



STATE OF ILLINOIS
OFFICE OF THE
AUDITOR GENERAL

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

ILLINOIS STATE BOARD OF INVESTMENT

**Financial Audit
For the Year Ended June 30, 2020**

Release Date: December 22, 2020

FINDINGS THIS AUDIT:	0
FINDINGS LAST AUDIT:	0

INTRODUCTION

This digest covers the Illinois State Board of Investment's (Board) financial audit as of and for the year ended June 30, 2020. The Board's compliance examination covering the year ended June 30, 2020 will be issued at a later date.

AUDITOR'S OPINION

The auditors stated the financial statements of the Board as of and for the year ended June 30, 2020 are fairly stated in all material respects.

This financial audit was conducted by KPMG 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:TLK

ILLINOIS STATE BOARD OF INVESTMENT

FINANCIAL AUDIT

For the Year Ended June 30, 2020

STATEMENT OF CHANGES IN NET POSITION	FY 2020	FY 2019
Additions:		
Investment Income - Increase in Fair Value.....	\$ 684,094,491	\$ 897,360,790
Investment Income - Interest and Dividends.....	219,173,726	310,360,229
Investment Income - Securities Lending.....	-	102
Total Investment Income.....	903,268,217	1,207,721,121
Total Additions.....	903,268,217	1,207,721,121
Deductions:		
Salaries and Benefits.....	2,323,130	2,420,766
Operating Expenses.....	1,045,814	992,735
External Support (consulting and investment fees).....	23,140,249	22,743,248
Member Systems' Withdrawals.....	225,000,000	359,610,000
Total Deductions.....	251,509,193	385,766,749
Increase in Net Position.....	651,759,024	821,954,372
Net Position Beginning of the Year.....	19,119,776,624	18,297,822,252
Net Position End of the Year.....	\$ 19,771,535,648	\$ 19,119,776,624
EXTERNAL SUPPORT EXPENSES	FY 2020	FY 2019
Custody.....	\$ 787,066	\$ 548,866
Consulting and Professional.....	834,315	889,980
Investment Advisors / Managers.....	20,440,457	21,073,180
Investment Services, Research and Other.....	1,078,411	231,222
Total External Support Expenses.....	\$ 23,140,249	\$ 22,743,248
MEMBER SYSTEMS' NET CONTRIBUTIONS (WITHDRAWALS)	FY 2020	FY 2019
State Employees' Retirement System.....	\$ (214,000,000)	\$ (357,000,000)
Judges' Retirement System.....	(11,000,000)	(2,350,000)
General Assembly Retirement System.....	-	(260,000)
Total Member Systems' Withdrawals.....	\$ (225,000,000)	\$ (359,610,000)
INVESTMENT PORTFOLIO ANALYSIS - Fair Value	June 30, 2020	June 30, 2019
Government, Agency and Municipal Obligations.....	\$ 237,230,198	\$ 248,697,539
International Obligations.....	283,617,208	145,535,870
Domestic Obligations.....	732,245,486	688,180,345
Domestic Equities.....	2,846,930,133	2,955,605,394
Commingled Funds.....	10,897,001,203	10,769,397,596
Foreign Preferred Stock.....	-	50,367
International Securities.....	234,843,722	232,693,004
Hedge Funds.....	46,262,503	141,423,708
Opportunistic Debt.....	820,847,931	505,107,594
Real Estate Funds.....	1,956,943,835	1,733,849,636
Private Equity.....	940,998,702	777,868,540
Money Market Instruments.....	212,242,123	156,392,534
Infrastructure Funds.....	278,843,791	315,612,411
Domestic Bank Loans.....	242,492,009	391,212,755
Restricted Cash (Subscription Advance).....	39,920,392	-
Total Investment Portfolio.....	\$ 19,770,419,236	\$ 19,061,627,293
SELECTED ACCOUNT BALANCES	June 30, 2020	June 30, 2019
Cash.....	\$ 13,783,304	\$ 10,592,860
Illinois Power Agency Trust Fund - Cash.....	\$ 27,486	\$ 21,878
Illinois Power Agency Trust Fund - Investments.....	\$ 39,425,637	\$ 39,368,288
Total Receivables.....	\$ 35,076,275	\$ 158,428,030
Prepaid Expenses.....	\$ 121,835	\$ 80,935
Capital Assets.....	\$ 51,518	\$ 55,702
Administrative Expenses Payable.....	\$ 14,572,264	\$ 7,419,295
Investments Purchased Payable.....	\$ 33,345,882	\$ 103,588,901
BOARD CHIEF EXECUTIVES		
During Engagement Period: Executive Director: Johara Farhadieh; Chairwoman: Justice Mary Seminara-Schostok		
Current: Executive Director: Johara Farhadieh; Chairwoman: Justice Mary Seminara-Schostok		