

ILLINOIS STATE BOARD OF INVESTMENT

Financial Statements

And

Supplementary Financial Information

Twelve Months Ended June 30, 2019

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STATEMENTS OF NET ASSETS
Illinois State Board of Investment
Twelve Months Ended June 30, 2019

	FY 2019	FY 2018
	\$	\$
ASSETS		
Cash and cash equivalents	<u>10,614,738</u>	<u>14,286,287</u>
Receivables:		
Foreign taxes	9,812,259	9,989,126
Accounts receivable	338,911	804,989
Investments sold	131,260,631	39,530,945
Interest & dividends	17,343,433	46,610,768
Total Receivables	<u>158,755,234</u>	<u>96,935,828</u>
Prepaid Expenses	<u>81,102</u>	<u>76,713</u>
Capital Assets	<u>55,817</u>	<u>55,974</u>
Capital Lease	3,638	5,225
Investments at fair value:		
Government and agency obligations	249,211,178	3,772,996,557
Foreign obligations	145,836,447	317,071,356
Corporate obligations	687,426,898	978,155,830
Municipal bonds	2,174,758	8,911,164
Common stock & equity funds	2,961,709,654	5,227,218,322
Commingled funds	10,791,639,807	1,721,839,058
Preferred stock	-	-
Foreign Preferred stock	50,471	8,763,970
Foreign equity securities	233,173,589	2,301,280,852
Hedge Funds	141,715,793	360,744,003
Bank Loans	392,020,733	464,315,920
Real estate funds	1,737,430,583	1,594,774,574
Private Equity	779,475,084	706,768,270
Money market instruments	156,715,534	231,743,812
Infrastructure	316,264,251	408,985,767
Opportunistic Debt	506,150,801	225,053,335
Forward foreign exchange contracts	-	(7,847,062)
Total Investments	<u>19,100,995,581</u>	<u>18,320,775,728</u>
Securities lending collateral	<u>-</u>	<u>-</u>
Total Assets	<u>19,270,506,110</u>	<u>18,432,135,755</u>
LIABILITIES		
Payables:		
Investment purchases	103,802,845	87,943,328
Operating expenses	7,434,618	7,752,753
Securities lending collateral obligation	-	-
Capital lease obligation	3,638	5,225
Total Liabilities	<u>111,241,101</u>	<u>95,701,306</u>
Net Assets	<u>19,159,265,009</u>	<u>18,336,434,449</u>

STATEMENTS OF CHANGES IN NET ASSETS
Illinois State Board of Investment
Twelve Months Ended June 30, 2019

	FY 2019	FY 2018
	\$	\$
ADDITIONS		
Investment income:		
Net increase in fair value of investments	899,246,076	957,133,839
Interest	188,699,335	227,060,817
Dividends	122,301,887	172,658,524
Securities lending income	102	2,041,810
Less securities lending rebates	-	(86,423)
Less securities lending expenses	-	(138,025)
Total net investment income	1,210,247,400	1,358,670,542
Members systems' contributions	-	12,300,000
Total additions	1,210,247,400	1,370,970,542
DEDUCTIONS		
Expenses:		
Salaries and benefits:		
Salaries	1,409,796	1,333,160
Benefits	1,015,970	926,593
Operating expenses:		
Rent and utilities	369,135	250,227
Audit	252,000	243,000
Other	374,988	616,023
External support:		
Custody	550,000	550,000
Consulting and professional	891,818	1,347,412
Investment advisors/managers	21,116,702	21,616,151
Investment services and research	231,700	326,509
Total expenses	26,212,109	27,209,075
Members systems' withdrawals	361,204,731	313,625,223
Total deductions	387,416,840	340,834,298
Increase(decrease) in net assets	822,830,560	1,030,136,244
Net assets at beginning of period	18,336,434,449	17,306,298,205
Net assets at end of period	19,159,265,009	18,336,434,449

ILLINOIS STATE BOARD OF INVESTMENT

<i>Member Systems' Participation</i>	General Assembly	Judges	State Employees'	Power Agency	Combined*
Member Systems' Income and Expenses Twelve Months Ended June 30, 2019	\$	\$	\$	\$	\$
Interest and dividends	881,479	16,747,914	292,713,854	657,975	311,001,222
Net securities lending income	-	-	102	-	102
Net realized gain on investments	3,113,956	59,150,407	1,032,883,573	2,332,253	1,097,480,189
Net unrealized gain (loss) on investments	(544,584)	(10,208,198)	(187,017,382)	(463,949)	(198,234,113)
Management expenses	(74,362)	(1,413,265)	(24,669,122)	(55,360)	(26,212,109)
Net investment income	<u>3,376,489</u>	<u>64,276,858</u>	<u>1,113,911,025</u>	<u>2,470,919</u>	<u>1,184,035,291</u>

**Member Systems' Changes in Net Assets
Twelve Months Ended June 30, 2019**

Net assets at beginning of period	51,487,942	978,196,836	17,268,137,474	38,612,197	18,336,434,449
Member systems' net (withdrawals)	(260,000)	(2,350,000)	(357,000,000)	(1,594,731)	(361,204,731)
Member systems' (contributions)	-	-	-	-	-
Net investment income	3,376,489	64,276,858	1,113,911,025	2,470,919	1,184,035,291
Net assets at end of period	<u>54,604,431</u>	<u>1,040,123,694</u>	<u>18,025,048,499</u>	<u>39,488,385</u>	<u>19,159,265,009</u>

The source of net assets of the member systems since inception at June 30, 2019, is as follows:

Member systems' net contributions (withdrawals)	(91,410,876)	(90,935,967)	(2,859,826,846)	20,370,390	(3,021,803,299)
Accumulated net investment income	146,015,307	1,131,059,661	20,884,875,345	19,117,995	22,181,068,308
	<u>54,604,431</u>	<u>1,040,123,694</u>	<u>18,025,048,499</u>	<u>39,488,385</u>	<u>19,159,265,009</u>

* Combined column for the member systems is presented for information purposes only and does not indicate that the assets of one system may be used for another system.