5.57%	4.68%	0.99
PIA Dimensions 60/40 Portfolio	18	-17.12%	-4.51%	3.95%	0.98
PIA Dimensions 50/50 Portfolio	18	-13.19%	-3.42%	3.20%	0.96
PIA Dimensions 40/60 Portfolio	18	-9.37%	-2.40%	2.52%	0.92
PIA Dimensions 30/70 Portfolio	18	-5.18%	-1.31%	1.80%	0.79
PIA Dimensions 20/80 Portfolio	18	-1.38%	-0.34%	1.32%	0.47
PIA Dimensions 0/100 Portfolio	18	7.22%	1.77%	1.77%	-0.56

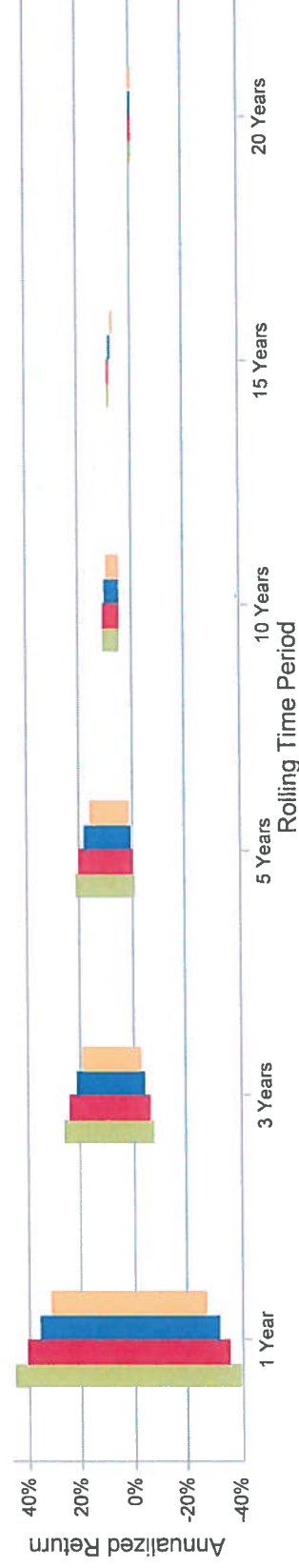
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Best/ Worst Return

Annual: 01/2002 - 12/2016; Default Currency: USD

Annualized Average Rolling Return		1 Year	3 Years	5 Years	10 Years	15 Years	20 Years
■	PIA Dimensions 100/0 Portfolio						
	Best Return (%)	10.99% (12/2003) 45.65%	9.73% (12/2003) 26.61%	8.74% (12/2003) 21.78%	7.67% (12/2003) 10.94%	8.80% (12/2002) 8.80%	N/A
	Worst Return (%)	-40.33% (12/2008) (12/2008)	-7.66% (12/2006) (12/2006)	-1.23% (12/2007) (12/2007)	4.66% (12/2007) (12/2007)	8.80% (12/2002) (12/2002)	N/A
■	PIA Dimensions 90/10 Portfolio						
	Best Return (%)	10.14% (12/2003) 40.62%	9.19% (12/2003) 24.13%	8.34% (12/2003) 19.95%	7.43% (12/2003) 10.40%	8.42% (12/2002) 8.42%	N/A
	Worst Return (%)	-36.25% (12/2008) (12/2008)	-6.11% (12/2006) (12/2006)	-0.40% (12/2007) (12/2007)	4.66% (12/2007) (12/2007)	8.42% (12/2002) (12/2002)	N/A
■	PIA Dimensions 80/20 Portfolio						
	Best Return (%)	9.33% (12/2003) 36.07%	8.63% (12/2003) 21.72%	7.93% (12/2003) 18.23%	7.17% (12/2003) 9.85%	8.00% (12/2002) 8.00%	N/A
	Worst Return (%)	-32.06% (12/2008) (12/2008)	-4.53% (12/2006) (12/2006)	0.39% (12/2007) (12/2007)	4.63% (12/2007) (12/2007)	8.00% (12/2002) (12/2002)	N/A
■	PIA Dimensions 70/30 Portfolio						
	Best Return (%)	8.55% (12/2003) 31.63%	8.07% (12/2003) 19.30%	7.50% (12/2003) 16.43%	6.87% (12/2003) 9.26%	7.57% (12/2002) 7.57%	N/A
	Worst Return (%)	-27.74% (12/2008) (12/2008)	-3.09% (12/2006) (12/2006)	1.14% (12/2007) (12/2007)	4.57% (12/2007) (12/2007)	7.57% (12/2002) (12/2002)	N/A



