



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, 2022**

Release Date: December 21, 2022

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, 2022.

AUDITOR'S OPINION

The auditors stated the financial statements of the Board as of and for the year ended June 30, 2022 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

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**ILLINOIS STATE BOARD OF INVESTMENT
FINANCIAL AUDIT**

For the Year Ended June 30, 2022

STATEMENT OF CHANGES IN NET POSITION	FY 2022	FY 2021
Additions:		
Investment Income - Increase/(Decrease) in Fair Value.....	\$ (2,112,848,683)	\$ 4,877,366,144
Investment Income - Interest and Dividends.....	468,708,383	260,724,793
Total Investment Income/(Loss).....	<u>(1,644,140,300)</u>	<u>5,138,090,937</u>
Total Additions.....	<u>(1,644,140,300)</u>	<u>5,138,090,937</u>
Deductions:		
Salaries and Benefits.....	2,909,846	2,574,371
Operating Expenses.....	1,062,525	1,065,603
External Support (consulting and investment fees).....	25,810,747	27,307,699
Member Systems' Withdrawals.....	2,600,000	65,700,000
Total Deductions.....	<u>32,383,118</u>	<u>96,647,673</u>
Increase/(Decrease) in Net Position.....	(1,676,523,418)	5,041,443,264
Net Position Beginning of the Year.....	24,812,978,912	19,771,535,648
Net Position End of the Year.....	<u>\$ 23,136,455,494</u>	<u>\$ 24,812,978,912</u>
EXTERNAL SUPPORT EXPENSES		
	FY 2022	FY 2021
Custody.....	\$ 546,515	\$ 575,401
Consulting and Professional.....	604,016	723,759
Investment Advisors / Managers.....	24,793,291	24,425,745
Investment Services and Research.....	92,548	-
Other.....	(225,623)	1,582,794
Total External Support Expenses.....	<u>\$ 25,810,747</u>	<u>\$ 27,307,699</u>
MEMBER SYSTEMS' NET CONTRIBUTIONS (WITHDRAWALS)		
	FY 2022	FY 2021
State Employees' Retirement System.....	\$ -	\$ (68,000,000)
Judges' Retirement System.....	(5,800,000)	2,300,000
General Assembly Retirement System.....	3,200,000	-
Total Member Systems' Withdrawals.....	<u>\$ (2,600,000)</u>	<u>\$ (65,700,000)</u>
INVESTMENT PORTFOLIO ANALYSIS - Fair Value		
	June 30, 2022	June 30, 2021
Government, Agency and Municipal Obligations.....	\$ 445,405,622	\$ 520,823,822
International Obligations.....	13,312,583	17,174,623
Domestic Obligations.....	277,102,739	270,489,349
Domestic Equities.....	3,966,439,155	3,331,264,473
Commingled Funds.....	11,057,949,243	14,523,165,413
International Equities.....	291,336,055	306,463,554
Hedge Funds.....	557,143	76,775,253
Private Credit.....	1,381,669,381	1,129,064,206
Real Estate Funds.....	2,848,135,215	2,229,617,215
Private Equity.....	2,055,765,156	1,687,589,272
Money Market Instruments.....	167,210,069	250,260,218
Infrastructure Funds.....	447,072,669	309,493,465
Domestic Bank Loans.....	142,343,165	145,114,917
Deposit (Subscription Advance).....	4,991,063	34,932,604
Total Investment Portfolio.....	<u>\$ 23,099,289,258</u>	<u>\$ 24,832,228,384</u>
SELECTED ACCOUNT BALANCES		
	June 30, 2022	June 30, 2021
Cash.....	\$ 11,322,910	\$ 21,029,570
Illinois Power Agency Trust Fund - Cash.....	\$ 20,275	\$ 40,573
Illinois Power Agency Trust Fund - Investments.....	\$ 41,362,044	\$ 47,909,434
Total Receivables.....	\$ 51,208,163	\$ 77,374,177
Prepaid Expenses.....	\$ 17,032	\$ 67,513
Capital Assets.....	\$ 28,117	\$ 50,166
Capital Lease.....	\$ 286,436	\$ -
Administrative Expenses Payable.....	\$ 7,410,576	\$ 6,122,803
Capital Lease Obligations Payable.....	\$ 286,436	\$ -
Investments Purchased Payable.....	\$ 17,999,410	\$ 111,648,095
BOARD CHIEF EXECUTIVES		
During Engagement Period: Executive Director: Johara Farhadieh; Board Chair: Justice Mary Seminara-Schostok (7/1/21 - 9/29/21), Terrence Healy (9/30/21 - Present)		
Current: Executive Director: Johara Farhadieh; Board Chair: Terrence Healy		