

**State of Illinois
Office of the Treasurer
College Savings Program**

Financial Audit
For the Years Ended June 30, 2018 and 2017

Performed as Special Assistant Auditors
for the Auditor General, State of Illinois

State of Illinois
Office of the Treasurer

College Savings Program
Financial Audit
For the Years Ended June 30, 2018 and 2017

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**State of Illinois
Office of the Treasurer**

**College Savings Program
Financial Audit
For the Years Ended June 30, 2018 and 2017**

Treasurer's Office Officials

Treasurer	The Honorable Michael W. Frerichs
Chief of Staff	Mr. Justin Cajindos (through January 5, 2018)
Chief of Staff	Vacant (January 6, 2018 to June 6, 2018)
Chief of Staff	Mr. Allen Mayer (June 7, 2018 to Present)
Deputy Treasurer	Mr. Jay Rowell (through June 30, 2018)
Deputy Treasurer & Chief Investment Officer	Mr. Rodrigo Garcia (March 18, 2018 to Present)*
Chief Investment Officer/Chief Financial Officer	Mr. Rodrigo Garcia (through March 17, 2018)*
General Counsel & Ethics Officer	Mr. Keith Horton (through December 8, 2017)
General Counsel & Ethics Officer	Mr. Allen Mayer (December 1, 2017 to June 6, 2018)
Interim General Counsel & Ethics Officer	Mr. Allen Mayer (June 7, 2018 through June 30, 2018)
General Counsel & Ethics Officer	Ms. Gwendolyn Drake (July 1, 2018 to Present)
Chief Policy and Programs Officer	Mr. Julian Federle (through January 19, 2018)***
Chief Financial Products Officer	Mr. Fernando Diaz (January 16, 2018 to present)**
Director of College Savings	Mr. Fernando Diaz (through January 15, 2018)***
Director of Investment Analysis and Due Diligence	Mr. Joe Aguilar (January 18, 2018 to present)**
Deputy Director of Investment Analysis and Due Diligence	Mr. Joe Aguilar (through January 17, 2018)***
Director of Fiscal Operations	Ms. Deborah Miller
Executive Inspector General for the Illinois State Treasurer	Mr. Raymond Watson
Chief Internal Auditor	Ms. Leighann Manning

* Chief Investment Officer/Chief Financial Officer title merged into Deputy Treasurer & Chief Investment Officer title on March 18, 2018.

** New position due to reorganization.

*** Due to reorganization, these positions have been eliminated.

**State of Illinois
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**College Savings Program
Financial Audit
For the Years Ended June 30, 2018 and 2017**

Treasurer's Office Officials (Continued)

Treasurer's Office Locations

The Office of the Treasurer maintains the following four office locations:

Executive Office
State Capitol
219 State House
Springfield, Illinois 62706

Operations Division
Illinois Business Center
400 West Monroe
Springfield, Illinois 62704

Unclaimed Property Division
Myers Building
1 W. Old State Capitol Plaza, 1st & 4th Floors
Springfield, Illinois 62701

Chicago Office Legal / Programmatic
James R. Thompson Center
100 West Randolph Street, Suite 15-600
Chicago, Illinois 60601

FINANCIAL STATEMENT REPORT

**State of Illinois
Office of the Treasurer
College Savings Program
Financial Audit
For the Years Ended June 30, 2018 and 2017**

Financial Statement Report

Summary

The audits of the accompanying financial statements of the College Savings Program of the State of Illinois, Office of the Treasurer, were performed by Crowe LLP as of and for the years ended June 30, 2018 and 2017.

Based on their audits, the auditors expressed an unmodified opinion on the College Savings Program's financial statements.

Summary of Findings

The auditors identified a matter involving the Treasurer's internal control over financial reporting that they considered to be a material weakness. The material weakness is described in the accompanying Schedule of Findings on page 155 of this report as item 2018-001, Internal Control Weaknesses Identified in the Financial Statement Process.

Exit Conference

The Treasurer's Office waived an exit conference in correspondence dated February 7, 2019. The response to the recommendation was provided by Leighann Manning in an email dated February 7, 2019.

Independent Auditor's Report

Independent Auditor's Report

The Honorable Frank J. Mautino
Auditor General
State of Illinois

Report on the Financial Statements

As Special Assistant Auditors for the Auditor General, we have audited the accompanying financial statements of the College Savings Program, a fiduciary (private-purpose trust) fund of the State of Illinois, Office of the Treasurer, as of and for the years ended June 30, 2018 and 2017, and the related notes to the financial statements, as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the College Savings Program, of the State of Illinois, Office of the Treasurer, as of June 30, 2018 and 2017, and the changes in its financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, the financial statements present only the College Savings Program, and do not purport to, and do not, present fairly the financial position of the State of Illinois, or the State of Illinois, Office of the Treasurer, as of June 30, 2018 and 2017, the changes in its financial position, or, where applicable, its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the financial statements. Such missing information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. Our opinion on the financial statements is not affected by this missing information.

Other Information

Our audits were conducted for the purpose of forming an opinion on the financial statements of the College Savings Program of the State of Illinois, Office of the Treasurer. The Supplementary Information (pages 26 - 103), and the Other Information (pages 104 – 152) as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the financial statements.

The Supplementary Information, consisting of the combining statements and statements by portfolio, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information is fairly stated, in all material respects, in relation to the financial statements as a whole.

The Other Information consisting of Key Performance Measures and the Bright Start and Bright Directions Investment Policies, have not been subjected to the auditing procedures applied in the audit of the financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 15, 2019, on our consideration of the State of Illinois, Office of the Treasurer's internal control over financial reporting of the College Savings Program, and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Office of the Treasurer's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the State of Illinois, Office of the Treasurer's internal control over financial reporting of the College Savings Program and its compliance.

Crowe LLP

Springfield, Illinois
February 15, 2019

Financial Statements

**State of Illinois
Office of the Treasurer**

**College Savings Program
Statements of Fiduciary Net Position
June 30, 2018 and 2017**

	2018	2017
Assets		
Cash and Cash Equivalents	\$ 799,331,172	\$ 771,561,227
Capital Shares Receivable	-	12,775,509
Securities Sold Receivable	-	2,047,666
Dividends Receivable	9,309,571	4,860,869
Mutual Funds	9,981,628,569	8,743,953,557
	<hr/>	<hr/>
Total Assets	10,790,269,312	9,535,198,828
	<hr/>	<hr/>
Liabilities and Net Position		
Liabilities		
Payable for Capital Shares	-	8,838,600
Payable for Securities Purchased	-	4,554,899
Other Liabilities	9,770,925	3,137,007
	<hr/>	<hr/>
Total Liabilities	9,770,925	16,530,506
	<hr/>	<hr/>
Net Position Held in Trust for Participants	\$ 10,780,498,387	\$ 9,518,668,322
	<hr/>	<hr/>

The accompanying notes are an integral part of these statements.

**State of Illinois
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**College Savings Program
Statements of Changes in Fiduciary Net Position
For the Years Ended June 30, 2018 and 2017**

	2018	2017
Additions		
Investment Income (Expense)		
Investment Earnings	\$ 269,693,431	\$ 130,904,357
Net Change in Fair Value of Investments	425,894,884	810,292,289
State Administrative Fees	(2,085,954)	(2,242,188)
Other Operating Expenses	(4,172)	(3,214)
12b-1 Fees	(13,808,464)	(11,933,514)
Management and Bank Custodial Fees	(11,772,364)	(13,506,144)
	<u>667,917,361</u>	<u>913,511,586</u>
Distributions to Participants		
Net Investment Income	-	(146,291)
Total Decrease in Net Assets from Distributions	-	(146,291)
Other Participant Transactions		
Program Contributions	1,376,031,304	1,222,414,903
Distributions Reinvested	-	136,518
Total Increase from Participant Transactions	<u>1,376,031,304</u>	<u>1,222,551,421</u>
Total Additions	2,043,948,665	2,135,916,716
Deductions		
Program Distributions	<u>782,118,600</u>	<u>731,112,007</u>
Total Deductions	782,118,600	731,112,007
Change in Net Position	1,261,830,065	1,404,804,709
Net Position, Beginning of Fiscal Year	<u>9,518,668,322</u>	<u>8,113,863,613</u>
Net Position, End of Fiscal Year	<u>\$ 10,780,498,387</u>	<u>\$ 9,518,668,322</u>

The accompanying notes are an integral part of these statements.

**State of Illinois
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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Background

In May 1999, the General Assembly of the State of Illinois adopted Public Act 91-0607 authorizing the Illinois State Treasurer's Office (the "Treasurer") to establish and administer a program designed to be a "qualified state tuition program" under Section 529 of the Internal Revenue Code of 1986, as amended. The program is known as the College Savings Program (the "Program"). Participants of the Program have a choice of two Section 529 investment programs, the Bright Start College Savings Program ("Bright Start") and the Bright Directions College Savings Program ("Bright Directions"). Bright Start commenced operations on March 27, 2000. Bright Directions commenced operations on November 18, 2005. Through November 5, 2017, investors participated in Bright Start directly ("Direct-sold Plan") or through participating financial advisors ("Advisor-sold Plan"). Bright Directions was available through participating financial advisors only. As of November 6, 2017, the Bright Start Advisor-sold Plans transitioned into Bright Directions. After the transition, Bright Start is offered as the Direct-sold Plan and Bright Directions is offered as the Advisor-sold Plan.

The Program provides an opportunity for investors residing in Illinois to invest on a tax-favored basis toward the qualified higher education expenses of a designated beneficiary (the "Beneficiary") associated with attending an Institution of Higher Education. If the investor is not an Illinois taxpayer, depending upon the laws of the investor's home state or the home state of the investor's beneficiary, favorable state tax treatment or other benefits offered by such home state for investing in Section 529 college savings plans may be available only if invested in the home state's Section 529 plan. Institutions of Higher Education generally include accredited postsecondary educational institutions offering credit toward a bachelor's degree, an associate's degree, a graduate level or professional degree, or another recognized postsecondary credential including certain proprietary, postsecondary vocational and foreign institutions. The institution must be eligible to participate in the U.S. Department of Education student aid programs. Qualified higher education expenses generally include tuition, fees, books, supplies, computers, and equipment required for the Beneficiary's enrollment plus, subject to certain limitations, room and board expenses provided the Beneficiary is enrolled on at least a half-time basis.

Under the Program, Program participants (the "Account Owners") select investment portfolios for their accounts established for the purpose of helping Account Owners meet the qualified higher education expenses of the Beneficiaries designated on the Program accounts (the "Accounts"). Amounts contributed to the Program will be invested in the College Savings Trust (the "Trust"). Through July 16, 2017, OFI Private Investments, Inc. ("OFI") provided investment advisory, administrative, recordkeeping and marketing services for the Bright Start Program. As of July 17, 2017 through June 30, 2018, Union Bank and Trust Company ("UBT") advised the Treasurer on the investment of contributions and provided administrative, recordkeeping and marketing services for Bright Start. UBT advised the Treasurer on the investment of contributions and provided administrative, recordkeeping, and marketing services for the Bright Directions Program. As such, OFI and UBT acted as program managers (the "Managers") of the two investment programs. The Treasurer acts as trustee and is responsible for the overall administration of the programs.

Note 1. Summary of Significant Accounting Policies

Financial Reporting Entity

As described in the Illinois Comprehensive Annual Financial Report, the State of Illinois is the primary government which includes all funds, elected offices, departments and agencies of the State, as well as boards, commissions, authorities, universities and colleges over which the State's executive or legislative branches exercise legal control.

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Note 1. Summary of Significant Accounting Policies (Continued)

The College Savings Program is an instrumentality of the State of Illinois, with the assets segregated into a Trust, and the Treasurer appointed as Trustee of the Trust, as established in the Declaration of Trust dated March 27, 2000. However, for financial reporting purposes, the College Savings Program is a part of the primary government. The Program is included in the Illinois Comprehensive Annual Financial Report as a private-purpose trust fund. The scope of the College Savings Program financial statements presented herein is limited to the financial position of the College Savings Program private-purpose trust fund.

Fiduciary Fund

The College Savings Fund is classified as a private-purpose trust fund. This trust fund is used to account for assets held by the Treasurer in a trustee capacity. This fund is not held in the State Treasury and is a non-appropriated fund.

Basis of Accounting and Measurement Focus

The accounts of the College Savings Program are maintained and reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flow takes place.

Cash and Cash Equivalents

Cash and cash equivalents consist of money market mutual funds and timing differences associated with the purchase of mutual fund shares and short-term, highly liquid investments readily convertible to cash, with a maturity of 90 days or less at the time of purchase.

Investment Earnings

Investment earnings are a combination of dividend income and interest income generated from mutual fund investments. Mutual fund yields are subject to market rate fluctuations.

Fair Value of Investments

Investments in the underlying funds are carried at fair value as determined on the last business day on or prior to June 30.

Management Estimates

To prepare financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make certain estimates that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. These estimates may differ from actual results.

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**College Savings Program
Notes to the Financial Statements
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Note 1. Summary of Significant Accounting Policies (Continued)

Eliminations

Intra-fund activity, transfers between the Bright Start and Bright Directions plans and transfers between portfolios within each plan, related to portfolio exchanges of \$10.883 billion, of which \$2.181 billion was transferred from Bright Start to Bright Directions and \$11.628 million was transferred from Bright Directions to Bright Start, in fiscal year 2018 and \$3.592 billion in fiscal year 2017 was eliminated on the Statement of Changes in Fiduciary Net Position. The transfers from Bright Start to Bright Directions consolidated all advisor sold portfolios under one plan. The transfers from Bright Directions to Bright Start converted advisor portfolios into direct sold portfolios per account holder request. The amounts are not eliminated in the Statement of Changes in Fiduciary Net Position by Portfolio in the Supplementary Information. A reconciliation of the amounts for fiscal year 2018 (expressed in thousands) is provided below:

For the Year Ended June 30, 2018

	Bright Start		Bright Direction		Total	
	Contributions	Distributions	Contributions	Distributions	Contributions	Distributions
Statement of Changes in Fiduciary Net Position by Portfolio	\$ 7,970,675	\$ 9,795,083	\$ 4,287,896	\$ 1,869,575	\$ 12,258,571	\$ 11,664,658
Transfer from Bright Start to Bright Directions	-	(2,181,395)	(2,181,395)	-	(2,181,395)	(2,181,395)
Transfer from Bright Directions to Bright Start	(11,628)	-	-	(11,628)	(11,628)	(11,628)
Contributions/Distributions excluding transfers between programs	7,959,047	7,613,688	2,106,501	1,857,947	10,065,548	9,471,635
Investment Changes and Transfers	(7,158,549)	(7,158,549)	(1,530,967)	(1,530,967)	(8,689,516)	(8,689,516)
Statement of Changes in Fiduciary Net Position	\$ 800,498	\$ 455,139	\$ 575,534	\$ 326,980	\$ 1,376,032	* \$ 782,119

*Total Contributions per the Statement of Changes in Fiduciary Net Position off \$1 to the Statement due to rounding.

Note 2. Investments

Governmental Accounting Standards Board (GASB) Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, established standards for accounting for investments held by governmental entities.

Fair Value Measurements:

The College Savings Program investments are recorded at fair value as of June 30, 2018 and 2017. GASB Statement No. 72 – *Fair Value Measurement and Application*, defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. This statement establishes a hierarchy of valuation inputs based on the extent to which the inputs are observable in the marketplace. Inputs are used in applying the various valuation techniques and take into account the assumptions that market participants use to make valuation decisions. Inputs may include price information, credit data, interest and yield curve data, and other factors specific to the financial instrument. Observable inputs reflect market data obtained from independent sources. In contrast, unobservable inputs reflect the entity’s assumptions about how market participants would value the financial instrument. Valuation techniques should maximize the use of observable inputs to the extent available.

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Note 2. Investments (Continued)

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The following describes the hierarchy of inputs used to measure fair value and the primary valuation methodologies used for financial instruments measured at fair value on a recurring basis:

- | | |
|---------|---|
| Level 1 | Investments whose values are based on quoted prices (unadjusted) for identical assets in active markets that a government can access at the measurement date. |
| Level 2 | Investments with inputs – other than quoted prices included within Level 1 – that are observable for an asset, either directly or indirectly. |
| Level 3 | Investments classified as Level 3 have unobservable inputs for an asset and may require a degree of professional judgment. |

Bright Start College Savings Program

Permitted Investments:

The Treasurer's Bright Start investment activities are governed by the Treasurer's published Bright Start investment policy (included in the "other information" section of this report), which was developed in accordance with the State statute. In addition, the Treasurer has adopted its own investment practices, which supplements the statutory requirements.

The Bright Start Investment Policy allows funds (contributions) to be invested in one of several Portfolios, each with a designated mix of investments that is appropriate for the investment objective of the Portfolio.

Each Portfolio allocates assets in a combination of underlying investments, including but not limited to the following broad asset categories: short-term investments, fixed income investments, real estate investments, domestic equity investments, and international equity investments. The asset allocation of each Portfolio is established by the Treasurer and managed by the Manager. The Treasurer may adjust the weighting in stocks, bonds and cash in each Portfolio and may change the underlying investments within the Portfolios consistent with its Investment Policy Statement and its agreement with the Manager.

Investment Options:

General Overview

Brief Description of Investment Portfolios Offered through July 16, 2017:

The Bright Start Program through OFI Private Investments, Inc. offered the following investment portfolios through July 16, 2017:

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Note 2. Investments (Continued)

Investment Options (Continued)

General Overview (Continued)

Direct-sold Plan:

- Blended Age-Based Portfolios
- Blended Fixed Income Portfolio
- Blended Equity Portfolio
- Blended Balanced Portfolio
- Money Market Portfolio
- Blended Conservative Fixed Income Portfolio
- Index Age-Based Portfolios
- Index Fixed Income Portfolio
- Index Equity Portfolio
- Index Balanced Portfolio

Advisor-sold Plan:

- Advisor Age-Based Portfolios
- Advisor Fixed Income Portfolio
- Advisor Equity Portfolio
- Advisor Balanced Portfolio
- Advisor Money Market Portfolio
- Advisor Conservative Fixed Income Portfolio

Age-Based Portfolios:

The goal of a portfolio under the Age-Based Option was to seek an asset allocation strategy consistent with the ages of the Beneficiaries of those Account Owners who have invested in that Portfolio.

Based on the age of the Beneficiary, the following Age-Based Portfolios were available:

Direct-sold Plan:

- Blended Age-Based 0-6 Years Portfolio
- Blended Age-Based 7-9 Years Portfolio
- Blended Age-Based 10-11 Years Portfolio
- Blended Age-Based 12-14 Years Portfolio
- Blended Age-Based 15-17 Years Portfolio
- Blended Age-Based 18 Years Portfolio
- Index Age-Based 0-6 Years Portfolio
- Index Age-Based 7-9 Years Portfolio
- Index Age-Based 10-11 Years Portfolio
- Index Age-Based 12-14 Years Portfolio
- Index Age-Based 15-17 Years Portfolio
- Index Age-Based 18 Years Portfolio

Advisor-sold Plan:

- Advisor Age-Based 0-6 Years Portfolio
- Advisor Age-Based 7-9 Years Portfolio
- Advisor Age-Based 10-11 Years Portfolio
- Advisor Age-Based 12-14 Years Portfolio
- Advisor Age-Based 15-17 Years Portfolio
- Advisor Age-Based 18 Years Portfolio

Account assets generally did not remain in the Age-Based Portfolio in which they are initially invested. Account assets are redeemed by the Manager when the Beneficiary attains an age that is greater than the upper limit of the age range that corresponds to a particular Portfolio, including the Portfolio in which assets were invested initially. The Manager then reinvests these assets in the Portfolio that corresponds to the age of the Beneficiary. This continues until the Beneficiary is 18 years old, or the assets are withdrawn from the Account, whichever occurs first. The asset allocation strategy for the Age-Based Portfolio becomes increasingly conservative with each successive Portfolio.

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Notes to the Financial Statements
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Note 2. Investments (Continued)

Investment Options (Continued):

General Overview (Continued)

Fixed Income Portfolios:

- Blended Fixed Income Portfolio
- Advisor Fixed Income Portfolio
- Index Fixed Income Portfolio

The goal of the Fixed Income Portfolios was to seek the relatively more stable returns of a fixed income investment in exchange for giving up the long-term return potential that the stock market may offer.

Equity Portfolios:

- Blended Equity Portfolio
- Advisor Equity Portfolio
- Index Equity Portfolio

The goal of the Equity Portfolios was to seek long-term capital appreciation through investments in equity mutual funds. The Equity Portfolio was only appropriate for investors with longer time horizons, who were comfortable with an increased level of risk while seeking higher longer-term returns, or who used this investment Portfolio as part of an overall college savings strategy that included less aggressive investments.

Balanced Portfolios:

- Blended Balanced Portfolio
- Advisor Balanced Portfolio
- Index Balanced Portfolio

The goal of the Balanced Portfolios was to seek attractive total return with reasonable safety of principal through investment in equity and fixed income securities.

Money Market Portfolios:

- Money Market Portfolio
- Advisor Money Market Portfolio

The goal of the Money Market Portfolios was to seek current income and preservation of principal.

Conservative Fixed Income Portfolios:

- Blended Conservative Fixed Income Portfolio
- Advisor Conservative Fixed Income Portfolio

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Note 2. Investments (Continued)

Investment Options (Continued):

General Overview (Continued)

The goal of the Conservative Fixed Income Portfolios was to seek total return by investing primarily in short-term government securities.

Brief Description of Investment Portfolios Offered as of July 17, 2017

The Bright Start Program through Union Bank and Trust Company offered the following investment portfolios as of July 17, 2017 through the year ended June 30, 2018:

Index Age Based Portfolios

- Aggressive
- Moderate
- Conservative

The goal of a portfolio under the Index Age-Based Option is to seek an asset allocation strategy consistent with the ages of the Beneficiaries of those Account Owners who have invested in that Portfolio while mirroring the Index or Benchmark of the underlying funds.

Multi-Firm Age Based Portfolios

- Aggressive
- Moderate
- Conservative

The goal of a portfolio under the Multi-Firm Age-Based Option is to seek an asset allocation strategy consistent with the ages of the Beneficiaries of those Account Owners who have invested in that Portfolio while attempting to outperform the Index or Benchmark of the underlying funds.

Index Target Portfolios

- Index Equity
- Index Balanced
- Index Fixed Income

The Index Target Portfolios are asset allocation portfolios that invest in a set or "static" mix of equity, fixed income, or money market funds, with the objective of mirroring the performance of the underlying funds respective benchmark or index. The allocation between equity, fixed income, and money market investments within the Target Portfolios does not change as the Beneficiary gets older.

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Notes to the Financial Statements
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Note 2. Investments (Continued)

Investment Options (Continued):

General Overview (Continued)

Multi-Firm Target Portfolios

- Multi-Firm Equity
- Multi-Firm Balanced
- Multi-Firm Fixed Income

The Multi-Firm Target Portfolios are asset allocation portfolios that invest in a set or “static” mix of equity, fixed income, or money market funds, with the objective of outperforming the performance of the underlying funds respective benchmark or index. The allocation between equity, fixed income, and money market investments within the Target Portfolios does not change as the Beneficiary gets older.

Individual Portfolios

- Vanguard Federal Money Market 529 Portfolio
- Baird Short-Term Bond 529 Portfolio
- Vanguard Short-Term Inflation-Protected Securities Index 529 Portfolio
- Vanguard Total Bond Market Index 529 Portfolio
- Dodge & Cox Income Fund 529 Portfolio
- Vanguard Total International Bond Index 529 Portfolio
- Vanguard 500 Index 529 Portfolio
- T. Rowe Price Large Cap Growth 529 Portfolio
- Ariel 529 Portfolio
- DFA U.S. Targeted Value 529 Portfolio
- Vanguard Explorer 529 Portfolio
- Vanguard Total International Stock Index 529 Portfolio
- DFA International Small Company 529 Portfolio
- Vanguard REIT Index 529 Portfolio

The Bright Start Program offered fourteen Individual Fund Portfolios. Each Individual Fund Portfolio is invested solely in shares of a single underlying mutual fund. Account balances may be allocated among one or more Individual Fund Portfolios according to the Account Owners investment objectives, investment time horizon, and risk tolerance.

Investment Risk:

Interest Rate and Credit Risk:

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. In its investment policy, the Treasurer has adopted a long-term total return strategy. A long-term diversified asset allocation strategy based on (1) asset classes (stocks, bonds, cash, etc.), (2) geography/country, (3) industry, and (4) maturity will be the primary method of risk control.

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College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017

Note 2. Investments (Continued)

Investment Risk (Continued):

Interest Rate and Credit Risk (Continued):

The investments in the Bright Start College Savings Program are not guaranteed or insured by the State of Illinois, Office of the Treasurer, the Program Manager, affiliates of the Program Manager, the FDIC, or any other party.

The fair values, interest rate risk and credit risk of the money market and fixed income funds, which make up a portion of the total Cash and Cash Equivalents and Mutual Funds, for the Bright Start Program as of June 30, 2018 are detailed in the table below.

<u>Type</u>	<u>Fair Value</u>	<u>Interest Rate Risk Duration</u>	<u>Calculation Method</u>	<u>Credit Risk</u>	<u>Rating Service</u>
Money Market:	\$ 363,061,716	49 days	Weighted Average Maturity	NR*	NA**
Fixed Income Funds:	<u>1,933,576,935</u>	4.80 yrs	Effective Maturity	NR*	NA**
	<u>\$ 2,296,638,651</u>				

* Credit Risk of NR indicates that while the underlying securities within the funds may be rated, the mutual fund itself is not rated.

** Not applicable

The fair values, interest rate risk and credit risk of the money market and fixed income funds, which make up a portion of the total Cash and Cash Equivalents and Mutual Funds, for the Bright Start Program as of June 30, 2017 are detailed in the table below.

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College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017

Note 2. Investments (Continued)

Investment Risk (Continued):

Interest Rate and Credit Risk (Continued):

Type	Fair Value	Interest Rate Risk Duration	Calculation Method	Credit Risk	Rating Service
Money Market:	\$ 609,567,649	34 days	Weighted Average Maturity	NR*	NA**
Fixed Income Funds:					
	1,270,016,583	5.36 yrs	Effective Maturity	NR*	NA**
	707,630,497	1.26 yrs	Duration	NR*	NA**
	<u>253,127,927</u>	6.12 yrs	Effective Duration	NR*	NA**
	<u>\$ 2,840,342,656</u>				

* Credit Risk of NR indicates that while the underlying securities within the funds may be rated, the mutual fund itself is not rated.

** Not applicable

Fair Value Measurement:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Program determines the fair value for investments classified in Level 1 by using quoted prices as of the close of the New York Stock Exchange (the Exchange). The fair value of investments classified in Level 2 are valued using quoted prices for identical assets in markets that are not active.

Each investment asset or liability of Bright Start is assigned a level at measurement date based on the significance and source of the inputs to its valuation. Various data inputs are used in determining the value of each of the Program's investments as of the reporting period end.

The Bright Start Program is managed by Union Bank and Trust, which has provided the Treasurer with the fair value measurements, the level of fair value hierarchy, and the valuation techniques as of June 30, 2018. As of June 30, 2018, and without consideration as to the classification level of the specific investments held by the underlying investments, the Program classified its investments in the underlying investments as Level 1, totaling \$5,616,565,713.

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Note 2. Investments (Continued)

The following table summarizes the Program's investments within the fair value hierarchy at June 30, 2018:

Type	Fair Value	Level 1	Level 2	Level 3
Money Market:	\$ 363,061,716	\$ 363,061,716	\$ -	\$ -
Mutual Funds:	5,253,503,997	5,253,503,997	-	-
Total:	<u>\$ 5,616,565,713</u>	<u>\$ 5,616,565,713</u>	<u>\$ -</u>	<u>\$ -</u>

The Bright Start Program was managed by OFI, which has provided the Treasurer with the fair value measurements, the level of fair value hierarchy, and the valuation techniques as of June 30, 2017. As of June 30, 2017, and without consideration as to the classification level of the specific investments held by the underlying investments, the Program classified its investments in the underlying investments as \$5,201,502,237 Level 1 and \$1,793,318,358 Level 2.

The following table summarizes the Program's investments within the fair value hierarchy at June 30, 2017:

Type	Fair Value	Level 1	Level 2	Level 3
Money Market:	\$ 609,567,649	\$ 609,567,649	\$ -	\$ -
Mutual Funds:	6,385,252,946	4,591,934,588	1,793,318,358	-
Total:	<u>\$ 6,994,820,595</u>	<u>\$ 5,201,502,237</u>	<u>\$ 1,793,318,358</u>	<u>\$ -</u>

Bright Directions College Savings Program

Permitted Investments:

The Treasurer's Bright Directions investment activities are governed by the Treasurer's published Bright Directions investment policy (included in the "other information" section of this report), which was developed in accordance with the State statute. In addition, the Treasurer has adopted its own investment practices, which supplements the statutory requirements.

Contributions will be invested in one or more of the available Portfolios, each composed of a designated mix of investments or an individual investment fund, which is appropriate for the age of the participant or the investment objective of the Portfolio. Each Portfolio may allocate assets among domestic equity, international equity, real estate, fixed-income, and/or money market investments. The asset allocation of each Portfolio will be established by the Treasurer and managed by Union Bank. The Treasurer may adjust the weighting in stocks, bonds, real estate, and cash in each Portfolio and may change the mutual funds within the Portfolios consistent with its Investment Policy Statement.

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Note 2. Investments (Continued)

Investment Options:

General Overview

The Bright Directions Program offered the following investment portfolios as of June 30, 2018, which included three Age-Based Tracks, each with nine portfolios:

- Eleven Target Portfolios
- Thirty Individual Fund Portfolios
- Fifteen Exchange-Traded Fund Portfolios
- Two Female & Minority Owned Portfolios

The Bright Directions Program offered the following investment portfolios as of June 30, 2017, which included three Age-Based Tracks, each with five portfolio options before October 25, 2016 and nine portfolio options effective October 25, 2016:

- Eleven Target Portfolios
- Thirty Individual Fund Portfolios
- Fifteen Exchange-Traded Fund Portfolios
- Two Female & Minority Owned Portfolios

The Age-Based portfolios are designed to reduce the account's exposure to equity securities the closer the Beneficiary is to college age; the Target Portfolios maintain a constant asset allocation between equity, fixed income, and money market securities; the Individual Fund Portfolios each invest in a single underlying investment; the Exchange-Traded Fund ("ETF") Portfolios invest in Vanguard ETFs; and the Female & Minority Owned Portfolios invest in underlying investment funds which are managed by female or minority-owned investment advisors. The Age-Based, Target, Individual, ETF, and Female & Minority Owned Portfolios have been designed by the Treasurer, Manager, and Wilshire Associates.