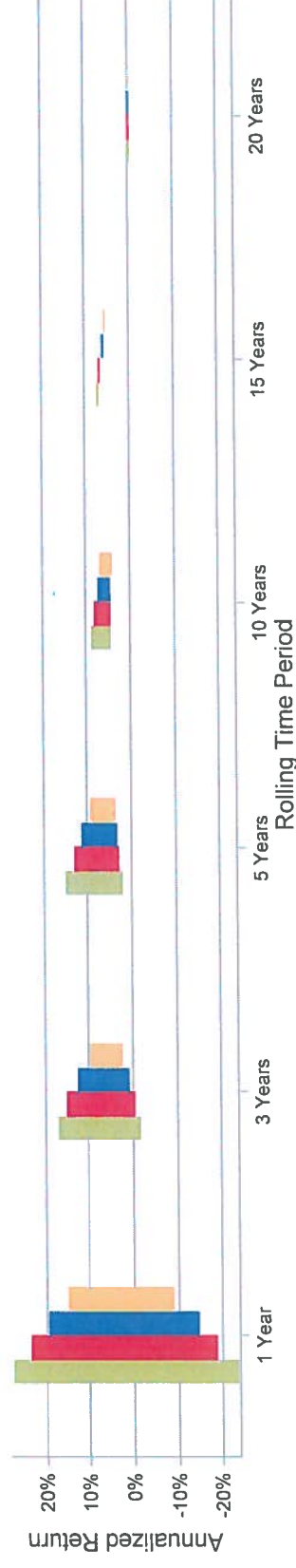
See Standardized Performance Data & Disclosures.

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Best/ Worst Return

Annual: 01/2002 - 12/2016; Default Currency: USD

Annualized Average Rolling Return		1 Year	3 Years	5 Years	10 Years	15 Years	20 Years
■	PIA Dimensions 60/40 Portfolio	7.86%	7.53%	7.08%	6.58%	7.15%	N/A
	Best Return (%)	27.71% (12/2003)	17.13% (12/2003)	14.81% (12/2003)	8.72% (12/2003)	7.15% (12/2002)	N/A
	Worst Return (%)	-23.47% (12/2008)	-1.70% (12/2006)	1.90% (12/2007)	4.49% (12/2007)	7.15% (12/2002)	N/A
■	PIA Dimensions 50/50 Portfolio	7.19%	6.98%	6.64%	6.26%	6.72%	N/A
	Best Return (%)	23.55% (12/2003)	14.84% (12/2003)	13.06% (12/2003)	8.13% (12/2003)	6.72% (12/2002)	N/A
	Worst Return (%)	-18.91% (12/2008)	-0.36% (12/2006)	2.63% (12/2007)	4.41% (12/2007)	6.72% (12/2002)	N/A
■	PIA Dimensions 40/60 Portfolio	6.47%	6.35%	6.13%	5.87%	6.18%	N/A
	Best Return (%)	19.38% (12/2003)	12.43% (12/2003)	11.27% (12/2003)	7.46% (12/2003)	6.18% (12/2002)	N/A
	Worst Return (%)	-14.50% (12/2008)	0.86% (12/2006)	3.34% (12/2007)	4.29% (12/2007)	6.18% (12/2002)	N/A
■	PIA Dimensions 30/70 Portfolio	5.77%	5.71%	5.61%	5.46%	5.62%	N/A
	Best Return (%)	15.08% (12/2003)	9.91% (12/2003)	9.37% (12/2003)	6.71% (12/2003)	5.62% (12/2002)	N/A
	Worst Return (%)	-9.17% (12/2008)	2.29% (12/2006)	3.69% (12/2011)	4.14% (12/2007)	5.62% (12/2002)	N/A



