



STATE OF ILLINOIS
OFFICE OF THE
AUDITOR GENERAL

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

GENERAL ASSEMBLY RETIREMENT SYSTEM
OF THE STATE OF ILLINOIS

Financial Audit
For the Year Ended June 30, 2021

Release Date: March 10, 2022

FINDINGS THIS AUDIT:	0
FINDINGS LAST AUDIT:	0

INTRODUCTION

This digest covers the financial statement audit of the General Assembly Retirement System of the State of Illinois (System) as of and for the year ended June 30, 2021. The System's Compliance Examination covering the year ended June 30, 2021 will be issued in a separate report at a later date.

The System's total pension liability is \$384.4 million at June 30, 2021, an increase of \$2.1 million from \$382.3 million at June 30, 2020. The System's net pension liability at June 30, 2021 is \$304.6 million, which is the difference between the System's fiduciary net position of \$79.8 million and the total pension liability. The System's net position as a percentage of the total pension liability is 20.76% as of June 30, 2021 as compared to 16.48% at June 30, 2020. The criteria used for computing pension liability information in the financial report in accordance with GASB Statement No. 67 differs from the criteria used to compute the actuarial accrued liability and actuarial unfunded liability under the State's funding plan, therefore this information under the State's funding plan is no longer reported in the financial statements. There were no findings reported under *Government Auditing Standards* in our audit.

AUDITOR'S OPINION

The auditors stated the financial statements of the System as of and for the year ended June 30, 2021, are fairly stated in all material respects.

This financial audit was conducted by RSM US LLP.

SIGNED ORIGINAL ON FILE

JANE CLARK
Division Director

This report is transmitted in accordance with Section 3-14 of the Illinois State Auditing Act.

SIGNED ORIGINAL ON FILE

FRANK J. MAUTINO
Auditor General

FJM:dmg

GENERAL ASSEMBLY RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
FINANCIAL AUDIT
For the Year Ended June 30, 2021 and 2020

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION	2021	2020
Additions:		
Contributions - Participants.....	\$ 1,238,024	\$ 1,205,930
Contributions - Employer/Appropriations.....	27,299,000	25,754,000
Total Contributions.....	<u>28,537,024</u>	<u>26,959,930</u>
Net Appreciation (Depreciation) in Fair Value of Investments.....	14,122,832	1,970,444
Interest and Dividends.....	776,812	686,875
Investment Expense.....	(90,273)	(76,255)
Net Investment Income.....	<u>14,809,371</u>	<u>2,581,064</u>
Total Additions.....	<u>43,346,395</u>	<u>29,540,994</u>
Deductions:		
Benefits.....	26,064,329	25,709,904
Refunds.....	154,312	137,810
Administrative Expenses.....	330,616	400,697
Total Deductions.....	<u>26,549,257</u>	<u>26,248,411</u>
Net Increase (Decrease) in Net Position.....	<u>\$ 16,797,138</u>	<u>\$ 3,292,583</u>
STATEMENT OF FIDUCIARY NET POSITION AND INVESTMENT SUMMARY - (All investments held in the Illinois State Board of Investment Commingled Fund at fair value)	June 30, 2021	June 30, 2020
U.S. Government, Agency and Municipal Obligations.....	\$ 521,828,660	\$ 237,703,276
Domestic Equities.....	3,337,691,564	2,852,607,404
International Equities.....	307,054,822	235,312,041
Domestic Bank Loans.....	145,394,891	242,975,580
Domestic Obligations.....	271,011,211	733,705,710
International Obligations.....	17,207,758	284,182,790
Commingled Funds.....	14,551,185,317	10,918,731,709
Hedge Funds.....	76,923,377	46,354,758
Real Estate Funds.....	2,233,918,871	1,960,846,320
Private Equity Funds.....	1,690,845,180	942,875,216
Infrastructure Funds.....	310,090,578	279,399,854
Opportunistic Debt Funds.....	1,131,242,538	822,484,844
Restricted Cash (Subscription Advance).....	35,000,000	40,000,000
Money Market Instruments.....	250,743,051	212,665,371
Total Investment Portfolio.....	<u>24,880,137,818</u>	<u>19,809,844,873</u>
Other ISBI Assets Less Liabilities.....	(19,286,609)	1,118,638
ISBI Net Position.....	<u>24,860,851,209</u>	<u>19,810,963,511</u>
Investments owned by other retirement systems and other entities.....	(24,786,631,152)	(19,753,834,992)
General Assembly Retirement System Investments.....	74,220,057	57,128,519
Cash, Receivables and Other Assets.....	7,996,412	7,186,110
Less: Total Liabilities.....	<u>(2,407,528)</u>	<u>(1,302,826)</u>
Net Position - Restricted for Pensions.....	<u>\$ 79,808,941</u>	<u>\$ 63,011,803</u>
ADMINISTRATIVE EXPENSES	2021	2020
Personal Services.....	\$ 103,848	\$ 141,624
Contractual Services.....	115,958	119,436
Retirement, Group Insurance & Social Security.....	93,512	117,988
Information Technology.....	13,627	14,853
Other Expenses (Net).....	3,671	6,796
Total Administrative Expenses.....	<u>\$ 330,616</u>	<u>\$ 400,697</u>
SUPPLEMENTARY INFORMATION	June 30, 2021	June 30, 2020
Benefit Recipients.....	430	427
Active Members.....	122	124
Inactive Members.....	51	51
Total.....	<u>603</u>	<u>602</u>
PENSION LIABILITY	June 30, 2021	June 30, 2020
Total Pension Liability.....	\$ 384,421,539	\$ 382,275,599
Plan Fiduciary Net Position.....	79,808,941	63,011,803
Net Pension Liability.....	<u>\$ 304,612,598</u>	<u>\$ 319,263,796</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability.....	20.76%	16.48%
EXECUTIVE SECRETARY		
During Engagement Period: Timothy B. Blair		
Currently: Timothy B. Blair		