Brief Description of Investment Options:

Age-Based Portfolios:

The Age-Based Portfolios generally invest in a mix of equity, fixed income, real estate, and money market funds allocated based on the current age of the Beneficiary. The Age-Based Portfolios adjust over time so that as the Beneficiary nears college age each Age-Based Portfolio's allocation between equity, fixed income, real estate, and money market funds becomes more conservative relative to the allocation in earlier years. For each Aged-Based Portfolio, the Program will automatically exchange assets to the next age band during the month the Beneficiary reaches such age band.

Program participants may choose from the following three Age-Based Tracks:

- Age-Based Aggressive Portfolio
- Age-Based Growth Portfolio
- Age-Based Balanced Portfolio

Each Age-Based Option has nine Age-Based Portfolios based on the Beneficiary's age: 0-2 years, 3-5 years, 6-8 years, 9-10 years, 11-12 years, 13-14 years, 15-16 years, 17-18 years, and 19 years and over.

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Note 2. Investments (Continued)

Brief Description of Investment Options (Continued):

Target Portfolios:

The Target Portfolios are asset allocation portfolios that invest in a set or “static” mix of equity, fixed income, real estate, or money market funds. The allocation between equity, fixed income, real estate, and money market underlying investments within the Target Portfolios does not change as the Beneficiary gets older. The eleven Target Portfolios, ranging from the most aggressive to conservative, are as follows:

- Fund 100
- Fund 90 (Added October 25, 2016)
- Fund 80
- Fund 70 (Added October 25, 2016)
- Fund 60
- Fund 50 (Added October 25, 2016)
- Fund 40
- Fund 30 (Added October 25, 2016)
- Fund 20
- Fund 10
- Fixed Income Fund

Individual Fund Portfolios:

The Bright Directions Program offered thirty Individual Fund Portfolios (thirty-one portfolios are listed below due to the addition/removal of portfolios on July 28, 2016). Each Individual Fund Portfolio is invested solely in shares of a single underlying mutual fund. Account balances may be allocated among one or more Individual Fund Portfolios according to the Account Owners investment objectives, investment time horizon, and risk tolerance.

The Individual Fund Portfolios offered are as follows:

- American Century Equity Growth 529 Portfolio
- American Century Growth 529 Portfolio
- American Century Short Duration Inflation Protection Bond 529 Portfolio
- American Century Value 529 Portfolio
- Baird Short Term Bond Institutional 529 Portfolio
- BlackRock Cash Funds 529 Portfolio (Removed July 28, 2016)
- BlackRock Inflation Protected Bond 529 Portfolio
- Calvert Equity 529 Portfolio
- Causeway Emerging Markets 529 Portfolio
- Delaware Small Cap Core 529 Portfolio
- DFA International Small Company 529 Portfolio
- Dodge & Cox International Stock 529 Portfolio
- Harbor Small Cap Growth Opportunities 529 Portfolio
- Invesco Government & Agency 529 Portfolio (Added July 28, 2016)
- MainStay Total Return Bond 529 Portfolio
- MFS Value 529 Portfolio
- Northern Funds Bond Index 529 Portfolio
- Northern Funds International Equity Index 529 Portfolio

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Note 2. Investments (Continued)

Brief Description of Investment Options (Continued):

Individual Fund Portfolios (Continued):

- Northern Funds Small Cap Index 529 Portfolio
- Northern Funds Small Cap Value 529 Portfolio
- Northern Funds Stock Index 529 Portfolio
- Oppenheimer International Growth 529 Portfolio
- PIMCO Short-Term 529 Portfolio
- T. Rowe Price Balanced 529 Portfolio
- T. Rowe Price Equity Income 529 Portfolio
- T. Rowe Price Extended Equity Market Index 529 Portfolio
- T. Rowe Price Institutional Large Cap Growth 529 Portfolio
- T. Rowe Price Real Estate 529 Portfolio
- Templeton International Bond 529 Portfolio
- Voya Global Real Estate 529 Portfolio
- William Blair Mid Cap Growth 529 Portfolio

Exchange-Traded Fund Portfolios:

The Bright Directions Program offers fifteen Exchange-Traded Fund Portfolios. These portfolios are additional Individual Fund Portfolios that invest in certain exchange-traded funds available under Fee Structure F. Fee Structure F is available only to Account Owners that establish an Account through registered investment advisors or other financial advisors that are not compensated through commissions, but rather through payment of an hourly fee or a percentage of assets under management.

The Exchange-Traded Fund Portfolios offered are as follows:

- Vanguard FTSE Developed Markets ETF 529 Portfolio
- Vanguard FTSE Emerging Markets Stock ETF 529 Portfolio
- Vanguard Global Ex-U.S. Real Estate ETF 529 Portfolio
- Vanguard Mega Cap ETF 529 Portfolio
- Vanguard Mega Cap Growth ETF 529 Portfolio
- Vanguard Mega Cap Value ETF 529 Portfolio
- Vanguard Mid-Cap ETF 529 Portfolio
- Vanguard Mid-Cap Growth ETF 529 Portfolio
- Vanguard Mid-Cap Value ETF 529 Portfolio
- Vanguard REIT ETF 529 Portfolio
- Vanguard Short-Term Bond ETF 529 Portfolio
- Vanguard Small-Cap ETF 529 Portfolio
- Vanguard Small-Cap Growth ETF 529 Portfolio
- Vanguard Small-Cap Value ETF 529 Portfolio
- Vanguard Total Bond Market ETF 529 Portfolio

Female & Minority Owned Portfolios:

The Bright Directions Program offers two Female & Minority Owned Portfolios. Each portfolio is invested in funds which are managed by female and/or minority-owned investment advisors.

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Note 2. Investments (Continued)

Brief Description of Investment Options (Continued):

Female & Minority Owned Portfolios (Continued):

The Female & Minority Owned Portfolios are as follows:

- Ariel Fund 529 Portfolio
- SIT Dividend Growth 529 Portfolio

Investment Risk:

Interest Rate and Credit Risk:

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. In its investment policy the Treasurer has adopted a long-term total return strategy. A long-term diversified asset allocation strategy based on (1) asset classes (stocks, bonds, cash, etc.), (2) geography/country, (3) industry, and (4) maturity is the primary method of risk control.

The investments in the Bright Directions College Savings Program are not guaranteed or insured by the State of Illinois, Office of the Treasurer, the Program Manager, affiliates of the Program Manager, the FDIC, or any other party.

The fair values, interest rate risk and credit risk of the money market and fixed income funds, which make up a portion of the total Cash and Cash Equivalents and Mutual Funds, for the Bright Directions Program as of June 30, 2018 are detailed in the table below.

<u>Type</u>	<u>Fair Value</u>	<u>Interest Rate Risk Duration</u>	<u>Calculation Method</u>	<u>Credit Risk</u>	<u>Rating Service</u>
Money Market:	\$ 428,207,937	23 days	Weighted Average Maturity	AAAm	S&P
Fixed Income Funds:	236,552,572	8.47 years	Average Maturity	NR*	NA**
	1,306,300,350	2.98 years	Effective Maturity	NR*	NA**
	82,039,083	2.78 years	Weighted Average Maturity	NR*	NA**
	207,492,215	2.84 years	Effective Duration	NR*	NA**
	<u>\$ 2,260,592,157</u>				

* Credit Risk of NR indicates that while the underlying securities within the funds may be rated, the mutual fund itself is not rated.

** Not applicable

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Note 2. Investments (Continued)

The fair values, interest rate risk and credit risk of the money market and fixed income funds, which make up a portion of the total Cash and Cash Equivalents and Mutual Funds, for the Bright Directions Program as of June 30, 2017 are detailed in the table below.

Type	Fair Value	Interest Rate Risk Duration	Calculation Method	Credit Risk	Rating Service
Money Market:	\$ 147,034,820	19 days	Weighted Average Maturity	AAAm	S&P
Fixed Income Funds:					
	78,660,745	8.20 yrs	Average Maturity	NR*	NA**
	411,458,454	3.34 yrs	Effective Maturity	NR*	NA**
	32,554,975	3.90 yrs	Weight Average Maturity	NR*	NA**
	<u>61,780,164</u>	3.06 yrs	Effective Duration	NR*	NA**
	<u>\$ 731,489,158</u>				

* Credit Risk of NR indicates that while the underlying securities within the funds may be rated, the mutual fund itself is not rated.

** Not applicable

Fair Value Measurement:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Program determines the fair value for investments classified in Level 1 by using quoted prices as of the close of the New York Stock Exchange (the Exchange). The fair value of investments classified in Level 2 are valued using quoted prices for identical assets in markets that are not active.

Various inputs may be used to determine the value of the fund's investments. These inputs are summarized in three broad levels for financial statement purposes. The inputs or methodologies used to value securities are not necessarily an indication of the risk associated with investing in those securities.

The Bright Directions Program is managed by Union Bank and Trust, which has provided the Treasurer with the fair value measurements, the level of fair value hierarchy, and the valuation techniques as of June 30, 2018 and 2017. The Program classified each of its investments in the registered underlying mutual funds as Level 1, totaling \$5,156,332,509 and \$2,505,735,431, for June 30, 2018 and 2017, respectively, without consideration as to the classification level of the specific investments held by the underlying investments.

**State of Illinois
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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Note 2. Investments (Continued)

The following table summarizes the Program's investments within the fair value hierarchy at June 30, 2018:

<u>Type</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Money Market:	\$ 428,207,937	\$ 428,207,937	\$ -	\$ -
Mutual Funds:	4,728,124,572	4,728,124,572	-	-
Total:	<u>\$ 5,156,332,509</u>	<u>\$ 5,156,332,509</u>	<u>\$ -</u>	<u>\$ -</u>

The following table summarizes the Program's investments within the fair value hierarchy at June 30, 2017:

<u>Type</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Money Market:	\$ 147,034,820	\$ 147,034,820	\$ -	\$ -
Mutual Funds:	2,358,700,611	2,358,700,611	-	-
Total:	<u>\$ 2,505,735,431</u>	<u>\$ 2,505,735,431</u>	<u>\$ -</u>	<u>\$ -</u>

Note 3. Administrative Fees

To administer the College Savings Program, the Treasurer has a division titled, "The College Savings Program Division." This division had two employees as of June 30, 2018. The revenues and expenses of the division are recorded in an enterprise proprietary fund maintained by the Treasurer titled College Savings Program Administrative Trust Fund No. 668.

The Managers of the College Savings Program receive fees for their services. OFI as the previous Bright Start Program Manager received an amount equal to a charge against the assets of the Trust at an annual rate of 0.15% on the blended and advisor portfolios and 0.14% on the index portfolios of the average daily balance of the net assets of the Trust through July 16, 2017. When UBT commenced as Program Manager, the Bright Start Program management fee was 0.08% on the direct-sold portfolios and to 0.15% on the advisor-sold portfolios as of July 17, 2017. The Bright Directions Program management fee was at an annual rate of 0.18% of the average daily net assets of each Portfolio through July 16, 2017. The annual rate was reduced to 0.15% effective July 17, 2017. The fee is calculated daily but payable monthly.

The College Savings Program management and bank custodial fees paid from the Trust and the College Savings Program Administrative Trust Fund expenses are as follows:

	<u>2018</u>	<u>2017</u>
Management and Bank Custodial Fees	\$ 11,772,364	\$ 13,506,144
Administrative Trust Fund expenses	3,012,093	2,347,446

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**College Savings Program
Notes to the Financial Statements
For the Years Ended June 30, 2018 and 2017**

Note 4. Contingencies

The State of Illinois, Office of the Treasurer (Treasurer) is involved in a lawsuit. While the range of potential losses as a result of this lawsuit against the Treasurer is unknown at this time, the Treasurer believes the potential losses would be immaterial to the College Savings Program financial statements.

SUPPLEMENTARY INFORMATION

State of Illinois
Office of the Treasurer

College Savings Program
Combining Statements of Fiduciary Net Position
June 30, 2018 and 2017

	Bright Start		Bright Directions		Totals	
	2018	2017	2018	2017	2018	2017
Assets						
Cash and Cash Equivalents	\$ 368,233,864	\$ 623,651,917	\$ 431,097,308	\$ 147,909,310	\$ 799,331,172	\$ 771,561,227
Capital Shares Receivable	-	9,046,830	-	3,728,679	-	12,775,509
Securities Sold Receivable	-	2,047,666	-	-	-	2,047,666
Dividends Receivable	4,425,795	2,890,400	4,883,776	1,970,469	9,309,571	4,860,869
Mutual Funds	5,253,503,997	6,385,252,946	4,728,124,572	2,358,700,611	9,981,628,569	8,743,953,557
Total Assets	5,626,163,656	7,022,889,759	5,164,105,656	2,512,309,069	10,790,269,312	9,535,198,828
Liabilities and Net Position						
Liabilities						
Payable for Capital Shares	-	5,520,618	-	3,317,982	-	8,838,600
Payable for Securities Purchased	-	4,554,899	-	-	-	4,554,899
Other Liabilities	4,147,965	17,510	5,622,960	3,119,497	9,770,925	3,137,007
Total Liabilities	4,147,965	10,093,027	5,622,960	6,437,479	9,770,925	16,530,506
Net Position Held in Trust for Participants	\$ 5,622,015,691	\$ 7,012,796,732	\$ 5,158,482,696	\$ 2,505,871,590	\$ 10,780,498,387	\$ 9,518,668,322

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**College Savings Program
Combining Statements of Changes in Fiduciary Net Position
For the Years Ended June 30, 2018 and 2017**

	Bright Start		Bright Directions		Totals	
	2018	2017	2018	2017	2018	2017
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 141,600,520	\$ 76,487,555	\$ 128,092,911	\$ 54,416,802	\$ 269,693,431	\$ 130,904,357
Net Change in Fair Value of Investments	300,224,799	587,337,899	125,670,085	222,954,390	425,894,884	810,292,289
State Administrative Fees	(848,141)	(1,145,211)	(1,237,813)	(1,096,977)	(2,085,954)	(2,242,188)
Other Operating Expenses	-	-	(4,172)	(3,214)	(4,172)	(3,214)
12b-1 Fees	(1,861,669)	(5,054,902)	(11,946,795)	(6,878,612)	(13,808,464)	(11,933,514)
Management and Bank Custodial Fees	(5,488,364)	(9,441,642)	(6,284,000)	(4,064,502)	(11,772,364)	(13,506,144)
	<u>433,627,145</u>	<u>648,183,699</u>	<u>234,290,216</u>	<u>265,327,887</u>	<u>667,917,361</u>	<u>913,511,586</u>
Distributions to Participants						
Net Investment Income	-	-	-	(146,291)	-	(146,291)
Other Participant Transactions						
Program Contributions	812,125,837	846,471,590	2,756,928,440	375,943,313	3,569,054,277	1,222,414,903
Distributions Reinvested	-	-	-	136,518	-	136,518
	<u>812,125,837</u>	<u>846,471,590</u>	<u>2,756,928,440</u>	<u>376,079,831</u>	<u>3,569,054,277</u>	<u>1,222,551,421</u>
Total Increase from Participant Transactions	812,125,837	846,471,590	2,756,928,440	376,079,831	3,569,054,277	1,222,551,421
Total Additions	1,245,752,982	1,494,655,289	2,991,218,656	641,261,427	4,236,971,638	2,135,916,716
Deductions						
Program Distributions	2,636,534,023	546,440,610	338,607,550	184,671,397	2,975,141,573	731,112,007
Total Deductions	2,636,534,023	546,440,610	338,607,550	184,671,397	2,975,141,573	731,112,007
Change in Net Position	(1,390,781,041)	948,214,679	2,652,611,106	456,590,030	1,261,830,065	1,404,804,709
Net Position, Beginning of Fiscal Year	7,012,796,732	6,064,582,053	2,505,871,590	2,049,281,560	9,518,668,322	8,113,863,613
Net Position, End of Fiscal Year	<u>\$ 5,622,015,691</u>	<u>\$ 7,012,796,732</u>	<u>\$ 5,158,482,696</u>	<u>\$ 2,505,871,590</u>	<u>\$ 10,780,498,387</u>	<u>\$ 9,518,668,322</u>

State of Illinois
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College Savings Program
Statements of Fiduciary Net Position by Portfolio
Bright Start
June 30, 2018

	Bright Start Advisor Age Based 0-6 years	Bright Start Advisor Age Based 7-9 years	Bright Start Advisor Age Based 10-11 years	Bright Start Advisor Age Based 12-14 years	Bright Start Advisor Age Based 15-17 years	Bright Start Advisor Age Based 18 years
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	-	-	-	-	-	-
Total Assets	-	-	-	-	-	-
Liabilities and Net Position						
Liabilities						
Other Liabilities	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-
Net Position Held in Trust for Participants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2018

	Bright Start Advisor Choice Based Equity	Bright Start Advisor Choice Based Balanced	Bright Start Advisor Choice Based Fixed Income	Bright Start Advisor Choice Based Conservative Fixed Income	Bright Start Index Age Based 0-6 years	Bright Start Index Age Based 7-9 years
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	-	-	-	-	-	-
Total Assets	-	-	-	-	-	-
Liabilities and Net Position						
Liabilities						
Other Liabilities	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-
Net Position Held in Trust for Participants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2018

	Bright Start Index Age Based 10-11 years	Bright Start Index Age Based 12-14 years	Bright Start Index Age Based 15-17 years	Bright Start Index Age Based 18 years	Bright Start Index Choice Based Equity	Bright Start Index Choice Based Balanced
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	-	-	-	-	-	-
Total Assets	-	-	-	-	-	-
Liabilities and Net Position						
Liabilities						
Other Liabilities	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-
Net Position Held in Trust for Participants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

State of Illinois
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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2018

	Bright Start Index Choice Based Fixed Income	Bright Start Blended Age Based 0-6 years	Bright Start Blended Age Based 7-9 years	Bright Start Blended Age Based 10-11 years	Bright Start Blended Age Based 12-14 years	Bright Start Blended Age Based 15-17 years
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	-	-	-	-	-	-
Total Assets	-	-	-	-	-	-
Liabilities and Net Position						
Liabilities						
Other Liabilities	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-
Net Position Held in Trust for Participants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

State of Illinois
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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2018

	Bright Start Blended Age Based 18 years	Bright Start Blended Choice Based Equity	Bright Start Blended Choice Based Fixed Income	Bright Start Blended Choice Based Balanced	Bright Start Blended Choice Based Conservative Fixed Income	Bright Start Advisor Money Market Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	-	-	-	-	-	-
Total Assets	-	-	-	-	-	-
Liabilities and Net Position						
Liabilities						
Other Liabilities	-	-	-	-	-	-
Total Liabilities	-	-	-	-	-	-
Net Position Held in Trust for Participants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

State of Illinois
Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2018

	Bright Start Direct Money Market Portfolio	Multi-Firm Fixed Income Portfolio	Multi-Firm Fund 10	Multi-Firm Fund 20	Multi-Firm Fund 30	Multi-Firm Fund 40
Assets						
Cash and Cash Equivalents	\$ -	\$ 27,797,487	\$ 38,833,781	\$ 22,576,578	\$ -	\$ 777,892
Dividends Receivable	-	50,762	146,591	210,330	237,810	247,294
Mutual Funds	-	27,817,582	128,510,336	223,868,184	279,719,139	246,051,614
Total Assets	-	55,665,831	167,490,708	246,655,092	279,956,949	247,076,800
Liabilities and Net Position						
Liabilities						
Other Liabilities	-	63,226	14,878	22,193	673,953	22,587
Total Liabilities	-	63,226	14,878	22,193	673,953	22,587
Net Position Held in Trust for Participants	\$ -	\$ 55,602,605	\$ 167,475,830	\$ 246,632,899	\$ 279,282,996	\$ 247,054,213

(Continued)

State of Illinois
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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2018

	Multi-Firm Fund 50	Multi-Firm Balanced Portfolio Fund 60	Multi-Firm Fund 70	Multi-Firm Fund 80	Multi-Firm Fund 90	Multi-Firm Equity Portfolio Fund 100
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ 217,138	\$ -	\$ 80,740	\$ -
Dividends Receivable	190,679	243,099	147,427	92,846	38,228	478,481
Mutual Funds	184,964,594	227,010,335	135,995,594	84,243,083	35,195,543	459,911,780
Total Assets	185,155,273	227,253,434	136,360,159	84,335,929	35,314,511	460,390,261
Liabilities and Net Position						
Liabilities						
Other Liabilities	808,584	89,400	12,437	242,260	3,277	235,343
Total Liabilities	808,584	89,400	12,437	242,260	3,277	235,343
Net Position Held in Trust for Participants	\$ 184,346,689	\$ 227,164,034	\$ 136,347,722	\$ 84,093,669	\$ 35,311,234	\$ 460,154,918

(Continued)

State of Illinois
Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2018

	Index Fixed Income Portfolio	Index Fund 10	Index Fund 20	Index Fund 30	Index Fund 40	Index Fund 50
Assets						
Cash and Cash Equivalents	\$46,434,861	\$ 31,438,258	\$ 17,043,226	\$ -	\$ -	\$ 594,337
Dividends Receivable	129,770	195,003	249,813	248,240	246,314	239,974
Mutual Funds	46,316,256	105,338,602	163,758,259	202,779,072	211,720,093	229,931,002
Total Assets	92,880,887	136,971,863	181,051,298	203,027,312	211,966,407	230,765,313
Liabilities and Net Position						
Liabilities						
Other Liabilities	6,046	166,361	11,714	751,357	178,643	15,075
Total Liabilities	6,046	166,361	11,714	751,357	178,643	15,075
Net Position Held in Trust for Participants	\$92,874,841	\$ 136,805,502	\$ 181,039,584	\$ 202,275,955	\$ 211,787,764	\$ 230,750,238

(Continued)

State of Illinois
Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2018

	Index Balanced Portfolio Fund 60	Index Fund 70	Index Fund 80	Index Fund 90	Index Equity Portfolio Fund 100	Ariel 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 102,257	\$ -	\$ 148,246	\$ -	\$ -	\$ 2,703
Dividends Receivable	399,686	196,841	84,083	14,236	-	-
Mutual Funds	485,272,002	313,875,760	211,029,741	76,635,929	883,958,309	4,046,049
Total Assets	485,773,945	314,072,601	211,262,070	76,650,165	883,958,309	4,048,752
Liabilities and Net Position						
Liabilities						
Other Liabilities	32,110	368,320	14,055	154,804	75,804	366
Total Liabilities	32,110	368,320	14,055	154,804	75,804	366
Net Position Held in Trust for Participants	\$ 485,741,835	\$ 313,704,281	\$ 211,248,015	\$ 76,495,361	\$ 883,882,505	\$ 4,048,386

(Continued)

State of Illinois
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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2018

	Baird Short Term Bond 529 Portfolio	DFA International Small Company 529 Portfolio	DFA U.S. Targeted Value 529 Portfolio	Dodge & Cox Income 529 Portfolio	T. Rowe Price Large Cap Growth 529 Portfolio	Vanguard Explorer 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ 44,217	\$ 6,991	\$ 1,897	\$ 166,659	\$ 158,815
Dividends Receivable	-	22,397	16,975	-	-	-
Mutual Funds	5,232,982	8,513,518	6,583,987	7,892,633	42,251,995	13,169,418
Total Assets	5,232,982	8,580,132	6,607,953	7,894,530	42,418,654	13,328,233
Liabilities and Net Position						
Liabilities						
Other Liabilities	7,946	784	589	706	3,720	1,139
Total Liabilities	7,946	784	589	706	3,720	1,139
Net Position Held in Trust for Participants	\$ 5,225,036	\$ 8,579,348	\$ 6,607,364	\$ 7,893,824	\$ 42,414,934	\$ 13,327,094

(Continued)

State of Illinois
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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2018

	Vanguard Federal Money Market 529 Portfolio	Vanguard 500 Index 529 Portfolio	Vanguard REIT Index 529 Portfolio	Vanguard Short-Term Inflation-Protected Securities Index 529 Portfolio	Vanguard Total Bond Market Index 529 Portfolio	Vanguard Total International Bond Index 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 181,241,144	\$ 394,993	\$ 3,689	\$ 51,721	\$ 56,675	\$ 41,989
Dividends Receivable	263,064	-	-	-	32,340	3,512
Mutual Funds	-	137,902,080	5,357,423	6,828,122	14,109,569	3,879,937
Total Assets	181,504,208	138,297,073	5,361,112	6,879,843	14,198,584	3,925,438
Liabilities and Net Position						
Liabilities						
Other Liabilities	157,035	9,045	339	439	923	250
Total Liabilities	157,035	9,045	339	439	923	250
Net Position Held in Trust for Participants	\$ 181,347,173	\$ 138,288,028	\$ 5,360,773	\$ 6,879,404	\$ 14,197,661	\$ 3,925,188

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2018

	Vanguard Total International Stock Index 529 Portfolio	Total
Assets		
Cash and Cash Equivalents	\$ 17,570	\$ 368,233,864
Dividends Receivable	-	4,425,795
Mutual Funds	33,833,475	5,253,503,997
	<hr/>	<hr/>
Total Assets	33,851,045	5,626,163,656
	<hr/>	<hr/>
Liabilities and Net Position		
Liabilities		
Other Liabilities	2,257	4,147,965
	<hr/>	<hr/>
Total Liabilities	2,257	4,147,965
	<hr/>	<hr/>
Net Position Held in Trust for Participants	\$ 33,848,788	\$ 5,622,015,691
	<hr/> <hr/>	<hr/> <hr/>

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College Savings Program
Statements of Fiduciary Net Position by Portfolio
Bright Start
June 30, 2017

	Bright Start Advisor Age Based 0-6 years	Bright Start Advisor Age Based 7-9 years	Bright Start Advisor Age Based 10-11 years	Bright Start Advisor Age Based 12-14 years	Bright Start Advisor Age Based 15-17 years	Bright Start Advisor Age Based 18 years
Assets						
Cash and Cash Equivalents	\$ 1,191,720	\$ 821,464	\$ 668,399	\$ 1,689,982	\$ 47,004,954	\$ 62,309,289
Capital Shares Receivable	251,896	238,500	231,872	620,322	450,476	558,521
Securities Sold Receivable	-	215,038	-	-	298,635	-
Dividends Receivable	20,979	58,908	54,854	170,073	264,488	175,707
Mutual Funds	147,134,644	166,578,101	153,547,328	326,746,195	332,766,073	224,633,129
Total Assets	148,599,239	167,912,011	154,502,453	329,226,572	380,784,626	287,676,646
Liabilities and Net Position						
Liabilities						
Other Liabilities	606	686	631	1,342	1,556	1,171
Payable for Capital Shares	75,701	54,078	359,136	212,645	521,541	490,867
Payable for Securities Purchased	23,213	58,554	58,054	310,464	241,115	524,971
Total Liabilities	99,520	113,318	417,821	524,451	764,212	1,017,009
Net Position Held in Trust for Participants	\$ 148,499,719	\$ 167,798,693	\$ 154,084,632	\$ 328,702,121	\$ 380,020,414	\$ 286,659,637

(Continued)

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Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2017

	Bright Start Advisor Choice Based Equity	Bright Start Advisor Choice Based Balanced	Bright Start Advisor Choice Based Fixed Income	Bright Start Advisor Choice Based Conservative Fixed Income	Bright Start Index Age Based 0-6 years	Bright Start Index Age Based 7-9 years
Assets						
Cash and Cash Equivalents	\$ 1,156,663	\$ 4,906,150	\$ 8,323,450	\$ 118,763	\$ 1,504,723	\$ 16,453,449
Capital Shares Receivable	223,196	183,335	7,237	1,791	479,308	615,745
Securities Sold Receivable	178,170	-	7,501	-	223,372	35,151
Dividends Receivable	354	59,493	19,449	1,237	71,496	171,309
Mutual Funds	472,884,562	97,709,241	15,909,675	6,949,728	346,411,782	322,531,464
Total Assets	474,442,945	102,858,219	24,267,312	7,071,519	348,690,681	339,807,118
Liabilities and Net Position						
Liabilities						
Other Liabilities	1,938	420	99	29	-	-
Payable for Capital Shares	279,007	16,404	11,276	1,047	423,224	251,332
Payable for Securities Purchased	-	79,729	17,130	1,193	66,604	151,035
Total Liabilities	280,945	96,553	28,505	2,269	489,828	402,367
Net Position Held in Trust for Participants	\$ 474,162,000	\$ 102,761,666	\$ 24,238,807	\$ 7,069,250	\$ 348,200,853	\$ 339,404,751

(Continued)

State of Illinois
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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2017

	Bright Start Index Age Based 10-11 years	Bright Start Index Age Based 12-14 years	Bright Start Index Age Based 15-17 years	Bright Start Index Age Based 18 years	Bright Start Index Choice Based Equity	Bright Start Index Choice Based Balanced
Assets						
Cash and Cash Equivalents	\$ 9,740,823	\$ 27,150,865	\$ 36,331,632	\$ 27,550,456	\$ 1,157,532	\$ 20,046,950
Capital Shares Receivable	237,964	311,498	619,319	484,907	666,167	90,732
Securities Sold Receivable	-	-	95,916	-	-	-
Dividends Receivable	132,515	216,782	261,185	249,696	354	157,623
Mutual Funds	185,198,760	248,165,795	205,937,010	155,920,783	847,567,237	180,175,940
Total Assets	195,310,062	275,844,940	243,245,062	184,205,842	849,391,290	200,471,245
Liabilities and Net Position						
Liabilities						
Other Liabilities	-	-	-	-	-	-
Payable for Capital Shares	148,755	495,259	334,590	101,750	95,222	123,530
Payable for Securities Purchased	406,628	195,023	223,766	249,219	327,375	566,678
Total Liabilities	555,383	690,282	558,356	350,969	422,597	690,208
Net Position Held in Trust for Participants	\$ 194,754,679	\$ 275,154,658	\$ 242,686,706	\$ 183,854,873	\$ 848,968,693	\$ 199,781,037