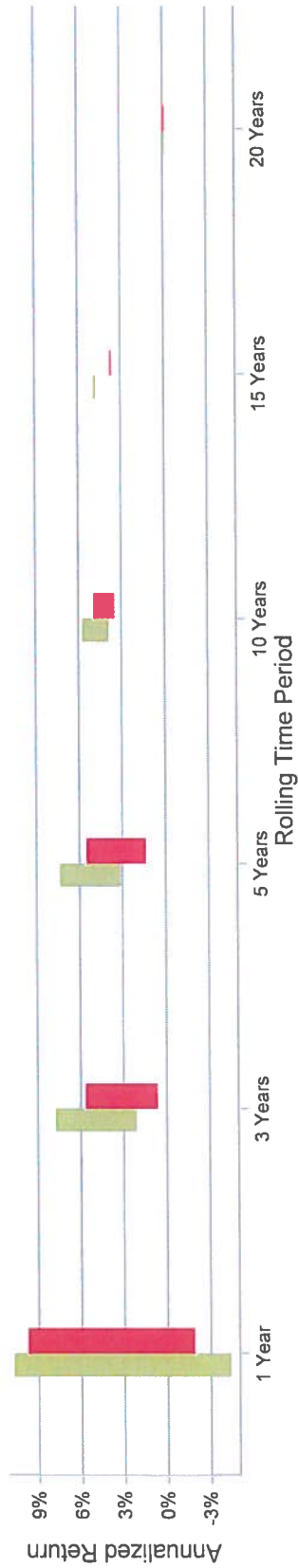
See Standardized Performance Data & Disclosures.

Selection of funds, indices and time periods presented chosen by client's advisor. Indices are not available for direct investment and performance does not reflect expenses of an actual portfolio. Past performance is not a guarantee of future results.

Best/ Worst Return

Annual: 01/2002 - 12/2016; Default Currency: USD

Annualized Average Rolling Return		1 Year	3 Years	5 Years	10 Years	15 Years	20 Years
■ PIA Dimensions 20/30 Portfolio	Best Return (%)	10.80% (12/2003)	7.77% (12/2002)	7.35% (12/2003)	5.78% (12/2003)	4.89% (12/2002)	N/A
	Worst Return (%)	-4.32% (12/2008)	2.17% (12/2013)	3.15% (12/2011)	3.88% (12/2007)	4.89% (12/2002)	N/A
■ PIA Dimensions 0/100 Portfolio	Best Return (%)	9.74% (12/2002)	5.59% (12/2007)	5.53% (12/2007)	4.93% (12/2002)	3.74% (12/2002)	N/A
	Worst Return (%)	-1.92% (12/2013)	0.58% (12/2013)	1.40% (12/2012)	3.44% (12/2007)	3.74% (12/2002)	N/A



See Standardized Performance Data & Disclosures.

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Bryan Harris
Dimensional Fund Advisors

ADVISOR BYLINE

January 2017

2016 Market Review

In 2016, the US market reached new highs and stocks in a majority of developed and emerging market countries delivered positive returns. The year began with anxiety over China's stock market and economy, falling oil prices, a potential US recession, and negative interest rates in Japan. US equity markets were in steep decline and had the worst start of any year on record. The markets began improving in mid-February through midyear. Investors also faced uncertainty from the Brexit vote in June and the US election in November.

Many investors may not have expected global stocks and bonds to deliver positive returns in such a tumultuous year. This turnaround story highlights the importance of diversifying across asset groups and regional markets, as well as staying disciplined despite uncertainty. Although not all asset classes had positive returns, a globally diversified, cap-weighted portfolio logged attractive returns in 2016.

