



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, 2020**

Release Date: January 27, 2021

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, 2020. The General Assembly Retirement System's Compliance Examination covering the year ended June 30, 2020 will be issued in a separate report at a later date.

The System's total pension liability is \$382.3 million at June 30, 2020, an increase of \$0.8 million from \$381.5 million at June 30, 2019. The System's net pension liability at June 30, 2020 is \$319.3 million, which is the difference between the System's fiduciary net position of \$63.0 million and the total pension liability. The System's net position as a percentage of the total pension liability is 16.48% as of June 30, 2020 as compared to 15.65% at June 30, 2019. 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, 2020 are fairly stated in all material respects.

This financial audit was conducted by RSM 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

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GENERAL ASSEMBLY RETIREMENT SYSTEM OF ILLINOIS
FINANCIAL AUDIT
For the Year Ended June 30, 2020 and 2019

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION	2020	2019
Additions:		
Contributions - Participants.....	\$ 1,205,930	\$ 1,317,187
Contributions - Employer/Appropriations.....	25,754,000	23,253,426
Total Contributions.....	<u>26,959,930</u>	<u>24,570,613</u>
Net Appreciation (Depreciation) in Fair Value of Investments.....	1,970,444	2,569,372
Interest and Dividends.....	686,875	954,406
Investment Expense.....	(76,255)	(74,362)
Net Investment Income.....	<u>2,581,064</u>	<u>3,449,416</u>
Total Additions.....	<u>29,540,994</u>	<u>28,020,029</u>
Deductions:		
Benefits.....	25,709,904	24,558,440
Refunds.....	137,810	168,920
Administrative Expenses.....	400,697	389,833
Total Deductions.....	<u>26,248,411</u>	<u>25,117,193</u>
Net Increase (Decrease) in Net Position.....	<u>\$ 3,292,583</u>	<u>\$ 2,902,836</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, 2020	June 30, 2019
U.S. Government, Agency and Municipal Obligations.....	\$ 237,703,276	\$ 251,385,936
Domestic Equities.....	2,852,607,404	2,961,709,654
International Equities.....	235,312,041	233,224,060
Domestic Bank Loans.....	242,975,580	392,020,733
Domestic Obligations.....	733,705,710	687,426,898
International Obligations.....	284,182,790	145,836,447
Commingled Funds.....	10,918,731,709	10,791,639,807
Hedge Funds.....	46,354,758	141,715,793
Real Estate Funds.....	1,960,846,320	1,737,430,583
Private Equity Funds.....	942,875,216	779,475,084
Infrastructure Funds.....	279,399,854	316,264,251
Opportunistic Debt Funds.....	822,484,844	506,150,801
Restricted Cash (Subscription Advance).....	40,000,000	-
Money Market Instruments.....	212,665,371	156,715,534
Total Investment Portfolio.....	<u>19,809,844,873</u>	<u>19,100,995,581</u>
Other ISBI Assets Less Liabilities.....	1,118,638	58,269,428
ISBI Net Position.....	<u>19,810,963,511</u>	<u>19,159,265,009</u>
Investments owned by other retirement systems and other entities.....	(19,753,834,992)	(19,104,660,577)
General Assembly Retirement System Investments.....	57,128,519	54,604,432
Cash, Receivables and Other Assets.....	7,186,110	6,088,563
Less: Total Liabilities.....	<u>(1,302,826)</u>	<u>(973,775)</u>
Net Position - Restricted for Pensions.....	<u>\$ 63,011,803</u>	<u>\$ 59,719,220</u>
ADMINISTRATIVE EXPENSES	2020	2019
Personal Services.....	\$ 141,624	\$ 117,379
Contractual Services.....	119,436	153,741
Retirement, Group Insurance & Social Security.....	117,988	99,977
Information Technology.....	14,853	10,478
Other Expenses (Net).....	6,796	8,258
Total Administrative Expenses.....	<u>\$ 400,697</u>	<u>\$ 389,833</u>
SUPPLEMENTARY INFORMATION	June 30, 2020	June 30, 2019
Benefit Recipients.....	427	429
Active Members.....	124	126
Inactive Members.....	51	54
Total.....	<u>602</u>	<u>609</u>
PENSION LIABILITY	June 30, 2020	June 30, 2019
Total Pension Liability.....	\$ 382,275,599	\$ 381,562,351
Plan Fiduciary Net Position.....	63,011,803	59,719,220
Net Pension Liability.....	<u>\$ 319,263,796</u>	<u>\$ 321,843,131</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability.....	16.48%	15.65%
EXECUTIVE SECRETARY		
During Engagement Period: Timothy B. Blair		
Currently: Timothy B. Blair		