(Continued)

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Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2017

	Bright Start Index Choice Based Fixed Income	Bright Start Blended Age Based 0-6 years	Bright Start Blended Age Based 7-9 years	Bright Start Blended Age Based 10-11 years	Bright Start Blended Age Based 12-14 years	Bright Start Blended Age Based 15-17 years
Assets						
Cash and Cash Equivalents	\$ 14,972,469	\$ 874,370	\$ 710,633	\$ 807,446	\$ 2,221,903	\$ 44,867,384
Capital Shares Receivable	87,705	232,935	211,826	328,679	537,969	254,261
Securities Sold Receivable	24,587	-	209,893	334,930	184,640	-
Dividends Receivable	159,058	9,058	26,665	27,057	117,447	156,271
Mutual Funds	82,480,514	132,909,658	156,874,859	159,145,936	347,036,583	318,672,334
Total Assets	97,724,333	134,026,021	158,033,876	160,644,048	350,098,542	363,950,250
Liabilities and Net Position						
Liabilities						
Other Liabilities	-	547	646	657	1,430	1,487
Payable for Capital Shares	24,976	152,128	245,695	333,361	164,580	313,877
Payable for Securities Purchased	140,477	107,608	26,433	26,763	116,800	124,777
Total Liabilities	165,453	260,283	272,774	360,781	282,810	440,141
Net Position Held in Trust for Participants	\$ 97,558,880	\$ 133,765,738	\$ 157,761,102	\$ 160,283,267	\$ 349,815,732	\$ 363,510,109

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2017

	Bright Start Blended Age Based 18 years	Bright Start Blended Choice Based Equity	Bright Start Blended Choice Based Fixed Income	Bright Start Blended Choice Based Balanced	Bright Start Blended Choice Based Conservative Fixed Income	Bright Start Advisor Money Market Portfolio
Assets						
Cash and Cash Equivalents	\$ 50,391,992	\$ 995,835	\$ 10,178,479	\$ 3,825,932	\$ 432,188	\$ 59,833,086
Capital Shares Receivable	518,747	146,642	45,228	50,119	35,814	104,672
Securities Sold Receivable	-	214,743	-	-	25,090	-
Dividends Receivable	117,334	371	12,957	33,070	5,335	37,233
Mutual Funds	177,558,603	443,455,679	19,851,395	79,885,860	30,614,078	-
Total Assets	228,586,676	444,813,270	30,088,059	83,794,981	31,112,505	59,974,991
Liabilities and Net Position						
Liabilities						
Other Liabilities	931	1,818	123	342	128	245
Payable for Capital Shares	179,070	69,526	3,352	16,058	22,631	-
Payable for Securities Purchased	339,927	-	19,909	46,636	5,177	49,484
Total Liabilities	519,928	71,344	23,384	63,036	27,936	49,729
Net Position Held in Trust for Participants	\$ 228,066,748	\$ 444,741,926	\$ 30,064,675	\$ 83,731,945	\$ 31,084,569	\$ 59,925,262

(Continued)

State of Illinois
Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Start
June 30, 2017

	Bright Start Direct Money Market Portfolio	Total
Assets		
Cash and Cash Equivalents	\$ 165,412,936	\$ 623,651,917
Capital Shares Receivable	219,447	9,046,830
Securities Sold Receivable	-	2,047,666
Dividends Receivable	102,042	2,890,400
Mutual Funds	-	6,385,252,946
	<hr/>	<hr/>
Total Assets	165,734,425	7,022,889,759
Liabilities and Net Position		
Liabilities		
Other Liabilities	678	17,510
Payable for Capital Shares	-	5,520,618
Payable for Securities Purchased	50,157	4,554,899
	<hr/>	<hr/>
Total Liabilities	50,835	10,093,027
	<hr/>	<hr/>
Net Position Held in Trust for Participants	\$ 165,683,590	\$ 7,012,796,732

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College Savings Program
Statements of Fiduciary Net Position by Portfolio
Bright Directions
June 30, 2018

	American Century Equity Growth 529 Portfolio	American Century Growth 529 Portfolio	American Century Short Duration Inflation Protection Bond 529 Portfolio	American Century Value 529 Portfolio	Ariel 529 Portfolio	Baird Short Term Bond Institutional 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 123,923	\$ 6,046	\$ 25,772	\$ -	\$ -	\$ 76,032
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	15,672,680	11,315,621	2,462,933	15,199,190	12,885,587	19,637,816
Total Assets	15,796,603	11,321,667	2,488,705	15,199,190	12,885,587	19,713,848
Liabilities and Net Position						
Liabilities						
Other Liabilities	14,046	10,574	1,444	12,709	27,875	15,435
Total Liabilities	14,046	10,574	1,444	12,709	27,875	15,435
Net Position Held in Trust for Participants	\$ 15,782,557	\$ 11,311,093	\$ 2,487,261	\$ 15,186,481	\$ 12,857,712	\$ 19,698,413

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2018

	BlackRock		Causeway		DFA	
	Inflation Protected Bond 529 Portfolio	Calvert Equity 529 Portfolio	Emerging Markets 529 Portfolio	Delaware Small Cap Core 529 Portfolio	International Small Company 529 Portfolio	Dodge & Cox International Stock 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 6,283	\$ -	\$ -	\$ -	\$ 53,536	\$ 65,508
Dividends Receivable	39,853	-	-	-	22,136	-
Mutual Funds	9,568,689	10,894,961	11,805,981	17,746,233	8,428,780	33,659,879
Total Assets	9,614,825	10,894,961	11,805,981	17,746,233	8,504,452	33,725,387
Liabilities and Net Position						
Liabilities						
Other Liabilities	8,179	23,460	37,906	50,016	6,348	28,612
Total Liabilities	8,179	23,460	37,906	50,016	6,348	28,612
Net Position Held in Trust for Participants	\$ 9,606,646	\$ 10,871,501	\$ 11,768,075	\$ 17,696,217	\$ 8,498,104	\$ 33,696,775

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2018

	Harbor Small Cap Growth Opportunities 529 Portfolio	Invesco Government & Agency 529 Portfolio	MainStay Total Return Bond 529 Portfolio	MFS Value 529 Portfolio	Northern Funds Bond Index 529 Portfolio	Northern Funds International Equity Index 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 31	\$ 117,585,165	\$ -	\$ 12,569	\$ 34,875	\$ 8,598
Dividends Receivable	-	166,566	79,292	-	5,482	-
Mutual Funds	14,734,397	-	33,930,382	33,689,624	14,201,827	11,611,427
Total Assets	14,734,428	117,751,731	34,009,674	33,702,193	14,242,184	11,620,025
Liabilities and Net Position						
Liabilities						
Other Liabilities	11,778	249,993	74,506	28,837	12,061	9,927
Total Liabilities	11,778	249,993	74,506	28,837	12,061	9,927
Net Position Held in Trust for Participants	\$ 14,722,650	\$ 117,501,738	\$ 33,935,168	\$ 33,673,356	\$ 14,230,123	\$ 11,610,098

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2018

	Northern Funds Small Cap Index 529 Portfolio	Northern Funds Small Cap Value 529 Portfolio	Northern Funds Stock Index 529 Portfolio	Oppenheimer International Growth 529 Portfolio	PIMCO Short-Term 529 Portfolio	SIT Dividend Growth 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 12,906	\$ -	\$ 47,413	\$ 6,038	\$ 63,126	\$ -
Dividends Receivable	-	-	-	-	51,387	-
Mutual Funds	12,374,486	9,760,019	42,491,053	26,841,514	25,840,815	12,662,181
Total Assets	12,387,392	9,760,019	42,538,466	26,847,552	25,955,328	\$ 12,662,181
Liabilities and Net Position						
Liabilities						
Other Liabilities	11,168	9,173	37,555	24,556	19,855	16,542
Total Liabilities	11,168	9,173	37,555	24,556	19,855	16,542
Net Position Held in Trust for Participants	\$ 12,376,224	\$ 9,750,846	\$ 42,500,911	\$ 26,822,996	\$ 25,935,473	\$ 12,645,639

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2018

	T.Rowe Price Balanced 529 Portfolio	T.Rowe Price Equity Income 529 Portfolio	T.Rowe Price Extended Equity Market Index 529 Portfolio	T.Rowe Price Institutional Large Cap Growth 529 Portfolio	T.Rowe Price Real Estate 529 Portfolio	Templeton International Bond 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 165,524	\$ 114,746	\$ -	\$ -	\$ -	\$ -
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	52,020,320	38,377,786	23,403,564	72,192,779	10,356,315	9,263,512
Total Assets	52,185,844	38,492,532	23,403,564	72,192,779	10,356,315	9,263,512
Liabilities and Net Position						
Liabilities						
Other Liabilities	51,602	33,430	53,969	121,055	15,141	15,162
Total Liabilities	51,602	33,430	53,969	121,055	15,141	15,162
Net Position Held in Trust for Participants	\$ 52,134,242	\$ 38,459,102	\$ 23,349,595	\$ 72,071,724	\$ 10,341,174	\$ 9,248,350

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2018

	Vanguard FTSE Developed Markets ETF 529 Portfolio	Vanguard FTSE Emerging Markets Stock ETF 529 Portfolio	Vanguard Global Ex-U.S. Real Estate ETF 529 Portfolio	Vanguard Mega Cap ETF 529 Portfolio	Vanguard Mega Cap Growth ETF 529 Portfolio	Vanguard Mega Cap Value ETF 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 83	\$ 60	\$ 8	\$ 13,991	\$ 141	\$ 43,594
Dividends Receivable	92,499	31,461	11,878	67,250	13,002	28,535
Mutual Funds	7,472,618	4,790,452	949,379	13,733,169	3,621,759	4,611,015
Total Assets	7,565,200	4,821,973	961,265	13,814,410	3,634,902	4,683,144
Liabilities and Net Position						
Liabilities						
Other Liabilities	1,186	783	156	2,082	547	714
Total Liabilities	1,186	783	156	2,082	547	714
Net Position Held in Trust for Participants	\$ 7,564,014	\$ 4,821,190	\$ 961,109	\$ 13,812,328	\$ 3,634,355	\$ 4,682,430

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2018

	Vanguard Mid-Cap ETF 529 Portfolio	Vanguard Mid-Cap Growth ETF 529 Portfolio	Vanguard Mid-Cap Value ETF 529 Portfolio	Vanguard REIT ETF 529 Portfolio	Vanguard Short- Term Bond ETF 529 Portfolio	Vanguard Small-Cap ETF 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 214	\$ 10	\$ 12	\$ 13	\$ -	\$ 208
Dividends Receivable	21,134	2,359	6,576	-	-	14,413
Mutual Funds	5,918,975	1,345,880	1,379,136	2,596,866	7,772,541	5,844,704
Total Assets	5,940,323	1,348,249	1,385,724	2,596,879	7,772,541	5,859,325
Liabilities and Net Position						
Liabilities						
Other Liabilities	901	204	212	392	1,425	888
Total Liabilities	901	204	212	392	1,425	888
Net Position Held in Trust for Participants	\$ 5,939,422	\$ 1,348,045	\$ 1,385,512	\$ 2,596,487	\$ 7,771,116	\$ 5,858,437

(Continued)

State of Illinois
Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2018

	Vanguard Small-Cap Growth ETF 529 Portfolio	Vanguard Small-Cap Value ETF 529 Portfolio	Vanguard Total Bond Market ETF 529 Portfolio	Voya Global Real Estate 529 Portfolio	William Blair Mid Cap Growth 529 Portfolio	Fixed Income Fund
Assets						
Cash and Cash Equivalents	\$ 20	\$ 39	\$ -	\$ 730	\$ 59,019	\$ 35,919,695
Dividends Receivable	1,394	6,936	-	-	-	90,980
Mutual Funds	1,017,767	1,850,052	6,770,103	3,865,242	18,615,864	35,919,695
Total Assets	1,019,181	1,857,027	6,770,103	3,865,972	18,674,883	71,930,370
Liabilities and Net Position						
Liabilities						
Other Liabilities	153	281	2,382	3,711	16,260	116,096
Total Liabilities	153	281	2,382	3,711	16,260	116,096
Net Position Held in Trust for Participants	\$ 1,019,028	\$ 1,856,746	\$ 6,767,721	\$ 3,862,261	\$ 18,658,623	\$ 71,814,274

(Continued)

State of Illinois
Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2018

	Fund 10	Fund 20	Fund 30	Fund 40	Fund 50	Fund 60
Assets						
Cash and Cash Equivalents	\$ 132,677,071	\$ 94,666,360	\$ 48,562,751	\$ 420,974	\$ -	\$ 53,614
Dividends Receivable	383,093	510,684	479,230	443,291	341,354	442,629
Mutual Funds	197,833,148	378,609,413	433,457,624	485,774,214	414,954,463	564,169,362
Total Assets	<u>330,893,312</u>	<u>473,786,457</u>	<u>482,499,605</u>	<u>486,638,479</u>	<u>415,295,817</u>	<u>564,665,605</u>
Liabilities and Net Position						
Liabilities						
Other Liabilities	<u>271,976</u>	<u>396,938</u>	<u>411,420</u>	<u>424,803</u>	<u>716,146</u>	<u>523,426</u>
Total Liabilities	<u>271,976</u>	<u>396,938</u>	<u>411,420</u>	<u>424,803</u>	<u>716,146</u>	<u>523,426</u>
Net Position Held in Trust for Participants	<u>\$ 330,621,336</u>	<u>\$ 473,389,519</u>	<u>\$ 482,088,185</u>	<u>\$ 486,213,676</u>	<u>\$ 414,579,671</u>	<u>\$ 564,142,179</u>

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2018

	Fund 70	Fund 80	Fund 90	Fund 100	Total
Assets					
Cash and Cash Equivalents	\$ 105,225	\$ 165,385	\$ -	\$ -	\$ 431,097,308
Dividends Receivable	331,881	433,156	130,829	634,496	4,883,776
Mutual Funds	361,847,780	416,881,746	126,859,525	606,631,729	4,728,124,572
Total Assets	362,284,886	417,480,287	126,990,354	607,266,225	5,164,105,656
Liabilities and Net Position					
Liabilities					
Other Liabilities	342,617	381,056	362,737	610,554	5,622,960
Total Liabilities	342,617	381,056	362,737	610,554	5,622,960
Net Position Held in Trust for Participants	\$ 361,942,269	\$ 417,099,231	\$ 126,627,617	\$ 606,655,671	\$ 5,158,482,696

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Statements of Fiduciary Net Position by Portfolio
Bright Directions
June 30, 2017

	American Century Equity Growth 529 Portfolio	American Century Growth 529 Portfolio	American Century Short Duration Inflation Protection Bond 529 Portfolio	American Century Value 529 Portfolio	Ariel 529 Portfolio	Baird Short Term Bond Institutional 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ 269	\$ -
Capital Shares Receivable	1,692	713	333	908	15,014	2,265
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	12,924,117	8,870,467	1,938,093	14,740,770	11,232,929	18,445,827
Total Assets	12,925,809	8,871,180	1,938,426	14,741,678	11,248,212	18,448,092
Liabilities and Net Position						
Liabilities						
Payable for Capital Shares	441	5,471	1,575	17,707	97	636
Other Liabilities	12,581	10,032	1,305	26,085	9,994	21,234
Total Liabilities	13,022	15,503	2,880	43,792	10,091	21,870
Net Position Held in Trust for Participants	\$ 12,912,787	\$ 8,855,677	\$ 1,935,546	\$ 14,697,886	\$ 11,238,121	\$ 18,426,222

(Continued)

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2017

	BlackRock Cash Funds 529 Portfolio	BlackRock Inflation Protected Bond 529 Portfolio	Calvert Equity 529 Portfolio	Causeway Emerging Markets 529 Portfolio	Delaware Small Cap Core 529 Portfolio	DFA International Small Company 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ 290	\$ -	\$ -	\$ 644
Capital Shares Receivable	-	828	153	1,851	2,450	2,607
Dividends Receivable	-	25,233	-	-	-	37,203
Mutual Funds	-	8,845,693	7,945,006	8,790,566	14,161,473	6,210,665
Total Assets	-	8,871,754	7,945,449	8,792,417	14,163,923	6,251,119
Liabilities and Net Position						
Liabilities						
Payable for Capital Shares	-	969	10	1,739	23,423	53
Other Liabilities	-	14,656	7,920	7,413	26,327	4,448
Total Liabilities	-	15,625	7,930	9,152	49,750	4,501
Net Position Held in Trust for Participants	\$ -	\$ 8,856,129	\$ 7,937,519	\$ 8,783,265	\$ 14,114,173	\$ 6,246,618

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2017

	Dodge & Cox International Stock 529 Portfolio	Harbor Small Cap Growth Opportunities 529 Portfolio	Invesco Government & Agency 529 Portfolio	MainStay Total Return Bond 529 Portfolio	MFS Value 529 Portfolio	Northern Funds Bond Index 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ 378	\$ 53,106,480	\$ -	\$ -	\$ -
Capital Shares Receivable	2,960	5,076	87,399	27,195	7,267	1,264
Dividends Receivable	-	-	34,709	75,292	-	3,860
Mutual Funds	31,048,158	12,492,965	-	33,533,624	30,347,954	13,208,883
Total Assets	31,051,118	12,498,419	53,228,588	33,636,111	30,355,221	13,214,007
Liabilities and Net Position						
Liabilities						
Payable for Capital Shares	25,827	25,255	7,029	10,097	13,643	3,840
Other Liabilities	26,294	10,467	24,557	33,811	26,767	13,367
Total Liabilities	52,121	35,722	31,586	43,908	40,410	17,207
Net Position Held in Trust for Participants	\$ 30,998,997	\$ 12,462,697	\$ 53,197,002	\$ 33,592,203	\$ 30,314,811	\$ 13,196,800

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2017

	Northern Funds International Equity Index 529 Portfolio	Northern Funds Small Cap Index 529 Portfolio	Northern Funds Small Cap Value 529 Portfolio	Northern Funds Stock Index 529 Portfolio	Oppenheimer International Growth 529 Portfolio	PIMCO Short-Term 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Capital Shares Receivable	3,628	4,174	1,102	3,338	30,172	26,089
Dividends Receivable	-	-	-	-	-	31,148
Mutual Funds	9,183,515	9,523,330	9,416,721	35,632,388	23,645,060	19,874,026
Total Assets	9,187,143	9,527,504	9,417,823	35,635,726	23,675,232	19,931,263
Liabilities and Net Position						
Liabilities						
Payable for Capital Shares	7,068	1,925	47,352	39,275	2,671	5,304
Other Liabilities	14,295	13,108	21,778	55,323	23,084	25,392
Total Liabilities	21,363	15,033	69,130	94,598	25,755	30,696
Net Position Held in Trust for Participants	\$ 9,165,780	\$ 9,512,471	\$ 9,348,693	\$ 35,541,128	\$ 23,649,477	\$ 19,900,567

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2017

	SIT Dividend Growth 529 Portfolio	T.Rowe Price Balanced 529 Portfolio	T.Rowe Price Equity Income 529 Portfolio	T.Rowe Price Extended Equity Market Index 529 Portfolio	T.Rowe Price Institutional Large Cap Growth 529 Portfolio	T.Rowe Price Real Estate 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 7,793	\$ 3,071	\$ 2,637	\$ -	\$ 4,434	\$ -
Capital Shares Receivable	1,106	16,212	7,309	3,467	27,862	2,075
Dividends Receivable	-	-	-	-	-	-
Mutual Funds	11,962,018	41,676,563	34,760,324	18,934,964	49,185,952	10,592,160
Total Assets	11,970,917	41,695,846	34,770,270	18,938,431	49,218,248	10,594,235
Liabilities and Net Position						
Liabilities						
Payable for Capital Shares	-	1,410	3,227	2,522	16,061	11,763
Other Liabilities	9,898	44,494	31,808	21,003	44,539	17,966
Total Liabilities	9,898	45,904	35,035	23,525	60,600	29,729
Net Position Held in Trust for Participants	\$ 11,961,019	\$ 41,649,942	\$ 34,735,235	\$ 18,914,906	\$ 49,157,648	\$ 10,564,506

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2017

	Templeton International Bond 529 Portfolio	Vanguard FTSE Developed Markets ETF 529 Portfolio	Vanguard FTSE Emerging Markets Stock ETF 529 Portfolio	Vanguard Global Ex-U.S. Real Estate ETF 529 Portfolio	Vanguard Mega Cap ETF 529 Portfolio	Vanguard Mega Cap Growth ETF 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ 250	\$ -	\$ 864	\$ -
Capital Shares Receivable	13,423	209	75	-	360	26
Dividends Receivable	-	-	-	4,244	42,845	7,633
Mutual Funds	8,521,467	4,463,006	3,281,820	859,216	8,787,942	2,219,648
Total Assets	8,534,890	4,463,215	3,282,145	863,460	8,832,011	2,227,307
Liabilities and Net Position						
Liabilities						
Payable for Capital Shares	1,384	79	221	-	1,138	104
Other Liabilities	8,284	802	579	154	1,568	392
Total Liabilities	9,668	881	800	154	2,706	496
Net Position Held in Trust for Participants	\$ 8,525,222	\$ 4,462,334	\$ 3,281,345	\$ 863,306	\$ 8,829,305	\$ 2,226,811

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2017

	Vanguard Mega Cap Value ETF 529 Portfolio	Vanguard Mid-Cap ETF 529 Portfolio	Vanguard Mid-Cap Growth ETF 529 Portfolio	Vanguard Mid-Cap Value ETF 529 Portfolio	Vanguard REIT ETF 529 Portfolio	Vanguard Short- Term Bond ETF 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ -	\$ 864	\$ -	\$ -	\$ -	\$ -
Capital Shares Receivable	11	23,997	35	-	5	532
Dividends Receivable	21,531	13,405	-	-	23,385	-
Mutual Funds	3,622,666	4,053,349	901,946	1,318,606	2,417,520	6,359,180
Total Assets	3,644,208	4,091,615	901,981	1,318,606	2,440,910	6,359,712
Liabilities and Net Position						
Liabilities						
Payable for Capital Shares	-	-	-	-	295	7,118
Other Liabilities	640	713	159	235	432	1,113
Total Liabilities	640	713	159	235	727	8,231
Net Position Held in Trust for Participants	\$ 3,643,568	\$ 4,090,902	\$ 901,822	\$ 1,318,371	\$ 2,440,183	\$ 6,351,481

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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2017

	Vanguard Small-Cap ETF 529 Portfolio	Vanguard Small-Cap Growth ETF 529 Portfolio	Vanguard Small-Cap Value ETF 529 Portfolio	Vanguard Total Bond Market ETF 529 Portfolio	Voya Global Real Estate 529 Portfolio	William Blair Mid Cap Growth 529 Portfolio
Assets						
Cash and Cash Equivalents	\$ 432	\$ -	\$ -	\$ -	\$ 5	\$ 96
Capital Shares Receivable	511	-	50	90	655	6,280
Dividends Receivable	-	-	5,331	-	-	-
Mutual Funds	3,716,916	754,759	1,571,528	4,431,437	3,879,845	14,768,177
Total Assets	3,717,859	754,759	1,576,909	4,431,527	3,880,505	14,774,553
Liabilities and Net Position						
Liabilities						
Payable for Capital Shares	157	-	-	-	6,597	2,134
Other Liabilities	648	130	274	773	3,770	13,045
Total Liabilities	805	130	274	773	10,367	15,179
Net Position Held in Trust for Participants	\$ 3,717,054	\$ 754,629	\$ 1,576,635	\$ 4,430,754	\$ 3,870,138	\$ 14,759,374

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Office of the Treasurer

College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2017

	Fixed Income Fund	Fund 10	Fund 20	Fund 30	Fund 40	Fund 50
Assets						
Cash and Cash Equivalents	\$ 18,418,856	\$ 41,172,481	\$ 34,487,500	\$ 418,315	\$ -	\$ 197,892
Capital Shares Receivable	38,679	322,309	138,305	800,460	655,135	236,363
Dividends Receivable	27,848	76,660	138,961	145,273	170,032	156,671
Mutual Funds	18,399,578	61,561,893	137,949,999	183,740,679	214,535,735	200,687,961
Total Assets	36,884,961	103,133,343	172,714,765	185,104,727	215,360,902	201,278,887
Liabilities and Net Position						
Liabilities						
Payable for Capital Shares	45,071	145,260	414,683	131,603	679,218	566,765
Other Liabilities	37,797	107,139	259,445	185,083	436,278	192,674
Total Liabilities	82,868	252,399	674,128	316,686	1,115,496	759,439
Net Position Held in Trust for Participants	\$ 36,802,093	\$ 102,880,944	\$ 172,040,637	\$ 184,788,041	\$ 214,245,406	\$ 200,519,448

(Continued)

State of Illinois
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College Savings Program
Statements of Fiduciary Net Position by Portfolio (Continued)
Bright Directions
June 30, 2017

	Fund 60	Fund 70	Fund 80	Fund 90	Fund 100	Total
Assets						
Cash and Cash Equivalents	\$ -	\$ -	\$ 32,526	\$ 53,233	\$ -	\$ 147,909,310
Capital Shares Receivable	260,279	577,544	230,856	89,983	45,998	3,728,679
Dividends Receivable	221,805	194,360	310,535	91,941	110,564	1,970,469
Mutual Funds	274,788,183	210,245,885	287,478,691	85,752,662	98,506,106	2,358,700,611
Total Assets	275,270,267	211,017,789	288,052,608	85,987,819	98,662,668	2,512,309,069
Liabilities and Net Position						
Liabilities						
Payable for Capital Shares	227,538	177,535	448,429	140,812	45,451	3,317,982
Other Liabilities	426,451	390,896	268,240	77,924	103,913	3,119,497
Total Liabilities	653,989	568,431	716,669	218,736	149,364	6,437,479
Net Position Held in Trust for Participants	\$ 274,616,278	\$ 210,449,358	\$ 287,335,939	\$ 85,769,083	\$ 98,513,304	\$ 2,505,871,590

**State of Illinois
Office of the Treasurer**

**College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio
Bright Start
For the Year Ended June 30, 2018**

	Bright Start Advisor Age Based 0-6 years	Bright Start Advisor Age Based 7-9 years	Bright Start Advisor Age Based 10-11 years	Bright Start Advisor Age Based 12-14 years	Bright Start Advisor Age Based 15-17 years	Bright Start Advisor Age Based 18 years
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 404,163	\$ 588,788	\$ 607,863	\$ 1,338,551	\$ 1,824,705	\$ 1,410,041
Net Change in Fair Value of Investments	9,552,529	8,499,394	6,700,482	12,165,866	8,714,768	2,280,300
12b-1 Fees	(164,037)	(194,709)	(154,737)	(276,389)	(322,657)	(230,239)
State Administrative Fees	(15,743)	(17,727)	(16,407)	(34,848)	(41,350)	(29,706)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(78,670)	(88,585)	(81,991)	(174,146)	(206,641)	(148,447)
Net Investment Earnings (Loss)	9,698,242	8,787,161	7,055,210	13,019,034	9,968,825	3,281,949
Other Participant Transactions						
Program Contributions	10,975,237	21,557,944	29,357,285	42,068,424	60,329,047	54,079,463
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	10,975,237	21,557,944	29,357,285	42,068,424	60,329,047	54,079,463
Total Additions	20,673,479	30,345,105	36,412,495	55,087,458	70,297,872	57,361,412
Deductions						
Program Distributions	169,173,198	198,143,798	190,497,127	383,789,579	450,318,286	344,021,049
Total Deductions	169,173,198	198,143,798	190,497,127	383,789,579	450,318,286	344,021,049
Change in Net Position	(148,499,719)	(167,798,693)	(154,084,632)	(328,702,121)	(380,020,414)	(286,659,637)
Net Position, Beginning of Fiscal Year	148,499,719	167,798,693	154,084,632	328,702,121	380,020,414	286,659,637
Net Position, End of Fiscal Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2018

	Bright Start Advisor Choice Based Equity	Bright Start Advisor Choice Based Balanced	Bright Start Advisor Choice Based Fixed Income	Bright Start Advisor Choice Based Conservative Fixed Income	Bright Start Index Age Based 0-6 years	Bright Start Index Age Based 7-9 years
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 1,071,056	\$ 399,562	\$ 140,109	\$ 37,918	\$ 26,563	\$ 65,983
Net Change in Fair Value of Investments	34,751,815	3,873,776	10,373	(4,695)	4,931,063	3,803,954
12b-1 Fees	(386,999)	(102,299)	(22,726)	(6,877)	-	-
State Administrative Fees	(50,616)	(10,967)	(2,554)	(93)	-	-
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(252,945)	(54,805)	(12,761)	(462)	(21,394)	(20,880)
Net Investment Earnings (Loss)	35,132,311	4,105,267	112,441	25,791	4,936,232	3,849,057
Other Participant Transactions						
Program Contributions	13,752,389	6,108,312	2,566,468	712,143	3,178,737	4,829,115
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	13,752,389	6,108,312	2,566,468	712,143	3,178,737	4,829,115
Total Additions	48,884,700	10,213,579	2,678,909	737,934	8,114,969	8,678,172
Deductions						
Program Distributions	523,046,700	112,975,245	26,917,716	7,807,184	356,315,822	348,082,923
Total Deductions	523,046,700	112,975,245	26,917,716	7,807,184	356,315,822	348,082,923
Change in Net Position	(474,162,000)	(102,761,666)	(24,238,807)	(7,069,250)	(348,200,853)	(339,404,751)
Net Position, Beginning of Fiscal Year	474,162,000	102,761,666	24,238,807	7,069,250	348,200,853	339,404,751
Net Position, End of Fiscal Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

State of Illinois
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College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2018