Consider that global markets are incredible information-processing machines that incorporate news and expectations into prices. Investors are well served by staying the course

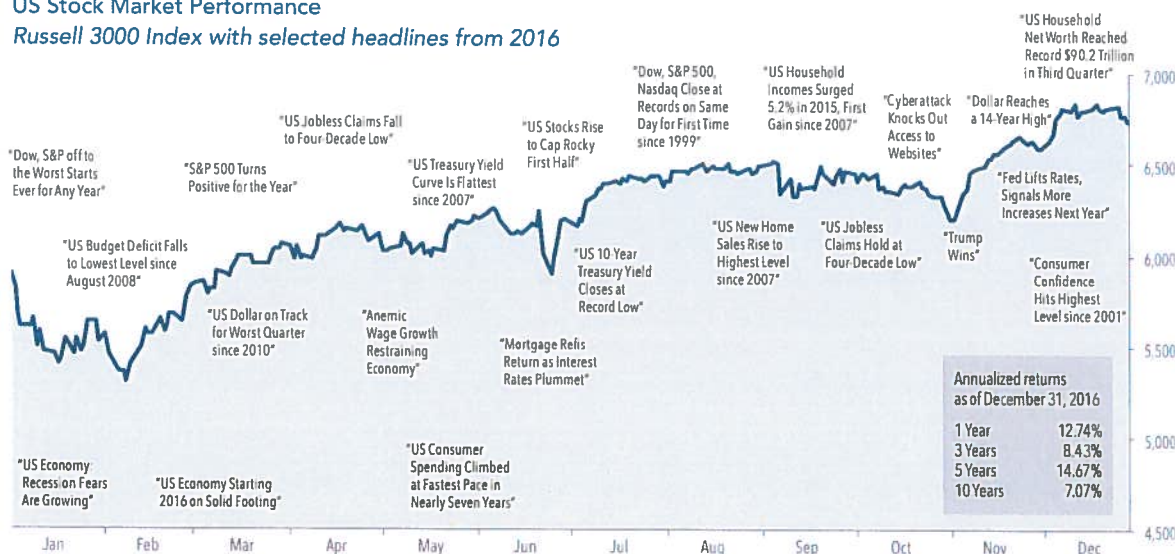
with an asset allocation that reflects their needs, risk preferences, and objectives. This can help investors weather uncertainty in all of its forms. The following quote by Eugene Fama describes this view.

"If three or five years of returns are going to change your mind [on an investment], you shouldn't have been there to begin with."

—Eugene Fama

US Stock Market Performance

Russell 3000 Index with selected headlines from 2016



Source: Frank Russell Company.

Past performance is not a guarantee of future results. In US dollars. Index is not available for direct investment. Performance does not reflect the expenses associated with management of an actual portfolio.

The chart above highlights some of the year's prominent headlines in context of broad US market performance, measured by the Russell 3000 Index. These headlines are not offered to explain market returns. Instead, they serve as a reminder that investors should view daily events from a long-term perspective and avoid making investment decisions based solely on the news.

The chart below offers a snapshot of non-US stock market performance (developed and emerging markets), measured by the MSCI All Country World ex USA Index (in USD, net dividends). The headlines should not be viewed as determinants of the market's direction but as examples of events that may have tested investor discipline during the year.

Non-US Stock Market Performance

MSCI All Country World ex USA Index with selected headlines from 2016



Source: MSCI.

Past performance is not a guarantee of future results. In US dollars, net dividends. Index is not available for direct investment. Performance does not reflect the expenses associated with management of an actual portfolio.

WORLD ECONOMY

Real GDP Growth by Region (%)

	2015	2016		
	Q4	Q1	Q2	Q3
United States	0.9	0.8	1.4	3.5
Canada	0.1	0.7	-0.3	0.9
Euro Area	0.5	0.5	0.3	0.3
Japan	-0.4	0.7	0.5	0.3
China	1.6	1.2	1.9	1.8
Australia	0.6	1.0	0.6	-0.5
United Kingdom	0.7	0.3	0.6	0.6

Sources: BEA; Statistics Canada; EUROSTAT; Cabinet Office, Japan; National Bureau of Statistics of China; Australian Bureau of Statistics; Office for National Statistics, UK.

