

Illinois State Board of Investment

Statements of Net Position  
June 30, 2014 and 2013

	Illinois State Board of Investment Member Systems		Illinois Power Agency Trust Fund		Total Illinois State Board of Investment	
	2014	2013	2014	2013	2014	2013
	\$	\$	\$	\$	\$	\$
<b>ASSETS</b>						
Cash	9,376,958	21,341,438	20,289	46,949	9,397,247	21,388,387
Receivables:						
Foreign taxes	2,735,624	3,818,718	5,919	8,401	2,741,543	3,827,119
Accounts receivable	1,519,374	-	3,288	-	1,522,662	-
Investments sold	356,879,941	378,290,890	772,192	832,199	357,652,133	379,123,089
Interest and dividends	39,296,747	35,899,885	85,028	78,976	39,381,775	35,978,861
Total receivables	400,431,686	418,009,493	866,427	919,576	401,298,113	418,929,069
Prepaid expenses	14,534	27,885	31	61	14,565	27,946
Capital assets	42,422	43,979	92	97	42,514	44,076
Investments at fair value:						
Government and agency obligations	782,781,918	885,452,173	1,693,730	1,947,900	784,475,648	887,400,073
Foreign obligations	830,485,454	414,158,908	1,796,948	911,105	832,282,402	415,070,013
Corporate obligations	797,788,043	672,674,316	1,726,199	1,479,812	799,514,242	674,154,128
Common stock and equity funds	4,543,452,501	3,907,881,384	9,830,815	8,596,921	4,553,283,316	3,916,478,305
Commingled funds	731,428,365	316,711,664	1,582,615	696,732	733,010,980	317,408,396
Foreign equity securities	2,341,436,888	2,324,274,475	5,066,241	5,113,155	2,346,503,129	2,329,387,630
Foreign preferred stock	72,750	480,436	157	1,057	72,907	481,493
Hedge funds	1,481,938,543	1,164,041,715	3,206,517	2,560,767	1,485,145,060	1,166,602,482
Real estate funds	1,480,243,122	1,291,759,244	3,202,849	2,841,732	1,483,445,971	1,294,600,976
Private equity	666,288,596	642,362,400	1,441,670	1,413,129	667,730,266	643,775,529
Money market instruments	217,266,893	237,128,125	470,107	521,656	217,737,000	237,649,781
Real assets	523,152,831	549,530,135	1,131,962	1,208,907	524,284,793	550,739,042
Bank loans	687,768,412	415,734,675	1,488,146	914,572	689,256,558	416,649,247
Foreign currency forward contracts	(636,223)	(411,919)	(1,377)	(906)	(637,600)	(412,825)
Total investments	15,083,468,093	12,821,777,731	32,636,579	28,206,539	15,116,104,672	12,849,984,270
Securities lending collateral	59,999,476	59,045,940	129,823	129,895	60,129,299	59,175,835
Total assets	15,553,333,169	13,320,246,466	33,653,241	29,303,117	15,586,986,410	13,349,549,583
<b>LIABILITIES</b>						
Payables:						
Investments purchased	406,924,166	412,911,779	880,475	908,362	407,804,641	413,820,141
Administrative expenses	8,378,940	7,051,522	18,130	15,513	8,397,070	7,067,035
Securities lending cash collateral obligation	61,276,738	61,395,778	132,586	135,064	61,409,324	61,530,842
Other liabilities	-	672,849	-	1,480	-	674,329
Total liabilities	476,579,844	482,031,928	1,031,191	1,060,419	477,611,035	483,092,347
Net position	15,076,753,325	12,838,214,538	32,622,050	28,242,698	15,109,375,375	12,866,457,236