	Bright Start Index Age Based 10-11 years	Bright Start Index Age Based 12-14 years	Bright Start Index Age Based 15-17 years	Bright Start Index Age Based 18 years	Bright Start Index Choice Based Equity	Bright Start Index Choice Based Balanced
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 51,260	\$ 84,623	\$ 103,609	\$ 98,427	\$ 560	\$ 61,736
Net Change in Fair Value of Investments	1,874,640	2,212,609	1,204,136	343,217	13,475,068	1,610,301
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(11,992)	(16,883)	(14,999)	(11,277)	(52,204)	(12,287)
Net Investment Earnings (Loss)	1,913,908	2,280,349	1,292,746	430,367	13,423,424	1,659,750
Other Participant Transactions						
Program Contributions	3,888,737	3,841,393	5,357,878	2,597,226	4,618,683	2,581,796
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	3,888,737	3,841,393	5,357,878	2,597,226	4,618,683	2,581,796
Total Additions	5,802,645	6,121,742	6,650,624	3,027,593	18,042,107	4,241,546
Deductions						
Program Distributions	200,557,324	281,276,400	249,337,330	186,882,466	867,010,800	204,022,583
Total Deductions	200,557,324	281,276,400	249,337,330	186,882,466	867,010,800	204,022,583
Change in Net Position	(194,754,679)	(275,154,658)	(242,686,706)	(183,854,873)	(848,968,693)	(199,781,037)
Net Position, Beginning of Fiscal Year	194,754,679	275,154,658	242,686,706	183,854,873	848,968,693	199,781,037
Net Position, End of Fiscal Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2018

	Bright Start Index Choice Based Fixed Income	Bright Start Blended Age Based 0-6 years	Bright Start Blended Age Based 7-9 years	Bright Start Blended Age Based 10-11 years	Bright Start Blended Age Based 12-14 years	Bright Start Blended Age Based 15-17 years
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 61,925	\$ 5,307	\$ 15,292	\$ 15,594	\$ 67,941	\$ 90,768
Net Change in Fair Value of Investments	6,116	1,644,387	1,546,693	1,351,013	2,514,097	1,732,541
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	-	(1,762)	(2,072)	(2,107)	(4,590)	(4,785)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(6,012)	(8,771)	(10,313)	(10,489)	(22,850)	(23,818)
Net Investment Earnings (Loss)	62,029	1,639,161	1,549,600	1,354,011	2,554,598	1,794,706
Other Participant Transactions						
Program Contributions	1,746,662	1,047,228	1,515,772	2,840,600	4,302,803	5,468,985
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	1,746,662	1,047,228	1,515,772	2,840,600	4,302,803	5,468,985
Total Additions	1,808,691	2,686,389	3,065,372	4,194,611	6,857,401	7,263,691
Deductions						
Program Distributions	99,367,571	136,452,127	160,826,474	164,477,878	356,673,133	370,773,800
Total Deductions	99,367,571	136,452,127	160,826,474	164,477,878	356,673,133	370,773,800
Change in Net Position	(97,558,880)	(133,765,738)	(157,761,102)	(160,283,267)	(349,815,732)	(363,510,109)
Net Position, Beginning of Fiscal Year	97,558,880	133,765,738	157,761,102	160,283,267	349,815,732	363,510,109
Net Position, End of Fiscal Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2018

	Bright Start Blended Age Based 18 years	Bright Start Blended Choice Based Equity	Bright Start Blended Choice Based Fixed Income	Bright Start Blended Choice Based Balanced	Bright Start Blended Choice Based Conservative Fixed Income	Bright Start Advisor Money Market Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 69,838	\$ 369	\$ 7,525	\$ 19,187	\$ 3,132	\$ 188,030
Net Change in Fair Value of Investments	488,608	5,777,277	25,886	589,340	28,920	-
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	(3,012)	(5,848)	(394)	(1,099)	(410)	-
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(14,995)	(29,111)	(1,962)	(5,470)	(2,043)	(37,841)
Net Investment Earnings (Loss)	540,439	5,742,687	31,055	601,958	29,599	150,189
Other Participant Transactions						
Program Contributions	4,321,425	2,360,711	212,103	920,499	351,443	9,250,014
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	4,321,425	2,360,711	212,103	920,499	351,443	9,250,014
Total Additions	4,861,864	8,103,398	243,158	1,522,457	381,042	9,400,203
Deductions						
Program Distributions	232,928,612	452,845,324	30,307,833	85,254,402	31,465,611	69,325,465
Total Deductions	232,928,612	452,845,324	30,307,833	85,254,402	31,465,611	69,325,465
Change in Net Position	(228,066,748)	(444,741,926)	(30,064,675)	(83,731,945)	(31,084,569)	(59,925,262)
Net Position, Beginning of Fiscal Year	228,066,748	444,741,926	30,064,675	83,731,945	31,084,569	59,925,262
Net Position, End of Fiscal Year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2018

	Bright Start Direct Money Market Portfolio	Multi-Firm Fixed Income Portfolio	Multi-Firm Fund 10	Multi-Firm Fund 20	Multi-Firm Fund 30	Multi-Firm Fund 40
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 60,746	\$ 965,058	\$ 3,239,606	\$ 5,582,538	\$ 7,426,961	\$ 7,291,931
Net Change in Fair Value of Investments	-	(475,652)	(617,074)	233,948	2,018,650	4,350,218
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	-	(16,016)	(41,709)	(62,630)	(76,194)	(72,052)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(10,900)	(42,708)	(111,223)	(167,012)	(203,185)	(192,140)
Net Investment Earnings (Loss)	49,846	430,682	2,469,600	5,586,844	9,166,232	11,377,957
Other Participant Transactions						
Program Contributions	3,659,062	77,496,132	242,409,599	355,353,217	413,460,684	384,584,346
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	3,659,062	77,496,132	242,409,599	355,353,217	413,460,684	384,584,346
Total Additions	3,708,908	77,926,814	244,879,199	360,940,061	422,626,916	395,962,303
Deductions						
Program Distributions	169,392,498	22,324,209	77,403,369	114,307,162	143,343,920	148,908,090
Total Deductions	169,392,498	22,324,209	77,403,369	114,307,162	143,343,920	148,908,090
Change in Net Position	(165,683,590)	55,602,605	167,475,830	246,632,899	279,282,996	247,054,213
Net Position, Beginning of Fiscal Year	165,683,590	-	-	-	-	-
Net Position, End of Fiscal Year	\$ -	\$ 55,602,605	\$ 167,475,830	\$ 246,632,899	\$ 279,282,996	\$ 247,054,213

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2018

	Multi-Firm Fund 50	Multi-Firm Balanced Portfolio Fund 60	Multi-Firm Fund 70	Multi-Firm Fund 80	Multi-Firm Fund 90	Multi-Firm Equity Portfolio Fund 100
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 5,552,994	\$ 6,956,715	\$ 4,122,311	\$ 2,463,120	\$ 1,033,049	\$ 14,905,665
Net Change in Fair Value of Investments	4,912,196	7,563,514	5,361,870	3,809,427	1,676,168	28,957,996
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	(53,196)	(65,669)	(38,299)	(22,876)	(9,409)	(130,861)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(141,855)	(175,117)	(102,132)	(61,004)	(25,090)	(348,962)
Net Investment Earnings (Loss)	10,270,139	14,279,443	9,343,750	6,188,667	2,674,718	43,383,838
Other Participant Transactions						
Program Contributions	298,471,051	322,260,498	192,707,239	120,809,984	54,824,432	519,469,975
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	298,471,051	322,260,498	192,707,239	120,809,984	54,824,432	519,469,975
Total Additions	308,741,190	336,539,941	202,050,989	126,998,651	57,499,150	562,853,813
Deductions						
Program Distributions	124,394,501	109,375,907	65,703,267	42,904,982	22,187,916	102,698,895
Total Deductions	124,394,501	109,375,907	65,703,267	42,904,982	22,187,916	102,698,895
Change in Net Position	184,346,689	227,164,034	136,347,722	84,093,669	35,311,234	460,154,918
Net Position, Beginning of Fiscal Year	-	-	-	-	-	-
Net Position, End of Fiscal Year	\$ 184,346,689	\$ 227,164,034	\$ 136,347,722	\$ 84,093,669	\$ 35,311,234	\$ 460,154,918

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2018

	Index Fixed Income Portfolio	Index Fund 10	Index Fund 20	Index Fund 30	Index Fund 40	Index Fund 50
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 1,532,182	\$ 2,482,687	\$ 3,702,876	\$ 4,518,349	\$ 4,913,083	\$ 5,113,544
Net Change in Fair Value of Investments	(898,301)	(739,872)	(235,973)	1,003,675	2,862,473	4,626,779
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses						
Management Fees	(70,030)	(91,176)	(123,275)	(144,059)	(151,217)	(158,274)
Net Investment Earnings (Loss)	563,851	1,651,639	3,343,628	5,377,965	7,624,339	9,582,049
Other Participant Transactions						
Program Contributions	127,277,514	201,442,607	269,033,318	302,241,167	323,904,705	340,315,280
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	127,277,514	201,442,607	269,033,318	302,241,167	323,904,705	340,315,280
Total Additions	127,841,365	203,094,246	272,376,946	307,619,132	331,529,044	349,897,329
Deductions						
Program Distributions	34,966,524	66,288,744	91,337,362	105,343,177	119,741,280	119,147,091
Total Deductions	34,966,524	66,288,744	91,337,362	105,343,177	119,741,280	119,147,091
Change in Net Position	92,874,841	136,805,502	181,039,584	202,275,955	211,787,764	230,750,238
Net Position, Beginning of Fiscal Year	-	-	-	-	-	-
Net Position, End of Fiscal Year	\$92,874,841	\$136,805,502	\$181,039,584	\$202,275,955	\$211,787,764	\$230,750,238

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2018

	Index Balanced Portfolio Fund 60	Index Fund 70	Index Fund 80	Index Fund 90	Index Equity Portfolio Fund 100	Ariel 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 11,552,284	\$ 7,701,931	\$ 4,893,932	\$ 1,771,855	\$ 20,510,769	\$ 118,292
Net Change in Fair Value of Investments	14,563,775	11,810,865	10,439,578	4,326,340	55,194,801	97,254
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	-	-	-	-	-	(701)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(358,329)	(235,400)	(157,868)	(58,079)	(661,545)	(1,868)
Net Investment Earnings (Loss)	25,757,730	19,277,396	15,175,642	6,040,116	75,044,025	212,977
Other Participant Transactions						
Program Contributions	651,913,505	447,454,396	304,135,747	126,932,099	1,007,585,962	4,613,466
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	651,913,505	447,454,396	304,135,747	126,932,099	1,007,585,962	4,613,466
Total Additions	677,671,235	466,731,792	319,311,389	132,972,215	1,082,629,987	4,826,443
Deductions						
Program Distributions	191,929,400	153,027,511	108,063,374	56,476,854	198,747,482	778,057
Total Deductions	191,929,400	153,027,511	108,063,374	56,476,854	198,747,482	778,057
Change in Net Position	485,741,835	313,704,281	211,248,015	76,495,361	883,882,505	4,048,386
Net Position, Beginning of Fiscal Year	-	-	-	-	-	-
Net Position, End of Fiscal Year	\$ 485,741,835	\$ 313,704,281	\$ 211,248,015	\$ 76,495,361	\$ 883,882,505	\$ 4,048,386

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College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2018

	Baird Short-Term Bond 529 Portfolio	DFA International Small Company 529 Portfolio	DFA U.S. Targeted Value 529 Portfolio	Dodge & Cox Income 529 Portfolio	T.Rowe Price Large Cap Growth 529 Portfolio	Vanguard Explorer 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 64,464	\$ 290,600	\$ 183,375	\$ 181,395	\$ -	\$ 461,821
Net Change in Fair Value of Investments	(54,314)	(183,330)	260,933	(227,557)	3,272,481	731,426
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	(960)	(1,731)	(1,142)	(1,469)	(5,435)	(1,702)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(2,559)	(4,615)	(3,045)	(3,918)	(14,494)	(4,540)
Net Investment Earnings (Loss)	6,631	100,924	440,121	(51,549)	3,252,552	1,187,005
Other Participant Transactions						
Program Contributions	6,308,577	10,456,339	7,032,326	9,476,648	41,841,346	12,937,500
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	6,308,577	10,456,339	7,032,326	9,476,648	41,841,346	12,937,500
Total Additions	6,315,208	10,557,263	7,472,447	9,425,099	45,093,898	14,124,505
Deductions						
Program Distributions	1,090,172	1,977,915	865,083	1,531,275	2,678,964	797,411
Total Deductions	1,090,172	1,977,915	865,083	1,531,275	2,678,964	797,411
Change in Net Position	5,225,036	8,579,348	6,607,364	7,893,824	42,414,934	13,327,094
Net Position, Beginning of Fiscal Year	-	-	-	-	-	-
Net Position, End of Fiscal Year	\$ 5,225,036	\$ 8,579,348	\$ 6,607,364	\$ 7,893,824	\$ 42,414,934	\$ 13,327,094

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2018

	Vanguard Federal Money Market 529 Portfolio	Vanguard 500 Index 529 Portfolio	Vanguard REIT Index 529 Portfolio	Vanguard Short-Term Inflation-Protected Securities Index 529 Portfolio	Vanguard Total Bond Market Index 529 Portfolio	Vanguard Total International Bond Index 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 123,739	\$ 1,759,903	\$ 155,965	\$ 87,634	\$ 266,817	\$ 54,300
Net Change in Fair Value of Investments	-	5,553,985	(31,349)	(31,636)	(421,588)	12,514
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	-	-	-	-	-	-
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(128,798)	(66,631)	(2,543)	(3,017)	(7,783)	(1,838)
Net Investment Earnings (Loss)	(5,059)	7,247,257	122,073	52,981	(162,554)	64,976
Other Participant Transactions						
Program Contributions	264,525,958	143,815,405	5,803,546	8,248,772	17,267,943	4,520,260
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	264,525,958	143,815,405	5,803,546	8,248,772	17,267,943	4,520,260
Total Additions	264,520,899	151,062,662	5,925,619	8,301,753	17,105,389	4,585,236
Deductions						
Program Distributions	83,173,726	12,774,634	564,846	1,422,349	2,907,728	660,048
Total Deductions	83,173,726	12,774,634	564,846	1,422,349	2,907,728	660,048
Change in Net Position	181,347,173	138,288,028	5,360,773	6,879,404	14,197,661	3,925,188
Net Position, Beginning of Fiscal Year	-	-	-	-	-	-
Net Position, End of Fiscal Year	\$ 181,347,173	\$ 138,288,028	\$ 5,360,773	\$ 6,879,404	\$ 14,197,661	\$ 3,925,188

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2018

	Vanguard Total International Stock Index 529 Portfolio	Total
Additions		
Investment Income (Expense)		
Investment Earnings	\$ 697,604	\$ 141,600,520
Net Change in Fair Value of Investments	(1,203,895)	300,224,799
12b-1 Fees	-	(1,861,669)
State Administrative Fees	-	(848,141)
Other Operating Expenses	-	-
Management Fees	(17,091)	(5,488,364)
Net Investment Earnings (Loss)	(523,382)	433,627,145
Other Participant Transactions		
Program Contributions	39,345,877	7,970,675,004
Distributions Reinvested	-	-
Total Increase from Participant Transactions	39,345,877	7,970,675,004
Total Additions	38,822,495	8,404,302,149
Deductions		
Program Distributions	4,973,707	9,795,083,190
Total Deductions	4,973,707	9,795,083,190
Change in Net Position	33,848,788	(1,390,781,041)
Net Position, Beginning of Fiscal Year	-	7,012,796,732
Net Position, End of Fiscal Year	\$ 33,848,788	\$ 5,622,015,691

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Bright Start
For the Year Ended June 30, 2017

	Bright Start Advisor Age Based 0-6 years	Bright Start Advisor Age Based 7-9 years	Bright Start Advisor Age Based 10-11 years	Bright Start Advisor Age Based 12-14 years	Bright Start Advisor Age Based 15-17 years	Bright Start Advisor Age Based 18 years
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 579,660	\$ 1,037,491	\$ 958,046	\$ 2,629,186	\$ 3,498,171	\$ 2,056,595
Net Change in Fair Value of Investments	20,877,802	18,514,300	15,244,898	27,031,053	19,153,316	5,450,078
12b-1 Fees	(469,475)	(543,294)	(416,594)	(766,475)	(851,586)	(606,996)
State Administrative Fees	(42,970)	(48,558)	(46,339)	(95,203)	(107,066)	(76,350)
Management Fees	(214,609)	(242,502)	(231,423)	(475,462)	(534,697)	(381,292)
Net Investment Earnings (Loss)	20,730,408	18,717,437	15,508,588	28,323,099	21,158,138	6,442,035
Other Participant Transactions						
Program Contributions	38,482,292	62,755,778	83,720,414	121,711,048	150,648,204	133,666,156
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	38,482,292	62,755,778	83,720,414	121,711,048	150,648,204	133,666,156
Total Additions	59,212,700	81,473,215	99,229,002	150,034,147	171,806,342	140,108,191
Deductions						
Program Distributions	46,884,545	72,660,266	97,474,606	130,397,575	123,054,198	108,505,733
Total Deductions	46,884,545	72,660,266	97,474,606	130,397,575	123,054,198	108,505,733
Change in Net Position	12,328,155	8,812,949	1,754,396	19,636,572	48,752,144	31,602,458
Net Position, Beginning of Fiscal Year	136,171,564	158,985,744	152,330,236	309,065,549	331,268,270	255,057,179
Net Position, End of Fiscal Year	\$ 148,499,719	\$ 167,798,693	\$ 154,084,632	\$ 328,702,121	\$ 380,020,414	\$ 286,659,637

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2017

	Bright Start Advisor Choice Based Equity	Bright Start Advisor Choice Based Balanced	Bright Start Advisor Choice Based Fixed Income	Bright Start Advisor Choice Based Conservative Fixed Income	Bright Start Index Age Based 0-6 years	Bright Start Index Age Based 7-9 years
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 1,039,310	\$ 848,426	\$ 250,301	\$ 16,060	\$ 7,748,727	\$ 6,887,486
Net Change in Fair Value of Investments	72,128,471	8,316,210	128,289	19,257	42,606,911	30,030,180
12b-1 Fees	(1,033,086)	(279,947)	(68,093)	(19,356)	-	-
State Administrative Fees	(133,586)	(29,233)	(7,287)	(2,045)	-	-
Management Fees	(667,128)	(145,982)	(36,388)	(10,215)	(455,789)	(427,412)
Net Investment Earnings (Loss)	71,333,981	8,709,474	266,822	3,701	49,899,849	36,490,254
Other Participant Transactions						
Program Contributions	41,950,889	17,432,210	4,162,192	2,876,201	96,654,613	135,348,726
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	41,950,889	17,432,210	4,162,192	2,876,201	96,654,613	135,348,726
Total Additions	113,284,870	26,141,684	4,429,014	2,879,902	146,554,462	171,838,980
Deductions						
Program Distributions	68,828,844	18,196,786	5,688,989	2,149,150	99,581,726	102,975,822
Total Deductions	68,828,844	18,196,786	5,688,989	2,149,150	99,581,726	102,975,822
Change in Net Position	44,456,026	7,944,898	(1,259,975)	730,752	46,972,736	68,863,158
Net Position, Beginning of Fiscal Year	429,705,974	94,816,768	25,498,782	6,338,498	301,228,117	270,541,593
Net Position, End of Fiscal Year	\$ 474,162,000	\$ 102,761,666	\$ 24,238,807	\$ 7,069,250	\$ 348,200,853	\$ 339,404,751

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2017

	Bright Start Index Age Based 10-11 years	Bright Start Index Age Based 12-14 years	Bright Start Index Age Based 15-17 years	Bright Start Index Age Based 18 years	Bright Start Index Choice Based Equity	Bright Start Index Choice Based Balanced
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 3,704,404	\$ 5,078,600	\$ 4,146,540	\$ 2,707,568	\$ 18,048,564	\$ 3,758,160
Net Change in Fair Value of Investments	13,640,987	16,217,406	7,422,266	190,978	110,179,428	12,101,876
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	-	-	-	-	-	-
Management Fees	(233,198)	(341,491)	(305,231)	(219,226)	(1,045,014)	(254,236)
Net Investment Earnings (Loss)	17,112,193	20,954,515	11,263,575	2,679,320	127,182,978	15,605,800
Other Participant Transactions						
Program Contributions	118,822,976	120,981,430	112,516,113	96,860,629	141,830,410	45,700,061
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	118,822,976	120,981,430	112,516,113	96,860,629	141,830,410	45,700,061
Total Additions	135,935,169	141,935,945	123,779,688	99,539,949	269,013,388	61,305,861
Deductions						
Program Distributions	84,095,085	83,913,272	76,403,821	66,254,282	81,393,586	31,729,020
Total Deductions	84,095,085	83,913,272	76,403,821	66,254,282	81,393,586	31,729,020
Change in Net Position	51,840,084	58,022,673	47,375,867	33,285,667	187,619,802	29,576,841
Net Position, Beginning of Fiscal Year	142,914,595	217,131,985	195,310,839	150,569,206	661,348,891	170,204,196
Net Position, End of Fiscal Year	\$ 194,754,679	\$ 275,154,658	\$ 242,686,706	\$ 183,854,873	\$ 848,968,693	\$ 199,781,037

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2017

	Bright Start Index Choice Based Fixed Income	Bright Start Blended Age Based 0-6 years	Bright Start Blended Age Based 7-9 years	Bright Start Blended Age Based 10-11 years	Bright Start Blended Age Based 12-14 years	Bright Start Blended Age Based 15-17 years
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 1,650,940	\$ 429,094	\$ 669,906	\$ 637,336	\$ 2,081,278	\$ 2,020,515
Net Change in Fair Value of Investments	(1,684,505)	18,002,903	17,409,352	15,017,557	27,861,821	16,489,882
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	-	(37,961)	(47,021)	(47,727)	(102,886)	(98,460)
Management Fees	(130,353)	(189,580)	(234,820)	(238,358)	(513,844)	(491,706)
Net Investment Earnings (Loss)	(163,918)	18,204,456	17,797,417	15,368,808	29,326,369	17,920,231
Other Participant Transactions						
Program Contributions	29,065,673	37,739,636	58,152,563	83,866,211	127,796,562	152,667,056
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	29,065,673	37,739,636	58,152,563	83,866,211	127,796,562	152,667,056
Total Additions	28,901,755	55,944,092	75,949,980	99,235,019	157,122,931	170,587,287
Deductions						
Program Distributions	23,638,654	42,678,038	73,668,393	102,624,497	133,679,568	104,634,009
Total Deductions	23,638,654	42,678,038	73,668,393	102,624,497	133,679,568	104,634,009
Change in Net Position	5,263,101	13,266,054	2,281,587	(3,389,478)	23,443,363	65,953,278
Net Position, Beginning of Fiscal Year	92,295,779	120,499,684	155,479,515	163,672,745	326,372,369	297,556,831
Net Position, End of Fiscal Year	\$ 97,558,880	\$ 133,765,738	\$ 157,761,102	\$ 160,283,267	\$ 349,815,732	\$ 363,510,109

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College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2017

	Bright Start Blended Age Based 18 years	Bright Start Blended Choice Based Equity	Bright Start Blended Choice Based Fixed Income	Bright Start Blended Choice Based Balanced	Bright Start Blended Choice Based Conservative Fixed Income	Bright Start Advisor Money Market Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 1,236,047	\$ 1,150,149	\$ 148,810	\$ 490,283	\$ 60,764	\$ 255,160
Net Change in Fair Value of Investments	3,482,890	65,062,111	65,878	6,281,945	94,359	-
12b-1 Fees	-	-	-	-	-	-
State Administrative Fees	(59,059)	(124,446)	(8,377)	(22,816)	(7,821)	-
Management Fees	(294,935)	(621,489)	(41,837)	(113,936)	(39,051)	(87,513)
Net Investment Earnings (Loss)	4,364,943	65,466,325	164,474	6,635,476	108,251	167,647
Other Participant Transactions						
Program Contributions	119,171,374	46,195,138	8,179,606	19,333,522	17,595,262	26,631,682
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	119,171,374	46,195,138	8,179,606	19,333,522	17,595,262	26,631,682
Total Additions	123,536,317	111,661,463	8,344,080	25,968,998	17,703,513	26,799,329
Deductions						
Program Distributions	84,785,821	62,892,889	6,031,673	13,407,687	8,072,716	26,755,238
Total Deductions	84,785,821	62,892,889	6,031,673	13,407,687	8,072,716	26,755,238
Change in Net Position	38,750,496	48,768,574	2,312,407	12,561,311	9,630,797	44,091
Net Position, Beginning of Fiscal Year	189,316,252	395,973,352	27,752,268	71,170,634	21,453,772	59,881,171
Net Position, End of Fiscal Year	\$ 228,066,748	\$ 444,741,926	\$ 30,064,675	\$ 83,731,945	\$ 31,084,569	\$ 59,925,262

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Start
For the Year Ended June 30, 2017

	Bright Start Direct Money Market Portfolio	Total
Additions		
Investment Income (Expense)		
Investment Earnings	\$ 663,978	\$ 76,487,555
Net Change in Fair Value of Investments	-	587,337,899
12b-1 Fees	-	(5,054,902)
State Administrative Fees	-	(1,145,211)
Management Fees	(222,925)	(9,441,642)
Net Investment Earnings (Loss)	441,053	648,183,699
Other Participant Transactions		
Program Contributions	94,937,582	2,347,452,209
Distributions Reinvested	-	-
Total Increase from Participant Transactions	94,937,582	2,347,452,209
Total Additions	95,378,635	2,995,635,908
Deductions		
Program Distributions	64,364,740	2,047,421,229
Total Deductions	64,364,740	2,047,421,229
Change in Net Position	31,013,895	948,214,679
Net Position, Beginning of Fiscal Year	134,669,695	6,064,582,053
Net Position, End of Fiscal Year	<u>\$ 165,683,590</u>	<u>\$ 7,012,796,732</u>

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Statements of Changes in Fiduciary Net Position by Portfolio
Bright Directions
For the Year Ended June 30, 2018

	American Century Equity Growth 529 Portfolio	American Century Growth 529 Portfolio	American Century Short Duration Inflation Protection Bond 529 Portfolio	American Century Value 529 Portfolio	Ariel 529 Portfolio	Baird Short Term Bond Institutional 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 1,383,483	\$ 910,373	\$ 36,641	\$ 1,058,627	\$ 743,502	\$ 359,537
Net Change in Fair Value of Investments	685,667	985,463	(6,124)	(48,817)	619,880	(259,239)
State Administrative Fees	(4,475)	(3,059)	(619)	(4,607)	(3,671)	(5,859)
12b-1 Fees	(43,781)	(32,366)	(3,991)	(41,243)	(33,160)	(49,827)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(21,982)	(15,027)	(3,044)	(22,586)	(18,012)	(28,734)
Net Investment Earnings (Loss)	1,998,912	1,845,384	22,863	941,374	1,308,539	15,878
Other Participant Transactions						
Program Contributions	3,751,573	3,629,390	1,307,593	2,879,655	2,647,109	6,518,118
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	3,751,573	3,629,390	1,307,593	2,879,655	2,647,109	6,518,118
Total Additions	5,750,485	5,474,774	1,330,456	3,821,029	3,955,648	6,533,996
Deductions						
Program Distributions	2,880,715	3,019,358	778,741	3,332,434	2,336,057	5,261,805
Total Deductions	2,880,715	3,019,358	778,741	3,332,434	2,336,057	5,261,805
Change in Net Position	2,869,770	2,455,416	551,715	488,595	1,619,591	1,272,191
Net Position, Beginning of Fiscal Year	12,912,787	8,855,677	1,935,546	14,697,886	11,238,121	18,426,222
Net Position, End of Fiscal Year	\$ 15,782,557	\$ 11,311,093	\$ 2,487,261	\$ 15,186,481	\$ 12,857,712	\$ 19,698,413

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Bright Directions
For the Year Ended June 30, 2018**

	BlackRock Inflation Protected Bond 529 Portfolio	Calvert Equity 529 Portfolio	Causeway Emerging Markets 529 Portfolio	Delaware Small Cap Core 529 Portfolio	DFA International Small Company 529 Portfolio	Dodge & Cox International Stock 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 236,631	\$ 651,937	\$ 173,968	\$ 1,189,549	\$ 380,215	\$ 637,931
Net Change in Fair Value of Investments	(52,650)	920,179	206,246	1,364,824	180,075	(732,644)
State Administrative Fees	(2,768)	(2,940)	(3,470)	(4,830)	(2,359)	(10,460)
12b-1 Fees	(26,565)	(32,127)	(30,248)	(46,950)	(17,586)	(91,851)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(13,573)	(14,456)	(17,081)	(23,720)	(11,603)	(51,348)
Net Investment Earnings (Loss)	141,075	1,522,593	329,415	2,478,873	528,742	(248,372)
Other Participant Transactions						
Program Contributions	3,084,321	3,297,926	4,770,017	4,587,792	3,367,944	9,894,707
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	3,084,321	3,297,926	4,770,017	4,587,792	3,367,944	9,894,707
Total Additions	3,225,396	4,820,519	5,099,432	7,066,665	3,896,686	9,646,335
Deductions						
Program Distributions	2,474,879	1,886,537	2,114,622	3,484,621	1,645,200	6,948,557
Total Deductions	2,474,879	1,886,537	2,114,622	3,484,621	1,645,200	6,948,557
Change in Net Position	750,517	2,933,982	2,984,810	3,582,044	2,251,486	2,697,778
Net Position, Beginning of Fiscal Year	8,856,129	7,937,519	8,783,265	14,114,173	6,246,618	30,998,997
Net Position, End of Fiscal Year	\$ 9,606,646	\$ 10,871,501	\$ 11,768,075	\$ 17,696,217	\$ 8,498,104	\$ 33,696,775

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College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2018