2016 MARKET PERSPECTIVE

Equity Market Highlights

After a rocky start, the US stock market had a strong year. The S&P 500 Index logged an 11.96% total return and small cap stocks, as measured by the Russell 2000 Index, returned 21.31%.

Overall, performance among non-US markets was also positive: The MSCI World ex USA Index, which reflects non-US developed markets, logged a 2.75% return and the MSCI Emerging Markets Index an 11.19% return.¹

Global Diversification Impact

Overall, US equities outperformed equities in the developed ex US markets and emerging markets. As a result, a market cap-weighted global equity portfolio would have underperformed a US equity portfolio. Investors generally benefited from emphasizing value stocks around the world, as well as US small cap stocks.

Returns at the country level were dispersed. In developed markets, returns ranged from -24.87% in Israel to +24.56% in Canada. In emerging markets, returns ranged from -12.13% in Greece to +66.24% in Brazil.

Strong performance in the US placed it as the 17th best performing country out of the 46 countries in the MSCI All Country World Index (ACWI), which represents both developed and emerging markets. Although the S&P 500 Index had a positive return in 2016, the year was not in the top half of the index's historical annual returns.

Major World Indices As of December 31, 2016

Index	Three Months	One Year	Three Years*
US Equity Returns (%)			
Russell 3000	4.21	12.74	8.43
Russell 2500	6.12	17.59	6.93
Russell 2000	8.83	21.31	6.74
Russell 2000 Value	14.07	31.74	8.31
Russell 2000 Growth	3.57	11.32	5.05
Russell 1000	3.83	12.05	8.59
Russell 1000 Value	6.68	17.34	8.59
Russell 1000 Growth	1.01	7.08	8.55
S&P 500	3.82	11.96	8.87

Non-US Equity Returns (net div.) (%)			
MSCI World ex USA	-0.36	2.75	-1.59
MSCI World ex USA Small Cap	-2.74	4.32	1.36
MSCI World ex USA Value	4.62	7.39	-2.12
MSCI World ex USA Growth	-5.29	-1.87	-1.18
MSCI Emerging Markets	-4.16	11.19	-2.55
MSCI Emerging Markets Small Cap	-6.23	2.28	-1.27
MSCI Emerging Markets Value	-1.10	14.90	-3.54
MSCI Emerging Markets Growth	-7.12	7.59	-1.67

Fixed Income Returns (%)			
Bloomberg Barclays Global Aggregate Bond (hedged to USD)	-2.34	3.95	4.15
Bloomberg Barclays US Aggregate Bond	-2.98	2.65	3.03
Bloomberg Barclays US Credit	-2.97	5.63	4.07
Bloomberg Barclays US Government Bond	-3.72	1.05	2.26
Bloomberg Barclays Municipal Bond	-3.62	0.25	4.14
BofA Merrill Lynch Three-Month US Treasury Bill	0.09	0.33	0.14

REIT and Commodity Returns (%)			
Dow Jones US Select REIT	-2.53	6.68	13.73
S&P Global ex US REIT (net div.)	-8.36	3.12	3.34
Bloomberg Commodity Total Return	2.66	11.77	-11.26

*Annualized

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1. All non-US returns are in USD, net dividends.

Brazil offers a noteworthy example of market prices at work and the difficulty of trying to forecast and time markets. Despite a severe recession, Brazil was the top performing emerging market country in 2016. Brazil's GDP was projected to shrink 3.4% in 2016, according to the OECD in November, yet its equity market logged strong performance. The lesson is that prices incorporate a rich set of information, including expectations about the future. One must beat the aggregate wisdom of market participants in order to identify mispricing. The evidence suggests that this is a very difficult task to do consistently.

