



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

Frank J. Mautino, Auditor General

**SUMMARY REPORT DIGEST**

**STATE EMPLOYEES' RETIREMENT SYSTEM OF ILLINOIS**

**Financial Audit**  
**For the Year Ended June 30, 2025**

**Release Date: March 31, 2026**

<b>FINDINGS THIS AUDIT:</b>	<b>0</b>
<b>FINDINGS LAST AUDIT:</b>	<b>0</b>

**INTRODUCTION**

This digest covers the financial statement audit of the State Employees' Retirement System of Illinois (System) as of and for the year ended June 30, 2025.

The System's total pension liability is \$60.2 billion at June 30, 2025, an increase of \$1.8 billion from \$58.4 billion at June 30, 2024. The System's net pension liability at June 30, 2025 is \$32.6 billion, which is the difference between the System's fiduciary net position of \$27.6 billion and the total pension liability. The System's net position as a percentage of the total pension liability is 45.9% as of June 30, 2025, as compared to 43.3% at June 30, 2024. 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 under the State's funding plan, therefore this information under the State's funding plan 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, 2025, are fairly stated in all material respects.

This financial audit was conducted by RSM US LLP.

**SIGNED ORIGINAL ON FILE**

COURTNEY DZIERWA  
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:dmg

**STATE EMPLOYEES' RETIREMENT SYSTEM OF ILLINOIS**  
**FINANCIAL AUDIT**  
**For the Year Ended June 30, 2025**

<b>STATEMENT OF CHANGES IN FIDUCIARY NET POSITION</b>	<b>2025</b>	<b>2024</b>
<b>Additions:</b>		
Contributions - Participants.....	\$ 344,049,682	\$ 323,158,400
Contributions - State Agencies and Appropriations.....	3,019,912,871	2,840,015,050
<b>Total Contributions.....</b>	<b>3,363,962,553</b>	<b>3,163,173,450</b>
Net Appreciation (Depreciation) in Fair Value of Investments.....	2,081,828,460	1,815,205,581
Interest and Dividends.....	338,820,992	296,507,577
Investment Expense .....	(22,444,245)	(24,868,841)
Net Investment Income (Loss).....	2,398,205,207	2,086,844,317
<b>Total Additions.....</b>	<b>5,762,167,760</b>	<b>5,250,017,767</b>
<b>Deductions:</b>		
Benefits.....	3,373,378,339	3,255,006,121
Refunds.....	31,351,737	24,344,571
Administrative Expenses.....	21,223,924	20,317,592
<b>Total Deductions.....</b>	<b>3,425,954,000</b>	<b>3,299,668,284</b>
Net Increase (Decrease) in Net Position.....	<b>\$ 2,336,213,760</b>	<b>\$ 1,950,349,483</b>
<b>STATEMENT OF FIDUCIARY NET POSITION AND INVESTMENT SUMMARY - (All investments held in the Illinois State Board of Investment Commingled Fund at fair value)</b>		
	<b>June 30, 2025</b>	<b>June 30, 2024</b>
U.S. Government, Agency and Municipal Obligations.....	\$ 631,702,208	\$ 571,490,082
Domestic Equities.....	7,040,318,052	5,409,030,026
International Equities.....	207,590,568	294,926,367
Domestic Bank Loans.....	131,671,806	113,775,903
Domestic Obligations.....	217,339,783	264,253,456
International Obligations.....	26,873,454	23,501,295
Commingled Funds.....	11,220,961,050	11,151,296,164
Real Estate Funds.....	2,720,352,983	2,615,502,773
Private Equity Funds.....	2,936,390,509	2,614,816,926
Private Credit Funds.....	2,522,410,967	2,169,869,322
Infrastructure Funds.....	836,935,016	644,775,916
Hedge Funds.....	149,256	143,589
Money Market Instruments.....	175,865,275	242,631,619
<b>Total Investment Portfolio.....</b>	<b>28,668,560,927</b>	<b>26,116,013,438</b>
Other ISBI Assets Less Liabilities.....	(87,509,323)	50,675,402
<b>ISBI Net Position.....</b>	<b>28,581,051,604</b>	<b>26,166,688,840</b>
Investments owned by other retirement systems and other entities.....	(1,593,320,176)	(1,509,352,948)
State Employees' Retirement System Investments.....	26,987,731,428	24,657,335,892
Cash, Receivables and Other Assets.....	741,795,753	721,498,151
Less: Total Liabilities.....	(91,069,122)	(75,806,824)
<b>Net Position - Restricted for Pensions.....</b>	<b>\$ 27,638,458,059</b>	<b>\$ 25,303,027,219</b>
<b>ADMINISTRATIVE EXPENSES</b>		
	<b>2025</b>	<b>2024</b>
Personal Services.....	\$ 6,845,680	\$ 6,616,925
Retirement, Group Insurance & Social Security.....	6,596,660	6,070,595
Electronic Data Processing.....	4,520,014	4,349,901
Contractual Services.....	1,788,076	1,760,884
Depreciation and Amortization.....	1,357,875	1,330,890
Other Expenses (Net).....	115,619	188,397
<b>Total Administrative Expenses.....</b>	<b>\$ 21,223,924</b>	<b>\$ 20,317,592</b>
<b>SUPPLEMENTARY INFORMATION</b>		
	<b>June 30, 2025</b>	<b>June 30, 2024</b>
Benefit Recipients.....	77,935	77,600
Active Members.....	67,723	65,508
Inactive Members.....	3,612	3,675
<b>Total.....</b>	<b>149,270</b>	<b>146,783</b>
<b>PENSION LIABILITY</b>		
	<b>June 30, 2025</b>	<b>June 30, 2024</b>
Total Pension Liability.....	\$ 60,250,116,049	\$ 58,376,065,288
Plan Fiduciary Net Position.....	27,638,458,059	25,303,027,219
<b>Net Pension Liability.....</b>	<b>\$ 32,611,657,990</b>	<b>\$ 33,073,038,069</b>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability.....	45.9%	43.3%
<b>EXECUTIVE SECRETARY</b>		
During Engagement Period: Timothy B. Blair		
Currently: Timothy B. Blair		