	Harbor Small Cap Growth Opportunities 529 Portfolio	Invesco Government & Agency 529 Portfolio	MainStay Total Return Bond 529 Portfolio	MFS Value 529 Portfolio	Northern Funds Bond Index 529 Portfolio	Northern Funds International Equity Index 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 735,925	\$ 1,169,747	\$ 877,629	\$ 1,524,376	\$ 365,159	\$ 251,967
Net Change in Fair Value of Investments	1,502,472	8,812	(1,074,870)	(334,530)	(435,356)	278,063
State Administrative Fees	(4,003)	-	(10,416)	(9,985)	(4,193)	(3,262)
12b-1 Fees	(35,612)	-	(105,170)	(92,461)	(38,912)	(30,018)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(19,633)	(136,273)	(51,064)	(48,998)	(20,550)	(16,028)
Net Investment Earnings (Loss)	2,179,149	1,042,286	(363,891)	1,038,402	(133,852)	480,722
Other Participant Transactions						
Program Contributions	2,392,578	119,272,846	9,167,435	9,007,607	4,265,760	4,063,083
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	2,392,578	119,272,846	9,167,435	9,007,607	4,265,760	4,063,083
Total Additions	4,571,727	120,315,132	8,803,544	10,046,009	4,131,908	4,543,805
Deductions						
Program Distributions	2,311,774	56,010,396	8,460,579	6,687,464	3,098,585	2,099,487
Total Deductions	2,311,774	56,010,396	8,460,579	6,687,464	3,098,585	2,099,487
Change in Net Position	2,259,953	64,304,736	342,965	3,358,545	1,033,323	2,444,318
Net Position, Beginning of Fiscal Year	12,462,697	53,197,002	33,592,203	30,314,811	13,196,800	9,165,780
Net Position, End of Fiscal Year	\$ 14,722,650	\$ 117,501,738	\$ 33,935,168	\$ 33,673,356	\$ 14,230,123	\$ 11,610,098

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2018

	Northern Funds Small Cap Index 529 Portfolio	Northern Funds Small Cap Value 529 Portfolio	Northern Funds Stock Index 529 Portfolio	Oppenheimer International Growth 529 Portfolio	PIMCO Short- Term 529 Portfolio	SIT Dividend Growth 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 660,342	\$ -	\$ 173,987	\$ 278,337	\$ 428,456	\$ 1,330,556
Net Change in Fair Value of Investments	1,067,379	951,080	4,874,439	1,271,005	37,753	(126,293)
State Administrative Fees	(3,297)	(2,912)	(12,014)	(8,116)	(6,795)	(3,848)
12b-1 Fees	(33,833)	(27,418)	(118,408)	(78,419)	(56,556)	(31,862)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(16,181)	(14,269)	(58,968)	(39,847)	(33,370)	(18,873)
Net Investment Earnings (Loss)	1,674,410	906,481	4,859,036	1,422,960	369,488	1,149,680
Other Participant Transactions						
Program Contributions	3,663,262	2,013,909	12,487,456	7,095,100	12,834,038	3,131,412
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	3,663,262	2,013,909	12,487,456	7,095,100	12,834,038	3,131,412
Total Additions	5,337,672	2,920,390	17,346,492	8,518,060	13,203,526	4,281,092
Deductions						
Program Distributions	2,473,919	2,518,237	10,386,709	5,344,541	7,168,620	3,596,472
Total Deductions	2,473,919	2,518,237	10,386,709	5,344,541	7,168,620	3,596,472
Change in Net Position	2,863,753	402,153	6,959,783	3,173,519	6,034,906	684,620
Net Position, Beginning of Fiscal Year	9,512,471	9,348,693	35,541,128	23,649,477	19,900,567	11,961,019
Net Position, End of Fiscal Year	\$ 12,376,224	\$ 9,750,846	\$ 42,500,911	\$ 26,822,996	\$ 25,935,473	\$ 12,645,639

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Bright Directions
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	T.Rowe Price Balanced 529 Portfolio	T.Rowe Price Equity Income 529 Portfolio	T.Rowe Price Extended Equity Market Index 529 Portfolio	T.Rowe Price Institutional Large Cap Growth 529 Portfolio	T.Rowe Price Real Estate 529 Portfolio	Templeton International Bond 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 3,069,150	\$ 3,435,027	\$ 1,118,508	\$ -	\$ 391,694	\$ 272,016
Net Change in Fair Value of Investments	570,669	(144,433)	2,047,168	15,143,233	27,709	(458,559)
State Administrative Fees	(14,428)	(11,443)	(6,454)	(18,766)	(3,121)	(2,762)
12b-1 Fees	(164,865)	(109,291)	(62,254)	(179,579)	(31,011)	(25,184)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(70,861)	(56,146)	(31,694)	(92,306)	(15,291)	(13,559)
Net Investment Earnings (Loss)	3,389,665	3,113,714	3,065,274	14,852,582	369,980	(228,048)
Other Participant Transactions						
Program Contributions	19,218,569	8,462,391	4,923,227	19,854,349	1,986,263	3,237,400
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	19,218,569	8,462,391	4,923,227	19,854,349	1,986,263	3,237,400
Total Additions	22,608,234	11,576,105	7,988,501	34,706,931	2,356,243	3,009,352
Deductions						
Program Distributions	12,123,934	7,852,238	3,553,812	11,792,855	2,579,575	2,286,224
Total Deductions	12,123,934	7,852,238	3,553,812	11,792,855	2,579,575	2,286,224
Change in Net Position	10,484,300	3,723,867	4,434,689	22,914,076	(223,332)	723,128
Net Position, Beginning of Fiscal Year	41,649,942	34,735,235	18,914,906	49,157,648	10,564,506	8,525,222
Net Position, End of Fiscal Year	\$ 52,134,242	\$ 38,459,102	\$ 23,349,595	\$ 72,071,724	\$ 10,341,174	\$ 9,248,350

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2018

	Vanguard FTSE Developed Markets ETF 529 Portfolio	Vanguard FTSE Emerging Markets Stock ETF 529 Portfolio	Vanguard Global Ex-U.S. Real Estate ETF 529 Portfolio	Vanguard Mega Cap ETF 529 Portfolio	Vanguard Mega Cap Growth ETF 529 Portfolio	Vanguard Mega Cap Value ETF 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 194,617	\$ 104,850	\$ 43,412	\$ 225,518	\$ 39,849	\$ 104,841
Net Change in Fair Value of Investments	70,984	(13,002)	28,072	1,163,667	477,801	253,535
State Administrative Fees	(1,823)	(1,313)	(281)	(3,361)	(881)	(1,241)
12b-1 Fees	-	-	-	-	-	-
Other Operating Expenses	(909)	(474)	(80)	(623)	(110)	(232)
Management Fees	(9,171)	(6,612)	(1,410)	(16,927)	(4,429)	(6,253)
Net Investment Earnings (Loss)	253,698	83,449	69,713	1,368,274	512,230	350,650
Other Participant Transactions						
Program Contributions	3,804,586	2,112,088	303,499	5,364,713	1,295,225	1,421,848
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	3,804,586	2,112,088	303,499	5,364,713	1,295,225	1,421,848
Total Additions	4,058,284	2,195,537	373,212	6,732,987	1,807,455	1,772,498
Deductions						
Program Distributions	956,604	655,692	275,409	1,749,964	399,911	733,636
Total Deductions	956,604	655,692	275,409	1,749,964	399,911	733,636
Change in Net Position	3,101,680	1,539,845	97,803	4,983,023	1,407,544	1,038,862
Net Position, Beginning of Fiscal Year	4,462,334	3,281,345	863,306	8,829,305	2,226,811	3,643,568
Net Position, End of Fiscal Year	\$ 7,564,014	\$ 4,821,190	\$ 961,109	\$ 13,812,328	\$ 3,634,355	\$ 4,682,430

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
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	Vanguard Mid-Cap ETF 529 Portfolio	Vanguard Mid-Cap Growth ETF 529 Portfolio	Vanguard Mid-Cap Value ETF 529 Portfolio	Vanguard REIT ETF 529 Portfolio	Vanguard Short- Term Bond ETF 529 Portfolio	Vanguard Small-Cap ETF 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 75,142	\$ 8,694	\$ 26,668	\$ 108,497	\$ 120,683	\$ 68,507
Net Change in Fair Value of Investments	464,225	143,564	111,666	(38,951)	(140,473)	631,135
State Administrative Fees	(1,507)	(333)	(393)	(730)	(2,066)	(1,395)
12b-1 Fees	-	-	-	-	-	-
Other Operating Expenses	(170)	(54)	(101)	(125)	(498)	(160)
Management Fees	(7,601)	(1,677)	(1,980)	(3,686)	(10,416)	(7,028)
Net Investment Earnings (Loss)	530,089	150,194	135,860	65,005	(32,770)	691,059
Other Participant Transactions						
Program Contributions	2,244,196	700,217	564,318	799,359	3,176,995	2,177,346
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	2,244,196	700,217	564,318	799,359	3,176,995	2,177,346
Total Additions	2,774,285	850,411	700,178	864,364	3,144,225	2,868,405
Deductions						
Program Distributions	925,765	404,188	633,037	708,060	1,724,590	727,022
Total Deductions	925,765	404,188	633,037	708,060	1,724,590	727,022
Change in Net Position	1,848,520	446,223	67,141	156,304	1,419,635	2,141,383
Net Position, Beginning of Fiscal Year	4,090,902	901,822	1,318,371	2,440,183	6,351,481	3,717,054
Net Position, End of Fiscal Year	\$ 5,939,422	\$ 1,348,045	\$ 1,385,512	\$ 2,596,487	\$ 7,771,116	\$ 5,858,437

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Bright Directions
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	Vanguard Small-Cap Growth ETF 529 Portfolio	Vanguard Small-Cap Value ETF 529 Portfolio	Vanguard Total Bond Market ETF 529 Portfolio	Voya Global Real Estate 529 Portfolio	William Blair Mid Cap Growth 529 Portfolio	Fixed Income Fund
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 6,648	\$ 34,201	\$ 137,206	\$ 686,395	\$ 2,319,410	\$ 943,652
Net Change in Fair Value of Investments	161,403	180,457	(174,569)	(542,126)	1,025,984	(146,429)
State Administrative Fees	(258)	(517)	(1,573)	(1,191)	(5,032)	(11,197)
12b-1 Fees	-	-	-	(12,467)	(48,038)	(189,209)
Other Operating Expenses	(19)	(77)	(540)	-	-	-
Management Fees	(1,300)	(2,602)	(7,921)	(5,840)	(24,705)	(86,816)
Net Investment Earnings (Loss)	166,474	211,462	(47,397)	124,771	3,267,619	510,001
Other Participant Transactions						
Program Contributions	295,831	620,771	3,800,371	850,944	4,573,544	62,099,926
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	295,831	620,771	3,800,371	850,944	4,573,544	62,099,926
Total Additions	462,305	832,233	3,752,974	975,715	7,841,163	62,609,927
Deductions						
Program Distributions	197,906	552,122	1,416,007	983,592	3,941,914	27,597,746
Total Deductions	197,906	552,122	1,416,007	983,592	3,941,914	27,597,746
Change in Net Position	264,399	280,111	2,336,967	(7,877)	3,899,249	35,012,181
Net Position, Beginning of Fiscal Year	754,629	1,576,635	4,430,754	3,870,138	14,759,374	36,802,093
Net Position, End of Fiscal Year	\$ 1,019,028	\$ 1,856,746	\$ 6,767,721	\$ 3,862,261	\$ 18,658,623	\$ 71,814,274

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Bright Directions
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	Fund 10	Fund 20	Fund 30	Fund 40	Fund 50	Fund 60
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 4,316,048	\$ 8,400,432	\$ 10,065,651	\$ 11,027,661	\$ 10,046,827	\$ 13,873,691
Net Change in Fair Value of Investments	1,043,325	1,259,045	2,821,266	6,646,782	7,785,556	13,301,139
State Administrative Fees	(70,158)	(105,359)	(112,913)	(118,502)	(104,537)	(141,214)
12b-1 Fees	(687,581)	(1,028,589)	(1,103,959)	(1,164,367)	(1,025,280)	(1,447,688)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(347,611)	(521,511)	(558,874)	(585,920)	(516,501)	(697,605)
Net Investment Earnings (Loss)	4,254,023	8,004,018	11,111,171	15,805,654	16,186,065	24,888,323
Other Participant Transactions						
Program Contributions	339,646,960	484,130,369	503,105,087	478,048,291	405,695,975	487,068,198
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	339,646,960	484,130,369	503,105,087	478,048,291	405,695,975	487,068,198
Total Additions	343,900,983	492,134,387	514,216,258	493,853,945	421,882,040	511,956,521
Deductions						
Program Distributions	116,160,591	190,785,505	216,916,114	221,885,675	207,821,817	222,430,620
Total Deductions	116,160,591	190,785,505	216,916,114	221,885,675	207,821,817	222,430,620
Change in Net Position	227,740,392	301,348,882	297,300,144	271,968,270	214,060,223	289,525,901
Net Position, Beginning of Fiscal Year	102,880,944	172,040,637	184,788,041	214,245,406	200,519,448	274,616,278
Net Position, End of Fiscal Year	\$ 330,621,336	\$ 473,389,519	\$ 482,088,185	\$ 486,213,676	\$ 414,579,671	\$ 564,142,179

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	Fund 70	Fund 80	Fund 90	Fund 100	Total
Additions					
Investment Income (Expense)					
Investment Earnings	\$ 9,467,364	\$ 11,259,136	\$ 3,376,495	\$ 17,165,546	\$ 128,092,911
Net Change in Fair Value of Investments	13,058,369	20,955,968	7,790,583	18,282,508	125,670,085
State Administrative Fees	(96,160)	(113,792)	(34,787)	(130,367)	(1,237,813)
12b-1 Fees	(981,350)	(1,135,966)	(328,547)	(1,123,206)	(11,946,795)
Other Operating Expenses	-	-	-	-	(4,172)
Management Fees	(474,324)	(560,109)	(171,287)	(648,807)	(6,284,000)
Net Investment Earnings (Loss)	20,973,899	30,405,237	10,632,457	33,545,674	234,290,216
Other Participant Transactions					
Program Contributions	297,233,884	236,806,665	94,098,456	569,043,089	4,287,895,581
Distributions Reinvested	-	-	-	-	-
Total Increase from Participant Transactions	297,233,884	236,806,665	94,098,456	569,043,089	4,287,895,581
Total Additions	318,207,783	267,211,902	104,730,913	602,588,763	4,522,185,797
Deductions					
Program Distributions	166,714,872	137,448,610	63,872,379	94,446,396	1,869,574,691
Total Deductions	166,714,872	137,448,610	63,872,379	94,446,396	1,869,574,691
Change in Net Position	151,492,911	129,763,292	40,858,534	508,142,367	2,652,611,106
Net Position, Beginning of Fiscal Year	210,449,358	287,335,939	85,769,083	98,513,304	2,505,871,590
Net Position, End of Fiscal Year	\$ 361,942,269	\$ 417,099,231	\$ 126,627,617	\$ 606,655,671	\$ 5,158,482,696

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	American Century Equity Growth 529 Portfolio	American Century Growth 529 Portfolio	American Century Short Duration Inflation Protection Bond 529 Portfolio	American Century Value 529 Portfolio	Ariel 529 Portfolio	Baird Short Term Bond Institutional 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 248,143	\$ 365,598	\$ 19,571	\$ 432,442	\$ 604,854	\$ 289,111
Net Change in Fair Value of Investments	1,786,654	1,133,628	(11,152)	1,089,304	1,539,329	(106,538)
State Administrative Fees	(6,110)	(3,830)	(746)	(6,675)	(4,849)	(8,865)
12b-1 Fees	(36,300)	(24,804)	(3,036)	(36,917)	(28,941)	(49,282)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(21,995)	(13,788)	(2,682)	(24,029)	(17,458)	(31,916)
Net Investment Earnings (Loss)	1,970,392	1,456,804	1,955	1,454,125	2,092,935	92,510
Distributions to Participants						
Net Investment Income	-	-	-	-	-	-
Total Decrease in Net Assets from Distributions	-	-	-	-	-	-
Other Participant Transactions						
Program Contributions	1,702,992	1,578,263	1,180,710	3,816,316	2,728,917	5,792,330
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	1,702,992	1,578,263	1,180,710	3,816,316	2,728,917	5,792,330
Total Additions	3,673,384	3,035,067	1,182,665	5,270,441	4,821,852	5,884,840
Deductions						
Program Distributions	2,237,593	1,218,212	411,512	2,068,859	1,434,828	5,277,654
Total Deductions	2,237,593	1,218,212	411,512	2,068,859	1,434,828	5,277,654
Change in Net Position	1,435,791	1,816,855	771,153	3,201,582	3,387,024	607,186
Net Position, Beginning of Fiscal Year	11,476,996	7,038,822	1,164,393	11,496,304	7,851,097	17,819,036
Net Position, End of Fiscal Year	\$ 12,912,787	\$ 8,855,677	\$ 1,935,546	\$ 14,697,886	\$ 11,238,121	\$ 18,426,222

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	BlackRock Cash Funds 529 Portfolio	BlackRock Inflation Protected Bond 529 Portfolio	Calvert Equity 529 Portfolio	Causeway Emerging Markets 529 Portfolio	Delaware Small Cap Core 529 Portfolio	DFA International Small Company 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 18,465	\$ 182,733	\$ 624,476	\$ 103,139	\$ 140,202	\$ 214,013
Net Change in Fair Value of Investments	10,599	(210,180)	403,188	1,503,669	2,555,142	925,541
State Administrative Fees	-	(4,261)	(3,498)	(3,693)	(6,298)	(2,598)
12b-1 Fees	-	(25,254)	(23,710)	(19,180)	(39,453)	(11,036)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(6,397)	(15,341)	(12,592)	(13,296)	(22,672)	(9,353)
Net Investment Earnings (Loss)	22,667	(72,303)	987,864	1,570,639	2,626,921	1,116,567
Distributions to Participants						
Net Investment Income	(12,765)	-	-	-	-	-
Total Decrease in Net Assets from Distributions	(12,765)	-	-	-	-	-
Other Participant Transactions						
Program Contributions	3,810,359	2,658,163	1,287,320	2,189,091	2,861,079	1,726,945
Distributions Reinvested	19,807	-	-	-	-	-
Total Increase from Participant Transactions	3,830,166	2,658,163	1,287,320	2,189,091	2,861,079	1,726,945
Total Additions	3,840,068	2,585,860	2,275,184	3,759,730	5,488,000	2,843,512
Deductions						
Program Distributions	49,645,606	2,062,300	1,035,592	1,230,246	2,276,535	753,991
Total Deductions	49,645,606	2,062,300	1,035,592	1,230,246	2,276,535	753,991
Change in Net Position	(45,805,538)	523,560	1,239,592	2,529,484	3,211,465	2,089,521
Net Position, Beginning of Fiscal Year	45,805,538	8,332,569	6,697,927	6,253,781	10,902,708	4,157,097
Net Position, End of Fiscal Year	\$ -	\$ 8,856,129	\$ 7,937,519	\$ 8,783,265	\$ 14,114,173	\$ 6,246,618

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	Dodge & Cox International Stock 529 Portfolio	Harbor Small Cap Growth Opportunities 529 Portfolio	Invesco Government & Agency 529 Portfolio	MainStay Total Return Bond 529 Portfolio	MFS Value 529 Portfolio	Northern Funds Bond Index 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 887,604	\$ -	\$ 214,139	\$ 946,794	\$ 985,513	\$ 312,359
Net Change in Fair Value of Investments	5,954,970	2,700,576	(10,599)	(162,644)	3,255,558	(382,272)
State Administrative Fees	(13,180)	(5,696)	-	(16,758)	(13,529)	(5,720)
12b-1 Fees	(68,847)	(30,548)	-	(103,865)	(77,145)	(32,363)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(47,447)	(20,506)	(80,584)	(60,330)	(48,703)	(20,592)
Net Investment Earnings (Loss)	6,713,100	2,643,826	122,956	603,197	4,101,694	(128,588)
Distributions to Participants						
Net Investment Income	-	-	(133,526)	-	-	-
Total Decrease in Net Assets from Distributions	-	-	(133,526)	-	-	-
Other Participant Transactions						
Program Contributions	6,326,462	1,615,662	86,229,045	7,307,517	6,916,704	6,639,561
Distributions Reinvested	-	-	116,711	-	-	-
Total Increase from Participant Transactions	6,326,462	1,615,662	86,345,756	7,307,517	6,916,704	6,639,561
Total Additions	13,039,562	4,259,488	86,335,186	7,910,714	11,018,398	6,510,973
Deductions						
Program Distributions	4,150,140	2,071,451	33,138,184	9,556,875	4,739,923	2,714,633
Total Deductions	4,150,140	2,071,451	33,138,184	9,556,875	4,739,923	2,714,633
Change in Net Position	8,889,422	2,188,037	53,197,002	(1,646,161)	6,278,475	3,796,340
Net Position, Beginning of Fiscal Year	22,109,575	10,274,660	-	35,238,364	24,036,336	9,400,460
Net Position, End of Fiscal Year	\$ 30,998,997	\$ 12,462,697	\$ 53,197,002	\$ 33,592,203	\$ 30,314,811	\$ 13,196,800

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	Northern Funds International Equity Index 529 Portfolio	Northern Funds Small Cap Index 529 Portfolio	Northern Funds Small Cap Value 529 Portfolio	Northern Funds Stock Index 529 Portfolio	Oppenheimer International Growth 529 Portfolio	PIMCO Short- Term 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 239,716	\$ 314,147	\$ 193,967	\$ 800,642	\$ 308,210	\$ 313,601
Net Change in Fair Value of Investments	1,251,028	1,348,737	1,246,806	4,090,124	3,013,520	268,801
State Administrative Fees	(4,019)	(4,033)	(4,280)	(15,002)	(10,620)	(8,930)
12b-1 Fees	(22,794)	(26,184)	(24,709)	(93,106)	(63,743)	(46,485)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(14,470)	(14,519)	(15,407)	(54,006)	(38,231)	(32,150)
Net Investment Earnings (Loss)	1,449,461	1,618,148	1,396,377	4,728,652	3,209,136	494,837
Distributions to Participants						
Net Investment Income	-	-	-	-	-	-
Total Decrease in Net Assets from Distributions	-	-	-	-	-	-
Other Participant Transactions						
Program Contributions	2,261,292	2,575,236	2,779,124	10,598,074	3,798,166	8,193,414
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	2,261,292	2,575,236	2,779,124	10,598,074	3,798,166	8,193,414
Total Additions	3,710,753	4,193,384	4,175,501	15,326,726	7,007,302	8,688,251
Deductions						
Program Distributions	1,725,986	1,131,799	2,082,101	4,966,284	3,539,567	5,392,294
Total Deductions	1,725,986	1,131,799	2,082,101	4,966,284	3,539,567	5,392,294
Change in Net Position	1,984,767	3,061,585	2,093,400	10,360,442	3,467,735	3,295,957
Net Position, Beginning of Fiscal Year	7,181,013	6,450,886	7,255,293	25,180,686	20,181,742	16,604,610
Net Position, End of Fiscal Year	\$ 9,165,780	\$ 9,512,471	\$ 9,348,693	\$ 35,541,128	\$ 23,649,477	\$ 19,900,567

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	SIT Dividend Growth 529 Portfolio	T.Rowe Price Balanced 529 Portfolio	T.Rowe Price Equity Income 529 Portfolio	T.Rowe Price Extended Equity Market Index 529 Portfolio	T.Rowe Price Institutional Large Cap Growth 529 Portfolio	T.Rowe Price Real Estate 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 813,246	\$ 1,262,593	\$ 2,353,602	\$ 894,310	\$ 642,710	\$ 274,432
Net Change in Fair Value of Investments	760,017	3,726,382	2,757,654	2,277,940	10,894,617	(569,294)
State Administrative Fees	(5,503)	(18,332)	(15,770)	(8,296)	(21,002)	(5,478)
12b-1 Fees	(28,587)	(134,517)	(94,447)	(48,922)	(124,831)	(33,894)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(19,813)	(65,994)	(56,772)	(29,865)	(75,608)	(19,723)
Net Investment Earnings (Loss)	1,519,360	4,770,132	4,944,267	3,085,167	11,315,886	(353,957)
Distributions to Participants						
Net Investment Income	-	-	-	-	-	-
Total Decrease in Net Assets from Distributions	-	-	-	-	-	-
Other Participant Transactions						
Program Contributions	2,322,863	9,923,302	6,560,069	4,151,650	8,988,300	2,806,197
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	2,322,863	9,923,302	6,560,069	4,151,650	8,988,300	2,806,197
Total Additions	3,842,223	14,693,434	11,504,336	7,236,817	20,304,186	2,452,240
Deductions						
Program Distributions	2,169,930	5,964,270	5,316,084	2,601,353	7,700,586	3,139,073
Total Deductions	2,169,930	5,964,270	5,316,084	2,601,353	7,700,586	3,139,073
Change in Net Position	1,672,293	8,729,164	6,188,252	4,635,464	12,603,600	(686,833)
Net Position, Beginning of Fiscal Year	10,288,726	32,920,778	28,546,983	14,279,442	36,554,048	11,251,339
Net Position, End of Fiscal Year	\$11,961,019	\$41,649,942	\$34,735,235	\$ 18,914,906	\$ 49,157,648	\$10,564,506

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	Templeton International Bond 529 Portfolio	Vanguard FTSE Developed Markets ETF 529 Portfolio	Vanguard FTSE Emerging Markets Stock ETF 529 Portfolio	Vanguard Global Ex-U.S. Real Estate ETF 529 Portfolio	Vanguard Mega Cap ETF 529 Portfolio	Vanguard Mega Cap Growth ETF 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 139,946	\$ 101,800	\$ 61,327	\$ 28,021	\$ 155,101	\$ 25,704
Net Change in Fair Value of Investments	550,992	526,029	376,067	37,704	1,027,466	319,514
State Administrative Fees	(4,023)	(966)	(756)	(200)	(2,123)	(516)
12b-1 Fees	(22,346)	-	-	-	-	-
Other Operating Expenses	-	(559)	(292)	(71)	(529)	(117)
Management Fees	(14,483)	(5,798)	(4,537)	(1,200)	(12,739)	(3,096)
Net Investment Earnings (Loss)	650,086	620,506	431,809	64,254	1,167,176	341,489
Distributions to Participants						
Net Investment Income	-	-	-	-	-	-
Total Decrease in Net Assets from Distributions	-	-	-	-	-	-
Other Participant Transactions						
Program Contributions	1,987,080	2,060,898	1,288,049	366,580	3,661,741	873,416
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	1,987,080	2,060,898	1,288,049	366,580	3,661,741	873,416
Total Additions	2,637,166	2,681,404	1,719,858	430,834	4,828,917	1,214,905
Deductions						
Program Distributions	2,071,685	484,975	276,203	77,455	909,065	278,470
Total Deductions	2,071,685	484,975	276,203	77,455	909,065	278,470
Change in Net Position	565,481	2,196,429	1,443,655	353,379	3,919,852	936,435
Net Position, Beginning of Fiscal Year	7,959,741	2,265,905	1,837,690	509,927	4,909,453	1,290,376
Net Position, End of Fiscal Year	\$ 8,525,222	\$ 4,462,334	\$ 3,281,345	\$ 863,306	\$ 8,829,305	\$ 2,226,811

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	Vanguard Mega Cap Value ETF 529 Portfolio	Vanguard Mid-Cap ETF 529 Portfolio	Vanguard Mid-Cap Growth ETF 529 Portfolio	Vanguard Mid-Cap Value ETF 529 Portfolio	Vanguard Reit ETF 529 Portfolio	Vanguard Short- Term Bond ETF 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 80,981	\$ 51,119	\$ 5,974	\$ 24,852	\$ 95,322	\$ 85,989
Net Change in Fair Value of Investments	343,756	445,822	102,405	161,027	(116,294)	(77,780)
State Administrative Fees	(911)	(957)	(211)	(353)	(638)	(1,686)
12b-1 Fees	-	-	-	-	-	-
Other Operating Expenses	(252)	(161)	(48)	(78)	(138)	(397)
Management Fees	(5,466)	(5,743)	(1,268)	(2,121)	(3,828)	(10,114)
Net Investment Earnings (Loss)	418,108	490,080	106,852	183,327	(25,576)	(3,988)
Distributions to Participants						
Net Investment Income	-	-	-	-	-	-
Total Decrease in Net Assets from Distributions	-	-	-	-	-	-
Other Participant Transactions						
Program Contributions	1,390,813	1,972,925	441,973	548,025	1,003,586	2,857,868
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	1,390,813	1,972,925	441,973	548,025	1,003,586	2,857,868
Total Additions	1,808,921	2,463,005	548,825	731,352	978,010	2,853,880
Deductions						
Program Distributions	530,848	551,157	160,295	221,366	301,356	1,534,174
Total Deductions	530,848	551,157	160,295	221,366	301,356	1,534,174
Change in Net Position	1,278,073	1,911,848	388,530	509,986	676,654	1,319,706
Net Position, Beginning of Fiscal Year	2,365,495	2,179,054	513,292	808,385	1,763,529	5,031,775
Net Position, End of Fiscal Year	\$ 3,643,568	\$ 4,090,902	\$ 901,822	\$ 1,318,371	\$ 2,440,183	\$ 6,351,481

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Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
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	Vanguard Small-Cap ETF 529 Portfolio	Vanguard Growth ETF 529 Portfolio	Vanguard Small-Cap Value ETF 529 Portfolio	Vanguard Total Bond Market ETF 529 Portfolio	Voya Global Real Estate 529 Portfolio	William Blair Mid Cap Growth 529 Portfolio
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 47,524	\$ 6,504	\$ 26,631	\$ 84,029	\$ 147,560	\$ 719,130
Net Change in Fair Value of Investments	444,253	89,669	175,851	(86,166)	(213,127)	815,169
State Administrative Fees	(906)	(175)	(393)	(1,042)	(1,934)	(6,948)
12b-1 Fees	-	-	-	-	(12,233)	(38,645)
Other Operating Expenses	(134)	(26)	(72)	(340)	-	-
Management Fees	(5,433)	(1,049)	(2,356)	(6,250)	(6,963)	(25,013)
Net Investment Earnings (Loss)	485,304	94,923	199,661	(9,769)	(86,697)	1,463,693
Distributions to Participants						
Net Investment Income	-	-	-	-	-	-
Total Decrease in Net Assets from Distributions	-	-	-	-	-	-
Other Participant Transactions						
Program Contributions	1,635,777	355,836	687,023	2,571,696	657,784	2,529,900
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	1,635,777	355,836	687,023	2,571,696	657,784	2,529,900
Total Additions	2,121,081	450,759	886,684	2,561,927	571,087	3,993,593
Deductions						
Program Distributions	550,181	74,538	246,972	811,179	682,381	2,908,136
Total Deductions	550,181	74,538	246,972	811,179	682,381	2,908,136
Change in Net Position	1,570,900	376,221	639,712	1,750,748	(111,294)	1,085,457
Net Position, Beginning of Fiscal Year	2,146,154	378,408	936,923	2,680,006	3,981,432	13,673,917
Net Position, End of Fiscal Year	\$ 3,717,054	\$ 754,629	\$ 1,576,635	\$ 4,430,754	\$ 3,870,138	\$ 14,759,374