VOLATILITY

In 2016, equity market volatility, as measured by the CBOE Volatility Index (VIX),² was below average. There were, however, several spikes—as you might expect—as new information was incorporated into prices. The high was reached in early February, and spikes occurred following the Brexit vote in June and again in November preceding the US election.

PREMIUM PERFORMANCE

In 2016, the small cap and value premiums³ were mostly positive across US, developed ex US, and emerging markets, while the profitability premium varied by market segment.⁴ Though 2016 marked a generally positive year, investors may still be wary following several years of underperformance for value and small cap stocks. Taking a longer-term perspective, the premiums remain persistent over decades and around the globe despite recent years' headwinds. The small cap and value premiums are well-grounded in financial economics and verified using market data spanning decades, but pursuing those premiums requires a consistent, long-term approach.

US Market

In the US market, small cap stocks outperformed large cap stocks and value stocks outperformed growth stocks. High profitability stocks outperformed low profitability stocks in most market segments.⁵ Over 2016, the US small cap premium marked the seventh highest annual return difference since 1979 when measured by the Russell 2000 Index minus Russell 1000 Index. Most of the performance for small caps came in the last two months of the year, after the US election

on November 8. This illustrates the difficulty of trying to time premiums and the benefit of maintaining consistent exposure. Through October, US small cap stocks had outpaced large company stocks for the year by only 0.35%. By year-end, the small cap premium had increased to 9.25%, as shown below.

US Small Cap Premium Through October 31 and Year-End

Index/Premium	2016	
	Through October 31	Through December 31
Russell 1000 Index	5.82%	12.05%
Russell 2000 Index	6.16%	21.31%
Small Cap Premium	0.35%	9.25%

Source: Frank Russell Company.

US value stocks outperformed growth stocks by 11.01% following an extended period of underperformance. Over the five-year rolling period, the value premium, as measured by the Russell 3000 Value Index minus Russell 3000 Growth Index, moved from negative in 2015 to positive in 2016.

Developed ex US Markets

In developed ex US markets, small cap stocks outperformed large cap stocks and value stocks outperformed growth stocks. Over both the five- and 10-year rolling periods, the small cap premium, measured as the MSCI World ex USA Small Cap Index minus the MSCI World ex USA Index, continued to be positive. The five- and 10-year rolling periods for the small cap premium have been positive for the better part of the past decade.

Value stocks outperformed growth stocks by 9.26%, as measured by the MSCI World ex USA Value Index minus the MSCI World ex USA Growth Index. Similarly to US small caps, most of the outperformance occurred in the fourth quarter, reinforcing the importance of consistency in pursuing premiums. Despite a positive year, the value premium remains negative over the five- and 10-year rolling periods.

Emerging Markets

In emerging markets, small cap stocks underperformed large cap stocks and value stocks outperformed growth

2. The VIX is a measure of implied volatility using S&P 500 option prices. Source: Bloomberg.

3. The small cap premium is the return difference between small capitalization stocks and large capitalization stocks. The value premium is the return difference between stocks with low relative prices (value) and stocks with high relative prices (growth).

4. Profitability is measured as a company's operating income before depreciation and amortization minus interest expense scaled by book equity. The profitability premium is the return difference between stocks of companies with high profitability over those with low profitability.

5. Profitability performance is measured as the top half of stocks based on profitability minus the bottom half in the Russell 3000 Index.

stocks. Despite the underperformance of small cap stocks, small cap value stocks fared better than small cap growth stocks and performed similarly to large cap value stocks. Investors who emphasized small cap value stocks over small cap growth stocks benefited.

FIXED INCOME

Both US and non-US fixed income markets posted positive returns. The Bloomberg Barclays US Aggregate Bond Index gained 2.65%. The Bloomberg Barclays Global Aggregate Bond Index (hedged to USD) gained 3.95%.