Illinois State Board of Investment

Statements of Changes in Net Position  
June 30, 2014 and 2013

	Illinois State Board of Investment Member Systems		Illinois Power Agency Trust Fund		Total Illinois State Board of Investment	
	2014	2013	2014	2013	2014	2013
	\$	\$	\$	\$	\$	\$
<b>ADDITIONS</b>						
Investment income:						
Net increase in fair value of investments	1,908,636,433	1,250,868,283	4,202,702	2,700,515	1,912,839,135	1,253,568,798
Interest and other	263,808,067	216,178,681	580,167	476,442	264,388,234	216,655,123
Dividends	153,952,707	150,016,364	338,572	330,625	154,291,279	150,346,989
Securities lending income	182,900	293,085	402	646	183,302	293,731
Securities lending rebates	3,392,284	4,944,647	7,437	10,894	3,399,721	4,955,541
Securities lending expense	(340,045)	(497,585)	(746)	(1,096)	(340,791)	(498,681)
Total investment income	2,329,632,346	1,621,803,475	5,128,534	3,518,026	2,334,760,880	1,625,321,501
Contributions from the State of Illinois	16,000,000	-	-	24,900,254	16,000,000	24,900,254
Total additions	2,345,632,346	1,621,803,475	5,128,534	28,418,280	2,350,760,880	1,650,221,755
<b>DEDUCTIONS</b>						
Administrative expenses:						
Salaries and benefits:						
Salaries	1,144,901	1,154,988	2,516	2,546	1,147,417	1,157,534
Benefits	748,626	812,850	1,646	1,792	750,272	814,642
Operating expenses:						
Rent and utilities	187,702	177,968	413	392	188,115	178,360
Audit	176,542	168,668	388	372	176,930	169,040
Other	239,586	191,535	527	422	240,113	191,957
External support:						
Custody	219,517	219,516	483	484	220,000	220,000
Consulting and professional	1,209,191	1,059,070	2,659	2,335	1,211,850	1,061,405
Investment advisors/managers	38,474,339	33,797,654	84,589	74,510	38,558,928	33,872,164
Investment services and research	285,575	243,373	628	537	286,203	243,910
Total administrative expenses	42,685,979	37,825,622	93,849	83,390	42,779,828	37,909,012
Member Systems' withdrawals	64,407,580	29,700,000	655,333	92,192	65,062,913	29,792,192
Total deductions	107,093,559	67,525,622	749,182	175,582	107,842,741	67,701,204
Increase in net position	2,238,538,787	1,554,277,853	4,379,352	28,242,698	2,242,918,139	1,582,520,551
Net position at beginning of year	12,838,214,538	11,283,936,685	28,242,698	-	12,866,457,236	11,283,936,685
Net position at end of year	15,076,753,325	12,838,214,538	32,622,050	28,242,698	15,109,375,375	12,866,457,236

## Illinois State Board of Investment

### Member Systems' and Trust Fund Participation

	General Assembly	Judges'	State Employees'	Illinois State Board of Investment Member Systems	Illinois Power Agency Trust Fund	Total Illinois State Board of Investment*
	\$	\$	\$	\$	\$	\$
<b>Member Systems' Income and Expenses</b>						
<b>Fiscal Year Ended June 30, 2014</b>						
Interest and dividends	1,499,303	20,166,571	396,094,900	417,760,774	918,739	418,679,513
Net securities lending income	11,489	156,652	3,066,998	3,235,139	7,093	3,242,232
Net increase in fair value of investments	6,988,375	91,689,469	1,809,958,589	1,908,636,433	4,202,702	1,912,839,135
Total investment income	8,499,167	112,012,692	2,209,120,487	2,329,632,346	5,128,534	2,334,760,880
Administrative expenses	(153,577)	(2,059,317)	(40,473,085)	(42,685,979)	(93,849)	(42,779,828)
Net investment income	8,345,590	109,953,375	2,168,647,402	2,286,946,367	5,034,685	2,291,981,052
<b>Member Systems' Changes in Net Position</b>						
<b>Fiscal Year Ended June 30, 2014</b>						
Net position at beginning of year	49,003,784	612,751,563	12,176,459,191	12,838,214,538	28,242,698	12,866,457,236
Member Systems' net withdrawals	(5,800,000)	16,000,000	(58,607,580)	(48,407,580)	(655,333)	(49,062,913)
Net investment income	8,345,590	109,953,375	2,168,647,402	2,286,946,367	5,034,685	2,291,981,052
Net position at end of year	51,549,374	738,704,938	14,286,499,013	15,076,753,325	32,622,050	15,109,375,375

The source of net position of the member systems since inception at June 30, 2014, is as follows:

Member Systems' net contributions (withdrawals)	(80,650,878)	(131,885,969)	(1,862,826,847)	(2,075,363,694)	24,152,729	(2,051,210,965)
Accumulated net investment income	132,200,252	870,590,907	16,149,325,860	17,152,117,019	8,469,321	17,160,586,340
Net position at fair value	51,549,374	738,704,938	14,286,499,013	15,076,753,325	32,622,050	15,109,375,375

\* Combined column for the Member Systems and Trust Fund is presented for information purposes only and does not indicate that the assets of one system or trust fund may be used for another system or trust fund.