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**College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2017**

	Fixed Income Fund	Fund 10	Fund 20	Fund 30	Fund 40	Fund 50
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 295,066	\$ 1,076,441	\$ 2,840,953	\$ 2,583,061	\$ 4,594,701	\$ 3,508,897
Net Change in Fair Value of Investments	49,542	1,741,830	5,625,068	6,039,417	15,992,148	11,590,785
State Administrative Fees	(13,513)	(41,747)	(83,737)	(57,215)	(114,915)	(63,214)
12b-1 Fees	(97,289)	(302,624)	(588,717)	(394,480)	(775,458)	(405,526)
Other Operating Expenses	-	-	-	-	-	-
Management Fees	(48,648)	(150,290)	(301,454)	(205,973)	(413,692)	(227,570)
Net Investment Earnings (Loss)	185,158	2,323,610	7,492,113	7,964,810	19,282,784	14,403,372
Distributions to Participants						
Net Investment Income	-	-	-	-	-	-
Total Decrease in Net Assets from Distributions	-	-	-	-	-	-
Other Participant Transactions						
Program Contributions	46,552,104	143,794,502	243,711,066	241,993,844	303,046,397	261,166,640
Distributions Reinvested	-	-	-	-	-	-
Total Increase from Participant Transactions	46,552,104	143,794,502	243,711,066	241,993,844	303,046,397	261,166,640
Total Additions	46,737,262	146,118,112	251,203,179	249,958,654	322,329,181	275,570,012
Deductions						
Program Distributions	23,381,557	107,883,528	262,097,699	65,170,613	390,058,384	75,050,564
Total Deductions	23,381,557	107,883,528	262,097,699	65,170,613	390,058,384	75,050,564
Change in Net Position	23,355,705	38,234,584	(10,894,520)	184,788,041	(67,729,203)	200,519,448
Net Position, Beginning of Fiscal Year	13,446,388	64,646,360	182,935,157	-	281,974,609	-
Net Position, End of Fiscal Year	\$36,802,093	\$ 102,880,944	\$ 172,040,637	\$ 184,788,041	\$ 214,245,406	\$ 200,519,448

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**College Savings Program
Statements of Changes in Fiduciary Net Position by Portfolio (Continued)
Bright Directions
For the Year Ended June 30, 2017**

	Fund 60	Fund 70	Fund 80	Fund 90	Fund 100	Total
Additions						
Investment Income (Expense)						
Investment Earnings	\$ 6,495,604	\$ 4,383,842	\$ 7,384,756	\$ 1,828,613	\$ 2,537,022	\$ 54,416,802
Net Change in Fair Value of Investments	30,344,335	17,828,865	44,730,875	9,357,614	21,690,449	222,954,390
State Administrative Fees	(149,537)	(68,301)	(160,859)	(27,300)	(64,330)	(1,096,977)
12b-1 Fees	(942,840)	(406,832)	(983,795)	(160,745)	(394,182)	(6,878,612)
Other Operating Expenses	-	-	-	-	-	(3,214)
Management Fees	(538,334)	(245,884)	(579,091)	(98,282)	(231,588)	(4,064,502)
Net Investment Earnings (Loss)	35,209,228	21,491,690	50,391,886	10,899,900	23,537,371	265,327,887
Distributions to Participants						
Net Investment Income	-	-	-	-	-	(146,291)
Total Decrease in Net Assets from Distributions	-	-	-	-	-	(146,291)
Other Participant Transactions						
Program Contributions	316,155,280	260,324,891	250,187,688	105,362,898	56,590,485	2,467,101,888
Distributions Reinvested	-	-	-	-	-	136,518
Total Increase from Participant Transactions	316,155,280	260,324,891	250,187,688	105,362,898	56,590,485	2,467,238,406
Total Additions	351,364,508	281,816,581	300,579,574	116,262,798	80,127,856	2,732,420,002
Deductions						
Program Distributions	453,187,798	71,367,223	428,540,873	30,493,715	184,174,121	2,275,829,972
Total Deductions	453,187,798	71,367,223	428,540,873	30,493,715	184,174,121	2,275,829,972
Change in Net Position	(101,823,290)	210,449,358	(127,961,299)	85,769,083	(104,046,265)	456,590,030
Net Position, Beginning of Fiscal Year	376,439,568	-	415,297,238	-	202,559,569	2,049,281,560
Net Position, End of Fiscal Year	\$ 274,616,278	\$ 210,449,358	\$ 287,335,939	\$ 85,769,083	\$ 98,513,304	\$ 2,505,871,590

OTHER INFORMATION

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**College Savings Program
Key Performance Measures
June 30, 2018 and 2017
(Unaudited)**

	<u>Illinois</u>		<u>Out of State</u>		<u>Total</u>	
	2018	2017	2018	2017	2018	2017
Bright Start						
Number of Participant Accounts	187,111	268,137	29,732	66,675	216,843	334,812
Market Value	\$4,783,305,966	\$ 5,528,537,687	\$ 838,229,335	\$ 1,483,842,344	\$ 5,621,535,301	\$ 7,012,380,031
Bright Directions						
Number of Participant Accounts	150,299	103,941	33,002	13,502	183,301	117,443
Market Value	\$3,338,585,934	\$ 2,177,322,709	\$ 1,820,023,914	\$ 328,649,460	\$ 5,158,609,848	\$ 2,505,972,169

Notes:

The difference between the Market Value presented above and the information presented in the statements is because two systems are used to calculate the information and each uses a different level of decimal rounding.

"Participant Accounts" is defined as the number of unique relationships between an account owner and a beneficiary.

Investment Policies

For the Years Ended June 30, 2018 and 2017
(Unaudited)

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INVESTMENT POLICY STATEMENT
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(Unaudited)



1.0 Statement of Purpose of Investment Policy

The purpose of this Investment Policy Statement (the "Policy") is to assist contractors retained by the Illinois State Treasurer (the "Treasurer") to provide services related to the management of the assets of the Illinois College Savings Pool (the "Pool") that are contributed to the Bright Start College Savings Program (the "Program") and to assist the Treasurer in evaluating the performance of such contractors by:

- Describing the Treasurer's investment objectives;
- Providing general guidelines for the investment of assets of the Program;
- Describing the Treasurer's long-term investment strategy;
- Describing the process of evaluating the performance of employees or contractors that provide investment management services to the Program; and
- Specifying the responsibilities of any contractors that provide investment management services to the Program.

This is the official Policy of the Program. Deviation from this Policy is not permitted without prior, explicit, written permission from the Treasurer.

2.0 Establishment and Authority of Entity

The Program has been established as part of the Illinois College Savings Pool, and is intended to qualify as a qualified tuition program in accordance with Section 529 of the Internal Revenue Code of 1986, as amended. The Program was established to provide families with an opportunity to invest toward future college education expenses.

3.0 Investment Philosophy

The Treasurer has adopted a long-term total return strategy for the Program and its investments. In order to achieve the Program's objectives, investments shall be diversified so as to minimize the risk of loss. While some asset classes may experience short-term and intermediate-term volatility, their long-term return assumptions justify their inclusion. A long-term focus on investment results as well as prudent diversification across financial markets will be the primary risk control mechanisms.

In its investment strategy, the Treasurer has relied on prevailing financial theory, which currently utilizes a long-term diversified asset allocation strategy. A prudently allocated investment program possesses a significant level of diversification, which produces risk reduction. In terms of impact, diversification shall

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be considered along the following lines: (1) asset classes (stocks, bonds, cash, etc.); (2) geography/country; (3) industry; (4) maturity; and (5) duration.

Contributions to the Program will be directed to one or more of the available Portfolios (the “Portfolios”), each composed of a designated mix of investments or an individual investment fund. The determination of the investment parameters of each Portfolio shall be made by the Treasurer and shall take into account the financial characteristics of the investments in the Program. The investment parameters will also give due consideration to the fact that the investment horizon for participants will vary from a few months to over 18 years.

The Treasurer will review the investment performance of each Portfolio at least quarterly and shall review this Policy at least annually.

The holdings of the Program and the Portfolios may be divided into the following broad asset categories:

- A. Short-Term Investments;
- B. Fixed Income Investments;
- C. Real Estate Investments;
- D. Domestic Equity Investments
- E. International Equity Investments

The Treasurer will establish reasonable guidelines for each Portfolio, specifying (as applicable) limits on asset and asset class exposures, risk constraints and investment return objectives. While the investment parameters offered under the Program are developed by the Treasurer, participants bear the risk of investment results. Individual participants who seek investments materially different from those offered may wish to select an investment alternative outside of the Program.

The administration and offering of the Program should not be relied upon as a guarantee to participants. Each participant should seek appropriate advice as he or she deems necessary.

Consistent with achieving the foremost investment objectives of the Treasurer set forth herein, the Treasurer will endeavor to identify and evaluate investment managers that are more than 50% owned and/or managed by minorities, women, military veterans, or disabled persons.

Consistent with achieving the foremost investment objectives of the Treasurer set forth herein, the Treasurer will prudently exercise ethical and social stewardship in its investment decision-making as the Treasurer aspires to contribute to a more just, accountable and sustainable State of Illinois. As such, the Treasurer shall endeavor to:

- A. Integrate environmental, social and governance (ESG) factors as components of investment decision-making, due diligence and risk management; and
- B. Take into account corporate governance practices, environmental or social impact, and regulatory and reputational risks associated with investment options.

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4.0 Investment Objectives

The overall investment program for the Program and, as applicable, the Portfolios provided to the participants shall seek to achieve the following long-term investment objectives:

- A. A long-term competitive rate of return on investments that is equal to or exceeds a return of the applicable benchmarks shown in Section 7.0 hereof; and
- B. An investment program flexible enough to meet the needs of participants based upon their age or investment objective and which provides each participant with the ability to invest in a diversified portfolio to meet his or her investment goals.

5.0 Investment Responsibilities

The Treasurer is responsible for the investment policy statement, the direction of investments and administration of the assets of the Program. In order to properly carry out his responsibilities, the Treasurer may rely on one or more contractors to assist in the administration of the Program. The Treasurer will engage and plan to rely heavily on said contractor (the “Manager”) for administrative services as well as the contractor’s pertinent investment advisor, should they retain one, for investment management services. The Treasurer also plans to rely heavily on an external investment consultant for investment advisory services. Among the current responsibilities of the Manager is the implementation of the investment strategy outlined in this Policy and the rebalancing of the Age-Based and Target Portfolios when market movement and/or cash flows cause an asset class to be outside its policy allocation bands. With the Treasurer’s approval, the Manager may retain an investment advisor to provide it with portfolio design, due diligence and ongoing monitoring services with respect to the Portfolios and the implementation of the investment strategy outlined in this Policy. The Treasurer and the Manager shall meet quarterly to review portfolio performance as compared to the applicable benchmarks and peer group performance.

In managing the investments of the Program and the Portfolios, the Manager agrees that it will act with the skill, prudence and diligence under the circumstances then prevailing that a prudent person acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of like character and with like objectives.

In addition, the Treasurer may engage an independent investment consultant that will:

- Measure investment performance results, evaluate the investment program, and advise the Treasurer as to the performance and continuing appropriateness of each investment manager;
- Recommend modifications to the investment policies, objectives, guidelines, or management structure as appropriate; and
- Promptly inform the Treasurer regarding significant matters pertaining to the investment program.

6.0 Investment Parameters

Contributions will be invested in one or more of the available Portfolios, each composed of a designated mix of investments or an individual investment fund, which is appropriate for the age of the participant or the investment objective of the Portfolio. Each Portfolio may allocate assets among domestic equity, international equity, real estate, fixed-income, and/or short-term investments. The asset allocation of each Portfolio will be established by the Treasurer and managed by the Manager. The Treasurer may adjust the

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weighting in stocks, bonds, real estate, and cash in each Portfolio and may change the underlying investment funds within the Portfolios consistent with this Policy.

The Policy target asset allocations and benchmarks for the underlying investments within the Age-Based and Target Portfolios are shown in the following table. There is a permissible range of plus or minus 10% of the target allocation for each underlying investment fund.

7.0 Plan Options

Direct Plan: Index Age-Based and Target Portfolios

Age-Based Portfolios		Age of Beneficiary											
		0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +			
Aggressive Option													
Moderate Option			0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +		
Conservative Option				0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +	
Target Portfolios		Equity Portfolio				Balanced Portfolio							Fixed Income
Asset Class		Benchmark											
Domestic Equity	CRSP U.S. Total Market Index	56.0%	54.0%	49.0%	40.0%	36.0%	32.0%	25.0%	19.0%	13.0%	7.0%	0.0%	
Real Estate	MSCI US REIT Index	8.0%	6.0%	5.0%	7.0%	5.0%	3.0%	3.0%	3.0%	3.0%	1.0%	0.0%	
International Equity	FTSE GlobalAllCapexUS Index	36.0%	30.0%	26.0%	23.0%	19.0%	15.0%	12.0%	8.0%	4.0%	2.0%	0.0%	
Domestic Fixed Income	BofA/Merrill Lynch – High Yield Master II Index	0.0%	1.0%	3.0%	5.0%	5.0%	6.0%	7.0%	5.0%	5.0%	3.0%	0.0%	
	Bloomberg Barclays U.S. 1-5 Year Government/ Credit Float Adjusted Index	0.0%	2.0%	4.0%	6.0%	9.0%	11.0%	14.0%	22.0%	25.0%	22.0%	20.0%	
	Bloomberg Barclays U.S. Aggregate Float Adjusted Index	0.0%	4.0%	7.0%	11.0%	17.0%	23.0%	24.0%	25.0%	25.0%	25.0%	15.0%	
	Bloomberg Barclays U.S. 0–5 Year TIPS Index	0.0%	2.0%	3.0%	4.0%	4.0%	4.0%	9.0%	13.0%	11.0%	14.0%	15.0%	
Foreign Bonds	Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Index (USD Hedged)	0.0%	1.0%	3.0%	4.0%	5.0%	6.0%	6.0%	5.0%	5.0%	3.0%	0.0%	
Money Market	3-month T-Bills	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	9.0%	23.0%	50.0%	

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Direct Plan: Multi-Firm Age-Based and Target Portfolios

Age-Based Portfolios		Age of Beneficiary										
		0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +		
Aggressive Option												
Moderate Option			0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +	
Conservative Option				0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +
Target Portfolios		Equity Portfolio				Balanced Portfolio						Fixed Income
Asset Class	Benchmark											
Domestic Equity	Russell 1000 Value	12.0%	12.0%	11.0%	9.0%	8.0%	7.0%	6.0%	4.0%	3.0%	2.0%	0.0%
	S & P 500 Index	22.0%	20.0%	19.0%	16.0%	14.0%	12.0%	9.0%	7.0%	5.0%	3.0%	0.0%
	Russell 1000 Growth	12.0%	12.0%	11.0%	9.0%	8.0%	7.0%	6.0%	4.0%	3.0%	2.0%	0.0%
	Russell 2500 Value	5.0%	5.0%	4.0%	3.0%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%	0.0%
	Russell 2500 Growth	5.0%	5.0%	4.0%	3.0%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%	0.0%
Global Real Estate	FTSE EPRA/NAREIT Developed Real Estate Index	8.0%	6.0%	5.0%	7.0%	5.0%	3.0%	3.0%	3.0%	3.0%	1.0%	0.0%
International Equity	MSCI ACWI ex-U.S. Index	26.0%	22.0%	19.0%	17.0%	14.0%	12.0%	10.0%	6.0%	4.0%	2.0%	0.0%
	MSCI World ex-U.S. Small Cap Index	5.0%	4.0%	3.0%	3.0%	2.0%	1.0%	1.0%	1.0%	0.0%	0.0%	0.0%
	MSCI Emerging Markets Index	5.0%	4.0%	4.0%	3.0%	3.0%	2.0%	1.0%	1.0%	0.0%	0.0%	0.0%
Domestic Fixed Income	BoFA/Merrill Lynch – High Yield Master II Index	0.0%	1.0%	2.0%	3.0%	3.0%	3.0%	4.0%	3.0%	3.0%	2.0%	0.0%
	Bloomberg Barclays 1-3 Year U.S. Government / Credit Bond Index	0.0%	2.0%	4.0%	6.0%	9.0%	11.0%	14.0%	22.0%	25.0%	22.0%	20.0%
	Bloomberg Barclays U.S. Aggregate Bond Index	0.0%	4.0%	7.0%	11.0%	17.0%	23.0%	24.0%	25.0%	25.0%	25.0%	15.0%
	Bloomberg Barclays U.S. 0-5 Year TIPS Index	0.0%	2.0%	3.0%	4.0%	4.0%	4.0%	9.0%	13.0%	11.0%	14.0%	15.0%
	Credit Suisse Leveraged Loan Index	0.0%	0.0%	1.0%	2.0%	2.0%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%
Global Bonds	Bloomberg Barclays Global Aggregate Index (Hedged)	0.0%	1.0%	3.0%	4.0%	5.0%	6.0%	6.0%	5.0%	5.0%	3.0%	0.0%
Money Market	3-month T-Bills	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	9.0%	23.0%	50.0%

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Advisor Plan: Active Age-Based Portfolios

		#1	#2	#3	#4	#5	#6
		Portfolio	Portfolio	Portfolio	Portfolio	Portfolio	Portfolio
Asset Class	Benchmark*	(0-6 yrs.)	(7-9 yrs.)	(10-11 yrs.)	(12-14 yrs.)	(15-17 yrs.)	(18+ yrs.)
Domestic Equity	S & P 500 Index	25%	21%	18%	15%	9%	3%
	Russell 1000 Value Index	16%	12%	10%	8.5%	5%	2%
	Russell 1000 Growth Index	16%	12%	10%	8.5%	5%	2%
	Russell 2000 Index	15.0%	11.0%	10%	8.0%	5.0%	1%
International Equity	MSCI AC World (ex-US) Index	13%	10%	8.5%	7%	4.5%	1.5%
	MSCI Emerging Markets Index	5%	4%	3.5%	3%	1.5%	0.5%
Domestic Fixed Income	Bloomberg Barclays U.S. Aggregate Bond Index	6%	10%	15%	15%	20%	15%
	Bloomberg Barclays 1-3 Yr. U.S. Government/Credit Bond Index	0%	10%	15%	20%	22%	45%
	Bloomberg Barclays U.S. 1-5 Year TIPS Index	2%	5%	5%	10%	10%	10%
International Fixed Income	Citigroup Non-U.S. World Government Bond Index	2%	5%	5%	5%	8%	5%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	0%	0%	0%	0%	10%	15%

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**Advisor Plan: Active Fixed Income, Conservative Fixed Income, Equity,
Balanced or Money Market Options**

Asset Class	Benchmark*	Fixed Income Portfolio	Conservative Fixed Income Portfolio	Equity Portfolio	Balanced Portfolio	Money Market Portfolio
Domestic Equity	S & P 500 Index	0%	0%	25%	15%	0%
	Russell 1000 Value Index	0%	0%	19.5%	9%	0%
	Russell 1000 Growth Index	0%	0%	19.5%	9%	0%
	Russell 2000 Index	0%	0%	16.0%	7%	0%
International Equity	MSCI AC World (ex-US) Index	0%	0%	14%	7%	0%
	MSCI EMG Mkts. Index	0%	0%	6%	3%	0%
Domestic Fixed Income	Bloomberg Barclays U.S. Aggregate Bond Index	30%	0%	0%	15%	0%
	Bloomberg Barclays 1-3 Yr. U.S. Government/Credit Bond Index	35%	95%	0%	10%	0%
	Bloomberg Barclays U.S. 1-5 Year TIPS Index	10%	5%	0%	10%	0%
International Fixed Income	Citigroup Non-U.S. World Government Bond Index	10%	0%	0%	5%	0%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	15%	0%	0%	10%	100%

*Benchmarks are subject to change as mutually agreed by the Treasurer and Manager in order to ensure that they remain appropriate for each underlying investment and consistent with industry standards.

Each underlying investment fund's return objective is to equal or exceed, over a five-year rolling period, the return of the applicable benchmark. Volatility, measured by the standard deviation of quarterly returns over that period, is expected to be similar to the benchmark. Each underlying investment is also expected to perform favorably relative to its peer group.

To the extent that the assets of a Portfolio are invested in one or more underlying investments approved by the Treasurer having investment objectives consistent with the above-noted asset allocation categories, the above-noted percentage guidelines shall be deemed satisfied. This shall be the case even if such an underlying

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investment's assets may not be entirely invested in the asset class in which such underlying investment has been placed.

Individual Fund Portfolios (Direct Plan):

To provide additional diversity and flexibility to participants the Individual Fund Portfolios and underlying investment funds the Treasurer selects will be described in the Program's current Program Disclosure Statement and may include the following asset classes:

Asset Class	Benchmark
Money Market	3 Month T-Bills
Short Term Fixed Income	Bloomberg Barclays 1-3 Year U.S. Government/Credit Bond Index Bloomberg Barclays U.S. 1-5 Year Government/Credit Float Adjusted Index
Core Bond	Bloomberg Barclays U.S. Aggregate Float Adjusted Index Bloomberg Barclays U.S. Aggregate Bond Index
High Yield Bonds	BofA/Merrill Lynch – High Yield Master II Index
Short Term U.S. TIPS	Bloomberg Barclays U.S. 0-5 Year TIPS Index
Foreign Bonds	Bloomberg Barclays Global Aggregate ex-USD Float Adjusted RIC Capped Index (USD Hedged)
Global Bonds	Bloomberg Barclays Global Aggregate Index (Hedged)
Bank Loans	Credit Suisse Leveraged Loan Index
Balanced	60% S&P 500 Index/40% Bloomberg Barclays U.S. Aggregate Bond Index
Large Cap Value	Russell 1000 Value
Large Cap Blend	S&P 500 Index
Large Cap Growth	Russell 1000 Growth
Small-Cap Value	Russell 2500 Value
Small-Cap Growth	Russell 2500 Growth
All-Country Non-US	FTSE Global All Cap ex US Index
Emerging Market	MSCI Emerging Markets Index
Non-U.S. Small Cap	MSCI World ex-U.S. Small Cap Index
Real Estate	MSCI U.S. REIT Index FTSE EPRA/NAREIT Developed Real Estate Index

7.1 Minority- and Woman-Owned Portfolios

The Treasurer may also add additional Individual Fund Portfolios – for example, Minority, Woman, Veteran, and Disabled-Managed Portfolios – for participants who would like to have a more diverse set of investment options as new viable options become available.

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1.0 Statement of Purpose of Investment Policy

The purpose of this Investment Policy Statement (the "Policy") is to assist contractors retained by the Illinois State Treasurer's Office ("Treasurer") to provide services related to the management of the assets of the Bright Start College Savings Program (the "Program") and to assist the Treasurer in evaluating the performance of such contractors by:

- Describing the Treasurer's investment philosophy for the Program;
- Describing the Treasurer's investment objectives for the Program;
- Specifying the responsibilities of the Treasurer and any contractors that provide investment management services to the Program to thereby provide a basis to evaluate the performance of contractors that provide services to the Program;
- Providing investment parameters for the investment of assets of the Program; and
- Detailing the investment plan options available through the Program and the applicable performance benchmarks.

This is the official Policy of the Program. Deviation from this Policy is not permitted without prior, explicit, written permission from the Treasurer.

2.0 Establishment and Authority of Entity

The Program has been established as a "qualified tuition program" in accordance with Section 529 of the Internal Revenue Code of 1986, as amended. It was established to provide families with a new opportunity to invest toward future college education expenses.

3.0 Investment Philosophy

The Treasurer has adopted a long-term total return strategy regarding the Program and its investments. In order to achieve the Program's objectives, investments shall be diversified so as to minimize the risk of loss. While some asset classes may experience short-term and intermediate-term volatility, their longterm return assumptions justify their inclusion. A long-term focus on investment results as well as prudent diversification across financial markets will be the primary risk control mechanisms.

In its investment strategy, the Treasurer has relies on prevailing financial theory, which currently utilizes a long-term diversified asset allocation strategy. A prudently allocated investment program possesses a significant level of diversification, which produces risk reduction. In terms of impact, diversification shall be considered as follows: (1) asset classes (Money Market Instruments, Domestic Fixed Income, International Fixed Income, Domestic Equity, and International Equity); (2) geography/country; (3) sector; (4) maturity; and (5) duration.

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Contributions to the Program will be directed to one of several portfolios (the "Portfolios"), each with a designated mix of investments. The determination of the investment parameters of each Portfolio shall be made by the Treasurer and shall take into account the financial characteristics of the investments in the Program. The investment parameters will also give due consideration to the fact that the investment horizon for account owners will vary from a few months to over 18 years.

The Treasurer will review the investment performance of each Portfolio at least quarterly and shall review this Policy at least annually.

The holdings of the Program and the Portfolios may be divided into the following broad asset classes:

- A. Money Market Instruments;
- B. Domestic Fixed Income;
- C. International Fixed Income;
- D. Domestic Equity; and
- E. International Equity

The Treasurer will establish reasonable guidelines for each Portfolio, specifying (as applicable) limits on asset and asset class exposures. While the investment parameters offered under the Program are developed by the Treasurer, account owners bear the risk of investment results. Individual account owners who seek investments materially different from those offered may wish to select an investment alternative outside of the Program.

To the greatest extent feasible within the bounds of financial and fiduciary prudence, it is the policy of the Treasurer to endeavor to actively identify and evaluate investment managers that are more than 50% owned and/or managed by minorities, women, military veterans, or disabled persons.

The Treasurer acknowledges that environmental, social, and governance (ESG) factors may have a material financial impact as well as non-financial impacts. Consistent with achieving the foremost investment objectives of the Treasurer set forth herein, the Treasurer will seek to integrate ESG factors into investment analysis, portfolio construction, due diligence and investment ownership.

4.0 Investment Objectives

The overall investment program for the Program and, as applicable, the individual Portfolios provided to the account owners shall seek to achieve the following long-term investment objectives:

- A. A long-term competitive rate of return on investments that is equal to or exceeds a return of the applicable benchmarks shown in Section VII hereof, and a long-term rate of return on investments that is competitive with each investment's peer group.
- B. A long-term competitive rate of return on investments through indexed fund portfolios that approximately equal the applicable benchmarks shown in Section VII hereof.
- C. An investment program flexible enough to meet the needs of account owners based upon their age or investment objective or the age of the beneficiary and which provides each account owner with the ability to invest in a diversified portfolio to meet his or her long-term investment goals.

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5.0 Investment Responsibilities

The Treasurer is responsible for the investment policy, the direction of investments and administration of the assets of the Program. In order to properly carry out its responsibilities, the Treasurer may rely on one or more contractors to assist in the administration of the Program. The Treasurer may engage and plan to rely on said contractors (the "Manager") for various investment management and related administrative services. The Treasurer may also rely on an external investment consultant for investment advisory services.

Among the current responsibilities of the Manager is the implementation of the investment strategy outlined in this Policy and the rebalancing (as described in Section VI) of the Portfolios when market movement and/or cash flows cause an asset class to be outside its policy allocation bands. The Treasurer's Office and the Manager shall meet quarterly to review portfolio performance as compared to the applicable benchmarks and peer group performance.

In managing the investments of the Program and the Portfolios, the Manager agrees that it will act with the skill, prudence and diligence under the circumstances that a prudent person acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of like character and with like objectives.

In addition, the Treasurer may engage an independent investment consultant that will:

- Measure investment performance results, evaluate the investment program, and advise the Treasurer as to the performance and continuing appropriateness of each investment manager;
- Recommend modifications to the investment policies, objectives, guidelines, or management structure as appropriate; and
- Promptly inform the treasurer regarding significant matters pertaining to the investment program.

6.0 Investment Parameters

Contributions will be invested in one of several Portfolios, each with a designated mix of investments that is appropriate for the investment objective of the Portfolio. Each Portfolio allocates assets in a combination of underlying investments investing among Money Market Instruments, Domestic Fixed Income, International Fixed Income, Domestic Equity, and International Equity. The asset allocation of each Portfolio will be established by the Treasurer and managed by the Manager. The Treasurer may adjust the weighting in these asset classes in each Portfolio and may change the underlying investments within the Portfolios consistent with this Policy and its agreement with the Manager.

The Policy target asset allocations and benchmarks for the underlying investments within the Portfolios are shown below. Under normal market conditions, there is a permissible range of plus or minus a 10% deviation from the target allocation for each asset class. However, during periods of extreme volatility or market crisis, the actual asset allocations for each underlying investment may exceed plus or minus 10% of the target allocations and any rebalancing will occur quarterly.