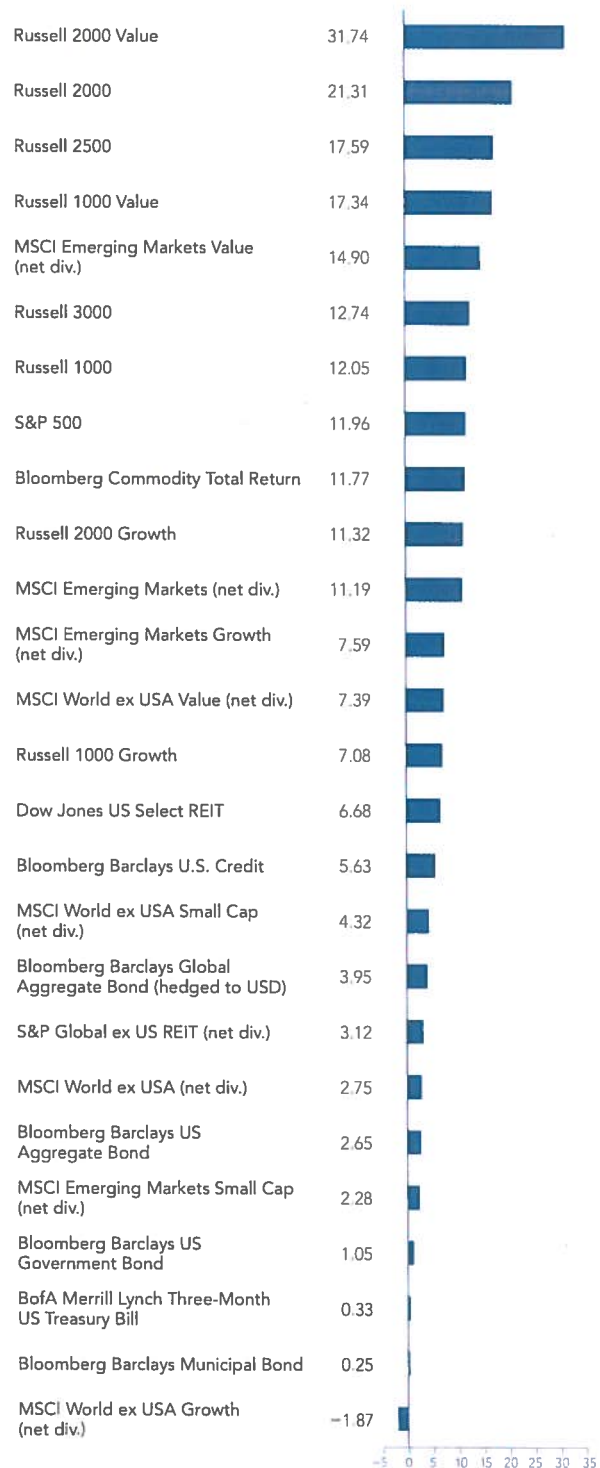
Yield curves⁶ were generally upwardly sloped in many developed markets, indicating positive expected term premiums. Indeed, realized term premiums were positive in the US and globally as longer-term maturities outperformed their shorter-term counterparts.

Corporate bonds were the best performing sector, returning 6.11% in the US and 6.22% globally, as reflected in the Bloomberg Barclays Global Aggregate Bond Index (hedged to USD). Credit premiums were also positive in the US and globally as lower quality investment grade corporates outperformed their higher quality investment grade counterparts.

While interest rates increased in the US, they generally decreased globally. Major markets such as Japan, Germany, and the United Kingdom all experienced decreases in interest rates. In fact, yields on Japanese and German government bonds with maturities as long as eight years finished the year in negative territory.

In the US, interest rates increased the most on the short end of the yield curve and were relatively unchanged on the long end. The yield on the 3-month US Treasury bill increased 0.35% to end the year at 0.51%. The yield on the 2-year US Treasury note increased 0.14% to 1.20%. The yield on the 10-year US Treasury note closed at a record low of 1.37% in July yet increased 0.18% for the year to end at 2.45%. The yield on the 30-year US Treasury bond increased 0.05% to end the year at 3.06%.

Major World Indices Ranked by One-Year Performance (%) As of December 31, 2016



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6. A yield curve is a graph that plots the interest rates at a specific point in time of bonds with similar credit quality but different maturity dates.

