



STATE OF ILLINOIS
**OFFICE OF THE
AUDITOR GENERAL**

Frank J. Mautino, Auditor General

SUMMARY REPORT DIGEST

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS

**Financial Audit
For the Year Ended June 30, 2023**

Release Date: January 18, 2024

FINDINGS THIS AUDIT:	0
FINDINGS LAST AUDIT:	0

INTRODUCTION

This digest covers the Financial Audit of the Teachers' Retirement System of the State of Illinois (System) as of and for the year ended June 30, 2023.

The System's total pension liability is \$151.5 billion at June 30, 2023, an increase of \$4.8 billion from \$146.7 billion at June 30, 2022. The System's net pension liability at June 30, 2023 is \$85.0 billion, which is the difference between the System's fiduciary net position of \$66.5 billion and the total pension liability. The System's net position as a percentage of the total pension liability is 43.9% at June 30, 2023, as compared to 42.8% at June 30, 2022. 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 used for funding purposes, therefore this information 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, 2023, are fairly stated in all material respects.

This financial audit was conducted by FORVIS, 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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TEACHERS' RETIREMENT SYSTEM OF THE STATE OF ILLINOIS
FINANCIAL AUDIT
For the Year Ended June 30, 2023

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION	2023	2022
Additions:		
Contributions - Members.....	\$ 1,109,497,833	\$ 1,072,639,330
Contributions - State of Illinois.....	6,009,158,073	5,866,799,836
Contributions - School Districts / Employers.....	124,748,100	120,876,570
Total Contributions.....	7,243,404,006	7,060,315,736
Investment Income (Loss), Net of Expenses.....	4,427,042,975	(743,042,373)
Total Additions.....	11,670,446,981	6,317,273,363
Deductions:		
Benefits.....	7,899,142,685	7,607,019,502
Refunds.....	68,186,830	62,556,744
Administrative Expenses.....	32,026,386	26,575,798
Total Deductions.....	7,999,355,901	7,696,152,044
Net Increase (Decrease) in Net Position.....	\$ 3,671,091,080	\$ (1,378,878,681)
STATEMENT OF FIDUCIARY NET POSITION	June 30, 2023	June 30, 2022
Cash.....	\$ 16,768,356	\$ 19,555,845
Receivables and Prepaid Expenses.....	2,381,421,531	5,290,906,713
Investments, at fair value.....	66,266,731,645	62,528,309,625
Invested Securities Lending Collateral.....	1,874,005,888	2,183,903,100
Capital Assets, Net of Accumulated Depreciation.....	6,875,407	8,238,075
Right to Use Assets, Net of Amortization.....	3,072,060	-
Total Assets.....	\$ 70,548,874,887	\$ 70,030,913,358
Liabilities.....	4,044,157,468	7,197,287,019
Net Position Restricted for Pensions.....	\$ 66,504,717,419	\$ 62,833,626,339
INVESTMENT PORTFOLIO ANALYSIS - Fair Value	June 30, 2023	June 30, 2022
Fixed Income.....	\$ 7,747,947,907	\$ 8,729,837,455
Public Equities.....	22,725,959,017	20,060,816,480
Alternative Investments.....	34,394,570,955	32,685,826,413
Derivatives.....	(6,255,095)	(4,884,136)
Short-term Investments.....	1,307,235,638	959,097,903
Foreign Currency.....	97,273,223	97,615,510
Total Investment Portfolio.....	\$ 66,266,731,645	\$ 62,528,309,625
ADMINISTRATIVE EXPENSES	2023	2022
Personal Services.....	\$ 20,653,067	\$ 18,910,778
Other Services.....	3,010,120	3,193,097
Professional Services.....	5,889,716	3,640,523
Depreciation.....	3,415,452	2,244,704
Communications.....	402,972	383,269
Total Administrative Expenses.....	* \$ 32,026,386	\$ 26,575,798
*Administrative expense totals above do not reflect the portion of administrative expenses attributable to the deferred compensation custodial fund, which were \$1,344,941 and \$1,796,573 in Fiscal Years 2023 and 2022, respectively.		
SUPPLEMENTARY INFORMATION	June 30, 2023	June 30, 2022
Benefit Recipients.....	131,017	129,466
Active Members.....	169,889	165,566
Inactive Members.....	147,329	144,801
Total.....	448,235	439,833
PENSION LIABILITY	June 30, 2023	June 30, 2022
Total Pension Liability.....	\$ 151,485,294,234	\$ 146,673,960,220
Plan Fiduciary Net Position.....	66,504,717,419	62,833,626,339
Net Pension Liability.....	\$ 84,980,576,815	\$ 83,840,333,881
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability.....	43.9%	42.8%
EXECUTIVE DIRECTOR		
During Engagement Period: Stan Rupnik		
Currently: Stan Rupnik		