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7.0 Plan Options

Direct Plan: Blended Age Based Portfolios

Asset Class	Benchmark*	#1	#2	#3	#4	#5	#6
		Portfolio	Portfolio	Portfolio	Portfolio	Portfolio	Portfolio
		(0-6 yrs.)	(7-9 yrs.)	(10-11 yrs.)	(12-14 yrs.)	(15-17 yrs.)	(18+ yrs.)
Domestic Equity	S&P 500 Index	63%	49%	42%	35%	21%	7%
	Russell Mid Cap Index	6.5%	5%	4.5%	3.5%	2%	1%
	Russell 2000 Index	2.5%	2%	1.5%	1.5%	1%	0%
International Equity	MSCI AC World (ex-US) Index	18%	14%	12%	10%	6%	2%
Domestic Fixed Income	Bloomberg Barclays U.S. Aggregate Bond Index	8%	15%	20%	15%	15%	15%
	Bloomberg Barclays 1-5 Yr. Government Index	0%	10%	15%	25%	30%	35%
	JP Morgan Leveraged Loan Index	2%	5%	5%	10%	10%	10%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	0%	0%	0%	0%	15%	30%

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Direct Plan: Index Age Based Portfolios

Asset Class	Benchmark*	#1	#2	#3	#4	#5	#6
		Portfolio	Portfolio	Portfolio	Portfolio	Portfolio	Portfolio
		(0-6 yrs.)	(7-9 yrs.)	(10-11 yrs.)	(12-14 yrs.)	(15-17 yrs.)	(18+ yrs.)
Domestic Equity	S&P 500 Index	63%	49%	42%	35%	21%	7%
	S&P Completion Index	9%	7%	6%	5%	3%	1%
International Equity	FTSE Developed (ex-North America) Index	18%	14%	12%	10%	6%	2%
Domestic Fixed Income	Bloomberg Barclays U.S. Aggregate Bond Index	8%	15%	20%	20%	25%	25%
	Bloomberg Barclays 1-5 Yr. Government/Credit Index	2%	10%	15%	20%	30%	50%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	0%	5%	5%	10%	15%	15%

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Blended Direct Plan: Fixed Income, Conservative Fixed Income, Equity, Balanced or Money Market Options

Asset Class	Benchmark*	Fixed Income Portfolio	Conservative Fixed Income Portfolio	Equity Portfolio	Balanced Portfolio	Money Market Portfolio
Domestic Equity	S&P 500 Index	0%	0%	70%	35%	0%
	Russell Mid Cap Index	0%	0%	7%	3.5%	0%
	Russell 2000 Index	0%	0%	3%	1.5%	0%
International Equity	MSCI AC World (ex-US) Index	0%	0%	20%	10%	0%
Domestic Fixed Income	Bloomberg Barclays U.S. Aggregate Bond Index	40%	0%	0%	20%	0%
	Bloomberg Barclays 1-3 Yr. Government Index	0%	95%	0%	0%	0%
	Bloomberg Barclays 1-5 Yr. Government Index	35%	0%	0%	10%	0%
	JP Morgan Leveraged Loan Index	10%	5%	0%	10%	0%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	15%	0%	0%	10%	100%

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Index Direct Plan: Fixed Income, Equity or Balanced Options

Asset Class	Benchmark*	Fixed Income Portfolio	Equity Portfolio	Balanced Portfolio
Domestic Equity	S&P 500 Index	0%	70%	35%
	S&P Completion Index	0%	10%	5%
International Equity	FTSE Developed (ex-North America) Index	0%	20%	10%
Domestic Fixed Income	Bloomberg Barclays U.S. Aggregate Bond Index	40%	0%	20%
	Bloomberg Barclays 1-5 Yr. Government/Credit Index	45%	0%	20%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	15%	0%	10%

Advisor Plan: Active Age Based Portfolios

Asset Class	Benchmark*	#1	#2	#3	#4	#5	#6
		Portfolio	Portfolio	Portfolio	Portfolio	Portfolio	Portfolio
		(0-6 yrs.)	(7-9 yrs.)	(10-11 yrs.)	(12-14 yrs.)	(15-17 yrs.)	(18+ yrs.)
Domestic Equity	Russell 1000 Index	25%	21%	18%	15%	9%	3%
	Russell 1000 Value Index	16%	12%	10%	8.5%	5%	2%
	Russell 1000 Growth Index	16%	12%	10%	8.5%	5%	2%
	Russell Mid Cap Index	10.5%	7.5%	7%	5.5%	3.5%	1%

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	Russell 2000 Index	4.5%	3.5%	3%	2.5%	1.5%	0%
International Equity	MSCI AC World (ex-US) Index	13%	10%	8.5%	7%	4.5%	1.5%
	MSCI Emerging Markets Index	5%	4%	3.5%	3%	1.5%	0.5%
Domestic Fixed Income	Bloomberg Barclays U.S. Aggregate Bond Index	6%	10%	15%	15%	20%	15%
	Bloomberg Barclays 1-3 Yr. Government Index	0%	10%	15%	20%	22%	45%
	JP Morgan Leveraged Loan Index	2%	5%	5%	10%	10%	10%
International Fixed Income	Citi World Government Bond (ex-U.S.) Index	2%	5%	5%	5%	8%	5%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	0%	0%	0%	0%	10%	15%

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Advisor Plan: Active Fixed Income, Conservative Fixed Income, Equity, Balanced or Money Market Options

Asset Class	Benchmark*	Fixed Income Portfolio	Conservative Fixed Income Portfolio	Equity Portfolio	Balanced Portfolio	Money Market Portfolio
Domestic Equity	Russell 1000 Index	0%	0%	25%	15%	0%
	Russell 1000 Value Index	0%	0%	19.5%	9%	0%
	Russell 1000 Growth Index	0%	0%	19.5%	9%	0%
	Russell Mid Cap Index	0%	0%	11.5%	5%	0%
	Russell 2000 Index	0%	0%	4.5%	2%	0%
International Equity	MSCI AC World (ex-US) Index	0%	0%	14%	7%	0%
	MSCI EMG Mkts. Index	0%	0%	6%	3%	0%
Domestic Fixed Income	Bloomberg Barclays U.S. Aggregate Bond Index	30%	0%	0%	15%	0%
	Bloomberg Barclays 1-3 Yr. Government Index	35%	95%	0%	10%	0%
	JP Morgan Leveraged Loan Index	10%	5%	0%	10%	0%
International Fixed Income	Citi World Government Bond (ex-U.S.) Index	10%	0%	0%	5%	0%

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Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	15%	0%	0%	10%	100%
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*Benchmarks are subject to change as mutually agreed by the Treasurer and Manager in order to ensure that they remain appropriate for each underlying investment and consistent with industry standards.

Each active underlying investment's return objective is to equal or exceed, over a five-year rolling period, the annualized return of the applicable benchmark. Volatility, measured by the standard deviation of returns, is expected to be similar to the benchmark. Each underlying investment is also expected to perform favorably relative to its peer group.

To the extent that the assets of a Portfolio are invested in one or more underlying investments approved by the Treasurer having investment objectives consistent with the above-noted asset allocation categories, the above-noted percentage guidelines shall be deemed satisfied. This shall be the case even if such an underlying investment's assets may not be entirely invested in the asset class in which such underlying investment has been placed.

7.1 Female- and Minority-Owned Portfolios

The Treasurer may also add additional Portfolios – for example, Minority, Woman, Veteran, and Disabled-Managed Portfolios – for participants who would like to have a more diverse set of investment options as new viable options become available.

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I. Statement of Purpose of Investment Policy

The purpose of this Statement is to assist contractors retained by the Treasurer to provide services related to the management of the assets of the Bright Start College Savings Program (the "Program") and to assist the Treasurer's Office in evaluating the performance of such contractors by:

- Describing the Treasurer's investment objectives;
- Providing general guidelines for the investment of assets of the Program;
- Describing the Treasurer's long-term investment strategy;
- Describing the process of evaluating the performance of contractors that provide investment management services to the Program; and
- Specifying the responsibilities of any contractors that provide investment management services to the Program.

This is the official Investment Policy Statement of the Program. Deviation from this Policy is not permitted without prior, explicit, written permission from the Treasurer.

II. Establishment and Authority of Entity

The Program has been established as a "qualified tuition program" in accordance with Section 529 of the Internal Revenue Code of 1986, as amended. It was established to provide families with a new opportunity to invest toward future college education expenses.

III. Investment Philosophy

The Treasurer has adopted a long-term total return strategy regarding the Program and its investments. In order to achieve the Program's objectives, investments shall be diversified so as to minimize the risk of loss. While some asset classes may experience short-term and intermediate-term volatility, their long-term return assumptions justify their inclusion. A long-term focus on investment results as well as prudent diversification across financial markets will be the primary risk control mechanisms.

In its investment strategy, the Treasurer has relied on prevailing financial theory, which currently utilizes a long-term diversified asset allocation strategy. A prudently allocated investment program possesses a significant level of diversification, which produces risk reduction. In terms of impact,

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diversification shall be considered along the following lines: (1) asset classes (Money Market Instruments, Domestic Fixed Income, International Fixed Income, Domestic Equity, and International Equity); (2) geography/country; (3) sector; (4) maturity; and (5) duration.

Contributions to the Program will be directed to one of several portfolios (the "Portfolios"), each with a designated mix of investments. The determination of the investment parameters of each Portfolio shall be made by the Treasurer and shall take into account the financial characteristics of the investments in the Program. The investment parameters will also give due consideration to the fact that the investment horizon for Account Owners will vary from a few months to over 18 years.

The Treasurer will review the investment performance of each Portfolio at least quarterly and shall review this Investment Policy Statement at least annually.

The holdings of the Program and the Portfolios may be divided into the following broad asset classes:

- A. Money Market Instruments
- B. Domestic Fixed Income
- C. International Fixed Income
- D. Domestic Equity
- E. International Equity

The Treasurer will establish reasonable guidelines for each Portfolio, specifying (as applicable) limits on asset and asset class exposures. While the investment parameters offered under the Program are developed by the Treasurer, Account Owners bear the risk of investment results. Individual Account Owners who seek investments materially different from those offered may wish to select an investment alternative outside of the Program.

The administration and offering of the Program should not be relied upon as a guarantee to Account Owners. Each Account Owner should seek appropriate advice, as he or she deems necessary.

IV. Investment Objectives

The overall investment program for the Program and, as applicable, the individual Portfolios provided to the Account Owners shall seek to achieve the following long-term investment objectives:

- A. A long-term competitive rate of return on investments that is equal to or exceeds a return of the applicable benchmarks shown in Section VII hereof, and a long-term rate of return on investments that is competitive with each investment's peer group.
- B. A long-term competitive rate of return on investments through indexed fund portfolios that approximately equal the applicable benchmarks shown in Section VII hereof.
- C. An investment program flexible enough to meet the needs of Account Owners based upon their age or investment objective or the age of the beneficiary and which provides each individual with the ability to invest in a diversified portfolio to meet his or her long-term investment goals.

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V. Investment Responsibilities

The Treasurer is responsible for the investment policy, the direction of investments and administration of the assets of the Program. In order to properly carry out its responsibilities, the Treasurer may rely on one or more contractors to assist in the administration of the Program. The Treasurer may engage and plan to rely heavily on said contractors (the “*Manager*”) for various investment management and related administrative services. The Treasurer also plans to rely heavily on an external investment consultant for investment advisory services. Among the current responsibilities of the Manager is the implementation of the investment strategy outlined in this Policy and the rebalancing (as described in Section VI) of the Portfolios when market movement and/or cash flows cause an asset class to be outside its policy allocation bands. The Treasurer’s Office and the Manager shall meet quarterly to review portfolio performance as compared to the applicable benchmarks and peer group performance.

In managing the investments of the Program and the Portfolios, the Manager agrees that it will act with the skill, prudence and diligence under the circumstances then prevailing that a prudent person acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of like character and with like objectives.

In addition, the Treasurer may engage an independent investment consultant that will:

- Measure investment performance results, evaluate the investment program, and advise the Treasurer as to the performance and continuing appropriateness of each investment manager;
- Recommend modifications to the investment policies, objectives, guidelines, or management structure as appropriate; and
- Promptly inform the treasurer regarding significant matters pertaining to the investment program.

VI. Investment Parameters

Contributions will be invested in one of several Portfolios, each with a designated mix of investments that is appropriate for the investment objective of the Portfolio. Each Portfolio allocates assets in a combination of underlying investments investing among Money Market Instruments, Domestic Fixed Income, International Fixed Income, Domestic Equity, and International Equity. The asset allocation of each Portfolio will be established by the Treasurer and managed by the Manager. The Treasurer may adjust the weighting in these asset classes in each Portfolio and may change the underlying investments within the Portfolios consistent with this Investment Policy Statement and its agreement with the Manager.

The policy target asset allocations and benchmarks for the underlying investments within the Portfolios are shown below. Under normal market conditions, there is a permissible range of plus or minus a 10% deviation from the target allocation for each asset class. However, during periods of extreme volatility or market crisis, the actual asset allocations for each underlying investment may exceed plus or minus 10% of the target allocations and any rebalancing will occur quarterly.

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VII. Plan Options

Direct Plan: Blended Age Based Portfolios

Asset Class	Benchmark*	#1	#2	#3	#4	#5	#6
		Portfolio	Portfolio	Portfolio	Portfolio	Portfolio	Portfolio
		(0-6 yrs.)	(7-9 yrs.)	(10-11 yrs.)	(12-14 yrs.)	(15-17 yrs.)	(18+ yrs.)
Domestic Equity	S&P 500 Index	63%	49%	42%	35%	21%	7%
	Russell Mid Cap Index	6.5%	5%	4.5%	3.5%	2%	1%
	Russell 2000 Index	2.5%	2%	1.5%	1.5%	1%	0%
International Equity	MSCI AC World (ex-US) Index	18%	14%	12%	10%	6%	2%
Domestic Fixed Income	Barclays U.S. Aggregate Bond Index	8%	15%	20%	15%	15%	15%
	Barclays 1-5 Yr. Government Index	0%	10%	15%	25%	30%	35%
	Credit Suisse Leveraged Loan Index	2%	5%	5%	10%	10%	10%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	0%	0%	0%	0%	15%	30%

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Direct Plan: Index Age Based Portfolios

		#1	#2	#3	#4	#5	#6
		Portfolio	Portfolio	Portfolio	Portfolio	Portfolio	Portfolio
Asset Class	Benchmark*	(0-6 yrs.)	(7-9 yrs.)	(10-11 yrs.)	(12-14 yrs.)	(15-17 yrs.)	(18+ yrs.)
Domestic Equity	S&P 500 Index	63%	49%	42%	35%	21%	7%
	S&P Completion Index	9%	7%	6%	5%	3%	1%
International Equity	FTSE Developed (ex-North America) Index	18%	14%	12%	10%	6%	2%
Domestic Fixed Income	Barclays U.S. Aggregate Bond Index	8%	15%	20%	20%	25%	25%
	Barclays 1-5 Yr. Government/Credit Index	2%	10%	15%	20%	30%	50%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	0%	5%	5%	10%	15%	15%

Blended Direct Plan: Fixed Income, Conservative Fixed Income, Equity, Balanced or Money Market Options

Asset Class	Benchmark*	Fixed Income Portfolio	Conservative Fixed Income Portfolio	Equity Portfolio	Balanced Portfolio	Money Market Portfolio
Domestic Equity	S&P 500 Index	0%	0%	70%	35%	0%
	Russell Mid Cap Index	0%	0%	7%	3.5%	0%

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	Russell 2000 Index	0%	0%	3%	1.5%	0%
International Equity	MSCI AC World (ex-US) Index	0%	0%	20%	10%	0%
Domestic Fixed Income	Barclays U.S. Aggregate Bond Index	40%	0%	0%	20%	0%
	Barclays 1-3 Yr. Government Index	0%	95%	0%	0%	0%
	Barclays 1-5 Yr. Government Index	35%	0%	0%	10%	0%
	Credit Suisse Leveraged Loan Index	10%	5%	0%	10%	0%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	15%	0%	0%	10%	100%

Index Direct Plan: Fixed Income, Equity or Balanced Options

Asset Class	Benchmark*	Fixed Income Portfolio	Equity Portfolio	Balanced Portfolio
Domestic Equity	S&P 500 Index	0%	70%	35%
	S&P Completion Index	0%	10%	5%
International Equity	FTSE Developed (ex-North America) Index	0%	20%	10%
Domestic Fixed Income	Barclays U.S. Aggregate Bond Index	40%	0%	20%

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	Barclays 1-5 Yr. Government/Credit Index	45%	0%	20%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	15%	0%	10%

Advisor Plan: Active Age Based Portfolios

		#1	#2	#3	#4	#5	#6
		Portfolio	Portfolio	Portfolio	Portfolio	Portfolio	Portfolio
Asset Class	Benchmark*	(0-6 yrs.)	(7-9 yrs.)	(10-11 yrs.)	(12-14 yrs.)	(15-17 yrs.)	(18+ yrs.)
Domestic Equity	Russell 1000 Index	25%	21%	18%	15%	9%	3%
	Russell 1000 Value Index	16%	12%	10%	8.5%	5%	2%
	Russell 1000 Growth Index	16%	12%	10%	8.5%	5%	2%
	Russell Mid Cap Index	10.5%	7.5%	7%	5.5%	3.5%	1%
	Russell 2000 Index	4.5%	3.5%	3%	2.5%	1.5%	0%
International Equity	MSCI AC World (ex-US) Index	13%	10%	8.5%	7%	4.5%	1.5%
	MSCI Emerging Markets Index	5%	4%	3.5%	3%	1.5%	0.5%
Domestic Fixed Income	Barclays U.S. Aggregate Bond Index	6%	10%	15%	15%	20%	15%
	Barclays 1-3 Yr. Government Index	0%	10%	15%	20%	22%	45%

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	Credit Suisse Leveraged Loan Index	2%	5%	5%	10%	10%	10%
International Fixed Income	Citi World Government Bond (ex-U.S.) Index	2%	5%	5%	5%	8%	5%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	0%	0%	0%	0%	10%	15%

Advisor Plan: Active Fixed Income, Conservative Fixed Income, Equity, Balanced or Money Market Options

Asset Class	Benchmark*	Fixed Income Portfolio	Conservative Fixed Income Portfolio	Equity Portfolio	Balanced Portfolio	Money Market Portfolio
Domestic Equity	Russell 1000 Index	0%	0%	25%	15%	0%
	Russell 1000 Value Index	0%	0%	19.5%	9%	0%
	Russell 1000 Growth Index	0%	0%	19.5%	9%	0%
	Russell Mid Cap Index	0%	0%	11.5%	5%	0%
	Russell 2000 Index	0%	0%	4.5%	2%	0%
International Equity	MSCI AC World (ex-US) Index	0%	0%	14%	7%	0%
	MSCI EMG Mkts. Index	0%	0%	6%	3%	0%

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Domestic Fixed Income	Barclays U.S. Aggregate Bond Index	30%	0%	0%	15%	0%
	Barclays 1-3 Yr. Government Index	35%	95%	0%	10%	0%
	Credit Suisse Leveraged Loan Index	10%	5%	0%	10%	0%
International Fixed Income	Citi World Government Bond (ex- U.S.) Index	10%	0%	0%	5%	0%
Money Market Instruments	iMoney Net First Tier Institutional Money Market Index	15%	0%	0%	10%	100%

*Benchmarks are subject to change as mutually agreed by the Treasurer and Manager in order to ensure that they remain appropriate for each underlying investment and consistent with industry standards.

Each active underlying investment's return objective is to equal or exceed, over a five-year rolling period, the annualized return of the applicable benchmark. Volatility, measured by the standard deviation of returns, is expected to be similar to the benchmark. Each underlying investment is also expected to perform favorably relative to its peer group.

To the extent that the assets of a Portfolio are invested in one or more underlying investments approved by the Treasurer having investment objectives consistent with the above-noted asset allocation categories, the above-noted percentage guidelines shall be deemed satisfied. This shall be the case even if such an underlying investment's assets may not be entirely invested in the asset class in which such underlying investment has been placed.

The Treasurer's Office may also add additional Portfolios – for example, Minority, Woman, Veteran, and Disabled-Managed Portfolios – for participants who would like to have a more diverse set of investment options as new viable options become available.

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1.0 Statement of Purpose of Investment Policy

The purpose of this Investment Policy Statement (the “Policy”) is to assist contractors retained by the Illinois State Treasurer’s Office (“Treasurer”) to provide services related to the management of the assets of the Illinois College Savings Pool that are contributed to the Bright Directions College Savings Program (the “Program”) and to assist the Treasurer in evaluating the performance of such contractors by:

- Describing the Treasurer’s investment philosophy for the Program;
- Describing the Treasurer’s investment objectives for the Program;
- Specifying the responsibilities of the Treasurer and any contractors that provide investment management services to the Program to thereby provide a basis to evaluate the performance of contractors that provide services to the Program;
- Providing investment parameters for the investment of assets of the Program; and
- Detailing the investment plan options available through the Program and the applicable performance benchmarks.

This is the official Policy of the Program. Deviation from this Policy is not permitted without prior, explicit, written permission from the Treasurer.

2.0 Establishment and Authority of Entity

The Bright Directions College Savings Program has been established as part of the Illinois College Savings Pool, and is intended to qualify as a qualified tuition program in accordance with Section 529 of the Internal Revenue Code of 1986, as amended. The Program is sold through financial advisors and was established to complement the existing Bright Start College Savings Program by allowing families to utilize a financial advisor to assist them with investing toward future college education expenses.

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3.0 Participating Financial Institution

Accounts in the Program will be distributed through registered broker-dealers and financial institutions that have entered into a Selling Agent Agreement with the designated distributor for the Program. All new accounts in the Program will be processed through the designated participating financial institution.

4.0 Investment Philosophy

The Treasurer has adopted a long-term total return strategy for the Program and its investments. In order to achieve the Program's objectives, investments shall be diversified so as to minimize the risk of loss. While some asset classes may experience short-term and intermediate-term volatility, their long-term return assumptions justify their inclusion. A long-term focus on investment results as well as prudent diversification across public security markets will be the primary risk control mechanisms.

As part of its investment strategy, the Treasurer has relied on prevailing financial theory, which currently utilizes a long-term diversified asset allocation strategy. A prudently allocated investment program possesses a significant level of diversification, which produces risk reduction. In terms of impact, diversification shall be considered along the following lines: (1) asset classes (stocks, bonds, cash, etc.); (2) geography/country; (3) industry; and (4) maturity.

Contributions to the Program will be directed to one or more of the available Age-Based, Target, Individual, or Female- and Minority-Owned Portfolios ("Portfolios"), each composed of a designated mix of investments or an individual investment fund. The determination of the investment parameters of each Portfolio shall be made by the Treasurer and shall take into account the financial characteristics of the investments in the Program. The investment parameters will also give due consideration to the fact that the investment horizon for participants will vary from a few months to over 18 years.

The Treasurer will review the investment performance of each Portfolio at least quarterly and shall review this Policy at least annually.

The holdings of the Program and the Portfolios are divided into the following broad asset categories:

- Short-Term Investments
- Fixed Income Investments

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- Real Estate Investments
- Domestic Equity Investments
- International Equity Investments

The Treasurer will establish reasonable guidelines for each Portfolio, specifying (as applicable) limits on asset and asset class exposures, risk constraints and investment return objectives. While the investment parameters offered under the Program are developed by the Treasurer, participants bear the risk of investment results. Individual participants who seek investments materially different from those offered may wish to select an investment alternative outside of the Program.

To the greatest extent feasible within the bounds of financial and fiduciary prudence, it is the policy of the Treasurer to endeavor to actively identify and evaluate investment managers that are more than 50% owned and/or managed by minorities, women, military veterans, or disabled persons.

The Treasurer acknowledges that environmental, social, and governance (ESG) factors may have a material financial impact as well as non-financial impacts. Consistent with achieving the foremost investment objectives of the Treasurer set forth herein, the Treasurer will seek to integrate ESG factors into investment analysis, portfolio construction, due diligence and investment ownership.

5.0 Investment Objectives

The overall investment program for the Program and, as applicable, the Portfolios provided to the participants shall seek to achieve the following long-term investment objectives:

- A long-term competitive rate of return on investments that is equal to or exceeds a return of the applicable benchmarks shown in Section 7.0 hereof; and
- An investment program flexible enough to meet the needs of participants based upon their age or investment objective and which provides each individual with the ability to invest in a diversified portfolio to meet his or her long-term investment goals.

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6.0 Investment Responsibilities

The Treasurer is responsible for the investment policy statement, the direction of investments and administration of the assets of the Program. In order to properly carry out his responsibilities, the Treasurer may rely on one or more contractors to assist in the administration of the Program. The Treasurer will engage and plan to rely on said contractor (the “Manager”) for administrative services as well as the contractor’s pertinent investment advisor, should they retain one, for certain investment management services. The Treasurer also plans to rely heavily on an external investment consultant for investment advisory services. Among the current responsibilities of the Manager is the implementation of the investment strategy outlined in this Policy and the rebalancing of the Age-Based and Target Portfolios when market movement and/or cash flows cause an asset class to be outside its policy allocation bands. With the Treasurer’s approval, the Manager may retain an investment advisor to provide it with portfolio design, due diligence and ongoing monitoring services with respect to the Portfolios and the implementation of the investment strategy outlined in this policy. The Treasurer and the Manager shall meet quarterly to review portfolio performance as compared to the applicable benchmarks and peer group performance.

In managing the investments of the Program and the Portfolios, the Manager agrees that it will act with the skill, prudence and diligence under the circumstances then prevailing that a prudent person acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of like character and with like objectives.

In addition, the Treasurer may engage an independent investment consultant that will:

- Measure investment performance results, evaluate the investment program, and advise the Treasurer as to the performance and continuing appropriateness of each investment manager;
- Recommend modifications to the investment policies, objectives, guidelines, or management structure as appropriate; and
- Promptly inform the Treasurer regarding significant matters pertaining to the investment program.

7.0 Investment Parameters

Contributions will be invested in one or more of the available Portfolios, each composed of a designated mix of investments or an individual investment fund, which is appropriate for the age of the participant or the investment objective of the Portfolio. Each Portfolio may allocate assets among domestic equity, international equity, real estate, fixed-income,

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and/or short-term investments. The asset allocation of each Portfolio will be established by the Treasurer and managed by the Manager. The Treasurer may adjust the weighting in stocks, bonds, real estate, and cash in each Portfolio and may change the underlying investment funds within the Portfolios consistent with this Policy.

The policy target asset allocations and benchmarks for the underlying investments within the Age-Based and Target Portfolios are shown in the following table. There is a permissible range of plus or minus 10% of the target allocation for each underlying investment fund.

Age-Based Portfolios		<i>age of beneficiary</i>										
Aggressive Option		0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +		
Moderate Option			0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +	
Conservative Option				0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +
Target Portfolios		Fund 100		Fund 80		Fund 60		Fund 40		Fund 20	Fund 10	Fixed Income
Asset Class	Benchmark											
Domestic Equity	Russell 1000 Value	19.0%	17.0%	15.0%	13.0%	11.0%	9.0%	7.0%	5.0%	3.5%	2.0%	0.0%
	S & P 500 Index	16.0%	15.0%	13.0%	12.0%	10.5%	8.0%	7.0%	5.0%	3.5%	2.0%	0.0%
	Russell 1000 Growth	19.0%	17.0%	15.0%	13.0%	11.0%	9.0%	7.0%	5.0%	3.5%	2.0%	0.0%
	Russell 2000 Value	3.0%	3.0%	2.5%	2.0%	1.5%	2.0%	2.0%	1.0%	1.0%	0.5%	0.0%
	Russell 2000	4.0%	3.0%	3.0%	2.0%	2.0%	2.0%	2.0%	2.0%	1.0%	0.5%	0.0%
	Russell 2000 Growth	3.0%	3.0%	2.5%	2.0%	1.5%	2.0%	2.0%	1.0%	1.0%	0.5%	0.0%
Global Real Estate	FTSE EPRA/NAREIT Global	3.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	1.5%	0.0%	0.0%
International Equity	MSCI EAFE	25.0%	23.0%	21.0%	19.0%	16.5%	13.0%	10.0%	8.0%	5.0%	2.5%	0.0%
	MSCI World ex- U.S. Small Cap	4.0%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%	0.0%	0.0%	0.0%	0.0%
	MSCI Emerging Markets	4.0%	4.0%	3.0%	3.0%	2.0%	2.0%	1.0%	1.0%	0.0%	0.0%	0.0%
Domestic Fixed Income	3-month T-Bills											
	Bloomberg Barclays U.S. Gov't/Credit 1-3yr	0.0%	0.0%	0.0%	0.0%	0.0%	8.0%	20.0%	22.0%	23.0%	25.0%	28.0%
	ML 1-3 yr Treasury	0.0%	0.0%	0.0%	8.0%	20.0%	20.0%	19.0%	18.0%	17.0%	15.0%	12.0%
	Bloomberg Barclays U.S. Aggregate Bond	0.0%	8.0%	16.0%	16.0%	14.0%	14.0%	12.0%	12.0%	12.0%	0.0%	0.0%
Bloomberg Barclays U.S. TIPS	0.0%	0.0%	0.0%	2.0%	3.0%	5.0%	7.0%	8.0%	8.0%	10.0%	10.0%	
Foreign Bonds	CitiGroup Non-U.S. World Gov't Bond	0.0%	2.0%	4.0%	4.0%	3.0%	3.0%	2.0%	0.0%	0.0%	0.0%	0.0%
Money Market	3-month T-Bills	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	10.0%	20.0%	40.0%	50.0%

Each underlying investment fund's return objective is to equal or exceed, over a five-year rolling period, the return of the applicable benchmark. Volatility, measured by the standard deviation of quarterly returns over that period, is expected to be similar to the

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benchmark. Each underlying investment fund is also expected to perform favorably relative to its peer group.

To the extent that the assets of a Portfolio are invested in one or more underlying investment funds approved by the Treasurer having investment objectives consistent with the above-noted asset allocation categories, the above-noted percentage guidelines shall be deemed satisfied. This shall be the case even if such underlying investment fund's underlying assets may not be entirely invested in the asset class in which such underlying investment fund has been placed.