CURRENCIES

The British pound, euro, and Australian dollar declined relative to the US dollar, while the Canadian dollar and Japanese yen appreciated relative to the US dollar. The impact of regional currency differences on returns in the developed equity markets was minor in most cases. US investors in both developed and emerging markets generally benefited from exposure to certain currencies.

“There’s no information in past returns of three to five years. That’s just noise. It really takes very long periods of time, and it takes a lot of stick-to-it-iveness. You have to really decide what your strategy is based on—long periods of returns—and then stick to it.”

—Eugene Fama

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Investing risks include loss of principal and fluctuating value. Small cap securities are subject to greater volatility than those in other asset categories. International investing involves special risks such as currency fluctuation and political instability. Investing in emerging markets may accentuate these risks. Sector-specific investments can also increase these risks.

Fixed income securities are subject to increased loss of principal during periods of rising interest rates. Fixed income investments are subject to various other risks, including changes in credit quality, liquidity, prepayments, and other factors. REIT risks include changes in real estate values and property taxes, interest rates, cash flow of underlying real estate assets, supply and demand, and the management skill and creditworthiness of the issuer.

Eugene Fama is a member of the Board of Directors for and provides consulting services to Dimensional Fund Advisors LP.

Dimensional Fund Advisors LP is an investment advisor registered with the Securities and Exchange Commission

dimensional.com





2007 - 2016 Investment Scoreboard

	DJIA: 13.42%	NASDAQ: 7.50%	S&P 500: 11.96%	
	2007 - 2016 Year-End Returns			
<u>Cash/Fixed Income</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
One-Month US Treasury Bills %	4.66%	1.60%	0.10%	0.12%
BofA Merrill Lynch 1-Yr US T-Note Index	5.95%	4.75%	0.80%	0.83%
Barclays Int Term Treasury Index	8.83%	11.35%	-1.41%	5.29%
Barclays L.T. Treasury Index	9.81%	24.03%	-12.92%	9.38%
				<u>2011</u>
				0.04%
				0.57%
				6.57%
				3.56%
				0.06%
				0.24%
				1.71%
				-1.34%
				-12.66%
				15.70%
				4.30%
				0.18%
				0.02%
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				-1.21%
				1.06%
				1.33%
				0.20%
				0.76%
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				13.40%
				7.50%
				29.65%
				40.12%
				32.39%
				38.82%
				34.52%
				3.50%
				4.22%
				-4.41%
				-7.47%
				-0.24%
				12.38%
				1.22%
				32.00%
				4.48%
				7.22%
				13.37%
				19.85%
				12.08%
				11.96%
				7.50%
				0.19%
				13.42%
				7.22%
				4.48%
				12.38%
				33.06%
				1.22%
				17.12%
				9.37%
				0.98%
				15.36%
				18.05%
				16.35%
				16.00%
				11.40

Fund Name	Ticker	YTD as of 12/31/16
DFA Retirement Income Fund (Retired in 2000 or before)	TDIFX	4.56%
DFA 2005 Target Date Retirement Income Fund	DRIMX	5.50%
DFA 2010 Target Date Retirement Income Fund	DRIBX	6.60%
DFA 2015 Target Date Retirement Income Fund	DRIQX	7.32%
DFA 2020 Target Date Retirement Income Fund	DRIRX	8.48%
DFA 2025 Target Date Retirement Income Fund	DRIUX	9.21%
DFA 2030 Target Date Retirement Income Fund	DRIWX	9.10%
DFA 2035 Target Date Retirement Income Fund	DRIGX	8.38%
DFA 2040 Target Date Retirement Income Fund	DRIHX	9.08%
DFA 2045 Target Date Retirement Income Fund	DRIIX	9.76%
DFA 2050 Target Date Retirement Income Fund	DRIJX	9.73%
DFA 2055 Target Date Retirement Income Fund	DRIKX	9.77%
DFA 2060 Target Date Retirement Income Fund	DRILX	9.68%