Individual Fund Portfolios

Participants in the Program open their Accounts through registered broker-dealers and other financial advisors. As a result, the Treasurer deems it appropriate to offer individual funds as separate Portfolios in the Program. The Individual Fund Portfolios and underlying investment funds the Treasurer selects will be described in the Program's current Program Disclosure Statement and may include the following asset classes:

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Asset Class	Benchmark
Money Market	3 Month T-Bill
<u>Ultra Short Bond</u>	Bloomberg Barclays U.S. Gov't/Credit 1-3yr Index
Low Duration	ML 1-3 Treasury Index
Corporate Bond	Bloomberg Barclays U.S. Credit Index
Intermediate Bond	Bloomberg Barclays U.S. Aggregate Bond Index
Foreign Bonds	Citigroup Non-U.S. World Government Bond Index
U.S. TIPS	Bloomberg Barclays U.S. TIPS Index
Balanced	Bloomberg Barclays U.S. Aggregate Bond Index; S&P 500; MSCI EAFE
Large Cap Value	Russell 3000 Value Index, Russell 1000 Value Index
Large Cap Growth	Russell 1000 Growth Index
Large Cap Blend	Russell 1000 Index, S&P 500
Mid-Cap Value	Russell 2500 Value Index
Mid-Cap Growth	Russell Mid-Cap Growth Index
Mid-Cap Blend	Wilshire 4500 Index
Small-Cap Value	Russell 2000 Value Index
Small-Cap Growth	Russell 2000 Growth Index
Small-Cap Blend	Russell 2000 Index
Foreign Stock	MSCI EAFE, MSCI World ex U.S. Small Cap, and MSCI Emerging Markets
Socially Responsible	S&P 500
Real Estate	DJ Wilshire Real Estate Securities

8.0 Female- and Minority-Owned Portfolios

The Program has included the Female- and Minority-Owned Portfolios for participants who would like to have a more diverse set of investment options. The female- and minority-owned underlying investment funds utilized in the program were screened on the following initial criteria: (1) firms with at least 50% female and/or racial minority ownership or (2) funds that have a female and/or racial minority investment manager that makes the portfolio management decisions (*i.e.*, a minority-owned subadvisor), and (3) funds that delivered above median returns over a 3-year and/or 5-year time period. The female- and minority-owned options provided in the program include relatively high scoring female- and minority-owned investment managers representing a diverse set of asset classes.

Contributions will be invested in one or more of the available Portfolios, each composed of an individual investment fund, which is appropriate for the investment objective of the

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Portfolio. The Treasurer may change the underlying investment funds within specially designated portfolios, such as the Female- and Minority-Owned Portfolios, consistent with this Policy.

The Treasurer may also add additional portfolios – for example, a veteran- or disabled-owned and/or managed portfolio – as new viable options become available.

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1.0 Statement of Purpose of Investment Policy

The purpose of this Investment Policy Statement (the "Policy") is to assist contractors retained by the Illinois State Treasurer's Office ("Treasurer") to provide services related to the management of the assets of the Illinois College Savings Pool that are contributed to the Bright Directions College Savings Program (the "Program") and to assist the Treasurer in evaluating the performance of such contractors by:

- Describing the Treasurer's investment philosophy for the Program;
- Describing the Treasurer's investment objectives for the Program;
- Specifying the responsibilities of the Treasurer and any contractors that provide investment management services to the Program to thereby provide a basis to evaluate the performance of contractors that provide services to the Program;
- Providing investment parameters for the investment of assets of the Program; and
- Detailing the investment plan options available through the Program and the applicable performance benchmarks.

This is the official Policy of the Program. Deviation from this Policy is not permitted without prior, explicit, written permission from the Treasurer.

2.0 Establishment and Authority of Entity

The Bright Directions College Savings Program has been established as part of the Illinois College Savings Pool, and is intended to qualify as a qualified tuition program in accordance with Section 529 of the Internal Revenue Code of 1986, as amended. The Program is sold through financial advisors and was established to complement the existing Bright Start College Savings Program by allowing families to utilize a financial advisor to assist them with investing toward future college education expenses.

3.0 Participating Financial Institution

Accounts in the Program will be distributed through registered broker-dealers and financial institutions that have entered into a Selling Agent Agreement with the designated distributor for the Program. All new accounts in the Program will be processed through the designated participating financial institution.

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4.0 Investment Philosophy

The Treasurer has adopted a long-term total return strategy for the Program and its investments. In order to achieve the Program's objectives, investments shall be diversified so as to minimize the risk of loss. While some asset classes may experience short-term and intermediate-term volatility, their long-term return assumptions justify their inclusion. A long-term focus on investment results as well as prudent diversification across public security markets will be the primary risk control mechanisms.

As part of its investment strategy, the Treasurer has relied on prevailing financial theory, which currently utilizes a long-term diversified asset allocation strategy. A prudently allocated investment program possesses a significant level of diversification, which produces risk reduction. In terms of impact, diversification shall be considered along the following lines: (1) asset classes (stocks, bonds, cash, etc.); (2) geography/country; (3) industry; and (4) maturity.

Contributions to the Program will be directed to one or more of the available Age-Based, Target, Individual, or Female- and Minority-Owned Portfolios ("Portfolios"), each composed of a designated mix of investments or an individual investment fund. The determination of the investment parameters of each Portfolio shall be made by the Treasurer and shall take into account the financial characteristics of the investments in the Program. The investment parameters will also give due consideration to the fact that the investment horizon for participants will vary from a few months to over 18 years.

The Treasurer will review the investment performance of each Portfolio at least quarterly and shall review this Policy at least annually.

The holdings of the Program and the Portfolios are divided into the following broad asset categories:

- Short-Term Investments
- Fixed Income Investments
- Real Estate Investments
- Domestic Equity Investments
- International Equity Investments

The Treasurer will establish reasonable guidelines for each Portfolio, specifying (as applicable) limits on asset and asset class exposures, risk constraints and investment return objectives. While the investment parameters offered under the Program are developed by the Treasurer, participants bear the risk of investment results. Individual participants who seek investments materially different from those offered may wish to select an investment alternative outside of the Program.

To the greatest extent feasible within the bounds of financial and fiduciary prudence, it is the policy of the Treasurer to endeavor to actively identify and evaluate investment managers that are more than 50% owned and/or managed by minorities, women, military veterans, or disabled persons.

The Treasurer acknowledges that environmental, social, and governance (ESG) factors may have a material financial impact as well as non-financial impacts. Consistent with achieving the foremost

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investment objectives of the Treasurer set forth herein, the Treasurer will seek to integrate ESG factors into investment analysis, portfolio construction, due diligence and investment ownership.

5.0 Investment Objectives

The overall investment program for the Program and, as applicable, the Portfolios provided to the participants shall seek to achieve the following long-term investment objectives:

- A long-term competitive rate of return on investments that is equal to or exceeds a return of the applicable benchmarks shown in Section 7.0 hereof; and
- An investment program flexible enough to meet the needs of participants based upon their age or investment objective and which provides each individual with the ability to invest in a diversified portfolio to meet his or her long-term investment goals.

6.0 Investment Responsibilities

The Treasurer is responsible for the investment policy statement, the direction of investments and administration of the assets of the Program. In order to properly carry out his responsibilities, the Treasurer may rely on one or more contractors to assist in the administration of the Program. The Treasurer will engage and plan to rely on said contractor (the "Manager") for administrative services as well as the contractor's pertinent investment advisor, should they retain one, for certain investment management services. The Treasurer also plans to rely heavily on an external investment consultant for investment advisory services. Among the current responsibilities of the Manager is the implementation of the investment strategy outlined in this Policy and the rebalancing of the Age-Based and Target Portfolios when market movement and/or cash flows cause an asset class to be outside its policy allocation bands. With the Treasurer's approval, the Manager may retain an investment advisor to provide it with portfolio design, due diligence and ongoing monitoring services with respect to the Portfolios and the implementation of the investment strategy outlined in this policy. The Treasurer's Office and the Manager shall meet quarterly to review portfolio performance as compared to the applicable benchmarks and peer group performance.

In managing the investments of the Program and the Portfolios, the Manager agrees that it will act with the skill, prudence and diligence under the circumstances then prevailing that a prudent person acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of like character and with like objectives.

In addition, the Treasurer may engage an independent investment consultant that will:

- Measure investment performance results, evaluate the investment program, and advise the Treasurer as to the performance and continuing appropriateness of each investment manager;
- Recommend modifications to the investment policies, objectives, guidelines, or management structure as appropriate; and

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- Promptly inform the Treasurer regarding significant matters pertaining to the investment program.

7.0 Investment Parameters

Contributions will be invested in one or more of the available Portfolios, each composed of a designated mix of investments or an individual investment fund, which is appropriate for the age of the participant or the investment objective of the Portfolio. Each Portfolio may allocate assets among domestic equity, international equity, real estate, fixed-income, and/or short-term investments. The asset allocation of each Portfolio will be established by the Treasurer and managed by the Manager. The Treasurer may adjust the weighting in stocks, bonds, real estate, and cash in each Portfolio and may change the underlying investment funds within the Portfolios consistent with this Policy.

The policy target asset allocations and benchmarks for the underlying investments within the AgeBased and Target Portfolios are shown in the following table. There is a permissible range of plus or minus 10% of the target allocation for each underlying investment fund.

Age-Based Portfolios		<i>age of beneficiary</i>											
		0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +			
Aggressive Option		0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +			
Moderate Option			0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +		
Conservative Option				0 - 2	3 - 5	6 - 8	9 - 10	11 - 12	13 - 14	15 - 16	17 - 18	19 +	
Target Portfolios		Fund 100		Fund 80		Fund 60		Fund 40		Fund 20	Fund 10	Fixed Income	
Asset Class	Benchmark												
Domestic Equity	Russell 1000 Value	19.0%	17.0%	15.0%	13.0%	11.0%	9.0%	7.0%	5.0%	3.5%	2.0%	0.0%	
	S & P 500 Index	16.0%	15.0%	13.0%	12.0%	10.5%	8.0%	7.0%	5.0%	3.5%	2.0%	0.0%	
	Russell 1000 Growth	19.0%	17.0%	15.0%	13.0%	11.0%	9.0%	7.0%	5.0%	3.5%	2.0%	0.0%	
	Russell 2000 Value	3.0%	3.0%	2.5%	2.0%	1.5%	2.0%	2.0%	2.0%	1.0%	1.0%	0.5%	0.0%
	Russell 2000	4.0%	3.0%	3.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	1.0%	0.5%	0.0%
	Russell 2000 Growth	3.0%	3.0%	2.5%	2.0%	1.5%	2.0%	2.0%	2.0%	1.0%	1.0%	0.5%	0.0%
Global Real Estate	FTSE EPRA/NAREIT Global	3.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	2.0%	1.5%	0.0%	0.0%	

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International Equity	MSCI EAFE	25.0%	23.0%	21.0%	19.0%	16.5%	13.0%	10.0%	8.0%	5.0%	2.5%	0.0%
	MSCI World ex- U.S. Small Cap	4.0%	3.0%	3.0%	2.0%	2.0%	1.0%	0.0%	0.0%	0.0%	0.0%	0.0%
	MSCI Emerging Markets	4.0%	4.0%	3.0%	3.0%	2.0%	2.0%	1.0%	1.0%	0.0%	0.0%	0.0%
Domestic Fixed Income	3-month T-Bills											
	Bloomberg Barclays U.S. Govt/Credit 1-3yr	0.0%	0.0%	0.0%	0.0%	0.0%	8.0%	20.0%	22.0%	23.0%	25.0%	28.0%
	ML 1-3 yr Treasury	0.0%	0.0%	0.0%	8.0%	20.0%	20.0%	19.0%	18.0%	17.0%	15.0%	12.0%
	Bloomberg Barclays U.S. Aggregate Bond	0.0%	8.0%	16.0%	16.0%	14.0%	14.0%	12.0%	12.0%	12.0%	0.0%	0.0%
	Bloomberg Barclays U.S. TIPS	0.0%	0.0%	0.0%	2.0%	3.0%	5.0%	7.0%	8.0%	8.0%	10.0%	10.0%
Foreign Bonds	CitiGroup Non-U.S. World Govt Bond	0.0%	2.0%	4.0%	4.0%	3.0%	3.0%	2.0%	0.0%	0.0%	0.0%	0.0%
Money Market	3-month T-Bills	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	10.0%	20.0%	40.0%	50.0%

Each underlying investment fund's return objective is to equal or exceed, over a five-year rolling period, the return of the applicable benchmark. Volatility, measured by the standard deviation of quarterly returns over that period, is expected to be similar to the benchmark. Each underlying investment fund is also expected to perform favorably relative to its peer group.

To the extent that the assets of a Portfolio are invested in one or more underlying investment funds approved by the Treasurer having investment objectives consistent with the above-noted asset allocation categories, the above-noted percentage guidelines shall be deemed satisfied. This shall be the case even if such underlying investment fund's underlying assets may not be entirely invested in the asset class in which such underlying investment fund has been placed.

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Individual Fund Portfolios

Participants in the Program open their Accounts through registered broker-dealers and other financial advisors. As a result, the Treasurer deems it appropriate to offer individual funds as separate Portfolios in the Program. The Individual Fund Portfolios and underlying investment funds the Treasurer selects will be described in the Program's current Program Disclosure Statement and may include the following asset classes:

Asset Class	Benchmark
Money Market	3 Month T-Bill
Ultra Short Bond	Bloomberg Barclays U.S. Gov't/Credit 1-3yr Index
Low Duration	ML 1-3 Treasury Index
Corporate Bond	Bloomberg Barclays U.S. Credit Index
Intermediate Bond	Bloomberg Barclays U.S. Aggregate Bond Index
Foreign Bonds	Citigroup Non-U.S. World Government Bond Index
U.S. TIPS	Bloomberg Barclays U.S. TIPS Index
Balanced	Bloomberg Barclays U.S. Aggregate Bond Index; S&P 500; MSCI EAFE
Large Cap Value	Russell 3000 Value Index, Russell 1000 Value Index
Large Cap Growth	Russell 1000 Growth Index
Large Cap Blend	Russell 1000 Index, S&P 500
Mid-Cap Value	Russell 2500 Value Index
Mid-Cap Growth	Russell Mid-Cap Growth Index
Mid-Cap Blend	Wilshire 4500 Index
Small-Cap Value	Russell 2000 Value Index
Small-Cap Growth	Russell 2000 Growth Index
Small-Cap Blend	Russell 2000 Index
Foreign Stock	MSCI EAFE, MSCI World ex U.S. Small Cap, and MSCI Emerging Markets
Socially Responsible	S&P 500
Real Estate	DJ Wilshire Real Estate Securities

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8.0 Female- and Minority-Owned Portfolios

The Program has included the Female- and Minority-Owned Portfolios for participants who would like to have a more diverse set of investment options. The female- and minority-owned underlying investment funds utilized in the program were screened on the following initial criteria: (1) firms with at least 50% female and/or racial minority ownership or (2) funds that have a female and/or racial minority investment manager that makes the portfolio management decisions (*i.e.*, a minority-owned subadvisor), and (3) funds that delivered above median returns over a 3-year and/or 5-year time period. The female- and minority-owned options provided in the program include relatively high scoring female- and minority-owned investment managers representing a diverse set of asset classes.

Contributions will be invested in one or more of the available Portfolios, each composed of an individual investment fund, which is appropriate for the investment objective of the Portfolio. The Treasurer may change the underlying investment funds within specially designated portfolios, such as the Female- and Minority-Owned Portfolios, consistent with this Policy.

The Treasurer may also add additional portfolios – for example, a veteran- or disabled-owned and/or managed portfolio – as new viable options become available.

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1.0 Statement of Purpose of Investment Policy: The purpose of this Statement is to assist contractors retained by the Treasurer to provide services related to the management of the assets of the Illinois College Savings Pool that are contributed to the Bright Directions College Savings Program (the "Program") and to assist the Treasurer's Office in evaluating the performance of such contractors by:

- Describing the Treasurer's investment objectives;
- Providing general guidelines for the investment of assets of the Program;
- Describing the Treasurer's long-term investment strategy;
- Describing the process of evaluating the performance of employees or contractors that provide investment management services to the Program; and
- Specifying the responsibilities of any contractors that provide investment management services to the Program.

This is the official Investment Policy Statement of the Program. Deviation from this Policy is not permitted without prior, explicit, written permission from the Treasurer.

2.0 Establishment and Authority of Entity: The Bright Directions College Savings Program has been established as part of the Illinois College Savings Pool, and is intended to qualify as a qualified tuition program in accordance with Section 529 of the Internal Revenue Code of 1986, as amended. The Program is sold through financial advisors and was established to complement the existing Bright Start College Savings Program by allowing families to utilize a financial advisor to assist them with investing toward future college education expenses.

3.0 Participating Financial Institution: Accounts in the Program will be distributed through registered broker-dealers and financial institutions that have entered into a Selling Agent Agreement with the designated distributor for the Program. All new accounts in the Program will be processed through the designated participating financial institution.

4.0 Investment Philosophy: The Treasurer has adopted a long-term total return strategy for the Program and its investments. In order to achieve the Program's objectives, investments shall be diversified so as to minimize the risk of loss. While some asset classes may experience short-term and intermediate-term volatility, their long-term return assumptions justify their inclusion. A long-term focus on investment results as well as prudent diversification across public security markets will be the primary risk control mechanisms.

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In its investment strategy, the Treasurer has relied on prevailing financial theory, which currently utilizes a long-term diversified asset allocation strategy. A prudently allocated investment program possesses a significant level of diversification, which produces risk reduction. In terms of impact, diversification shall be considered along the following lines: (1) asset classes (stocks, bonds, cash, etc.); (2) geography/country; (3) industry; and (4) maturity.

Contributions to the Program will be directed to one or more of the available Age-Based, Target, Individual, or Female- and Minority-Owned Portfolios ("Portfolios"), each composed of a designated mix of investments or an individual investment fund. The determination of the investment parameters of each Portfolio shall be made by the Treasurer and shall take into account the financial characteristics of the investments in the Program. The investment parameters will also give due consideration to the fact that the investment horizon for participants will vary from a few months to over 18 years.

The Treasurer will review the investment performance of each Portfolio at least quarterly and shall review this Investment Policy Statement at least annually.

The holdings of the Program and the Portfolios are divided into the following broad asset categories:

- Short-Term Investments
- Fixed Income Investments
- Real Estate Investments
- Domestic Equity Investments
- International Equity Investments

The Treasurer will establish reasonable guidelines for each Portfolio, specifying (as applicable) limits on asset and asset class exposures, risk constraints and investment return objectives. While the investment parameters offered under the Program are developed by the Treasurer, participants bear the risk of investment results. Individual participants who seek investments materially different from those offered may wish to select an investment alternative outside of the Program.

The administration and offering of the Program should not be relied upon as a guarantee to participants. Each participant should seek appropriate advice as he or she deems necessary.

5.0 Investment Objectives: The overall investment program for the Program and, as applicable, the Portfolios provided to the participants shall seek to achieve the following long-term investment objectives:

- A long-term competitive rate of return on investments that is equal to or exceeds a return of the applicable benchmarks shown in Section 7.0 hereof; and
- An investment program flexible enough to meet the needs of participants based upon their age or investment objective and which provides each individual with the ability to invest in a diversified portfolio to meet his or her long-term investment goals.

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6.0 Investment Responsibilities: The Treasurer is responsible for the investment policy, the direction of investments and administration of the assets of the Program. In order to properly carry out his responsibilities, the Treasurer may rely on one or more contractors to assist in the administration of the Program. The Treasurer will engage and plan to rely heavily on said contractor (the "Manager") for administrative services as well as the contractor's pertinent investment advisor, should they retain one, for investment management services. The Treasurer also plans to rely heavily on an external investment consultant for investment advisory services. Among the current responsibilities of the Manager is the implementation of the investment strategy outlined in this Policy and the rebalancing of the Age-Based and Target Portfolios when market movement and/or cash flows cause an asset class to be outside its policy allocation bands. With the Treasurer's approval, the Manager may retain an investment advisor to provide it with portfolio design, due diligence and ongoing monitoring services with respect to the Portfolios and the implementation of the investment strategy outlined in this policy. The Treasurer's Office and the Manager shall meet quarterly to review portfolio performance as compared to the applicable benchmarks and peer group performance.

In managing the investments of the Program and the Portfolios, the Manager agrees that it will act with the skill, prudence and diligence under the circumstances then prevailing that a prudent person acting in a like capacity and familiar with such matters would use in the conduct of an enterprise of like character and with like objectives.

In addition, the Treasurer may engage an independent investment consultant that will:

- Measure investment performance results, evaluate the investment program, and advise the Treasurer as to the performance and continuing appropriateness of each investment manager;
- Recommend modifications to the investment policies, objectives, guidelines, or management structure as appropriate; and
- Promptly inform the treasurer regarding significant matters pertaining to the investment program.

7.0 Investment Parameters: Contributions will be invested in one or more of the available Portfolios, each composed of a designated mix of investments or an individual investment fund, which is appropriate for the age of the participant or the investment objective of the Portfolio. Each Portfolio may allocate assets among domestic equity, international equity, real estate, fixed-income, and/or short-term investments. The asset allocation of each Portfolio will be established by the Treasurer and managed by the Manager. The Treasurer may adjust the weighting in stocks, bonds, real estate, and cash in each Portfolio and may change the underlying investment funds within the Portfolios consistent with this Investment Policy Statement.

The policy target asset allocations and benchmarks for the underlying investments within the Age-Based and Target Portfolios are shown in the following table. There is a permissible range of plus or minus 10% of the target allocation for each underlying investment fund.

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Age-Based Portfolios		age of beneficiary						
		0 - 8 yrs	9 - 12 yrs	13 - 16 yrs	17 - 20 yrs	21+ yrs		
Aggressive Option								
Growth Option			0 - 8 yrs	9 - 12 yrs	13 - 16 yrs	17 - 20 yrs	21+ yrs	
Balanced Option				0 - 8 yrs	9 - 12 yrs	13 - 16 yrs	17 - 20 yrs	21+ yrs
Target Portfolios	Benchmark	Fund 100	Fund 80	Fund 60	Fund 40	Fund 20	Fund 10	Fixed Income
Large Cap Value	Russell 1000 Value	19.00%	15.00%	11.00%	7.00%	3.50%	2.00%	0.00%
Large Cap Blend	S&P 500	16.00%	13.00%	10.50%	7.00%	3.50%	2.00%	0.00%
Large Cap Growth	Russell 1000 Growth	19.00%	15.00%	11.00%	7.00%	3.50%	2.00%	0.00%
Small Cap Value	Russell 2000 Value	3.00%	2.50%	1.50%	2.00%	1.00%	0.50%	0.00%
Small Cap Blend	Russell 2000	4.00%	3.00%	2.00%	2.00%	1.00%	0.50%	0.00%
Small Cap Growth	Russell 2000 Growth	3.00%	2.50%	1.50%	2.00%	1.00%	0.50%	0.00%
Global Real Estate	FTSE EPRA/NAREIT Global	3.00%	2.00%	2.00%	2.00%	1.50%	0.00%	0.00%
Foreign Stock	MSCI EAFE	25.00%	21.00%	16.50%	10.00%	5.00%	2.50%	0.00%
	MSCI World ex U.S.	4.00%	3.00%	2.00%	0.00%	0.00%	0.00%	0.00%
	Small Cap	4.00%	3.00%	2.00%	1.00%	0.00%	0.00%	0.00%
	MSCI Emerging Markets							
Money Market	3-Month T-Bills	0.00%	0.00%	0.00%	0.00%	20.00%	40.00%	50.00%
Ultra-Short Bond	3-Month T-Bills	0.00%	0.00%	0.00%	20.00%	23.00%	25.00%	28.00%
Short Bond	ML 1-3 yr Treasury	0.00%	0.00%	20.00%	19.00%	17.00%	15.00%	12.00%
Intermediate Bond	Barclays U.S. Agg. Bond	0.00%	16.00%	14.00%	12.00%	12.00%	0.00%	0.00%
Foreign Bonds	Citigroup Non-U.S. World Gov't Bond	0.00%	4.00%	3.00%	2.00%	0.00%	0.00%	0.00%
U.S. TIPS	Barclays U.S. TIPS	0.00%	0.00%	3.00%	7.00%	8.00%	10.00%	10.00%

Each underlying investment fund's return objective is to equal or exceed, over a five-year rolling period, the return of the applicable benchmark. Volatility, measured by the standard deviation of quarterly returns over that period, is expected to be similar to the benchmark. Each underlying investment fund is also expected to perform favorably relative to its peer group.

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To the extent that the assets of a Portfolio are invested in one or more underlying investment funds approved by the Treasurer having investment objectives consistent with the above-noted asset allocation categories, the above-noted percentage guidelines shall be deemed satisfied. This shall be the case even if such underlying investment fund's underlying assets may not be entirely invested in the asset class in which such underlying investment fund has been placed.

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Asset Class	Benchmark
Money Market/Ultra Short Bond	3 Month T-Bill
Low Duration	ML 1-3 Treasury Index
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Intermediate Bond	Barclays U.S. Aggregate Bond Index
Foreign Bonds	Citigroup Non-U.S. World Government Bond Index
U.S. TIPS	Barclays U.S. TIPS Index
Balanced	Barclays U.S. Aggregate Bond Index; S&P 500; MSCI EAFE
Large Cap Value	Russell 3000 Value Index, Russell 1000 Value Index
Large Cap Growth	Russell 1000 Growth Index
Large Cap Blend	Russell 1000 Index, S&P 500
Mid-Cap Value	Russell 2500 Value Index
Mid-Cap Growth	Russell Mid-Cap Growth Index
Mid-Cap Blend	Wilshire 4500 Index
Small-Cap Value	Russell 2000 Value Index
Small-Cap Growth	Russell 2000 Growth Index

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Small-Cap Blend	Russell 2000 Index
Foreign Stock	MSCI EAFE, MSCI World ex U.S. Small Cap, and MSCI Emerging Markets
Socially Responsible	S&P 500
Real Estate	DJ Wilshire Real Estate Securities
Global Real Estate	FTSE EPRA/NAREIT Global Index

8.0 Female- and Minority-Owned Portfolios: The Program has included the Female- and Minority-Owned Portfolios for participants who would like to have a more diverse set of investment options. The female- and minority-owned underlying investment funds utilized in the program were screened on the following initial criteria: (1) firms with at least 50% female and/or racial minority ownership or (2) funds that have a female and/or racial minority investment manager that makes the portfolio management decisions (*i.e.*, a minority-owned subadvisor), and (3) funds that delivered above median returns over a 3-year and/or 5-year time period. The female- and minority-owned options provided in the program include relatively high scoring female- and minority-owned investment managers representing a diverse set of asset classes.

Contributions will be invested in one or more of the available Portfolios, each composed of an individual investment fund, which is appropriate for the investment objective of the Portfolio. The Treasurer may change the underlying investment funds within specially designated portfolios, such as the Female- and Minority-Owned Portfolios, consistent with this Investment Policy Statement.

The Treasurer's Office may also add additional portfolios – for example, a veteran- or disabled-owned and/or managed portfolio – as new viable options become available.

**Independent Auditor's Report on Internal Control Over Financial
Reporting and on Compliance and Other Matters Based on an
Audit of Financial Statements Performed in Accordance with
*Government Auditing Standards***

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

The Honorable Frank J. Mautino
Auditor General
State of Illinois

As Special Assistant Auditors for the Auditor General, we have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the College Savings Program, a fiduciary (private-purpose trust) fund of the State of Illinois, Office of the Treasurer, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the College Savings Program's financial statements, and have issued our report thereon dated February 15, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the State of Illinois, Office of the Treasurer's internal control over financial reporting (internal control) of the College Savings Program to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the State of Illinois, Office of the Treasurer's internal control. Accordingly, we do not express an opinion on the effectiveness of the State of Illinois, Office of the Treasurer's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings as item 2018-001 that we considered to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the State of Illinois, Office of the Treasurer, College Savings Program's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Office of the Treasurer's Response to Findings

The State of Illinois, Office of the Treasurer's response to the finding identified in our audit is described in the accompanying schedule of findings. The State of Illinois, Office of the Treasurer's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the State of Illinois, Office of the Treasurer's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the State of Illinois, Office of the Treasurer's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Crowe LLP

Springfield, Illinois
February 15, 2019

SCHEDULE OF FINDINGS

**State of Illinois
Office of the Treasurer**

**College Savings Program
Schedule of Findings
For the Year Ended June 30, 2018**

2018-001 **Finding** (Internal Control Weaknesses Identified in the Financial Statement Process)

The Office of the Treasurer's (Office) internal controls over the preparation and review of the College Savings Program financial statements and related notes did not identify errors.

During testing of the financial statements and related notes for the College Savings Program, the auditors noted, the Office did not properly report its Bright Direction's money market and fixed income funds within the Interest Rate and Credit Risk disclosure of Note 2 due to an allocation error. The total amount disclosed within the note was understated by \$665.851 million. The money market funds were understated by \$48.162 million and the fixed income funds were understated by \$617.689 million. Total assets on the Statements of Fiduciary Net Position were properly reported as \$10.790 billion; however, due to the allocation error noted above, a reclassification entry of \$48.162 million was required to correct the overstatement of mutual funds reported as cash and cash equivalents, and the understatement of money market funds reported as mutual funds on the Statement of Fiduciary Net Position, the Note 2 Bright Direction's fair value disclosure, the Combining Statements of Fiduciary Net Position, and the Bright Direction's Statements of Net Position by Portfolio.

The Fiscal Control and Internal Auditing Act (30 ILCS 10/3001) requires all State agencies to establish and maintain a system, or systems, of internal fiscal and administrative controls, so that revenues, expenditures and transfers of assets, resources, or funds applicable to operations are properly recorded and accounted for to permit the preparation of accounts and reliable financial and statistical reports and to maintain accountability over the State's resources. In addition, strong management controls require procedures to include proper checks and balances and adequate supervision of all fiscal related activities to ensure proper financial reporting.

The Office stated administrative conversion processes and requests during the fiscal year substantially reduced the time available for financial statement preparation and review to meet the reporting deadline.

Failure to maintain adequate controls over the financial reporting process led to a material misstatement in the notes to the financial statements and misstatements in the financial statements. (Finding Code No. 2018-001)

Recommendation

We recommend the Office evaluate and improve its internal control over the financial reporting process to ensure accurate preparation of financial statements and the related notes.

Office Response

The Treasurer's Office accepts the recommendation. The transition and program conversion are now complete, thus there should be adequate time for financial statement preparation and review.

**State of Illinois
Office of the Treasurer**

**College Savings Program
Prior Findings Not Repeated
For the Year Ended June 30, 2018**

A. Finding – Overstatement of Participant Contributions and Distributions

In the prior year, we noted the Treasurer did not have an adequate process to identify and eliminate intra-fund activity within its financial statements.

In the current year, we noted the Treasurer eliminated and disclosed intra-fund activity. (Finding Code No. 2017-001)

B. Finding – Lack of Adequate Controls over the Review of External Service Provider

In the prior year, we noted the Treasurer did not maintain adequate controls to ensure the external service providers' internal controls were reviewed and the Treasurer did not document their analysis of the Service Organization Control (SOC) reports.

In the current year, we noted the Treasurer documented its SOC report reviews. (Finding Code No. 2017-002)